

SCHOOL DISTRICT
OF
TOWNSHIP

OF

MULLICA

Mullica Township School District
Mullica, New Jersey

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

TABLE OF CONTENTS

Page

INTRODUCTORY SECTION

Letter of Transmittal	1-4
Organizational Chart	5
Roster of Officials	6
Consultants and Advisors	7

FINANCIAL SECTION

Independent Auditor's Report	8-10
-------------------------------------	------

Required Supplementary Information - Part I Management's Discussion and Analysis	11-19
---	-------

Basic Financial Statements

A DISTRICT - WIDE FINANCIAL STATEMENTS

A-1 Statement of Net Position	20
A-2 Statement of Activities	21

B FUND FINANCIAL STATEMENTS

Governmental Funds:

B-1 Balance Sheet	22
B-2 Statement of Revenues, Expenditures and Changes in Fund Balances	23
B-3 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	24

Proprietary Funds:

B-4 Statement of Net Position	25
B-5 Statement of Revenues, Expenses, and Changes in Fund Net Position	26
B-6 Statement of Cash Flows	27

Fiduciary Funds:

B-7 Statement of Fiduciary Net Position	N/A
B-8 Statement of Changes in Fiduciary Net Position	N/A

Notes to Financial Statements	28-53
--------------------------------------	-------

TABLE OF CONTENTS

Page

Required Supplementary Information - Part II

C Budgetary Comparison Schedules

C-1	Budgetary Comparison Schedule - General Fund	54-65
C-2	Budgetary Comparison Schedule - Special Revenue Fund	66

Notes to the Required Supplementary Information

C-3	Budget - to - GAAP Reconciliation	67
-----	-----------------------------------	----

Required Supplementary Information - Part III

L	L-1	Schedule of the District's Proportionate Share of the Net Pension Liability (PERS)	68
	L-2	Schedule of District Contributions (PERS)	69
	L-3	Schedule of the District's Proportionate Share of the Net Pension Liability (TPAF)	70
M	M-1	Schedule of the District's Proportionate Share of the Net OPEB (TPAF and PERS)	71

Other Supplementary Information

D	School Level Schedules	N/A
E	Special Revenue Fund:	
E-1	Combining Schedule of Revenues and Expenditures - Special Revenue Fund - Budgetary Basis	72-74
E-2	Preschool Education Program Aid Statement of Expenditures - Budgetary Basis	75
F	Capital Projects Fund:	
F-1	Summary Statement of Project Expenditures	
F-2	Summary Schedules of Revenues, Expenditures, and Changes in Fund Balance - Budgetary Basis	N/A
F-2a	Schedule of Project Revenue, Expenditures, Project Balance and Project Status - Budgetary Basis	N/A
G	Proprietary Funds:	
G-1	Combining Balance Sheet	76
G-2	Combining Statement of Revenues, Expenses and Changes in Retained Earnings/Fund Balance	77
G-3	Combining Statement of Cash Flows	78
H	Fiduciary Funds	
H-1	Combining Statement of Fiduciary Net Position	N/A
H-2	Combining Statement of Changes in Fiduciary Net Position	N/A
H-3	Student Activity Agency Fund Schedule of Receipts and Disbursements	N/A
H-4	Payroll Agency Fund Schedule of Receipts and Disbursements	N/A

TABLE OF CONTENTS

Page

Other Supplementary Information (Continued)

I Long-Term Debt

I-1	Schedule of General Serial Bonds	79
I-2	Statement of Obligations Under Capital Leases	N/A
I-3	Debt Service Fund Budgetary Comparison Schedule	80

J STATISTICAL SECTION (Unaudited)

J-1	Net Position by Component	81
J-2	Changes in Net Position	82-83
J-3	Fund Balances - Governmental Funds	84
J-4	Changes in Fund Balances - Governmental Funds	85
J-5	General Fund Other Local Revenue by Source	86
J-6	Assessed Value and Actual Value of Taxable Property	87
J-7	Direct and Overlapping Property Tax Rates	88
J-8	Principal Property Tax Payers	89
J-9	Property Tax Levies and Collections	90
J-10	Ratios of Outstanding Debt by Type	91
J-11	Ratios of Net General Bonded Debt Outstanding	92
J-12	Direct and Overlapping Governmental Activities Debt	93
J-13	Legal Debt Margin Information	94
J-14	Demographic and Economic Statistics	95
J-15	Principal Employers	96
J-16	Full-time Equivalent District Employees by Function/Program	97
J-17	Operating Statistics	98
J-18	School Building Information	99
J-19	Required Maintenance for School Facilities	100
J-20	Insurance Schedule	101

K SINGLE AUDIT SECTION

K-1	Report on Internal Control over Financial Reporting and on Compliance and Other Matter Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	102-103
K-2	Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control over Compliance with the Uniform Guidance New Jersey OMB 15-08	104-106
K-3	Schedule of Expenditures of Federal Awards, Schedule A	107
K-4	Schedule of Expenditures of State Financial Assistance, Schedule B	108
K-5	Notes to Schedules of Awards and Financial Assistance	109-11
K-6	Schedule of Findings and Questioned Costs	112-114
K-7	Summary Schedule of Prior Audit Findings	115

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Introductory Section

{THIS PAGE IS INTENTIONALLY LEFT BLANK}



MULLICA TOWNSHIP SCHOOL DISTRICT

Home of the Coyotes

#WeAreMullica



Mrs. Donna Leshner
Elementary School Principal

Ms. Jennifer R. Pauls
Superintendent

Mrs. Maris Lynn
Middle School Principal

Mrs. Janine Gentilini
Supervisor of Special Education
and Student Services

Mr. Todd D'Anna
Business Administrator

Ms. Helene Fullmer
Interim Supervisor of Curriculum
and Data

December 15, 2025

Honorable President and
Members of the Board of Education
Mullica Township School District
500 Elwood Road
PO Box 318
Elwood, New Jersey 08217

Dear Board Members:

The annual comprehensive financial report of the Mullica Township School District for the fiscal year ended June 30, 2025, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The annual comprehensive financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the U.S. Office of Management and Budget "Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, Audits of States, Local Governments, and Non-Profit Organizations", and the State Treasury Circular Letter 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid," Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations are included in the single audit section of this report.

1) **REPORTING ENTITY AND ITS SERVICES:** Mullica Township School District is an independent PreK – 8th grade District in Atlantic County, New Jersey reporting within the criteria adopted in GASB Statement 14, as amended by GASB Statements 39 and 61. All fund and account groups in the District are included in this report. The Mullica Township Board of Education and all its Schools constitute the District reporting entity.

The District provides a full range of educational services appropriate to students from three years old through grade 8. These include regular, vocational, and special education programs for students of varying interests and special needs. The programs have been developed and articulated in the Schools to respond to federal, state, and local goals.

The District completed the 2024-2025 Fiscal Year with an average daily enrollment of 624. The table below provides the last ten years of enrollment information along with changes on an annual basis.

<u>Fiscal Year</u>	<u>Average Daily Enrollment</u>	
	<u>Student Enrollment</u>	<u>Percentage of Change</u>
2024-2025	624	0.01 Increase
2023-2024	623	-2.96% (Decrease)
2022-2023	642	1.26% Increase
2021-2022	634	-2.76% (Decrease)
2020-2021	652	-6.86% (Decrease)
2019-2020	700	0.72% Increase
2018-2019	695	-3.33% (Decrease)
2017-2018	719	-2.44% (Decrease)
2016-2017	737	-0.14% (Decrease)
2015-2016	738	-0.79% (Decrease)

- 2) **ECONOMIC CONDITIONS AND OUTLOOK:** Mullica Township is experiencing a period of stagnant development, which is in part due to the economy. The total student enrollment has remained stable over the last ten years. Obviously there have been fluctuations, but the long-range view is one of stability.
- 3) **MAJOR INITIATIVES:** Mullica Township School District is currently completing projects to repair and replace portions of the sewer septic system and waste water treatment plant. Additionally, the District is finishing several HVAC projects to replace aging and inadequate equipment. The District will utilize ESSER funds and grant money obtained through the SSB-VEEVR program. Once completed, all HVAC equipment in the district will have been replaced in the last 6 years.

The District continues to purchase Chromebooks in support of a 1:1 initiative in grades 1-8. Infrastructure to support the initiative is robust and up to date. The Chromebooks are replaced on a regular cycle to maintain warranty and insurance coverage. The District annually subscribes to GoGuardian software to monitor the Chromebooks during school hours, as well as, non-school hours. The District's investment in technology positions us to seamlessly pivot to virtual instruction if, and when, necessary.

The District has made tremendous strides in curriculum investments in recent years. Over the past few years, the District has purchased new materials for all curricular areas and curriculum purchases now follow an approved curriculum cycle. The District continues to apply for grants and received grants in excess of \$500,000 from the Department of Education and 21st Century Community Learning Center.

The District continues to invest in mental health/social emotional learning professional development for staff and students through outside presenters, partnerships with local providers, and the Youth Advocacy Program. The District will continue to utilize preschool funds to replace preschool equipment and enhance the learning experiences for our preschool students.

- 4) **INTERNAL ACCOUNTING CONTROLS:** Management of the 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 or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally 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 derived; and 2) the valuation of costs and benefits requires 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 evaluation by the District management.

- 5) **BUDGETARY CONTROLS:** In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved 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 canceled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2025.

- 6) **ACCOUNTING SYSTEM AND REPORTS:** The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statement," Note 1.
- 7) **FINANCIAL INFORMATION AT FISCAL YEAR-END:** As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.
- 8) **DEBT ADMINISTRATION:** As of June 30, 2025, the District's outstanding debt consisted of \$2,840,000 in Serial Bonds, \$247,489 for Compensated absences and \$1,479,714 in Net Pension Liability.

- 9) **CASH MANAGEMENT:** The investment policy of the District is guided in large part by State statute as detailed in "Notes to the Financial Statement," Note 2. The District has adopted a cash management plan, which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.
- 10) **RISK MANAGEMENT:** The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.
- 11) **OTHER INFORMATION:** Independent Audit -- State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Ford, Scott & Associates, LLC. was selected by the Board. The auditor's report on the basic financial statements, combining and individual fund statements and schedules is included in the financial section of this report.
- 12) **ACKNOWLEDGMENTS:** We would like to express our appreciation to the members of the Mullica Township School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the School District and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,

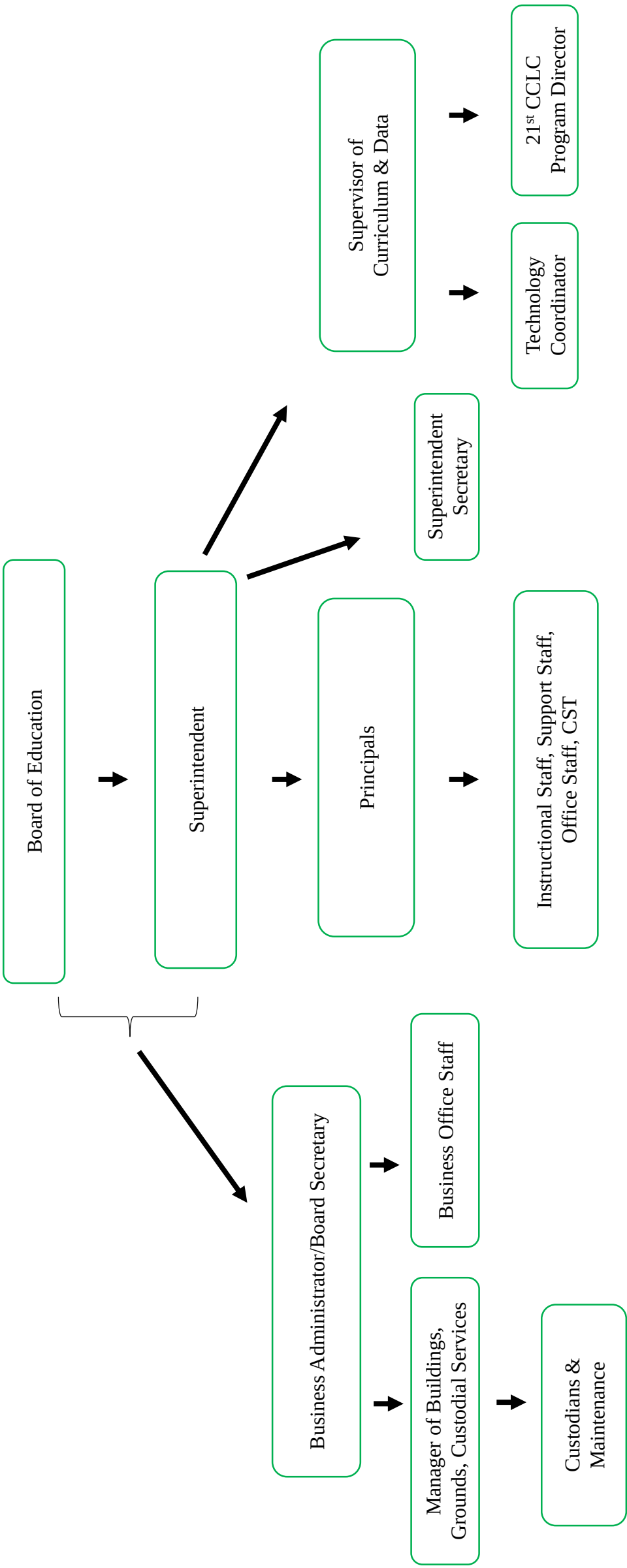
Jennifer R. Pauls

Ms. Jennifer R. Pauls
Superintendent of Schools

Todd D'Anna

Todd D'Anna
Business Administrator/Board Secretary

Mullica Township School District
Organizational Chart



MULLICA TOWNSHIP SCHOOL DISTRICT
Mullica, New Jersey

ROSTER OF OFFICIALS

JUNE 30, 2025

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Susan Brownhill, President	2027
Catherine Werner, Vice President	2025
Angela Maione	2028
Carmen Jacobo	2026
Sarah Kurtz	2027
Nick Roehnert	2027
Bob Stollenwerk	2026
Mark F. Winterbottom	2026
Joy Wyld	2025

OTHER OFFICIALS

Jennifer R. Pauls Superintendent
Mr. Todd D'Anna, Business Administrator/Board Secretary
Dawn M. Stollenwerk, Treasurer
Amy Houck-Elco, Esq., Cooper-Levenson, Board Attorney

MULLICA TOWNSHIP SCHOOL DISTRICT
Mullica, New Jersey

CONSULTANTS AND ADVISORS

JUNE 30, 2025

AUDITOR/AUDIT FIRM

Nancy Sbrolla
Ford-Scott & Associates, L.L.C.
1535 Haven Avenue
Ocean City, New Jersey 08226

ATTORNEY

Amy L. Houck Elco, Esq.
Cooper Levenson, P.A.
1125 Atlantic Avenue
Atlantic City, New Jersey 08401

OFFICIAL DEPOSITORY

TD Bank
White Horse Pike
Hammononton, New Jersey 08037

RISK MANAGEMENT AGENT

T.C. Irons Insurance Agency
708 Stokes Road, Suite A
Medford, NJ 08055

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Financial Section

{THIS PAGE IS INTENTIONALLY LEFT BLANK}



FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

1535 HAVEN AVENUE • OCEAN CITY, NJ • 08226

PHONE 609.399.6333 • FAX 609.399.3710

www.ford-scott.com

Independent Auditor's Report

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

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

Basis for Opinions

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

Responsibility 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 misstatements, 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 Mullica Township 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 opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from an 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 GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, we:

- exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of the 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 entity'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 entity's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charge 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Required Supplementary Information identified in the table of contents be presented to supplement the basic financial statements. Such information, 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 Mullica Township School District's basic financial statements. The combining and individual non-major fund financial statements and schedule of expenditures of federal awards as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and the schedule of state financial assistance as required by NJ OMB 15-08 and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by the Uniform Guidance, and the schedule of state financial assistance as required by NJ OMB 15-08 is 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 Comprehensive Financial Report. The other information comprises of the introductory and statistical sections and have not been subject to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2025 on our consideration of the Mullica Township 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 entity'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 Mullica Township School District's internal control over financial reporting and compliance.

Ford, Scott & Associates, L.L.C.

FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Nancy Sbrolla

Nancy Sbrolla
Certified Public Accountant
Licensed Public School Accountant
No. 2426

December 15, 2025

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Required Supplemental Information
Part I

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the Mullica Township School District ("District") annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2025. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statement.

FINANCIAL HIGHLIGHTS

- The net position of the District increased \$2,971,689.36. The increase is due mainly to an increase in capital outlay and fixed assets.
- The State of New Jersey reimbursed the District \$420,025.28 during the fiscal year ended June 30, 2025 for the employer's share of social security contributions and pension contributions for TPAF members as calculated on their base salaries. Also, the State of New Jersey paid \$2,667,734.00 on behalf of the District for TPAF Pension Contributions. These amounts, which are not budgeted, are included as both a revenue and appropriation in the financial statements.
- As indicated by New Jersey State Statutes, the unreserved fund balance of the general fund is limited to 2% of the total general fund. Any excess is required to be designated as Reserved Fund Balance – Excess Surplus and included in the next year's budget as budgeted fund balance. As of June 30, 2025, the District had excess fund balance in the amount of \$1,288,351.44 of which \$768,508.54 has been included in the 2025-2026 budget and the remaining \$519,842.90 will be included in the 2026-2027 budget.
- During the fiscal year ended June 30, 2025, the District's expenditures exceeded revenues by \$446,073.22. This was mainly a result of an increase tuition costs. During the prior fiscal year, expenditures exceeded revenues by \$551,773.73.
- In the District's business-type activities, net assets decreased \$11,083.97 due to the cost of operations exceeding revenues.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts – *management's discussion and analysis* (this section), the basic *financial statements*, *required supplementary information*, and an optional section that presents *combining statements for special revenue, proprietary, and fiduciary funds*. The basic financial statements include two kinds of statements that present different views of the District.

- The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the District's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on individual parts of the District's government, reporting on the District's operations in *more detail* than the government-wide statements.
 - The *governmental funds* statements tell how *general government* services like instruction were financed in the *short term* as well as what remains for future spending.
 - *Proprietary fund* statements offer *short-* and *long-term* financial information about the activities the District operates like businesses, such as the food service and after school program.
 - *Fiduciary fund* statements provide information about the financial relationships – like the unemployment trust fund – in which the District acts solely as a *trustee or agent* for the benefit of others, to whom the resources in question belong.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. Figure A-1 shows how the required parts of this annual report are arranged and relate to one another.

Figure A-1 summarizes the major features of the District's financial statements, including the portion of the District's government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

{This space intentionally left blank}

**Major Features of Mullica Township School District's
Government-wide and Fund Financial Statements
(Figure A-1)**

		Fund Statements		
	Government wide Statements	Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary, such as food service and after school programs and student activities	Activities the District operates similar to private businesses; food service and after school programs	Instances in which the District is the trustee or agent for someone else's resources, such as payroll agency and student activities.
Required financial statements	Statement of net position Statement of changes in net position	Balance sheet Statement of revenues, expenditures, and changes in fund balances	Statement of net assets Statement of revenues, expenses, and changes in net assets Statement of cash flows	Statement of fiduciary net assets Statement of changes in fiduciary net assets
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short- term and long- term.	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included.	All assets and liabilities, both financial and capital, and short-term and long-term.	All assets and liabilities, both short-term and long-term.

Type of inflow/outflow information	All revenues and expenses during the year, regardless of when cash is received or paid.	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses, regardless of when cash is received or paid.	All revenues and expenses during year, regardless of when cash is received or paid.
------------------------------------	---	--	---	---

Government-wide Statements

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

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

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

The government-wide financial statements of the District are divided into two categories:

- *Governmental activities* – most of the District's basic services are included here, such as instruction, transportation, administration, and plant operations. Property taxes and state and federal grants finance most of these activities.
- *Business-type activities* – the District charges fees to customers to help it cover the costs of certain services it provides. The District's food program and after school program are included here.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's most significant *funds* – not the District as a whole. Funds are accounting devices that the District uses to keep track of specific sources of funding and spending for particular purposes.

The District has three kinds of funds:

- *Governmental funds* – Most of the District's basic services are included in governmental funds, which focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed *short-term* view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statement that explains the relationship (or differences) between them.
- *Proprietary funds* – Services for which the District charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long- and short-term financial information. In fact, the District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities, but provide more detail and additional information, such as cash flows.
- *Fiduciary funds* – The District is the trustee, or *fiduciary*, for other assets that - because of a trust arrangement – can be used only for the trust beneficiaries. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the District's fiduciary activities are reported in separate statement of fiduciary net assets and a statement of changes in fiduciary net assets. We exclude these activities from the District's government-wide financial statements because the District cannot use these assets to finance its operations.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

Net position: The District's governmental activities net position increased \$2,971,689.36 between fiscal years 2024 and 2025. The business-type activities net assets decreased \$11,083.97 due the operating costs exceeding revenues and special items.

	Governmental Activities		Business Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Current and Other Assets	4,046,494	7,427,638	164,090	167,654	4,210,584	7,595,292
Capital Assets	19,021,193	15,951,785	114,043	121,775	19,135,236	16,073,560
Total Assets	23,067,687	23,379,423	278,133	289,429	23,345,820	23,668,852
Long-term Liabilities	4,620,258	4,945,312			4,620,258	4,945,312
Other Liabilities	1,285,261	4,254,717	6,501	6,713	1,291,762	4,261,430
Total Liabilities	5,905,519	9,200,029	6,501	6,713	5,912,020	9,206,742
Net Position						
Invested in Capital Assets	16,181,193	12,811,785	114,043	121,775	16,295,236	12,933,560
Restricted	2,390,243	2,880,910			2,390,243	2,880,910
Unrestricted	(1,409,268)	(1,513,301)	157,589	160,941	(1,251,679)	(1,352,360)
Total Net Position	17,162,168	14,179,394	271,632	282,716	17,433,800	14,462,110

Changes in net position. The total general fund revenue of the District increased approximately \$2,447,905 due to an increase in property taxes and operating grants. The local tax levy is 28.76% of total general fund revenues. The municipality levies this tax on properties located in the Township and remits the collections on a monthly basis to the District.

Approximately 43.32% of the District's revenue comes from the State of New Jersey in the form of non-restricted state aid. This aid is based on the District's enrollment as well as other factors such as legislative funding of the SFRA formula. The District expenses are primarily related to instruction, administration, and plant operations.

	2025		2024	
	2025 Amount	Percentage	2024 Amount	Percentage
Property taxes	\$ 5,227,667	28.76%	\$ 5,021,358	31.92%
Unrestricted Federal and State aid	7,874,131	43.32%	7,795,148	49.55%
Charges for Services	796,542	4.38%	1,081,887	6.88%
Miscellaneous	182,176	1.00%	221,735	1.41%
Operating grants and contributions	4,098,096	22.54%	1,610,579	10.24%
Totals	\$ 18,178,612	100.00%	\$ 15,730,707	100.00%

Governmental Activities

The following schedule summarizes the governmental and business-type activities of the District during the 2025 and 2024 fiscal years.

	Governmental Activities		Business-type Activities		Totals	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Revenues						
Program revenue						
Charges for services	\$ 796,542	1,081,887	83,726	120,565	880,268	1,202,452
Federal and state grants	4,098,096	1,610,579	267,781	234,669	4,365,877	1,845,248
General revenues						
Property taxes	5,227,667	5,021,358			5,227,667	5,021,358
State aid entitlements	7,874,131	7,795,148			7,874,131	7,795,148
Miscellaneous	182,176	221,735			182,176	221,735
Total revenues	18,178,612	15,730,707	351,507	355,234	18,530,119	16,085,941
Expenses						
Instruction:						
Regular	4,051,367	4,580,161			4,051,367	4,580,161
Special Education	2,804,970	3,071,214			2,804,970	3,071,214
Other special instruction	11,783	12,261			11,783	12,261
Other Instruction	138,737	129,540			138,737	129,540
Support services:					-	
Tuition	17,505	42,883			17,505	42,883
Student & instruction related	7,060,428	4,325,181			7,060,428	4,325,181
School admin services	501,134	453,708			501,134	453,708
General admin services	616,907	445,708			616,907	445,708
Central Services	288,736	323,167			288,736	323,167
Admin. Info Tech.	409,925	345,938			409,925	345,938
Plant operations/maint	1,363,030	1,400,316			1,363,030	1,400,316
Pupil transportation	721,885	641,678			721,885	641,678
Capital Outlay	(2,877,313)	-			(2,877,313)	-
Int & Charges on Long-Term Debt	86,745	95,684			86,745	95,684
Business-type activities			362,591	336,752	362,591	336,752
Total expenses	15,195,839	15,867,439	362,591	336,752	15,558,430	16,204,191
Excess (Deficiency) before Extraordinary and Special items	2,982,773	(136,732)	(11,084)	18,482	2,971,689	(118,250)
Transfers and adjustments					-	-
Increase (decrease) in net position	2,982,773	(136,732)	(11,084)	18,482	2,971,689	(118,250)

Business-type Activities

Operating revenues of the District's business-type activities decreased by \$3,727 from the previous year and expenditures increased by \$25,839.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As of the year end, the governmental funds reported a combined fund balance of \$2,531,940.50 which is \$446,073.22 lower than the beginning of the year. This is mainly a result of the district's increase in instructional costs and student and instruction related services.

General Fund Budgetary Highlights

As further explained in the notes to the Financial Statements, annual appropriated budgets are prepared in the spring of each year for the general and special revenue funds. The budgets are submitted to the County office annually. Transfers of appropriations that do not exceed 10% on a cumulative basis may be made by Board resolution at any time during the fiscal year. Transfers of appropriations that exceed 10% on a cumulative basis must be approved by the Commissioner of Education. The District is permitted to encumber funds throughout the year for purchases ordered but not yet received. Any open encumbrances as of June 30th carry over to the next fiscal year and are added to the appropriation reflected in the certified budget.

After adjusting total revenue reported on Exhibit C-1 for the Reimbursed TPAF Social Security Contribution and on-behalf TPAF Pension Contributions, which are not budgeted, the District's actual revenue was more than the budget by \$59,271.01. This is a result of a increase in extraordinary aid and nonpublic transportation aid. Again, after adjusting for the Reimbursed TPAF Social Security Contribution, on-behalf TPAF Pension Contributions, actual expenditures were \$1,213,887.83 less than the budgeted appropriations. This is result of lower instruction costs, operations and maintenance fo plant services, and transportation costs.

{This section is intentionally left blank}

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of 2025, the District had invested over \$19 million, net of depreciation, in a broad range of capital assets, including land, buildings and equipment. Refer to Note 4 for more detailed information.

	Governmental Activities		Business-type Activities		Total	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Land and Improvements	\$ 588,665	577,045			588,665	577,045
Construction in progress	-	373,919			-	373,919
Buildings and Improvements	18,287,182	14,765,771			18,287,182	14,765,771
Equipment	175,345	235,050		121,775	175,345	356,825
Total	\$ 19,051,192	15,951,785	-	121,775	19,051,192	16,073,560

Long-term Debt

At June 30, 2025, the School district has \$4,620,259 of outstanding debt.

	Balance June 30, 2024	Issued	Retired/ Adjusted	Balance June 30, 2025
General Obligations Bonds	\$ 3,140,000		300,000	2,840,000
Lease Liability	4,258	53,056	4,258	53,056
Compensated Absences Payable	240,901	6,588		247,489
Net Pension Liability	1,564,411		84,697	1,479,714
Total	\$ 4,949,570	59,644	388,955	4,620,259

More detailed information about the District's long-term debt is presented in Note 5 to the financial statements.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to present users (residents, receiving districts, and creditors) with a general overview of the District's finances and to demonstrate the District's accountability. If you have questions about the report or need additional financial information, contact the District's business administrator at PO Box 318, 500 Elwood Road, Elwood, New Jersey 08217.

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

BASIC FINANCIAL STATEMENTS

The basic financial statements provide a financial overview of the district's operation. These financial statements present the financial position and operating results of all funds as of June 30, 2025

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

DISTRICT-WIDE FINANCIAL STATEMENTS

The district-wide financial statements provide a financial overview of the district's operation. These financial statements present the financial position and operating results of the governmental and business-type funds as of June 30, 2025

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Mullica Township School District
Statement of Net Position
June 30, 2025

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	1,486,920.06	191,604.04	1,678,524.10
Receivables, net			-
Due from other governments	2,400,098.72	18,518.14	2,418,616.86
Internal Funds	59,566.35	(59,566.35)	0.00
Other receivables	4,504.00	5,729.71	10,233.71
Right to Use Leased Assets			-
Inventory	53,055.54	7,804.39	60,859.93
Capital assets not being depreciated:			
Land	233,181.00		233,181.00
Capital assets, net of accumulated depreciation	18,788,011.70	114,043.15	18,902,054.85
Total Assets	<u>23,025,337.37</u>	<u>278,133.08</u>	<u>23,303,470.45</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflows Related to Pensions	42,350.00		42,350.00
Total Deferred Outflows of Resources	<u>42,350.00</u>	<u>-</u>	<u>42,350.00</u>
LIABILITIES			
Accounts payable	25,217.20	-	25,217.20
Payroll deductions payable	3,931.21		3,931.21
Accrued Interest Payable	21,057.56		21,057.56
Deferred Revenue	970,617.47	6,501.06	977,118.53
Due to Grantor	-		-
Noncurrent liabilities:			
Due within one year	326,790.12		326,790.12
Due beyond one year	2,813,754.42		2,813,754.42
Net Pension Liability	1,479,714.00		1,479,714.00
Total liabilities	<u>5,641,081.98</u>	<u>6,501.06</u>	<u>5,647,583.04</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows Related to Pensions	264,438.00		264,438.00
NET POSITION			
Invested in Capital Assets, net of related debt	16,181,192.70	114,043.15	16,295,235.85
Restricted for:			
Other purposes	2,390,242.59	-	2,390,242.59
Unrestricted	(1,409,267.90)	157,588.87	(1,251,679.03)
Total Net Position	<u><u>17,162,167.39</u></u>	<u><u>271,632.02</u></u>	<u><u>17,433,799.41</u></u>

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

Mullica Township School District
Statement of Activities
For the Year Ended June 30, 2025

Functions/Programs	Net (Expense) Revenue and Changes in Net Assets				Total
	Expenses	Indirect Expenses Allocation	Charges for Services	Program Revenues Operating Grants and Contributions	
Governmental activities:					
Instruction:					
Regular	2,805,425.87	1,245,940.37	734,310.58	(618,682.26)	(3,935,737.92)
Special education	1,942,714.26	862,256.01		897,117.92	(1,907,852.35)
Other special instruction	8,160.88	3,622.13		(1,798.60)	(13,581.61)
Other instruction	96,088.75	42,648.11		(21,177.28)	(159,914.14)
Support services:					
Tuition	17,505.30			-	(17,505.30)
Student and Instruction Related Services	4,890,032.22	2,170,396.22		2,860,308.24	(4,200,120.20)
General Administration	358,213.67	142,919.97		(1,292.71)	(502,426.35)
School Administration	496,213.54	120,693.49	62,231.00	(1,091.67)	(555,767.70)
Central Services	206,390.11	82,345.45		(744.81)	(289,480.37)
Administrative Information Technology	293,017.80	116,908.14	-	(1,057.43)	(410,983.37)
Plant Operations and Maintenance	974,302.68	388,726.94		852,904.57	(510,125.05)
Pupil Transportation	721,885.32			-	(721,885.32)
Unallocated benefits	5,176,456.83	(5,176,456.83)			-
Capital Outlay	(2,877,313.40)				2,877,313.40
Interest and Charges on Long-Term Debt	86,744.81				46,865.19
Total governmental activities	15,195,838.64	-	796,541.58	4,098,095.97	(10,301,201.09)
Business-type activities:					
Food Service	362,591.03		83,725.75	267,781.31	(11,083.97)
Total business-type activities	362,591.03		83,725.75	267,781.31	(11,083.97)
Total Primary Government	15,558,429.67		880,267.33	4,365,877.28	(10,312,285.06)
General revenues:					
Taxes:					
Property taxes, levied for general purposes					
Property taxes, levied for debt service					
Federal and State Aid Not Restricted					
Rents and Royalties					
Miscellaneous Income					
Total General Revenues, Special Items, Extraordinary Items, and Transfers					
Change in Net Position					
Net Position—beginning					
Net Position—ending					

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

FUND FINANCIAL STATEMENTS

The combining and individual fund statements and schedules present more detailed information for the individual funds in a format that segregates information by fund type. The statements are segregated as follows:

Governmental Funds - This section consists of the general, special revenue, capital projects funds.

Proprietary Funds - This section consists of the food service fund and internal service funds. This fund is operated in a manner similar to a private business enterprise.

Fiduciary Funds - This section consists of the unemployment compensation insurance trust fund, the student activity fund, and the payroll agency fund.

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Mullica Township School District
Balance Sheet
Governmental Funds
June 30, 2025

	General Fund	Special Revenue Fund	Debt Service Fund	Total Governmental Funds
ASSETS:				
Cash and cash equivalents	981,663.69	48,663.89	42,963.73	1,073,291.31
Due from other funds	1,204,058.76		6,411.76	1,210,470.52
Receivables from other governments	382,518.88	2,017,579.84		2,400,098.72
Other Receivables	-			-
Total assets	<u>2,568,241.33</u>	<u>2,066,243.73</u>	<u>49,375.49</u>	<u>4,683,860.55</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	21,417.20	3,800.00		25,217.20
Due to other funds		1,152,154.17		1,152,154.17
Due to Grantor				-
Payroll Deductions Payable	3,931.21			3,931.21
Unearned revenue		970,617.47		970,617.47
Total liabilities	<u>25,348.41</u>	<u>1,126,571.64</u>	<u>-</u>	<u>2,151,920.05</u>
Fund Balances:				
Restricted for:				
Excess surplus	519,842.90			519,842.90
Excess surplus - designated for Subsequent year's expenditures	768,508.54			768,508.54
Capital Projects				-
Debt Service			49,375.49	49,375.49
Reserve for Unemployment Fund	337,706.69			337,706.69
Committed to:				
Maintenance Reserve	191,195.90			191,195.90
Capital Reserve	150,400.00			150,400.00
Emergency Reserve	-			-
Assigned to:				
Designated for Subsequent Year's Expenditures	37,300.46			37,300.46
Encumbrances	673,619.30			673,619.30
Unassigned, reported in:				
General Fund	(135,680.87)			(135,680.87)
Special Revenue Fund		(60,327.91)		(60,327.91)
Total Fund balances	<u>2,542,892.92</u>	<u>(60,327.91)</u>	<u>49,375.49</u>	<u>2,531,940.50</u>
Total Liabilities and Fund Balances	<u>2,568,241.33</u>	<u>2,066,243.73</u>	<u>49,375.49</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	19,021,192.70
Accrued interest payments on long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	(21,057.56)
Pension Liabilities Net of Deferred Outflows & Inflows	(1,701,802.00)
Internal Service Fund Net Position	419,382.75
Right to use leased assets used in governmental activities are not financial resources and therefore are not reported in the funds.	53,055.54
Long-term liabilities, including capital leases payable, are not due and payable in the current period therefore, are not reported as liabilities in the funds.	<u>(3,140,544.54)</u>
Net assets of governmental activities	<u>17,162,167.39</u>

Mullica Township School District
Statement of Revenues, Expenditures, And Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2025

	General Fund	Special Revenue Fund	Debt Service Fund	Total Governmental Funds
REVENUES				
Local tax levy	4,972,196.00		255,471.00	5,227,667.00
Tuition	734,310.58			734,310.58
Rents and Royalties	96,851.04			96,851.04
Miscellaneous	85,324.95	175,219.70		260,544.65
State sources	7,860,119.99	1,415,842.29	133,610.00	9,409,572.28
Federal sources	14,011.44	4,520,719.26		4,534,730.70
	<u>13,762,814.00</u>	<u>6,111,781.25</u>	<u>389,081.00</u>	<u>20,263,676.25</u>
EXPENDITURES				
Current:				
Regular instruction	3,229,833.19			3,229,833.19
Special education instruction	909,935.33	1,325,278.46		2,235,213.79
Other special instruction	9,389.60			9,389.60
Other instruction	110,556.09			110,556.09
Support services and undistributed costs:				
Tuition	17,505.30			17,505.30
Student and Instruction Related Services	1,691,870.85	3,934,415.88		5,626,286.73
General Administration	370,489.36			370,489.36
School Administration	312,871.99			312,871.99
Central Services	213,462.92			213,462.92
Administrative Information Technology	303,059.27			303,059.27
Plant Operations and Maintenance	1,007,691.22			1,007,691.22
Pupil Transportation	721,885.32			721,885.32
Unallocated Benefits	5,176,456.83			5,176,456.83
Capital outlay	143,511.00	856,420.60		999,931.60
Debt Service:				
Principal	-		300,000.00	300,000.00
Interest and Other Charges	-		89,081.26	89,081.26
	<u>14,218,518.27</u>	<u>6,116,114.94</u>	<u>389,081.26</u>	<u>20,723,714.47</u>
Excess (Deficiency) of revenues over expenditures	<u>(455,704.27)</u>	<u>(4,333.69)</u>	<u>(0.26)</u>	<u>(460,038.22)</u>
OTHER FINANCING SOURCES (USES)				
Transfer to Preschool Aid	(136,035.00)			(136,035.00)
Transfer from Internal Service Fund	150,000.00			150,000.00
Transfer to Debt Service Fund				-
Cancellation of Prior Year Receivables				-
	<u>13,965.00</u>	<u>-</u>	<u>-</u>	<u>13,965.00</u>
Net change in fund balances	(441,739.27)	(4,333.69)	(0.26)	(446,073.22)
Fund balance - July 1	<u>2,984,632.19</u>	<u>(55,994.22)</u>	<u>49,375.75</u>	<u>2,978,013.72</u>
Fund balance—June 30	<u><u>2,542,892.92</u></u>	<u><u>(60,327.91)</u></u>	<u><u>49,375.49</u></u>	<u><u>2,531,940.50</u></u>

**Mullica Township School District
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2025**

Total net change in fund balances - governmental funds (from B-2) (446,073.22)

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

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

This is the amount by which capital outlays exceeded depreciation in the period.

Depreciation expense	(807,837.58)	
Capital Outlays	<u>3,872,986.84</u>	3,065,149.26

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

Bonds	300,000.00
-------	------------

District pension contributions - PERS	148,180.00	
Cost of benefits earned net of employee contributions	<u>51,246.00</u>	199,426.00

In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+). (6,588.00)

In the Statement of Activities, interest on long-term debt is accrued, regardless of when due. In the governmental funds, interest is reported when due. The (decrease)/increase in accrued interest from the previous year is an increase/(decrease) in the reconciliation. 2,336.45

Internal service funds are used by management to charge the costs of certain activities, such as building use charges, to individual funds or other governmental entities. The net revenue (expense) of the internal service funds is reported with governmental activities. (See B-5) (131,477.16)

Change in net assets of governmental activities	<u><u>2,982,773.33</u></u>
--	----------------------------

Mullica Township School District
Statement of Net Position
Proprietary Funds
June 30, 2025

	Business-type Activities - Enterprise Funds	Governmental Activities
	Food Service	Internal Service Fund Totals
ASSETS		
Current assets:		
Cash and cash equivalents	191,604.04	413,628.75
Accounts receivable		
State	1,204.03	-
Federal	17,314.11	-
Other	5,729.71	4,504.00
Interfund Receivable	-	11,756.03
Inventories	7,804.39	-
Total current assets	223,656.28	429,888.78
Noncurrent assets:		
Furniture, machinery & equipment	235,060.07	-
Less accumulated depreciation	(121,016.92)	-
Total noncurrent assets	114,043.15	-
Total assets	337,699.43	429,888.78
LIABILITIES		
Current liabilities:		
Accounts Payable	-	-
Deferred Revenue	6,501.06	-
Interfunds Payable	59,566.35	10,506.03
Total liabilities	66,067.41	10,506.03
NET POSITION		
Invested in capital assets net of accumulated depreciation	114,043.15	-
Unrestricted	157,588.87	419,382.75
Total net position	271,632.02	419,382.75

Mullica Township School District
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2025

	Business-type Activities - Enterprise Fund	Governmental Activities
	Food Service	Internal Service Fund Totals
OPERATING REVENUES:		
Local Sources:		
Daily Sales - Reimbursable Programs	65,614.24	-
Daily Sales - Non-Reimbursable Programs	15,793.01	-
Miscellaneous	2,318.50	-
Shared Service - Washington Twp. School	-	53,451.00
Shared Service - Folsom Board of Education	-	8,780.00
Shared Service - Mullica Township	-	-
Total Operating Revenues	<u>83,725.75</u>	<u>62,231.00</u>
OPERATING EXPENSES:		
Salaries	110,061.74	42,788.13
Employee Benefits	35,933.97	920.03
Other Purchased Services	2,690.00	-
Supplies	18,759.47	-
Repairs and Maintenance	13,034.41	-
Management Company Fee	19,865.00	-
Cost of Sales - Reimbursable	134,810.73	-
Cost of Sales - Non-Reimbursable	6,813.93	-
Depreciation	7,731.92	-
Other Costs	12,889.86	-
Total Operating Expenses	<u>362,591.03</u>	<u>43,708.16</u>
Operating income (loss)	<u>(278,865.28)</u>	<u>18,522.84</u>
NONOPERATING REVENUES:		
State sources:		
State School Breakfast Program	1,358.30	-
State School Lunch Program	12,889.03	-
Federal sources:		
National School Lunch Program	168,852.99	-
National School Breakfast Program	39,211.57	-
Food Distribution Program	45,469.42	-
Total Nonoperating Revenues	<u>267,781.31</u>	<u>-</u>
Net Income/(loss)	(11,083.97)	18,522.84
Transfer to other Funds		(150,000.00)
Adjustment to Fixed Assets	-	-
Net Position - July 1	<u>282,715.99</u>	<u>550,859.91</u>
Net Position - June 30	<u><u>271,632.02</u></u>	<u><u>419,382.75</u></u>

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

Mullica Township School District
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2025

	Business-type Activities - Enterprise Fund	Governmental Activities
	Food Service	Internal Service Fund Totals
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from customers	\$ 110,659.42	62,231.00
Cash payments to employees for services	(145,995.71)	(43,708.16)
Cash payments to suppliers for goods and services	(203,441.87)	(1,250.00)
Net cash provided/(used) by operating activities	<u>(238,778.16)</u>	<u>17,272.84</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:		
Cash received from state and federal reimbursements	238,258.25	-
Operating subsidies and transfers from/(to) other funds	-	(150,000.00)
Return of Interfund	<u>(6,203.99)</u>	<u>-</u>
Net cash provided by noncapital financing activities	<u>232,054.26</u>	<u>(150,000.00)</u>
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:		
Purchase of equipment	<u>-</u>	<u>-</u>
Net cash (used) by capital financing activities	<u>-</u>	<u>-</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	(6,723.90)	(132,727.16)
Cash and Cash Equivalents, July 1	<u>187,912.94</u>	<u>546,355.91</u>
Cash and Cash Equivalents, June 30	<u><u>181,189.04</u></u>	<u><u>413,628.75</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Operating Income/(Loss)	(278,865.28)	18,522.84
Adjustments to Reconcile Operating Income/(Loss) to Net Cash provided by (used for) Operating Activities:		
Depreciation	7,731.92	
Federal Commodities	-	
Change in assets and liabilities:		
(Increase) in accounts receivable	26,933.67	(1,250.00)
Decrease in inventory	5,633.97	-
(Decrease) in accounts payable	(1,322.29)	-
Increase in unearned revenue	1,109.85	
Net Cash Provided by (Used for) Operating Activities	<u><u>\$ (238,778.16)</u></u>	<u><u>\$ 17,272.84</u></u>

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

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The financial statements of the Board of Education (Board) of the Mullica Township School District (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. In its accounting and financial reporting, the District follows the pronouncements of the Governmental Accounting Standards Board (GASB). The more significant accounting policies established in GAAP and used by the District are discussed below.

A. REPORTING ENTITY

The Mullica Township School District is a Type II district located in the County of Atlantic, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. A Superintendent is appointed by the Board and is responsible for the administrative control of the District. The purpose of the district is to educate students in grades Pre-K-8. The Mullica Township School District had an approximate enrollment at June 30, 2025 of 624 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;

Based on the aforementioned criteria, the District has no component units.

B. BASIC FINANCIAL STATEMENTS – GOVERNMENT-WIDE FINANCIAL STATEMENTS

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The District's general, special revenue, capital project, and debt service activities are classified as governmental activities. The District's food service and latch-key program are classified as business-type activities.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position are reported in three parts-invested in capital assets, net of related debt; restricted net position; and unrestricted net position. The District first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions and business-type activities (food service and latch-key program). The functions are also supported by general government revenues (property taxes, certain intergovernmental revenues, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (regular instruction, special education, student & instruction related services, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, interest income, etc.).

- a. The District does allocate indirect costs such as depreciation expense, compensated absences, On-behalf TPAF Pension Contributions, On-behalf TPAF Post Retirement Medical Contributions and Reimbursed TPAF Social Security Contributions.

The government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities. Fiduciary funds are not included in the government-wide statements.

C. BASIC FINANCIAL STATEMENTS – FUND FINANCIAL STATEMENTS

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements. The State of New Jersey Department of Education has mandated that all New Jersey School Districts must report all governmental funds as major, regardless of the fund meeting the GASB definition of a major fund. However, the criteria is applied to proprietary funds.

The following fund types are used by the District:

1. Governmental Funds:

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the District.

- a. **General Fund** is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.
- b. **Special Revenue** funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for a specific purpose. The special revenue fund is specifically used to account for state and federal grant monies that have been allocated to the District.
- c. **Capital Projects** funds are 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). The financial resources are derived from temporary notes or serial bonds.
- d. **Debt Service** funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for principal and interest.

Fund Balances – Governmental Funds

In the fund financial statements, governmental funds report the following classifications of fund balance:

Nonspendable – includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

Restricted – includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation.

Committed – includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District's highest level of decision making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Education.

Assigned – includes amounts that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the District's policy, amounts may be assigned by the Business Administrator.

Unassigned – includes amounts that have not been assigned to other funds or restricted, committed or assigned to a specific purpose within the General Fund. The District reports all amounts that meet the unrestricted General Fund Balance Policy described below as unassigned:

The details of the fund balances are included in the Governmental Funds Balance Sheet. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balance are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed.

2. Proprietary Funds:

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the District:

- a. **Enterprise funds** are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designated to recover similar costs. The District's enterprise funds consist of a food service fund, latch-key program and internal service fund.

3. Fiduciary Funds:

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support District programs. The reporting focus is on net position and changes in net position, and are reported using accounting principles similar to proprietary funds.

The District's fiduciary funds are presented in the fiduciary fund financial statements by type (pension, private purpose and agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

All fund internal activity is eliminated when carried to the Government-wide statements.

D. BASIS OF ACCOUNTING

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

1. Accrual:

Both governmental and business-type activities in the government-wide financial statements and the proprietary and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual:

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

E. FINANCIAL STATEMENT AMOUNTS

1. 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. All other investments are stated at fair value.

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

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

NJSA 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.

2. Investments:

Investments, including deferred compensation and pension funds, are stated at fair value, (quoted market price or the best available estimate). Interest earned on investments in the Capital Projects Fund is recognized as a reserve to pay future debt service or transferred to the general fund.

3. Inventories:

Inventories in the general fund consist of expendable supplies held for the District's use and are carried at cost using the first-in, first-out method. Inventories in the enterprise fund are valued at cost, which approximates market, using the first-in, first-out method. As of June 30, 2025, the District did not have inventory in the general fund and had the following inventory in the enterprise fund:

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

Food	\$ \$ 5,347.95
Supplies	2,456.44
Total	<u>\$ 7,804.39</u>

The value of Federal donated commodities is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements. The value of commodities included in the food inventory on June 30, 2025 is \$0.

4. Capital Assets:

Capital assets purchased or acquired with an original cost of \$2,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	30-50 years
Equipment & Vehicles	3-20 years
Improvements	10-50 years
Software	5-7 years

Infrastructure assets include roads, parking lots, underground pipe, etc. The District includes all infrastructure assets as depreciable assets in the financial statements.

5. Revenues:

Substantially all governmental fund revenues are accrued. Property taxes are susceptible to accrual and under New Jersey State Statutes a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. Subsidies and grants to proprietary funds, which finance either capital or current operations, are reported as non-operating revenue. In respect to grant revenues, the provider recognizes liabilities and expenses, and the recipient recognizes receivables and revenue when the applicable eligibility requirements, including time requirements, are met. Resources transmitted before eligibility requirements are met are reported as advances by the provider and deferred revenue by the recipient. Program revenues, including tuition revenue are reported as reductions to expenses in the statement of activities.

6. Expenditures:

Expenses are recognized when the related fund liability is incurred. Inventory costs are reported in the period when inventory items are used, rather than in the period purchased.

7. 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.

In governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as an expenditure and fund liability in the fund that will

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

pay for the compensated absences. The remainder of the compensated absences liability is reported in the District-wide Financial Statements as a Governmental Activity.

In proprietary and similar trust funds, compensated absences are recorded as an expense and liability of the fund that will pay for them.

8. Interfund Activity:

Interfund activity is reported as either loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related costs as reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

9. 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 for approval and, as long as the District budget is within State mandated CAPs, there is no public vote on the budget. If the budget exceeds State mandated CAPs, the voters have an opportunity to approve or reject the budget at the regular election held in November. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:23-2(g). Transfers of appropriations may be made by School Board resolution at any time during the fiscal year and are subject to two-thirds majority vote by the School Board and under certain circumstances require approval by the County Superintendent of Schools. The following are the major transfers made during the year.

	<u>To</u>	<u>From</u>
Regular Programs - Instruction - Grades 1-5 Salaries	\$	41,419.00
Regular Programs - Instruction - Grades 6-8 Salaries		53,930.00
Resource Room - Salaries of Teachers	41,500.00	
Tuition to Other LEAs Within State - Regular		40,000.00
Speech, OT, PT & Related Services - Salaries	46,500.00	
Extraordinary Services - Salaries		51,760.00
Extraordinary Services - Purch Prof Ed Services	61,600.00	
Health Benefits		92,500.00
Equipment		
Non Instructional	160,000.00	
Instruction		135,766.00
Construction Services	335,766.00	

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.

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

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.

10. 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 reservations of 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 deferred revenues 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.

11. Tuition Payable:

Tuition charges for the fiscal years 2024/25 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

12. Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those results.

13. Allocation of Costs:

In the government-wide statement of activities, the District has allocated unallocated benefits to various programs based on the actual expenditures by program.

14. Pensions:

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers Pension and Annuity Fund (TPAF) and Public Employee Retirement System (PERS) and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by the TPAF and PERS. 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.

F. RECENT ACCOUNTING PRONOUNCEMENTS NOT YET EFFECTIVE

In March 2020, the Governmental Accounting Standards Board (GASB) issued Statement No. 94, "Public-Private and Public-Public Partnerships and Availability Payment Arrangements". This statement, which is effective for fiscal years beginning after December 31, 2024, and all reporting periods thereafter, will not have any effect on the District's financial reporting.

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

In June 2022, the Governmental Accounting Standards Board (GASB) issued Statement No. 101, "Compensated Absences". This statement, which is effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter, may have an effect on the District's financial reporting.

NOTE 2 - INVESTMENTS

As of June 30, 2025, the District had no investments.

Interest Rate Risk. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, New Jersey Statutes 18A:20-37 limits the length of time for most investments to 397 days.

Credit Risk. New Jersey Statutes 18A:20-37 limits District investments to those specified in the Statutes. The type of allowable investments are Bonds of the United States of America or of the District or the local units in which the District is located; obligations of federal agencies not exceeding 397 days; government money market mutual funds; the State of New Jersey Cash Management Plan; local government investment pools; or repurchase of fully collateralized securities.

Concentration of Credit Risk. The District places no limit on the amount the District may invest in any one issuer.

NOTE 3 - CASH

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in the New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 18A:20-37 that are treated as cash equivalents. As of June 30, 2025, \$0 of the District's bank balance of \$1,976,097.25 was exposed to custodial credit risk.

{This space intentionally left blank}

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

NOTE 4 - FIXED ASSETS

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

	<u>Balance June 30, 2023</u>	<u>Additions</u>	<u>Disposals/ Adjustments</u>	<u>Balance June 30, 2024</u>
Governmental Activities:				
Capital assets that are not being depreciated:				
Land	\$ 233,181			233,181
Construction in Progress	373,919		(373,919)	-
Total capital assets not being depreciated	<u>607,100</u>	<u>-</u>	<u>(373,919)</u>	<u>233,181</u>
Land Improvements	585,863		6,500	592,363
Bldg and bldg improve	25,810,664	4,240,264		30,050,928
Machinery & equipment	1,057,131	10,900	(6,500)	1,061,531
Total at historical cost	<u>27,453,658</u>	<u>4,251,164</u>	<u>-</u>	<u>31,704,822</u>
Less accum depr for:				(1,461,101)
Land Improvements	(241,999)	(24,880)		(266,879)
Bldg and improve	(11,044,893)	(718,853)		(11,763,746)
Machinery & equipment	(822,081)	(64,104)		(886,185)
Total accum deprec	<u>(12,108,973)</u>	<u>(807,837)</u>	<u>-</u>	<u>(12,916,810)</u>
Total capital assets being depr, net of accum depr	<u>15,344,685</u>	<u>3,443,327</u>	<u>-</u>	<u>18,788,012</u>
Governmental activities capital assets, net	<u>\$ 15,951,785</u>	<u>3,443,327</u>	<u>(373,919)</u>	<u>19,021,193</u>
Business-type activities:				
Equipment	\$ 235,060			235,060
Less accum depr for:				
Equipment	(113,285)	(7,732)		(121,017)
Business-type activities capital assets, net	<u>\$ 121,775</u>	<u>(7,732)</u>	<u>-</u>	<u>114,043</u>

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

Depreciation expense was charged to governmental functions as follows:

Regular instruction	\$ 194,441
Special education	134,563
Other special instruction	565
Other Instruction	6,656
Student & instruction related services	338,712
School administrative expenses	18,835
General and business administration	22,304
Central services	12,851
Info technology	18,245
Plant operations and maintenance	60,665
	<u>\$ 807,837</u>

NOTE 5 - GENERAL LONG-TERM DEBT

Long-term liability activity for the year ended June 30, 2025 was as follows:

	Balance June 30, 2024	Issued	Retired	Balance June 30, 2025	Amounts Due Within One Year
General Obligation Bonds	\$ 3,140,000		300,000	2,840,000	315,000
Compensated Absences	240,901	6,588		247,489	
Lease Liability	4,258	55,056	4,258	55,056	11,790
Net Pension Liability	1,564,411		84,697	1,479,714	-
	<u>\$ 4,949,570</u>	<u>61,644</u>	<u>388,955</u>	<u>4,622,259</u>	<u>326,790</u>

Bonds Payable

Bonds are authorized in accordance with State law by the voters of the District through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the District are general obligation bonds.

On February 15, 2017, the Board issued \$2,893,000 in general obligation bonds, due in annual installments through 2033, with variable interest rates between 2% and 3.125%. The balance remaining as of June 30, 2025, is \$1,725,000.

On June 1, 2017, the Board issued \$1,901,000 in general obligation bonds, due in annual installment through 2033, with variable interest rates between 2% and 3%. The balance remaining as of June 30, 2025, is \$1,115,000.

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

Debt Service requirements on serial bonds payable at June 30, 2023 are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2026	\$ 315,000	\$ 80,469	\$ 395,469
2027	325,000	71,182	396,182
2028	340,000	61,206	401,206
2029	345,000	50,931	395,931
2030	360,000	40,356	400,356
2031-2033	1,155,000	53,641	1,208,641
	<u>\$ 2,840,000</u>	<u>\$ 357,785</u>	<u>\$ 3,197,785</u>

Lease Liability

The District entered into agreements to lease certain equipment. The lease agreements qualify as other than short-term leases under GASB 87 and, therefore, have been recorded at present value of the future minimum lease payments as of the date of their inception. The District has determined the accumulated amortization to be immaterial to the governmental-wide financial statements and has elected to record the remaining payments in full.

The agreement was executed in October 2024 to lease copiers across the different locations within the school district. The term of the lease is 60 months and matures in December 2029. The remaining liability as of June 30, 2025, is \$53,055.54

The second agreement was executed in February 2019, to a mail machine within the school district. The term of the lease is 60 months and matures in March 2024. The remaining liability as of June 30, 2025, is \$0.

The future minimum lease obligations as of June 30, 2025, are as follows:

Year Ending June 30,	Principal	Interest	Total
2026	9,005.26	2,784.86	11,790.12
2027	9,626.54	2,163.58	11,790.12
2028	10,290.68	1,499.44	11,790.12
2029	11,000.64	789.48	11,790.12
2030	5,781.72	113.34	5,895.06
	<u>\$ 45,704.84</u>	<u>7,350.70</u>	<u>53,055.54</u>

NOTE 6 - PENSION PLANS

Description of Plans

All required employees of the District are covered by either the Public Employees' Retirement System or the Teacher's Pension and Annuity Fund cost-sharing multiple-employer defined benefit pension plans which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate.

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625 or the reports can be accessed on the internet at <https://www.nj.gov/treasury/omb/publications/21fr/NJFRFY2022Complete.pdf>.

Teachers' Pension and Annuity Fund

The Teachers' Pension and Annuity Fund was established in January, 1955 under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

Public Employees' Retirement System

The Public Employees' Retirement System was established in January, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full time employees of the State or any county, municipality, school district or public agency provided the employee is not required to be a member of another State-administered retirement system or other state or local jurisdiction.

Funding Policy

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 7.50% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The current TPAF rate is 7.50% and the PERS rate is 7.50% of covered payroll. The School District's contributions to TPAF for the years ending June 30, 2025, 2024 and 2023 were \$2,667,734, \$2,568,518, and \$2,354,948, respectively, and paid by the State of New Jersey on behalf of the board, equal to the required contributions for 2008. However, the contributions for 2011 and 2010 were not made by the State. The School District's contributions to PERS for the years ending June 30, 2025, 2024 and 2023 were \$148,181, \$144,354, and \$153,708, respectively, equal to the required contributions for each year.

During the fiscal years ended June 30, 2025, 2024 and 2023, the State of New Jersey contributed \$602,997, \$549,279, and \$489,742, respectively, to the TPAF for post-retirement medical benefits on behalf of the Board. Also, in accordance with NJSA 18A:66-66 the State of New Jersey reimbursed the Board \$420,025.28, \$430,932.27, and \$421,821.34. during the same fiscal years for the employer's share of social security contributions for TPAF members as calculated on their base salaries. These amounts, which are not required to be budgeted, have been included in the financial statements, and the combining and individual fund and account group statements and schedules as revenues and expenditures in accordance with GASB 27.

Significant Legislation

Chapter 78, P.L. 2011, effective June 28, 2011 made various changes to the manner in which the Public Employees' Retirement System (PERS) and the Teachers' Pension and Annuity Fund (TPAF) operate and to the benefit provisions of those systems.

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

Chapter 78's provisions impacting employee pension and health benefits include:

- New members of the PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of $\frac{1}{4}$ of 1% for each month that the member is under age 65.
- The eligibility age to qualify for a service retirement in the PERS is increased from age 63 to 65 for Tier 5 members.
- The annual benefit under special retirement for new PERS members enrolled after June 28, 2011 (Tier 3 members), will be 60% instead of 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years.
- Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years; PFRS active member rate increase from 8.5% to 10%. For fiscal year 2012, the member contribution rates increased in October 2011. The phase-in of the additional incremental member contribution rates for PERS members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.
- New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary.
- In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

Chapter 1, P.L. 2010, effective May 21, 2010, made a number of changes to the State-administered retirement systems concerning eligibility, the retirement allowance formula, the definition of compensation, the positions eligible for service credit, the non-forfeitable right to a pension, the prosecutor's part of the PERS, and employer contributions to the retirement systems.

Also, Chapter 1, P.L. 2010 changed the membership eligibility criteria for new members of PERS from the amount of annual compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for new members of PERS to 1/60th from 1/55th, and it provided that new members of PERS have the retirement allowance calculated using the average annual compensation for the last five years of service instead of the last three years of service. New members of PERS will no longer receive pension service credit from more than one employer. Pension service credit will be earned for the highest paid position only. This law also closed the Prosecutors Part of the PERS to new members and repealed the law for new members that provided a non-forfeitable right to receive a pension based on the laws of the retirement system in place at the time 5 years of pension service credit is attained. The law also requires the State to make its full pension contribution, defined a 1/7th of the required amount, beginning in fiscal years 2012.

Chapter 3, P.L. 2010, effective May 21, 2010, replaced the accidental and ordinary disability retirement for new members of the PERS with disability insurance coverage similar to that provided by the State to individuals enrolled in the State's Defined Contribution Retirement Program.

Chapter 92, P.L. 2007 implemented certain recommendations contained in the December 1, 2006 report of the Joint Legislative Committee on Public Employee Benefits Reform; established a DCRP for elected and certain appointed officials, effective July 1, 2007; the new pension loan interest rate became 4.69% per year, and an \$8.00 processing fee per loan was charged, effective January 1, 2008. The legislation also removed language from existing law that permits the State Treasurer to reduce employer pension contributions needed to fund the Funds and Systems when excess assets are available.

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

NOTE 7: PENSION LIABILITIES – PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)

In 2012, the Governmental Accounting Standards Board issued GASB statement 68. This statement is effective for fiscal years beginning after June 15, 2014. This statement changes the method of reporting the District's pension liabilities. The following information describes the District's proportionate share of the statewide pension system's liabilities and expenses.

The following represents the District's pension liabilities as June 30, 2024:

Public Employees' Retirement System

The District has a liability of \$1,479,714 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023 that was rolled forward to June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2024, the District's proportion is 0.01088981930%, which is an increase of .83% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2024, the District recognized negative pension expense of \$(51,246). At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected & actual experience	\$ 29,641.00	(3,939.00)
Changes of assumptions	1,838.00	(16,836.00)
Net difference between projected and actual earnings on pension plan investments	-	(68,610.00)
Changes in proportion	10,871.00	(175,053.00)
Total	<u>\$ 42,350.00</u>	<u>(264,438.00)</u>

Amounts that would be reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense as follows:

Year ended June 30,	
2025	\$ (18,940.54)
2026	(170,440.48)
2027	(29,794.46)
2028	(932.56)
2029	(1,979.96)
Total	<u>\$ (222,088.00)</u>

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

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 assumptions, applied to all periods in the measurement:

Inflation rate	
Price	2.75%
Wage	3.25%
Salary increases:	2.75% – 6.55% (based on years of service)
Investment rate of return:	7.00%

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 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 disable 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 generational basis. Mortality improvement is based on Scale MP-2021.

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

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

{This space intentionally left blank}

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
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%

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 local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate.

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	\$ 1,800,214.00	1,479,714.00	1,207,219.43

Pension plan fiduciary net position.

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

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

NOTE 8 – PENSION LIABILITIES - TEACHERS' PENSION AND ANNUITY FUND (TPAF)

At June 30, 2024, the District liability for its proportionate share of the net pension liability which is considered a Special Funding Situation with the State of New Jersey is reported below.

The employer contributions for local participating employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A 18:66-33. Therefore, local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the local participating employers do not contribute directly to the plan, 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 non-employer 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 non-employer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$ -
State's proportionate share of the net position liability associated with the District	<u>23,144,133.00</u>
Total	<u><u>\$ 23,144,133.00</u></u>

The net pension liability was measured as of June 30, 2024 and the total pension liability to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2024, the District's proportion was 0.00%, which was no change from its proportion measured as of June 30, 2023.

For the year ended June 30, 2024, the District recognized pension expense (benefit) of (\$84,426) and revenue in the same amount for support provided by the State.

Actuarial assumptions. The total pension liability in the June 30, 2024 actuarial valuation 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, applied to all period included 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-Medan 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

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

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.

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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2024 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return.
U.S. Equity	28.00%	8.63%
Non-U.S. Developed 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%

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 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 all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate.

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.0% as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.0%) or 1-percentage point higher (8.0%) than the current rate:

	1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
District's proportionate share of the net pension liability	\$ -	-	-
State's proportionate share of the net position liability associated with the District	\$ 27,510,078.51	23,144,133.00	19,467,181.54

Pension plan fiduciary net position.

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

Additional Information

Collective balances of the local group at June 30, 2024 are as follows:

Deferred outflows of resources	\$ 1,108,112,477
Deferred inflows of resources	(10,545,101,790)
Net pension liability	49,492,072,325

Collective pension expense for the plan for the measurement period ended June 30, 2024 is \$(180,539,491).

NOTE 9. OTHER POST-RETIREMENT BENEFITS

General Information about the OPEB Plan

State Health Benefit State Retired Employees Plan:

Pension and Other Postemployment Benefits (OPEB) Obligations in Fiscal Year 2024 the State funded the various defined benefit pension systems at 104 percent of the full actuarially determined contributions. Employer contributions to the pension plans are calculated per the requirements of the governing State statutes using generally accepted actuarial procedures and practices. The actuarial funding method used to determine the State's contribution is a matter of State law. Any change to the funding method requires the approval of the State Legislature and the Governor. The amount the State actually contributes to the pension plans may differ from the actuarially determined contributions of the pension plans because the State's contribution to the pension plans is subject to the appropriation of the State Legislature and actions by the Governor. GASB Statement No. 68, Accounting and Financial Reporting for Pensions, requires participating employers to recognize their proportionate share of the collective net pension liability. Under the new statement, the calculation of the pension liability was changed to a more conservative methodology and each employer was allocated a proportional share of the pension plans' net pension liability. The State's share of the net pension liability, based on a measurement date of June 30, 2023, which is required to be reported on the financial statements, is \$79.4 billion.

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

The Fiscal Year 2025 projected aggregate State contribution to the pension plans of \$7.2 billion represents 104 percent of the actuarially determined contribution.

The State provides post-retirement medical (PRM) benefits for certain State and other retired employees meeting the service credit eligibility requirements. In Fiscal Year 2024, the State paid PRM benefits for 161,238 State and local retirees.

The State funds post-retirement medical benefits on a “pay-as-you-go” basis, which means that the State does not pre-fund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For Fiscal Year 2024, the State contributed \$2.3 billion to pay for “pay-as-you-go” PRM benefit costs incurred by covered populations, a slight increase from \$2.1 billion in Fiscal Year 2023. The State has appropriated \$2.4 billion in Fiscal Year 2025 as the State’s contribution to fund increases in prescription drugs and medical claims costs.

In accordance with the provisions of GASBE Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. This new standard supersedes the previously issued guidance, GASB Statement No. 45, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, effective for Fiscal Year 2018. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments. The Fiscal Year 2024 State OPEB liability to provide these benefits is \$76.9 billion, an increase of \$2.0 billion, or 2.6 percent, from the \$74.9 billion liability recorded in Fiscal Year 2023. Additional information on Pensions and OPEB can be accessed on the Division of Pensions & Benefits Financial Reports webpage: nj.gov/treasury/pensions/financial-reports.shtml.

Total OPEB Liability

The State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The LEA’s proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the LEA did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State’s level and is not specific to the board of education/board of trustees. Note that actual numbers will be published in the NJ State ACFR on the Office of Management and Budget’s Financial Publications webpage: nj.gov/treasury/omb/fr.shtml.

Actuarial assumptions and other imputes. The total OPEB liability in the June 30, 2024, actuarial valuation reported by the State in the State’s most recently issued ACFR was determined by an actuarial valuation as of June 30, 2023, which was rolled forward to June 30, 2024. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Salary Increases

<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
2.75% to 5.65%	2.75% to 6.55%	3.25% to 16.25%
based on service years	based on service years	based on service years

Mortality Rates

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

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

on the Pub-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Disability mortality was based on the Pub-2010 "General" classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021 for current disabled retirees. Future disabled retirees was based on the Pub-2020 "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.

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

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

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 7.5% and decreases to a 4.5% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 19.36% in fiscal year 2027, and decreases to 4.5% in fiscal year 2034. For HMO the trend is increasing to 22.88% in fiscal year 2027, and decreases to 4.5% in fiscal year 2034. For prescription drug benefits, the initial trend rate is 12.25% and decreases to a 4.5% long-term trend rate after nine years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

Discount Rate

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

Changes in the Total OPEB Liability reported by the State of New Jersey

Balance at 6/30/24 (Based on 6/30/2023 measurement date)	\$ 52,361,668,239.00
Changes for the year:	
Service cost	2,152,062,729.00
Interest	1,963,557,443.00
Changes in Benefit Terms	-
Differences between Expected & Actual Experiences	158,934,425.00
Changes in assumptions or other inputs	4,462,660,491.00
Contributions: Member	51,347,810.00
Benefit payments	<u>(1,499,600,607.00)</u>
Net changes	<u>7,288,962,291.00</u>
Balance at 6/30/25 (Based on 6/30/2024 measurement date)	<u><u>\$ 59,650,630,530.00</u></u>

Sensitivity of the total OPEB liability to changes in the discount rate

The following presents the total OPEB liability as of June 20, 2024, respectively, calculated using a discount rate as disclosed above as well as what the total nonemployer OPEB would be if it was calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

	1% Decrease (2.93%)	Discount Rate (3.93%)	1% Increase (4.93%)
Total OPEB Liability	\$ 69,863,663,542.00	59,650,630,530.00	51,437,232,141.00

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates

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

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Total OPEB Liability (School Retirees)	\$ 49,689,409,509.00	59,650,630,530.00	72,625,778,279.00

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

For the year ended June 30, 2024, the board of education recognized OPEB expense of \$556,176 determined by the State as the total OPEB liability for benefits provided through a defined OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB 75 and in which there is a special funding situation.

In accordance with GASB 75, the board of education's proportionate share of school retirees OPEB is zero, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources. At June 30, 2024, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employees' OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 6,378,932,312.00	(11,139,706,892.00)
Changes in assumptions	10,004,978,073.00	(11,662,607,882.00)
	<u>\$ 16,383,910,385.00</u>	<u>(22,802,314,774.00)</u>

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

Year Ended June 30,	
2025	\$ (2,115,877,507.00)
2026	(1,774,175,666.00)
2027	(842,677,045.00)
2028	221,470,185.00
2029	(1,537,725,697.00)
Thereafter	<u>(369,418,659.00)</u>
	<u>\$ (6,418,404,389.00)</u>

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

(Contributions made after June 30 are reported as deferred outflow of resources but are not amortized in the expense.)

Detailed information about the plan's fiduciary net position is available in the separately issued OPEB financial report.

NOTE 10 - COMPENSATED ABSENCES

The District accounts for compensated absences (e.g. unused vacation, sick leave) as directed by Governmental Accounting Standards Board Statement No. 16 (GASB 16), "Accounting for Compensated Absences". A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits.

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policies. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee and are capped based on the terms stated in the various contracts.

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

The liability for vested compensated absences of the governmental fund types is recorded in the general long-term debt account group. The current portion of the compensated absence balance is not considered material to the applicable funds total liabilities, and is therefore not shown separately from the long-term liability balance of compensated absences.

NOTE 11 - DEFERRED COMPENSATION

The Board offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403(b). The plans, which are administered by the entities listed below, 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:

TSA Consulting Group

NOTE 12 - RISK MANAGEMENT

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

Property and Liability Insurance - The District maintains commercial insurance coverage for property, liability and surety bonds. During the fiscal year ended June 30, 2024 the District did not incur claims in excess of their coverage and the amount of coverage did not significantly decrease.

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

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

<u>Fiscal Year</u>	<u>Other</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2025	\$	16,103		337,707
2024	-	15,567	-	321,604
2023	-	11,328	-	306,037

NOTE 13 - INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at June 30, 2025:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 1,204,058.76	
Special Revenue Fund		1,152,154.17
Debt Service Fund	6,411.76	
Internal Service Fund	11,756.03	10,506.03
Food Service Fund		59,566.35
Total	\$ 1,222,226.55	1,222,226.55

Interfunds were created throughout the year due to short term borrowings to cover cash flow needs in the various funds. It is anticipated that all interfunds will be liquidated during the fiscal year. All governmental fund interfunds are eliminated in the governmental-wide statements, except for Due From Agency, which is a Fiduciary Fund.

NOTE 14 - ECONOMIC DEPENDENCY

The District receives support from the federal government and from the state government. A significant reduction in the level of support, if this were to occur, would have an effect on the District's programs and activities.

NOTE 15 - MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account was established by the Mullica Township School District for the accumulation of funds for use as required maintenance expenditures in subsequent fiscal years. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

Beginning Balance - July 1, 2024	\$	340,995.90
Budgeted Increase - FY 2025		200.00
Excess Surplus Transfer by Board Resolution		
Withdrawals:		
Per Approved Budget		(150,000.00)
Board Resolution		
Ending Balance - June 30, 2025	\$	<u>191,195.90</u>

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

NOTE 16 - EMERGENCY RESERVE ACCOUNT

An emergency reserve account was established by the Mullica Township School District for the accumulation of funds for use in subsequent fiscal years. The emergency reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The emergency reserve account is used to accumulate funds in accordance with N.J.S.A. 18A:7F-41c(1) to finance unanticipated general fund expenditures required for a thorough and efficient education. Unanticipated means reasonably unforeseeable and shall not include additional costs caused by poor planning. The maximum balance permitted at any time in this reserve is the greater of \$250,000 or 1 percent of the general fund budget not to exceed \$1 million. Deposits may be made to the emergency reserve account by board resolution at year end of any unanticipated revenue or unexpended line item appropriation or both. The department has defined year end for the purpose of depositing surplus into reserve accounts as an amount approved by the district School District between June 1 and June 30.

Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet a security requirements or an increase in total health care costs in excess of 4 percent.

NOTE 17 - FUND BALANCE APPROPRIATED

General Fund – Of the \$2,992,168.12 General Fund fund balance at June 30, 2025, \$673,619.30 is reserved for encumbrances; \$1,288,351.44 is reserved as excess surplus in accordance with N.J.S.A. 18A:7F-7 (\$768,508.54 of the total reserve for excess surplus has been appropriated and also included as anticipated revenue for the year ending June 30, 2026); \$37,300.46 has been legally restricted and included as anticipated revenue for the year ending June 30, 2026; \$191,195.90 has been reserved in the Maintenance Reserve Account; \$0.00 has been reserved in the Emergency Reserve Account, \$150,400.00 has been reserved in the Capital Reserve Account, \$337,706.69 is reserved for Unemployment Compensation, and \$313,594.33 is unreserved and undesignated.

NOTE 18 - CALCULATION OF EXCESS SURPLUS

In accordance with NJSA 18A:7F-7, as amended by P.L. 2004, C.73 (S1701), the designation for Reserved Fund Balance – Excess Surplus is a required calculation. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2025 is \$1,288,351.44 of which \$768,508.54 has been appropriated and included as anticipated revenue for the year ended June 30, 2026.

NOTE 19 - LITIGATION

From time to time, the District is a defendant in legal proceedings relating to its operations as a school district. In the best judgment of the District's management, the outcome of any legal proceedings will not have any adverse affect on the accompanying financial statements.

NOTE 20 - DEFICIT FUND BALANCES

The District has a deficit fund balance of \$(60,627.91) 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 last state aid payment as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the last state aid payment in the subsequent fiscal year, the school district cannot recognize the last state aid payment on the GAAP financial statements until the year the State records the payable. Due

**MULLICA TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

to the timing difference of recording the last state aid payment, the Special Revenue Fund balance deficit does not alone indicate that the district is facing financial difficulties.

NOTE 20. RIGHT TO USE ASSETS

The district has recorded right to use assets as a result of implementing GASB 87. The right to use assets are initially measured at an amount equal to the initial measurement of the related lease liability, plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place to lease into service. The District has determined the other charges and amortization to be immaterial to the government-wide financial statements and has elected to record the Right to Use Assets at their remaining liability payments.

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Copiers	\$ 4,258.42	53,055.54	4,258.42	53,055.54
Right to use assets, net	\$ <u>4,258.42</u>	<u>53,055.54</u>	<u>4,258.42</u>	<u>53,055.54</u>

NOTE 21. SUBSEQUENT EVENTS

The District has evaluated events through December 15, 2025, the date on which the financial statements were available to be issued and no additional items were noted for disclosure.

Required Supplemental Information
Part II

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

BUDGETARY COMPARISON SCHEDULES

The budgetary comparison schedules consist of the comparison of anticipated revenues and budgeted expenditures to actual results for the general and special revenue funds.

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Mullica Township School District
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 4,972,196.00	-	4,972,196.00	4,972,196.00	-
Tuition	757,393.00	-	757,393.00	734,310.58	(23,082.42)
Rents and Royalties	96,851.00	-	96,851.00	96,851.04	0.04
Miscellaneous	60,400.00	-	60,400.00	85,324.95	24,924.95
Total - Local Sources	5,886,840.00	-	5,886,840.00	5,888,682.57	1,842.57
State Sources:					
Categorical Transportation Aid	236,446.00	-	236,446.00	236,446.00	-
Categorical Special Education Aid	442,376.00	-	442,376.00	442,376.00	-
Equalization Aid	3,833,333.00	-	3,833,333.00	3,833,333.00	-
Categorical Security Aid	165,721.00	-	165,721.00	165,721.00	-
Extraordinary Aid	30,000.00	-	30,000.00	82,853.00	52,853.00
Nonpublic Transportation Aid	-	-	-	10,741.00	10,741.00
On-Behalf TPAF Pension Contributions (non-budgeted)	-	-	-	2,063,640.00	2,063,640.00
On-Behalf TPAF Post Retirement Medical (non-budgeted)	-	-	-	602,997.00	602,997.00
On-Behalf TPAF Long Term Disability (non-budgeted)	-	-	-	1,097.00	1,097.00
Reimbursed TPAF Social Security Contributions (non-budgeted)	-	-	-	420,025.28	420,025.28
Total - State Sources	4,707,876.00	-	4,707,876.00	7,859,229.28	3,151,353.28
Federal Sources:					
Medicaid Aid Reimbursement	20,177.00	-	20,177.00	14,011.44	(6,165.56)
Total - Federal Sources	20,177.00	-	20,177.00	14,011.44	(6,165.56)
Total Revenues	\$ 10,614,893.00	-	10,614,893.00	13,761,923.29	3,147,030.29

Mullica Township School District
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction:					
Salaries of Teachers:					
Kindergarten	\$ 369,507.00	(26,616.00)	342,891.00	335,564.39	7,326.61
Grades 1-5	1,686,547.00	(41,419.00)	1,645,128.00	1,631,099.58	14,028.42
Grades 6-8	1,204,850.00	(53,930.00)	1,150,920.00	1,122,703.42	28,216.58
Regular Programs - Home Instruction:					
Salaries of Teachers	5,000.00	3,250.00	8,250.00	7,560.00	690.00
Purchased Professional - Educational Services	2,000.00	(750.00)	1,250.00	1,211.14	38.86
Other Salaries for instruction	-	-	-	-	-
Regular Programs - Undistributed Instruction:					
Other Purchased Services (400-500 series)	7,600.00	(5,600.00)	2,000.00	2,000.00	-
General Supplies	295,345.00	(9,050.00)	286,295.00	121,724.46	164,570.54
Textbooks		-		-	-
Other Objects	34,500.00	-	34,500.00	7,970.20	26,529.80
Total Regular Programs	3,605,349.00	(134,115.00)	3,471,234.00	3,229,833.19	241,400.81
Special Education - Multiple Disabilities					
Salaries of Teachers	208,911.00	(9,110.00)	199,801.00	193,730.00	6,071.00
Other Salaries for Instruction	69,806.00	(29,890.00)	39,916.00	33,692.98	6,223.02
Other Purchased Services (400-500 series)	5,000.00	(2,000.00)	3,000.00	-	3,000.00
General Supplies	8,402.00	(1,200.00)	7,202.00	2,998.33	4,203.67
Total Multiple Disabilities	292,119.00	(42,200.00)	249,919.00	230,421.31	19,497.69

Mullica Township School District
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
Special Education - Instruction:					
Resource Room/Resource Center:					
Salaries of Teachers	410,729.00	41,500.00	452,229.00	448,873.80	3,355.20
General Supplies	10,800.00	(2,000.00)	8,800.00	6,068.30	2,731.70
Total Resource Room/Resource Center	421,529.00	39,500.00	461,029.00	454,942.10	6,086.90
Preschool Disabilities - Full Time					
Salaries of Teachers	150,187.00	5,700.00	155,887.00	154,236.25	1,650.75
Other Salaries for Instruction	67,963.00	(2,700.00)	65,263.00	65,035.77	227.23
Other Purchased Services (400-500 series)		5,550.00	5,550.00	5,299.90	250.10
General Supplies	5,350.00	(5,350.00)	-	-	-
Total Preschool Disabilities - Full Time	223,500.00	3,200.00	226,700.00	224,571.92	2,128.08
Total Special Education - Instruction	937,148.00	500.00	937,648.00	909,935.33	27,712.67
Bilingual Education - Instruction:					
Salaries of Teachers	9,486.00	-	9,486.00	9,389.60	96.40
General Supplies	500.00	-	500.00	-	500.00
Total Bilingual Education - Instruction	9,986.00	-	9,986.00	9,389.60	596.40
School Sponsored Cocurricular Activities - Instruction:					
Salaries	57,975.00	1,300.00	59,275.00	52,171.10	7,103.90
Supplies and Materials	2,000.00	(1,700.00)	300.00	-	300.00
Total School Sponsored Cocurricular Activities - Instruction	59,975.00	(400.00)	59,575.00	52,171.10	7,403.90

Mullica Township School District
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
School Sponsored Athletics - Instruction					
Salaries	20,363.00	500.00	20,863.00	20,530.43	332.57
Purchased Services (300-500 Series)	5,800.00	(550.00)	5,250.00	2,966.00	2,284.00
Supplies and Materials	3,900.00	5,525.00	9,425.00	9,204.76	220.24
Other Objects	1,700.00	(1,475.00)	225.00	225.00	-
Total School Sponsored Athletics - Instruction	31,763.00	4,000.00	35,763.00	32,926.19	2,836.81
Summer School - Instruction					
Salaries of Teachers	19,520.00	(2,000.00)	17,520.00	16,886.25	633.75
Other Salaries of Instruction	9,200.00	(1,075.00)	8,125.00	7,300.59	824.41
Purchase Professional & Technical Services	6,000.00	775.00	6,775.00	1,271.96	5,503.04
General Supplies	200.00	-	200.00	-	200.00
Total Summer School - Instruction	34,920.00	(2,300.00)	32,620.00	25,458.80	7,161.20
Total Instruction	4,679,141.00	(132,315.00)	4,546,826.00	4,259,714.21	287,111.79
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs within the State - Regular	50,000.00	(40,000.00)	10,000.00	3,062.30	6,937.70
Tuition to Co Special Services & Reg Day Schools	-	39,000.00	39,000.00	14,443.00	24,557.00
Total Undistributed Expenditures - Instruction	50,000.00	(1,000.00)	49,000.00	17,505.30	31,494.70
Undistributed Expenditures - Health Services:					
Salaries	81,316.00	3,910.00	85,226.00	84,322.05	903.95
Purchased Professional and Technical Services	15,000.00	750.00	15,750.00	14,896.00	854.00
Supplies and Materials	5,510.00	800.00	6,310.00	5,160.76	1,149.24
Total Undistributed Expenditures - Health Services	101,826.00	5,460.00	107,286.00	104,378.81	2,907.19

Mullica Township School District
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
Undistributed Expenditures - Speech, OT, PT & Related Services					
Students - Related Services:					
Salaries	79,882.00	46,500.00	126,382.00	125,562.75	819.25
Purchased Professional Educational Services	78,500.00	(20,800.00)	57,700.00	53,221.45	4,478.55
Supplies and Materials	2,987.00	200.00	3,187.00	1,153.63	2,033.37
Total Undistributed Expenditures - Speech, OT, PT & Related Services	161,369.00	25,900.00	187,269.00	179,937.83	7,331.17
Undistributed Expenditures - Other Support Services - Extra. Serv.					
Salaries	561,011.00	(51,760.00)	509,251.00	506,464.40	2,786.60
Purchased Professional Educational Services	-	61,600.00	61,600.00	57,776.16	3,823.84
Total Undistributed Services - Other Support Services - Extra. Serv.	561,011.00	9,840.00	570,851.00	564,240.56	6,610.44
Undistributed Expenditures - Guidance					
Salaries of Other Professional Staff	141,753.00	-	141,753.00	141,540.60	212.40
Supplies and Materials	700.00	-	700.00	613.39	86.61
Total Undistributed Services - Guidance	142,453.00	-	142,453.00	142,153.99	299.01
Undistributed Expenditures - Other Support Services -					
Students - Special (CHILD STUDY TEAM)					
Salaries of Other Professional Staff	434,050.00	6,000.00	440,050.00	438,899.90	1,150.10
Salaries of Secretarial and Clerical Assistants	41,220.00	600.00	41,820.00	41,782.00	38.00
Other Purchased Professional & Technical Services	27,450.00	(2,100.00)	25,350.00	23,010.00	2,340.00
Other Purchased Services (400-500 Series)	5,000.00	(3,350.00)	1,650.00	727.43	922.57
Supplies and Materials	8,700.00	(4,750.00)	3,950.00	2,881.26	1,068.74
Other Objects	-	-	-	-	-
Total Undistributed Expenditures - Other Support Services -	516,420.00	(3,600.00)	512,820.00	507,300.59	5,519.41
Students - Special					

Mullica Township School District
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
Undistributed Expenditures - Improvement of Instructional Services					
Salaries of Supervisor of Instruction	67,897.00	(11,200.00)	56,697.00	55,679.20	1,017.80
Salaries of Secretarial and Clerical Assistants	10,000.00	2,000.00	12,000.00	11,529.75	470.25
Other Purchased Services	1,000.00	-	1,000.00	-	1,000.00
Supplies & Materials	45,154.00	(2,900.00)	42,254.00	36,836.44	5,417.56
Other Objects	1,800.00	-	1,800.00	1,353.75	446.25
Total Undistributed Expenditures - Improvement of Instructional Services	125,851.00	(12,100.00)	113,751.00	105,399.14	8,351.86
Undistributed Expenditures - Educational Media Services - School Library					
Salaries	62,227.00	900.00	63,127.00	61,990.40	1,136.60
Purchased Professional and Technical Services	4,100.00	-	4,100.00	3,277.56	822.44
Other Purchased Services (400-500 Series)	13,600.00	1,400.00	15,000.00	10,465.67	4,534.33
Supplies and Materials	12,310.25	100.00	12,410.25	11,723.25	687.00
Other Objects	-	-	-	-	-
Total Undistributed Expenditures - Educational Media Services - School Library	92,237.25	2,400.00	94,637.25	87,456.88	7,180.37
Undistributed Expenditures - Instructional Staff Training Services					
Other Purchased Services (400-500 Series)	4,250.00	-	4,250.00	1,003.05	3,246.95
Supplies and Materials	2,250.00	-	2,250.00	-	2,250.00
Total Undistributed Expenditures - Instructional Staff Training Services	6,500.00	-	6,500.00	1,003.05	5,496.95

Mullica Township School District
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
Undistributed Expenditures - Support Services - Gen. Admin.:					
Salaries	202,099.00	(2,426.60)	199,672.40	199,581.96	90.44
Unused Vac Payment to Term/Ret Staff	-	17,126.60	17,126.60	16,939.67	186.93
Legal Services	56,000.00	4,200.00	60,200.00	55,265.00	4,935.00
Audit Fees	24,500.00	1,500.00	26,000.00	26,000.00	-
Architectural/Engineering Services	5,000.00	20,000.00	25,000.00	11,960.00	13,040.00
Other Purchased Prof. Services	12,000.00	(400.00)	11,600.00	11,547.55	52.45
Purchased Technical Services	2,000.00	13,000.00	15,000.00	15,000.00	-
Communications/Telephone	22,900.00	(11,300.00)	11,600.00	10,424.95	1,175.05
Travel	-	3,000.00	3,000.00	2,665.50	334.50
BOE Other Purchased Services	5,410.00	(2,200.00)	3,210.00	2,999.00	211.00
Misc. Purchased Services (400-500)	7,362.99	(3,400.00)	3,962.99	2,279.88	1,683.11
General Supplies	4,360.00	(1,200.00)	3,160.00	3,096.44	63.56
BOE In-House Training/Meeting Supplies	1,000.00	500.00	1,500.00	1,337.83	162.17
Miscellaneous Expenditures	6,595.00	(700.00)	5,895.00	5,811.50	83.50
BOE Membership Dues & Fees	8,500.00	(2,900.00)	5,600.00	5,580.08	19.92
Total Undistributed Expenditures - Support Services - Gen. Admin.	357,726.99	34,800.00	392,526.99	370,489.36	22,037.63
Undistributed Expenditures - Support Serv. - School Admin.:					
Salaries of Principals/Assistant Principals	210,036.00	725.00	210,761.00	210,545.84	215.16
Salaries of Secretarial and Clerical Assistants	104,014.00	(300.00)	103,714.00	93,976.27	9,737.73
Other Purchased Services	4,150.00	-	4,150.00	1,848.35	2,301.65
Supplies and Materials	4,760.00	(100.00)	4,660.00	3,293.54	1,366.46
Other Objects	3,500.00	100.00	3,600.00	3,207.99	392.01
Total Undistributed Expenditures - Support Serv. - School Admin.	326,460.00	425.00	326,885.00	312,871.99	14,013.01
Central Services					
Salaries	212,865.00	(3,764.00)	209,101.00	205,785.41	3,315.59
Miscellaneous Expenditures	2,400.00	(400.00)	2,000.00	-	2,000.00
Purchased Professional Services	2,500.00	1,150.00	3,650.00	2,913.01	736.99
Miscellaneous Purchased Services	3,650.00	(900.00)	2,750.00	2,632.16	117.84
Supplies and Materials	2,250.00	150.00	2,400.00	2,132.34	267.66
Interest on Lease Purchase Agreements	-	-	-	-	-
Total Central Services	223,665.00	(3,764.00)	219,901.00	213,462.92	6,438.08

Mullica Township School District
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
Administrative Information Technology					
Salaries	112,973.00	(16,896.00)	96,077.00	96,076.96	0.04
Purchased Technical Services	149,200.00	7,500.00	156,700.00	156,214.50	485.50
Other Purchased Services (400-500 series)	2,000.00	-	2,000.00	1,997.00	3.00
Supplies and Materials	83,400.00	(6,800.00)	76,600.00	48,770.81	27,829.19
Other Objects	-	-	-	-	-
Total Administrative Information Technology	347,573.00	(16,196.00)	331,377.00	303,059.27	28,317.73
Undistributed Expenditures - Required Maintenance for School Facilities					
Salaries	105,155.00	6,850.00	112,005.00	107,970.61	4,034.39
Cleaning Repairs and Maintenance Services	125,691.22	(13,050.00)	112,641.22	55,615.53	57,025.69
Lead Testing of Drinking Water	2,000.00	-	2,000.00	-	2,000.00
General Supplies	69,483.98	(4,900.00)	64,583.98	55,573.37	9,010.61
Other Objects	1,500.00	-	1,500.00	1,080.00	420.00
Total Undistributed Expenditures - Required Maintenance for School Facilities	303,830.20	(11,100.00)	292,730.20	220,239.51	72,490.69
Undistributed Expenditures - Operation and Maintenance - Custodial Services					
Salaries	335,499.00	8,100.00	343,599.00	340,026.23	3,572.77
Unused Vac Payment to Term/Ret Staff	8,500.00	-	8,500.00	4,423.29	4,076.71
Purchased Professional and Technical Services	3,950.00	-	3,950.00	1,876.00	2,074.00
Cleaning, Repair and Maintenance Services	57,144.04	(2,000.00)	55,144.04	39,303.96	15,840.08
Other Purchased Property Services	-	-	-	-	-
Insurance	88,000.00	2,000.00	90,000.00	88,251.00	1,749.00
General Supplies	42,800.00	(5,000.00)	37,800.00	29,070.91	8,729.09
Energy (Electricity)	184,518.00	(10,000.00)	174,518.00	137,176.88	37,341.12
Energy (Oil)	-	-	-	-	-
Energy (Gasoline)	1,000.00	-	1,000.00	398.19	601.81
Energy (Natural Gas)	74,800.00	(2,500.00)	72,300.00	52,365.75	19,934.25
Other Objects	-	-	-	-	-
Total Undistributed Exp - Operation and Maintenance - Custodial Services	796,211.04	(9,400.00)	786,811.04	692,892.21	93,918.83

Mullica Township School District
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
Undistributed Expenditures - Care and Upkeep of Grounds					
Salaries	-	-	-	-	-
Cleaning, Repair and Maintenance Services	5,500.00	-	5,500.00	-	5,500.00
General Supplies	13,900.00	-	13,900.00	5,079.81	8,820.19
Total Undistributed Expenditures - Care and Upkeep of Grounds	19,400.00	-	19,400.00	5,079.81	14,320.19
Undistributed Expenditures - Security					
Salaries	20,000.00	2,900.00	22,900.00	21,902.92	997.08
Purchased Professional & Technical Services	6,400.00	(900.00)	5,500.00	753.00	4,747.00
Cleaning, Repair and Maintenance Services	89,200.00	-	89,200.00	64,636.02	24,563.98
General Supplies	6,560.00	(2,000.00)	4,560.00	2,187.75	2,372.25
Total Undistributed Expenditures - Security	122,160.00	-	122,160.00	89,479.69	32,680.31
Total Undistributed Expenditures - Operation and Maintenance of Plant Services	1,241,601.24	(20,500.00)	1,221,101.24	1,007,691.22	213,410.02
Undistributed Expenditures - Student Transportation Services:					
Management Fee - ESC & CTSA Trans. Program	42,523.25	(6,000.00)	36,523.25	31,859.22	4,664.03
Other Purchased Prof. and Technical Services	5,800.00	(300.00)	5,500.00	5,500.00	-
Contracted Services - (Other than Between Home and School) - Vendors	27,620.00	(27,620.00)	-	-	-
Contracted Services - (Between Home and School) - Joint Agreements	606,674.38	305.00	606,979.38	558,774.88	48,204.50
Contracted Services - (Sp Ed Students) - Joint Agreements	105,135.95	32,300.00	137,435.95	96,326.42	41,109.53
Contracted Services - Aid in Lieu of Payments-Non Public School	29,125.00	1,465.00	30,590.00	29,424.80	1,165.20
Contracted Services - Aid in Lieu of Payments-Choice School	-	-	-	-	-
Total Undistributed Expenditures - Student Transportation Serv.	816,878.58	150.00	817,028.58	721,885.32	95,143.26

Mullica Township School District
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
Unallocated Benefits:					
Social Security Contributions	192,000.00	33,000.00	225,000.00	217,393.49	7,606.51
Other Retirement Contributions - PERS	160,000.00	(4,500.00)	155,500.00	154,278.16	1,221.84
Other Retirement Contributions - Regular	-	-	-	-	-
Unemployment Compensation	10,000.00	7,000.00	17,000.00	(16,102.29)	33,102.29
Workmen's Compensation	105,529.00	(6,000.00)	99,529.00	98,903.00	626.00
Health Benefits	1,569,395.00	(92,500.00)	1,476,895.00	1,474,074.88	2,820.12
Tuition Reimbursements	10,000.00	24,500.00	34,500.00	27,669.10	6,830.90
Other Employee Benefits	113,600.00	(11,000.00)	102,600.00	96,481.21	6,118.79
Unused Sick Payment to Term/Ret Staff	39,260.00	-	39,260.00	36,000.00	3,260.00
Total Unallocated Benefits	2,199,784.00	(49,500.00)	2,150,284.00	2,088,697.55	61,586.45
On-Behalf TPAF Pension Contributions (Non-Budgeted)	-	-	-	2,063,640.00	(2,063,640.00)
On-Behalf TPAF Post Retirement Medical (Non-Budgeted)	-	-	-	602,997.00	(602,997.00)
On-Behalf TPAF Long Term Disability (non-budgeted)	-	-	-	1,097.00	(1,097.00)
Reimbursed TPAF Social Security Contributions (Non-Budgeted)	-	-	-	420,025.28	(420,025.28)
Total On-Behalf Contributions	-	-	-	3,087,759.28	(3,087,759.28)
Total Undistributed Expenditures	7,271,356.06	(27,685.00)	7,243,671.06	9,815,293.06	(2,571,622.00)
Total Current Expense	11,950,497.06	(160,000.00)	11,790,497.06	14,075,007.27	(2,284,510.21)
Capital Outlay:					
Equipment:					
Non-Instructional		160,000.00	160,000.00	-	160,000.00
Instruction	135,765.76	(135,765.76)	-	-	-
Admin Info Tech	-	-	-	-	-
Non-Instructional Services	-	-	-	-	-
Total Equipment	135,765.76	24,234.24	160,000.00	-	160,000.00

Mullica Township School District
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
Facility Acquisition and Construction Services:					
Construction Services	-	335,765.76	335,765.76	85,127.00	250,638.76
Assessment for Debt Service on SDA Funding	58,384.00	-	58,384.00	58,384.00	-
Total Facilities Acquisition and Construction Services	58,384.00	335,765.76	394,149.76	143,511.00	250,638.76
Total Capital Outlay	194,149.76	360,000.00	554,149.76	143,511.00	410,638.76
Transfers to Charter Schools	-	-	-	-	-
Total Expenditures	12,144,646.82	200,000.00	12,344,646.82	14,218,518.27	(1,873,871.45)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,529,753.82)	(200,000.00)	(1,729,753.82)	(456,594.98)	1,273,158.84
Other Financing Sources (Uses):					
Interest Deposit to Capital Reserve	(200.00)			-	-
Interest Deposit to Maintenance Reserve	(200.00)			-	-
Transfer to Preschool Aid	(136,035.00)	-	(136,035.00)	(136,035.00)	-
Transfer from Internal Service Funds	150,000.00	-	150,000.00	150,000.00	-
Total Other Financing Sources (Uses)	13,565.00	-	13,965.00	13,965.00	-
Fund Balances, July 1	3,434,798.10	-	3,434,798.10	3,434,798.10	-
Fund Balances, June 30	1,918,609.28	(200,000.00)	1,719,009.28	2,992,168.12	1,273,158.84

Mullica Township School District
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
<u>Recapitulation:</u>					
Restricted Fund Balance:					
Reserve for Excess Surplus				519,842.90	
Excess Surplus - Designated for Subsequent Year's Expenditures				768,508.54	
Unemployment Compensation				337,706.69	
Committed Fund Balance:					
Maintenance Reserve				191,195.90	
Capital Reserve				150,400.00	
Emergency Reserve				-	
Assigned Fund Balance:					
Designated for Subsequent Years Expenditures				37,300.46	
Reserve for Encumbrances				673,619.30	
Unassigned Fund Balance				313,594.33	
				<u>2,992,168.12</u>	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payment not Recognized on GAAP Basis				<u>(449,275.20)</u>	
Fund Balance Per Governmental Funds (GAAP)				<u><u>2,542,892.92</u></u>	

Mullica Township School District
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2025

	Original Budget	Budget Transfers/Adjustments	Final Budget	Actual	Variance with Under/(Over) Final Budget to Actual
REVENUES:					
Local Sources		9,832.90	9,832.90	175,219.70	165,386.80
State Sources:	1,559,832.00	-	1,559,832.00	1,423,797.00	(136,035.00)
Federal Sources:		2,098,662.44	2,098,662.44	1,955,983.10	(142,679.34)
Total Revenues	1,559,832.00	2,108,495.34	3,668,327.34	3,554,999.80	(113,327.54)
EXPENDITURES:					
Instruction					
Salaries of Teachers	489,554.00	355,491.28	845,045.28	769,022.84	76,022.44
Other Salaries for Instruction	201,922.00	18,474.96	220,396.96	220,396.96	-
Purchased Professional and Technical Services		21,849.04	21,849.04	21,074.04	775.00
Other Purchased Services (400-500 series)	10,000.00	184,041.36	194,041.36	193,776.00	265.36
General Supplies	52,100.00	86,306.32	138,406.32	121,008.62	17,397.70
Other Objects	5,000.00	(4,500.00)	500.00	-	500.00
Total Instruction	758,576.00	661,662.96	1,420,238.96	1,325,278.46	94,960.50
EXPENDITURES (CONT'D):					
Support Services					
Salaries		182,737.56	182,737.56	180,937.22	1,800.34
Salaries of Program Directors	69,440.00	(5,868.63)	63,571.37	63,571.37	-
Salaries of Other Professional Staff	73,518.00	248.20	73,766.20	73,766.20	-
Salaries of Secretaries and Clerical Assistants	60,806.00	3,374.81	64,180.81	64,180.81	-
Other Salaries	169,287.00	(18,557.38)	150,729.62	150,729.62	-
Personal Services- Employee Benefits	292,008.00	275,658.79	567,666.79	539,675.58	27,991.21
Cleaning Repairs and Maintenance		-	-	-	-
Professional and Technical Services	15,000.00	100,434.00	115,434.00	115,434.00	-
Other Purchased Services (400-500 Series)	74,699.00	52,204.36	126,903.36	117,404.59	9,498.77
Contracted Services (Bet. Home & School)	15,000.00	1,702.90	16,702.90	4,449.25	12,253.65
Travel	2,000.00	4,285.92	6,285.92	4,404.39	1,881.53
Supplies and Materials	24,498.00	(2,408.75)	22,089.25	18,800.78	3,288.47
Other Objects	5,000.00	(3,400.00)	1,600.00	1,600.00	-
Student Activities		-	-	34,725.91	(34,725.91)
Total Support Services	801,256.00	590,411.78	1,391,667.78	1,369,679.72	21,988.06
Facilities acquisition and construction services:					
Facilities		789,435.00	789,435.00	789,435.00	-
Instructional Equipment		56,202.00	56,202.00	56,202.00	-
Non-instructional Equipment		10,783.60	10,783.60	10,783.60	-
Total Facilities acquisition and construction services	-	856,420.60	856,420.60	856,420.60	-
Total expenditures	1,559,832.00	2,108,495.34	3,668,327.34	3,551,378.78	116,948.56
Excess (Deficiency) of Revenues Over (Under) Expenditure:	-	-	-	3,621.02	3,621.02

Mullica Township School District
Required Supplementary Information
Budgetary Comparison Schedule
Note to Required Supplementary Information
For the Fiscal Year Ended June 30, 2025

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

		General Fund	Special Revenue
Sources/inflows of resources			
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	C-1; C-2	13,761,923.29	3,554,999.80
Difference - budget to GAAP:			
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized			
Prior Year			3,529,853.63
Current year			(965,117.47)
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.		450,165.91	101,037.09
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.		(449,275.20)	(108,991.80)
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	B-2	<u>13,762,814.00</u>	<u>6,111,781.25</u>
Uses/outflows of resources			
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	C-1; C-2	14,218,518.27	3,551,378.78
Differences - budget to GAAP			
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is place for budgetary purposes, but in the year the supplies are received for financial reporting purposes.			
Prior Year			3,529,853.63
Current year			(965,117.47)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	B-2	<u>14,218,518.27</u>	<u>6,116,114.94</u>

Required Supplemental Information
Part III

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

MULLICA TOWNSHIP SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability
Public Employee Retirement System
Last Ten Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability (asset)	0.01088981930%	0.0108006776%	0.0121889093%	0.0124565775%	0.0127493995%	0.0127628566%	0.0146769265%	0.0172139649%	0.01523%	0.01444%
District's proportionate of the net pension liability (asset)	\$ 1,479,714	1,564,411	1,839,474.00	1,475,668	2,079,094	2,299,673	2,889,814	4,007,136	4,511,784	3,241,640
District's covered payroll	915,455	890,075	831,993	814,122	880,562	910,930	917,302	872,522	1,048,145	1,073,074
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	161.64%	175.76%	221.09%	181.26%	236.11%	252.45%	315.03%	459.26%	430.45%	302.09%
Plan fiduciary net position as a percentage of the total pension liability	68.22%	65.52%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to be show information for a 10 year period.

MULLICA TOWNSHIP SCHOOL DISTRICT
Schedule of District Contributions
Public Employee Retirement System
Last Ten Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 148,181	\$ 144,354	153,708	145,881	139,472	124,145	145,988	\$ 162,157	139,958	135,334
Contributions in relation to the contractually required contribution	148,181	144,354	153,708	145,881	139,472	124,145	145,988	162,157	139,958	135,334
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-	-
District's covered-employee payroll	915,455	890,075	831,993	814,122	880,562	910,930	917,302	872,522	1,048,145	1,073,074
Contributions as a percentage of covered-employee payroll	16.19%	16.22%	18.47%	17.92%	15.84%	13.63%	15.91%	18.58%	13.35%	12.61%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to be show information for a 10 year period.

MULLICA TOWNSHIP SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability
Teachers' Pension and Annuity Fund
Last Ten Fiscal Years

	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%
District's proportionate of the net pension liability (asset)	\$ -	-	-	-	-	-	-	-	-	-
State's proportionate share of the net pension liability (asset) associated with the District	23,144,133	22,954,004	23,481,787	20,124,771	28,750,377	30,595,418	32,148,672	31,406,652	37,635,966	31,413,529
Total	<u>23,144,133</u>	<u>22,954,004</u>	<u>23,481,787</u>	<u>20,124,771</u>	<u>28,750,377</u>	<u>30,595,418</u>	<u>32,148,672</u>	<u>31,406,652</u>	<u>37,635,966</u>	<u>31,413,529</u>
District's covered payroll	5,732,866	5,848,774	5,805,874	5,412,910	5,211,206	5,011,893	4,412,695	4,823,447	5,284,532	4,936,647
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%	23.33%	28.71%

Source: GASB 68 report on Public Employees' Retirement System; District records

Note: This schedule is required by GASB 68 to be show information for a 10 year period.

MULLICA TOWNSHIP SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net OPEB Liability
Public Employee Retirement System and Teachers' Pension and Annuity Fund
Last Nine Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's proportion of the net OPEB liability (asset)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
District's proportionate of the net OPEB liability (asset)	\$ -	-	-	-	-	-	-	-	-
State's proportionate share of the net OPEB liability (asset) associated with the District	33,724,893.00	29,295,737.00	28,485,239.00	34,489,594.00	39,183,341.00	26,019,498.00	29,920,308.00	32,886,598.00	35,571,966.00
Total	\$ 33,724,893.00	29,295,737.00	28,485,239.00	34,489,594.00	39,183,341.00	26,019,498.00	29,920,308.00	32,886,598.00	35,571,966.00
District's covered payroll	6,648,321.00	6,738,849.00	6,637,867.00	6,227,032.00	6,091,768.00	5,922,823.00	5,329,997.00	5,695,969.00	6,332,677.00
District's proportionate share of the net OPEB 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%
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
State's proportionate share of OPEB associated with the District:									
Service Cost	980,493.00	978,703.00	1,248,800.00	1,414,130.00	834,075.00	885,177.00	1,014,158.00	1,224,649.00	
Interest Cost	1,110,144.00	1,031,760.00	754,890.00	894,896.00	928,399.00	1,177,318.00	1,199,943.00	1,038,322.00	
Change in Benefit Terms	-	-	-	(36,710.00)	-	-	-	-	
Expedited vs. Actual	634,252.00	(481,179.00)	357,129.00	(6,317,983.00)	4,905,393.00	(5,576,213.00)	(974,479.00)	-	
Changes in Assumptions	2,523,071.00	59,048.00	(7,641,421.00)	34,027.00	7,157,450.00	387,953.00	(3,433,505.00)	(4,214,665.00)	
Member Contributions	29,031.00	26,440.00	23,988.00	22,873.00	20,676.00	23,676.00	27,651.00	28,049.00	
Benefit Payments	(847,835.00)	(804,274.00)	(747,741.00)	(704,770.00)	(682,150.00)	(798,721.00)	(800,058.00)	(761,723.00)	
Change in Total Opeb Liability	4,429,156.00	810,498.00	(6,004,355.00)	(4,693,747.00)	13,163,843.00	(3,900,810.00)	(2,966,290.00)	(2,685,368.00)	
State's proportionate share of the net OPEB liability (asset) associated with the District - Beginning Balance	29,295,737.00	28,485,239.00	34,489,594.00	39,183,341.00	26,019,498.00	29,920,308.00	32,886,598.00	35,571,966.00	
Ending Balance	\$ 33,724,893.00	\$ 29,295,737.00	28,485,239.00	34,489,594.00	39,183,341.00	26,019,498.00	29,920,308.00	32,886,598.00	
State's proportionate share of the net OPEB liability associated with the District - as a percentage of its covered-employee payroll	507.27%	434.73%	429.13%	553.87%	643.22%	439.31%	561.36%		

Source: GASB 75 report on State of New Jersey State Health Benefits Program; District records

Note: This schedule is required by GASB 75 to be show information for a 10 year period.

However, information is only currently available for nine years.

Additional years will be presented as they become available.

SPECIAL REVENUE FUND

Special revenue funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Mullica Township School District
Special Revenue Fund
Combining Schedule of Revenue and Expenditures
Budgetary Basis
For the Fiscal Year Ended June 30, 2024

	Title I	Title II A	IDEA Basic	IDEA Preschool	Cares Act BPU Grant
REVENUES:					
State Sources					
Federal Sources	263,135.23	3,374.30	224,156.04	4,924.00	863,535.00
Local Sources					
Total revenues	<u>263,135.23</u>	<u>3,374.30</u>	<u>224,156.04</u>	<u>4,924.00</u>	<u>863,535.00</u>
EXPENDITURES					
Instruction:					
Salaries of Teachers	134,687.00				
Other Salaries for Instruction					
Purchased Prof. and Technical Services			21,074.04		
Other Purchased Services (400-500 Series)			193,776.00		
General Supplies	4,300.85			4,924.00	
Other Objects					
Total instruction	<u>138,987.85</u>	<u>-</u>	<u>214,850.04</u>	<u>4,924.00</u>	<u>-</u>
Support services:					
Salaries		3,099.00	9,000.00		
Salaries of Program Directors					
Salaries of Other Professional Staff					
Salaries of Secretaries and Clerical Assistants					
Other Salaries					
Personal Services- Employee Benefits	124,147.38	275.30	306.00		
Cleaning Repairs and Maintenance					
Professional and Technical Services					74,100.00
Other Purchased Services (400-500 Series)					
Contracted Services (Bet. Home & School)					
Travel					
Supplies and Materials					
Other Objects					
Student Activities					
Total support services	<u>124,147.38</u>	<u>3,374.30</u>	<u>9,306.00</u>	<u>-</u>	<u>74,100.00</u>
Facilities Acquisition and Construction Services					
Facilities					789,435.00
Instructional Equipment					
Non-instructional Equipment					
Total Facilities Acquisition and Construction Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>789,435.00</u>
Total expenditures	<u>263,135.23</u>	<u>3,374.30</u>	<u>224,156.04</u>	<u>4,924.00</u>	<u>863,535.00</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, July 31	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Mullica Township School District
Special Revenue Fund
Combining Schedule of Revenue and Expenditures
Budgetary Basis
For the Fiscal Year Ended June 30, 2023

	ESSER III	ESSER III Summer Learning	REAP Grant	21st Century Grant	Total Federal
REVENUES:					
State Sources					
Federal Sources	56,083.95	11,622.67	38,794.00	490,357.91	1,955,983.10
Local Sources					
Total revenues	<u>56,083.95</u>	<u>11,622.67</u>	<u>38,794.00</u>	<u>490,357.91</u>	<u>1,955,983.10</u>
EXPENDITURES					
Instruction:					
Salaries of Teachers		10,796.67		119,280.55	264,764.22
Other Salaries for Instruction					-
Purchased Prof. and Technical Services					21,074.04
Other Purchased Services (400-500 Series)					193,776.00
General Supplies			38,794.00	2,149.48	50,168.33
Other Objects					-
Total instruction	<u>-</u>	<u>10,796.67</u>	<u>38,794.00</u>	<u>121,430.03</u>	<u>529,782.59</u>
Support services:					
Salaries				168,838.22	180,937.22
Salaries of Program Directors					-
Salaries of Other Professional Staff					-
Salaries of Secretaries and Clerical Assistants					-
Other Salaries					-
Personal Services- Employee Benefits	56,083.95	826.00		128,138.79	309,777.42
Cleaning Repairs and Maintenance					-
Professional and Technical Services				32,925.00	107,025.00
Other Purchased Services (400-500 Series)				33,249.59	33,249.59
Contracted Services (Bet. Home & School)				4,449.25	4,449.25
Travel				398.61	398.61
Supplies and Materials				928.42	928.42
Other Objects					-
Student Activities					-
Total support services	<u>56,083.95</u>	<u>826.00</u>	<u>-</u>	<u>368,927.88</u>	<u>636,765.51</u>
Facilities Acquisition and Construction Services					
Facilities					789,435.00
Instructional Equipment					-
Non-instructional Equipment					-
Total Facilities Acquisition and Construction Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>789,435.00</u>
Total expenditures	<u>56,083.95</u>	<u>11,622.67</u>	<u>38,794.00</u>	<u>490,357.91</u>	<u>1,955,983.10</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, July 31	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Mullica Township School District
Special Revenue Fund
Combining Schedule of Revenue and Expenditures
Budgetary Basis
For the Fiscal Year Ended June 30, 2023

	Preschool Education Aid	Total State	MTEF Grant	Wellness Grant	Student Activities	Total Local Projects	Total
REVENUES:							
State Sources	1,423,797.00	1,423,797.00					1,423,797.00
Federal Sources							1,955,983.10
Local Sources	136,035.00	136,035.00	329.75	508.02	38,346.93	39,184.70	175,219.70
Total revenues	1,559,832.00	1,559,832.00	329.75	508.02	38,346.93	39,184.70	3,554,999.80
EXPENDITURES							
Instruction:							
Salaries of Teachers	504,258.62	504,258.62				-	769,022.84
Other Salaries for Instruction	220,396.96	220,396.96				-	220,396.96
Purchased Prof. and Technical Services		-				-	21,074.04
Other Purchased Services (400-500 Series)		-				-	193,776.00
General Supplies	70,002.52	70,002.52	329.75	508.02		837.77	121,008.62
Other Objects		-				-	-
Total instruction	794,658.10	794,658.10	329.75	508.02	-	837.77	1,325,278.46
Support services:							
Salaries		-				-	180,937.22
Salaries of Program Directors	63,571.37	63,571.37				-	63,571.37
Salaries of Other Professional Staff	73,766.20	73,766.20				-	73,766.20
Salaries of Secretaries and Clerical Assistants	64,180.81	64,180.81				-	64,180.81
Other Salaries	150,729.62	150,729.62				-	150,729.62
Personal Services- Employee Benefits	229,898.16	229,898.16				-	539,675.58
Cleaning Repairs and Maintenance		-				-	-
Professional and Technical Services	8,409.00	8,409.00				-	115,434.00
Other Purchased Services (400-500 Series)	84,155.00	84,155.00				-	117,404.59
Contracted Services (Bet. Home & School)		-				-	4,449.25
Travel	4,005.78	4,005.78				-	4,404.39
Supplies and Materials	17,872.36	17,872.36				-	18,800.78
Other Objects	1,600.00	1,600.00				-	1,600.00
Student Activities		-			34,725.91	34,725.91	34,725.91
Total support services	698,188.30	698,188.30	-	-	34,725.91	34,725.91	1,369,679.72
Facilities Acquisition and Construction Services							
Facilities		-				-	789,435.00
Instructional Equipment	56,202.00	56,202.00				-	56,202.00
Non-instructional Equipment	10,783.60	10,783.60				-	10,783.60
Total Facilities Acquisition and Construction Services	66,985.60	66,985.60	-	-	-	-	856,420.60
Total expenditures	1,559,832.00	1,559,832.00	329.75	508.02	34,725.91	35,563.68	3,551,378.78
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	3,621.02	3,621.02	3,621.02
Fund Balance, July 1	-	-	-	-	45,042.87	45,042.87	45,042.87
Fund Balance, July 31	-	-	-	-	48,663.89	48,663.89	48,663.89

Mullica Township School District
Special Revenue Fund
Statement of Preschool Education Aid
Budgetary Basis
For the Fiscal Year Ended June 30, 2025

E-2

	2025		
	Budgeted	Actual	Variance
EXPENDITURES:			
Instructional:			
Salaries of Teachers	504,258.62	504,258.62	-
Other Salaries for Instruction	220,396.96	220,396.96	-
Other Purchased Services (400-500 Series)		-	-
General Supplies	70,002.52	70,002.52	-
Other Objects		-	-
Total Instruction	794,658.10	794,658.10	-
Support Services:			
Salaries of Program Directors	63,571.37	63,571.37	-
Salaries of Other Professional Staff	73,766.20	73,766.20	-
Salaries of Secretaries and Clerical Assistants	64,180.81	64,180.81	-
Other Salaries	150,729.62	150,729.62	-
Personal Services - Employee Benefits	229,898.16	229,898.16	-
Cleaning Repairs and Maintenance		-	-
Professional and Technical Services	8,409.00	8,409.00	-
Other Purchased Services (400-500 Series)	84,155.00	84,155.00	-
Contracted Services (Bet. Home & School)		-	-
Travel	4,005.78	4,005.78	-
Supplies and Materials	17,872.36	17,872.36	-
Other Objects	1,600.00	1,600.00	-
Total Support Services	698,188.30	698,188.30	-
Facilities Acquisition and Construction Services:			
Instructional Equipment	56,202.00	56,202.00	-
Non-instructional Equipment	10,783.60	10,783.60	-
Total Facilities Acquisition and Construction Services:	66,985.60	66,985.60	-
Total Expenditures	1,559,832.00	1,559,832.00	-

CALCULATION OF BUDGET AND CARRYOVER

Total Revised 2024-25 Preschool Education Aid Allocation	1,088,280.00
Add: Actual PEA Carryover (June 30, 2024)	307,105.31
Add: Budgeted transfer from the General Fund	136,035.00
Total Preschool Education Aid Funds Available for 2024-25 Budget	1,531,420.31
Less: 2023-24 Budgeted Preschool Education Aid (including prior year budgeted carryover)	(1,559,832.00)
Available & Unbudgeted Preschool Education Aid Funds as of June 30, 2025	(28,411.69)
Add: June 30, 2025 Unexpended Preschool Education Aid	-
2024-25 Actual Carryover - Preschool Education Aid	(28,411.69)
2024-25 Preschool Education Aid Carryover Budgeted in 2025-26	307,105.00

PROPRIETARY FUNDS

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Mullica Township School District
Enterprise Funds
Combining Balance Sheet
June 30, 2025

G-1

	Business Type	Governmental Activities			Total
	Activity	Internal Service	Internal Service	Internal Service	
	Food Service	Washington Twp BOE	Folsom BOE	Mullica Township	
ASSETS:					
Current assets:					
Cash and cash equivalents	\$ 191,604.04	412,093.75	-	1,535.00	413,628.75
Accounts Receivable:					-
State	1,204.03	-	-	-	-
Federal	17,314.11	-	-	-	-
Other	5,729.71	-	-	4,504.00	4,504.00
Interfund Receivable	-	10,506.03		1,250.00	11,756.03
Inventories	7,804.39	-	-	-	-
Total Current Assets	<u>223,656.28</u>	<u>422,599.78</u>	<u>-</u>	<u>7,289.00</u>	<u>429,888.78</u>
Fixed Assets:					
Furniture, Machinery and Equipment	235,060.07	-	-	-	-
Accumulated depreciation	(121,016.92)	-	-	-	-
Total Fixed Assets	<u>114,043.15</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>337,699.43</u>	<u>422,599.78</u>	<u>-</u>	<u>7,289.00</u>	<u>429,888.78</u>
LIABILITIES:					
Current liabilities:					
Accounts payable	-	-	-	-	-
Deferred Revenue	6,501.06	-	-	-	-
Interfunds Payable	59,566.35	-	10,506.03	-	10,506.03
Total current liabilities	<u>66,067.41</u>	<u>-</u>	<u>10,506.03</u>	<u>-</u>	<u>10,506.03</u>
NET ASSETS					
Investment in capital assets, net of related debt	114,043.15				-
Unreserved Net Assets	157,588.87	422,599.78	(10,506.03)	7,289.00	419,382.75
Total net assets	<u>271,632.02</u>	<u>422,599.78</u>	<u>(10,506.03)</u>	<u>7,289.00</u>	<u>419,382.75</u>
Total liabilities and net assets	<u>\$ 337,699.43</u>	<u>422,599.78</u>	<u>-</u>	<u>7,289.00</u>	<u>429,888.78</u>

Mullica Township School District
Enterprise Funds
Combining Statement of Revenues, Expenses
and Changes in Retained Earnings/Fund Balance
For the Fiscal Year ended June 30, 2025

G-2

	Business Type Activity	Governmental Activities			
	Food Service	Internal Service Washington Twp BOE	Internal Service Folsom BOE	Internal Service Mullica Township	Total
OPERATING REVENUES:					
Local Sources:					
Daily Sales - Reimbursable Programs	\$ 65,614.24				-
Daily Sales - Non-Reimbursable Programs	15,793.01				-
Miscellaneous Revenues	2,318.50				-
Shared Services - Washington Twp BOE		53,451.00			53,451.00
Shared Services - Folsom BOE			8,780.00		8,780.00
Shared Services - Mullica Township					-
Total Operating Revenues	83,725.75	53,451.00	8,780.00	-	62,231.00
OPERATING EXPENSES:					
Salaries	110,061.74	24,422.13	18,366.00		42,788.13
Employee Benefits	35,933.97		920.03		920.03
Other Purchased Services	2,690.00				-
Supplies	18,759.47				-
Repairs and Maintenance	13,034.41				-
Management Fee	19,865.00				-
Cost of Sales - Reimbursable	134,810.73				-
Cost of Sales - Non-Reimbursable	6,813.93				-
Depreciation	7,731.92				-
Miscellaneous	12,889.86				-
Total Operating Expenses	362,591.03	24,422.13	19,286.03	-	43,708.16
Operating income (loss)	(278,865.28)	29,028.87	(10,506.03)	-	18,522.84
NONOPERATING REVENUES:					
State sources:					
State School Breakfast Program	1,358.30				-
State School Lunch Program	12,889.03				-
Federal sources:					
National School Lunch Program	168,852.99				-
National School Breakfast Program	39,211.57				-
Food Distribution Program	45,469.42				-
Interest Revenues					-
Total Nonoperating Revenues	267,781.31	-	-	-	-
Net Income (Loss)	(11,083.97)	29,028.87	(10,506.03)	-	18,522.84
Operating Transfer		(150,000.00)	-	-	(150,000.00)
Adjustment to Fixed Assets			-	-	-
Net Assets - July 1	282,715.99	543,570.91	-	7,289.00	550,859.91
Net Assets - June 30	\$ 271,632.02	422,599.78	(10,506.03)	7,289.00	419,382.75

Mullica Township School District
Combining Statement of Cash Flows
Enterprise Funds
For the Fiscal Year ended June 30, 2025

G-3

	Business Type	Governmental Activities			Total
	Activity	Internal Service	Internal Service	Internal Service	
	Food Service	Washington Twp BOE	Folsom BOE	Mullica Township	
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash received from customers	\$ 110,659.42	53,451.00	8,780.00	-	62,231.00
Cash payments to employees for services	(145,995.71)	(24,422.13)	(19,286.03)	-	(43,708.16)
Cash payments to suppliers for goods and services	(203,441.87)	-	-	(1,250.00)	(1,250.00)
Net cash provided (used) by operating activities	(238,778.16)	29,028.87	(10,506.03)	(1,250.00)	17,272.84
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:					
Cash received from state and federal reimbursements	238,258.25				-
Operating subsidies and transfers to other funds	-	(150,000.00)			(150,000.00)
Interfund loans	(6,203.99)	(10,506.03)	10,506.03		-
Net cash provided by noncapital financing activities	232,054.26	(160,506.03)	10,506.03	-	(150,000.00)
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:					
Purchase of equipment					-
Net cash used by capital financing activities	-	-	-	-	-
CASH FLOWS FROM INVESTING ACTIVITIES:					
Interest on investments	-				-
Net cash provided by investing activities	-	-	-	-	-
Net Increase in Cash and Cash Equivalents	(6,723.90)	(131,477.16)	0.00	(1,250.00)	(132,727.16)
Cash and Cash Equivalents, July 1	187,912.94	543,570.91		2,785.00	546,355.91
Cash and Cash Equivalents, June 30	181,189.04	412,093.75	0.00	1,535.00	413,628.75
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Operating Income (Loss)	(278,865.28)	29,028.87	(10,506.03)	-	18,522.84
Adjustments to Reconcile Operating Income (Loss) to Net Cash provided by (used for) Operating Activities:					-
Depreciation	7,731.92				-
Federal Commodities					-
Change in assets and liabilities:					-
(Increase) in accounts receivable	26,933.67			(1,250.00)	(1,250.00)
Decrease in inventory	5,633.97				-
Increase in accounts payable	(1,322.29)				-
Increase in unearned revenue	1,109.85				-
Net Cash Provided by (Used for) Operating Activities	\$ (238,778.16)	29,028.87	(10,506.03)	(1,250.00)	17,272.84

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

LONG-TERM DEBT

The long-term debt section consists of the schedules of obligations under capital leases.

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

**Mullica Township School District
Long-Term Debt
Schedule of General Serial Bonds
For the Fiscal Year Ended June 30, 2025**

I-1

Improvement Description	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding June 30, 2024			Interest Rate	Balance June 30, 2024	Increased	Decreased	Balance June 30, 2025
			Date	Amount						
Bond Issue February 2017	2/15/2017	2,893,000	2/15/2026	190,000		3.000%	1,905,000.00		180,000.00	1,725,000.00
			2/15/2027	195,000		3.000%				
			2/15/2028	205,000		3.000%				
			2/15/2029	210,000		3.000%				
			2/15/2030	220,000		3.000%				
			2/15/2031	225,000		3.000%				
			2/15/2032	235,000		3.000%				
			2/15/2033	245,000		3.125%				
							1,905,000.00	-	180,000.00	1,725,000.00
Bond Issue June 2017	6/1/2017	1,901,000	6/1/2026	125,000		3.000%	1,235,000.00		120,000.00	1,115,000.00
			6/1/2027	130,000		3.000%				
			6/1/2028	135,000		3.000%				
			6/1/2029	135,000		3.000%				
			6/1/2030	140,000		3.000%				
			6/1/2031	145,000		3.000%				
			6/1/2032	150,000		3.000%				
			6/1/2033	155,000		3.125%				
							1,235,000.00	-	120,000.00	1,115,000.00
Total Bond Issue							3,140,000.00	-	300,000.00	2,840,000.00

Mullica Township School District
Long-Term Debt
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2025

I-3

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 255,471.00	-	255,471.00	255,471.00	-
State Sources:					
Debt Service Aid Type II	133,610.00		133,610.00	133,610.00	-
Total - State Sources	133,610.00	-	133,610.00	133,610.00	-
Total Revenues	389,081.00	-	389,081.00	389,081.00	-
EXPENDITURES:					
Regular Debt Service:					
Interest on Bonds	89,082.00	-	89,082.00	89,081.26	0.74
Redemption of Principal	300,000.00	-	300,000.00	300,000.00	-
Total Regular Debt Service	389,082.00	-	389,082.00	389,081.26	0.74
Total Expenditures	389,082.00	-	389,082.00	389,081.26	0.74
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1.00)	-	(1.00)	(0.26)	0.74
Other Financing Sources (Uses):					
Operating Transfers In:					
Capital Projects Fund				-	-
Interest Transferred				-	-
Total Other Financing Sources (Uses):	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(1.00)	-	(1.00)	(0.26)	0.74
Fund Balance, July 1	49,374.75	-	49,374.75	49,374.75	-
Fund Balance, June 30	<u>49,373.75</u>	<u>-</u>	<u>49,373.75</u>	<u>49,374.49</u>	<u>0.74</u>

Statistical Section

Governmental Accounting Standards Board (GASB) requires 10 years of statistical information to be included in the ACFR.

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

MULLICA TOWNSHIP SCHOOL DISTRICT
Net Position by Component,
Last Ten Fiscal Years
Unaudited

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental activities										
Invested in capital assets, net of related debt	12,080,544.00	7,332,719.46	9,465,889.33	10,958,505.60	11,271,519.25	11,613,641.37	12,531,787.17	12,814,716.60	12,811,785.28	16,181,192.70
Restricted	2,590,919.00	2,491,497.13	3,061,525.68	3,458,737.33	3,837,334.04	4,177,844.71	3,175,413.99	3,289,969.56	2,880,910.19	2,390,242.59
Unrestricted	(2,868,778.00)	1,237,982.87	(1,616,698.06)	(3,059,720.78)	(3,352,810.60)	(2,867,154.44)	(2,177,846.72)	(1,788,560.03)	(1,513,301.41)	(1,409,267.90)
Total governmental activities net position	11,802,685.00	11,062,199.46	10,930,716.95	11,357,522.15	11,756,042.69	12,924,331.64	13,529,354.44	14,316,126.13	14,179,394.06	17,162,167.39
Business-type activities										
Invested in capital assets, net of related debt	18,195.00	27,270.90	52,898.92	52,025.04	76,770.24	42,315.82	44,818.98	62,112.26	121,775.31	114,043.15
Unrestricted	126,813.00	101,520.17	135,912.85	133,780.12	83,179.54	89,223.22	181,358.59	202,121.45	160,940.68	157,588.87
Total business-type activities net position	145,008.00	128,791.07	188,811.77	185,805.16	159,949.78	131,539.04	226,177.57	264,233.71	282,715.99	271,632.02
District-wide										
Invested in capital assets, net of related debt	12,098,739.00	7,359,990.36	9,518,788.25	11,010,530.64	11,348,289.49	11,655,957.19	12,576,606.15	12,876,828.86	12,933,560.59	16,295,235.85
Restricted	2,590,919.00	2,491,497.13	3,061,525.68	3,458,737.33	3,837,334.04	4,177,844.71	3,175,413.99	3,289,969.56	2,880,910.19	2,390,242.59
Unrestricted	(2,741,965.00)	1,339,503.04	(1,480,785.21)	(2,925,940.66)	(3,269,631.06)	(2,777,931.22)	(1,996,488.13)	(1,586,438.58)	(1,352,360.73)	(1,251,679.03)
Total district net position	11,947,693.00	11,190,990.53	11,119,528.72	11,543,327.31	11,915,992.47	13,055,870.68	13,755,532.01	14,580,359.84	14,462,110.05	17,433,799.41

* Net position was restated as of June 30, 2014 as required by implementation of GASB 68.

Source: ACFR Schedule A-1

MULLICA TOWNSHIP SCHOOL DISTRICT
Changes in Net Position, Last Ten Fiscal Years
Unaudited

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses										
Governmental activities										
Instruction										
Regular	4,302,489.00	6,555,389.80	6,462,932.63	6,119,763.78	5,997,366.43	5,430,422.08	5,814,448.60	4,375,811.68	4,580,161.19	4,051,366.24
Special education	841,711.00	2,771,084.43	2,486,716.23	2,058,548.07	2,089,892.34	3,750,343.23	3,569,210.64	2,699,748.82	3,071,213.59	2,804,970.27
Other special education	81,783.00	49,481.97	-	-	-	15,412.54	15,880.88	12,228.64	12,261.25	11,783.01
Other instruction	62,124.00	61,717.31	78,945.04	65,587.28	72,381.06	50,794.20	94,502.47	121,595.87	129,540.28	138,736.86
Support Services:										
Tuition	185,534.00	204,577.25	228,441.52	343,519.47	198,396.07	67,842.42	49,387.48	31,382.98	42,883.41	17,505.30
Student & Instruction Related Services	1,446,902.00	2,825,124.56	2,765,292.58	2,464,379.95	2,536,467.80	2,487,473.50	3,852,953.13	3,591,970.76	4,325,181.26	7,060,428.44
General Administrative Services	304,065.00	635,268.98	673,818.36	608,850.83	511,385.98	563,506.98	450,559.41	426,637.52	445,707.86	501,133.64
School Administrative Services	307,424.00	604,947.88	403,478.49	487,841.60	503,511.23	488,613.11	453,860.86	413,385.73	453,708.47	616,907.03
Central Services	194,640.00	329,476.93	399,468.24	401,226.46	344,286.05	342,706.55	327,768.39	121,831.04	323,166.55	288,735.56
Administrative Information Technology	158,442.00	255,084.10	333,112.22	329,976.78	345,897.18	352,766.87	315,651.45	324,587.59	345,937.54	409,925.94
Business Admin and Technical Services	-	-	-	-	-	-	-	-	-	-
Plant Operations and Maintenance	954,984.00	1,399,019.82	1,847,386.57	1,609,302.87	1,712,165.62	1,757,037.20	1,867,643.20	1,467,492.64	1,400,315.81	1,363,029.62
Pupil Transportation	459,049.00	459,259.17	452,634.10	475,524.15	308,759.33	523,132.80	543,271.19	586,734.76	641,678.48	721,885.32
Employee Benefits	3,971,124.00	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-	-	-
Interest on Long-Term Debt	56,864.00	143,564.52	174,677.64	168,216.89	155,829.88	146,276.26	126,064.98	110,119.60	95,683.92	86,744.81
Unallocated Depreciation and Amortization	434,474.00	-	-	-	-	-	-	-	-	-
Total governmental activities expenses	13,761,609.00	16,293,996.72	16,306,903.62	15,132,738.13	14,776,338.97	15,976,327.74	17,481,202.68	14,283,527.63	15,867,439.61	18,073,152.04
Business-type activities:										
Food Service	258,268.00	267,519.34	250,191.96	261,946.76	253,482.84	186,584.60	351,762.63	361,869.34	336,751.85	362,591.03
Child Care	-	-	-	-	-	-	-	-	-	-
Total business-type activities expense	258,268.00	267,519.34	250,191.96	261,946.76	253,482.84	186,584.60	351,762.63	361,869.34	336,751.85	362,591.03
Total district expenses	14,019,877.00	16,561,516.06	16,557,095.58	15,394,684.89	15,029,821.81	16,162,912.34	17,832,965.31	14,645,396.97	16,204,191.46	18,435,743.07

MULLICA TOWNSHIP SCHOOL DISTRICT
Changes in Net Position, Last Ten Fiscal Years
Unaudited

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction (Tuition)	513,710.00	874,393.00	706,617.07	499,691.37	788,288.91	708,652.00	808,089.30	776,999.26	1,012,490.60	734,310.58
Business and Other Support Services	-	120,007.00	108,840.22	72,551.00	74,140.00	75,768.00	64,620.50	66,094.00	69,396.50	62,231.00
Operating Grants and Contributions	4,035,198.00	3,729,511.00	3,670,493.11	2,816,971.08	2,160,963.92	3,434,464.55	3,668,484.90	881,120.01	1,610,579.16	4,098,095.97
Special Item Refinance of Debt Savings	-	-	-	-	-	-	-	-	-	-
Total governmental activities program revenues	<u>4,548,908.00</u>	<u>4,723,911.00</u>	<u>4,485,950.40</u>	<u>3,389,213.45</u>	<u>3,023,392.83</u>	<u>4,218,884.55</u>	<u>4,541,194.70</u>	<u>1,724,213.27</u>	<u>2,692,466.26</u>	<u>4,894,637.55</u>
Business-type activities:										
Charges for services:										
Food Service	78,412.00	77,543.42	87,439.73	74,753.53	57,758.56	2,500.08	19,440.52	123,404.56	120,564.88	83,725.75
Child Care	-	-	-	-	-	-	-	-	-	-
Operating Grants and Contributions	190,846.00	173,758.49	191,397.16	184,186.62	169,888.90	191,040.57	426,960.64	276,520.92	234,669.25	267,781.31
Total business-type activities program revenues	<u>269,258.00</u>	<u>251,301.91</u>	<u>278,836.89</u>	<u>258,940.15</u>	<u>227,627.46</u>	<u>193,540.65</u>	<u>446,401.16</u>	<u>399,925.48</u>	<u>355,234.13</u>	<u>351,507.06</u>
Total district program revenues	<u>4,818,166.00</u>	<u>4,975,212.91</u>	<u>4,764,787.29</u>	<u>3,648,153.60</u>	<u>3,251,020.29</u>	<u>4,412,425.20</u>	<u>4,987,595.86</u>	<u>2,124,138.75</u>	<u>3,047,700.39</u>	<u>5,246,144.61</u>
Net (Expense)/Revenue										
Governmental activities	(9,212,701.00)	(11,570,085.72)	(11,820,953.22)	(11,743,524.68)	(11,752,946.14)	(11,757,443.19)	(12,940,007.98)	(12,559,314.36)	(13,174,973.35)	(13,178,514.49)
Business-type activities	10,990.00	(16,217.43)	28,644.93	(3,006.61)	(25,855.38)	6,956.05	94,638.53	38,056.14	18,482.28	(11,083.97)
Total district-wide net expense	<u>(9,201,711.00)</u>	<u>(11,586,303.15)</u>	<u>(11,792,308.29)</u>	<u>(11,746,531.29)</u>	<u>(11,778,801.52)</u>	<u>(11,750,487.14)</u>	<u>(12,845,369.45)</u>	<u>(12,521,258.22)</u>	<u>(13,156,491.07)</u>	<u>(13,189,598.46)</u>
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Property Taxes Levied for General Purposes, Net	3,592,852.00	3,592,852.00	3,822,333.00	3,969,990.00	4,202,313.00	4,286,359.00	4,372,086.00	4,435,362.00	4,524,291.00	4,972,196.00
Taxes Levied for Debt Service	294,744.00	298,892.00	437,911.00	512,959.00	524,010.00	529,577.00	515,574.96	509,095.00	497,067.00	255,471.00
Unrestricted Grants and Contributions	5,026,352.00	6,849,172.39	7,110,638.65	7,387,230.85	7,298,852.40	7,511,983.46	8,255,534.56	8,159,395.11	7,795,148.11	7,874,131.43
Special Items	-	-	(68,221.13)	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-	-	-
Rents and Royalties	-	-	-	-	-	-	-	-	-	-
Miscellaneous Income	251,711.00	88,683.73	386,809.19	300,150.03	126,291.28	285,900.72	401,835.26	242,233.94	221,735.17	96,851.04
Transfers	-	-	-	-	-	-	-	-	-	-
Total governmental activities	<u>9,165,659.00</u>	<u>10,829,600.12</u>	<u>11,689,470.71</u>	<u>12,170,329.88</u>	<u>12,151,466.68</u>	<u>12,613,820.18</u>	<u>13,545,030.78</u>	<u>13,346,086.05</u>	<u>13,038,241.28</u>	<u>13,283,974.42</u>
Business-type activities:										
Investment Earnings	-	-	-	-	-	-	-	-	-	-
Special Items	-	-	31,375.77	-	-	(35,366.79)	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	-
Total business-type activities	<u>-</u>	<u>-</u>	<u>31,375.77</u>	<u>-</u>	<u>-</u>	<u>(35,366.79)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total district-wide	<u>9,165,659.00</u>	<u>10,829,600.12</u>	<u>11,720,846.48</u>	<u>12,170,329.88</u>	<u>12,151,466.68</u>	<u>12,578,453.39</u>	<u>13,545,030.78</u>	<u>13,346,086.05</u>	<u>13,038,241.28</u>	<u>13,283,974.42</u>
Change in Net Position										
Governmental activities	(47,042.00)	(740,485.60)	(131,482.51)	426,805.20	398,520.54	856,376.99	605,022.80	786,771.69	(136,732.07)	105,459.93
Business-type activities	10,990.00	(16,217.43)	60,020.70	(3,006.61)	(25,855.38)	(28,410.74)	94,638.53	38,056.14	18,482.28	(11,083.97)
Total district	<u>(36,052.00)</u>	<u>(756,703.03)</u>	<u>(71,461.81)</u>	<u>423,798.59</u>	<u>372,665.16</u>	<u>827,966.25</u>	<u>699,661.33</u>	<u>824,827.83</u>	<u>(118,249.79)</u>	<u>94,375.96</u>

Source: ACFR Schedule A-2

MULLICA TOWNSHIP SCHOOL DISTRICT
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
Unaudited

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund										
Restricted	2,616,228.00	1,714,053.00	1,716,000.00	1,752,000.00	1,814,000.00	1,817,037.16	1,820,037.16	1,825,641.44	1,684,149.98	1,626,058.13
Committed	-	777,442.00	1,143,064.00	1,288,506.00	1,548,074.00	1,614,524.00	899,039.90	899,039.90	691,195.90	341,595.90
Assigned	42,531.00	-	211,230.70	406,999.61	475,258.58	746,281.35	456,335.03	515,912.47	456,188.82	710,919.76
Unassigned	(82,930.00)	(102,038.81)	(202,964.53)	(177,390.12)	(188,875.61)	(163,851.47)	60,401.95	(18,013.30)	(168,506.91)	(135,680.87)
Reserved	-	-	-	-	-	-	-	-	-	-
Unreserved	-	-	-	-	-	-	-	-	-	-
Total general fund	<u>2,575,829.00</u>	<u>2,389,456.19</u>	<u>2,867,330.17</u>	<u>3,270,115.49</u>	<u>3,648,456.97</u>	<u>4,013,991.04</u>	<u>3,235,814.04</u>	<u>3,222,580.51</u>	<u>2,663,027.79</u>	<u>2,542,892.92</u>
All Other Governmental Funds										
Reserved	-	-	-	-	-	-	-	-	-	-
Unreserved, reported in:										
Special Revenue Fund	(52,045.00)	(39,908.00)	(20,364.00)	(25,660.00)	(38,366.00)	(3,904.88)	(39,375.46)	(48,205.75)	(55,994.22)	(60,327.91)
Capital Projects Fund	2,780.00	-	-	-	-	-	-	-	-	-
Debt Service Fund	3.00	-	-	-	-	-	-	-	-	-
Restricted:										
Capital Projects Fund	-	4,567,912.46	2,037,728.09	500,418.11	114,835.69	57,264.11	49,374.11	-	-	-
Debt Service Fund	-	2.00	11,230.98	11,231.72	1.46	2.20	1.90	49,375.75	49,375.49	49,375.49
Unassigned:										
Special Revenue Fund	-	-	-	-	-	-	-	-	-	-
Total all other governmental funds	<u>(49,262.00)</u>	<u>4,528,006.46</u>	<u>2,028,595.07</u>	<u>485,989.83</u>	<u>76,471.15</u>	<u>53,361.43</u>	<u>10,000.55</u>	<u>1,170.00</u>	<u>(6,618.73)</u>	<u>(10,952.42)</u>

Source: ACFR Schedule B-1

MULLICA TOWNSHIP SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
Unaudited

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues										
Tax levy	3,887,596.00	3,891,744.00	4,260,244.00	4,482,949.00	4,726,323.00	4,815,936.00	4,887,660.96	4,944,457.00	5,021,358.00	5,227,667.00
Tuition Charges	513,710.00	874,393.00	721,523.07	499,691.37	788,288.91	708,652.00	808,089.30	776,999.26	1,012,490.60	734,310.58
Interest Earnings	-	-	-	-	-	-	-	-	-	-
Rents and Royalties	-	-	-	-	-	-	-	-	-	96,851.04
Miscellaneous	98,488.00	4,880,977.66	390,209.19	300,150.03	126,291.28	418,424.87	625,712.44	553,280.43	349,287.07	260,544.65
State Sources	7,050,318.00	7,180,046.29	7,312,242.39	7,819,333.68	7,816,118.73	7,977,153.42	8,991,292.13	9,772,340.14	8,871,143.09	9,409,572.28
Federal Sources	932,301.00	957,025.97	509,337.37	438,380.24	704,590.60	1,063,921.10	1,231,504.77	753,982.49	2,096,522.29	4,534,730.70
Total Revenues	12,482,413.00	17,784,186.92	13,193,556.02	13,540,504.32	14,161,612.52	14,984,087.39	16,544,259.60	16,801,059.32	17,350,801.05	20,263,676.25
Expenditures										
Instruction										
Regular Instruction	4,235,452.00	3,403,596.00	3,046,368.82	3,129,051.66	3,522,231.38	3,187,076.34	3,426,384.71	3,272,017.70	3,373,661.35	3,229,833.19
Special education instruction	841,711.00	1,933,722.22	1,533,154.45	1,421,293.47	1,566,919.44	2,099,645.38	1,993,395.47	2,011,143.73	2,306,831.68	2,235,213.79
Other special instruction	81,783.00	25,746.00	-	-	-	8,909.60	9,358.42	9,109.60	9,209.60	9,389.60
Other instruction	62,124.00	61,717.31	78,945.04	65,587.28	72,381.06	50,794.20	94,502.47	90,581.66	97,299.52	110,556.09
Support Services:										
Tuition	185,534.00	204,577.25	228,441.52	343,519.47	198,396.07	67,842.42	49,387.48	31,382.98	42,883.41	17,505.30
Student & Instruction Related Services	1,446,902.00	1,728,232.30	1,459,603.36	1,360,726.45	1,642,630.93	1,506,279.47	2,270,499.00	2,675,803.35	3,248,839.45	5,626,286.73
General Admin Services	304,065.00	389,125.10	349,090.03	351,615.34	338,708.09	366,685.78	319,216.07	331,998.64	340,300.77	370,489.36
School Admin Services	307,424.00	348,096.17	208,338.73	288,148.46	316,869.60	302,122.21	304,173.57	301,945.72	324,519.34	312,871.99
Central Services	194,640.00	201,816.47	206,955.44	229,393.52	228,032.20	223,006.32	232,220.06	226,671.95	246,739.70	213,462.92
Administrative Information Technology	158,442.00	152,419.84	168,692.32	186,089.59	224,131.81	224,672.38	223,635.35	248,867.62	284,125.50	303,059.27
Plant Operations and Maintenance	877,406.00	822,125.16	957,089.14	931,843.19	1,072,028.26	1,143,340.86	1,320,455.62	1,013,818.28	1,081,445.34	1,007,691.22
Pupil Transportation	459,049.00	459,259.17	452,634.10	475,524.15	308,759.33	523,132.80	543,271.19	586,734.76	641,678.48	721,885.32
Unallocated employee benefits	2,827,722.00	3,134,642.00	3,497,917.03	3,637,448.42	3,532,479.40	3,833,177.81	4,583,640.61	4,731,434.66	5,096,544.11	5,176,456.83
Capital Outlay	284,223.00	329,323.28	2,632,960.30	1,585,081.98	502,185.89	354,689.15	1,146,940.19	373,918.84	108,487.27	999,931.60
Debt Service:										
Principal	230,000.00	240,000.00	245,000.00	519,000.00	505,000.00	515,000.00	515,000.00	525,000.00	530,000.00	300,000.00
Interest and Other Charges	64,742.00	58,892.50	181,682.15	176,001.26	162,036.26	147,891.26	133,616.26	117,911.26	101,571.26	89,081.26
Total expenditures	12,541,219.00	13,493,290.77	15,246,872.43	14,680,324.24	14,192,789.72	14,554,265.98	17,165,696.47	16,548,340.75	17,814,136.78	20,723,714.47
Excess (Deficiency) of revenues over (under) expenditures	(58,806.00)	4,290,896.15	(2,053,316.41)	(1,139,819.92)	(31,177.20)	429,821.41	(621,436.87)	252,718.57	(463,335.73)	(460,038.22)
Other Financing sources (uses)										
Transfers in	101,800.00	100,000.00	100,000.00	-	-	-	-	-	-	150,000.00
Transfers out	-	-	-	-	-	-	-	-	-	(136,035.00)
Cancellation of Prior Year Payables	-	-	1,363.70	-	-	-	-	-	-	-
Cancellation of Prior Year Receivables	-	-	(69,584.83)	-	-	-	-	-	-	-
Total other financing sources (uses)	101,800.00	100,000.00	31,778.87	-	-	-	-	-	-	13,965.00
Net change in fund balances	42,994.00	4,390,896.15	(2,021,537.54)	(1,139,819.92)	(31,177.20)	429,821.41	(621,436.87)	252,718.57	(463,335.73)	(446,073.22)
Debt service as a percentage of noncapital expenditures	2.40%	2.27%	3.38%	5.31%	4.87%	4.67%	4.05%	3.97%	3.57%	1.97%

Source: ACFR Schedule B-2

MULLICA TOWNSHIP SCHOOL DISTRICT
General Fund Other Local Revenue by Source
Last Ten Fiscal Years
Unaudited

<u>Fiscal Year Ended June 30,</u>	<u>Interest on Investments</u>	<u>Tuition Revenue</u>	<u>Building Use and Rentals</u>	<u>Misc.</u>	<u>Total</u>
2016	-	513,710.00		93,598.00	607,308.00
2017	-	874,393.00	-	80,031.48	954,424.48
2018	-	706,617.07	-	386,809.19	1,093,426.26
2019	3,438.37	499,691.37	-	296,711.66	799,841.40
2020	11,573.90	788,288.91	-	114,717.38	914,580.19
2021	-	708,652.00	-	285,900.72	994,552.72
2022	-	808,089.30	-	401,835.26	1,209,924.56
2023	-	776,999.26	-	242,233.94	1,019,233.20
2024	76,410.76	1,012,490.60	-	221,735.17	1,310,636.53
2025	42,501.34	734,310.58	96,851.04	42,823.61	916,486.57

Source: District Records

MULLICA TOWNSHIP SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property,
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Residential			Farm Reg.		Qfarm	Commercial	Industrial	Apartment	Less: Tax-Exempt Property		Public Utilities ^a		Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value								
2016	13,400,000	253,853,300	6,326,700	2,362,600	14,470,000	1,153,400	515,400	292,081,400	-	-	-	-	292,081,400	1.332	481,426,405	
2017	12,953,800	254,576,400	6,288,000	2,286,200	14,105,200	1,153,400	515,400	291,878,400	-	-	-	-	291,878,400	1.459	482,406,463	
2018	12,671,900	256,061,000	5,687,100	2,312,900	14,075,100	1,153,400	515,400	292,476,800	-	-	-	-	292,476,800	1.533	458,100,123	
2019	12,535,400	405,289,400	9,065,700	2,316,300	23,335,400	2,367,700	882,600	455,792,500	-	-	-	-	455,792,500	1.036	466,113,667	
2020	12,261,200	405,183,500	8,250,600	2,361,700	23,051,800	2,367,700	882,600	454,359,100	-	-	-	-	454,359,100	1.059	475,272,948	
2021	12,635,800	403,383,200	9,799,900	2,379,400	23,247,200	2,367,700	882,600	454,695,800	-	-	-	-	454,695,800	1.075	482,867,153	
2022	Not Available	Not Available	Not Available	Not Available	Not Available	2,367,700	882,600	#VALUE!	-	-	-	-	#VALUE!	1.080	538,145,569	
2023	Not Available	Not Available	Not Available	Not Available	Not Available	2,367,700	882,600	458,006,400	-	-	-	-	458,006,400	1.091	616,379,159	
2024	12,443,500	409,133,200	10,262,000	2,678,500	24,011,200	2,367,700	550,000	460,067,000	-	-	-	-	460,067,000	1.132	663,563,595	
2025	12,443,500	410,415,100	10,262,000	2,678,500	24,011,200	2,367,700	55,000	462,233,000	-	-	-	-	462,233,000	1.367	773,784,049	

Source: District records, Tax list summary & Municipal Tax Assessor

Nc Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation.

Reassessment occurs when ordered by the County Board of Taxation

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

b Tax rates are per \$100

MULLICA TOWNSHIP SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates
Rate per \$100 of Assessed Value
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Mullica School District Direct Rate			Overlapping Rates				Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct	Greater Egg Harbor Regional High School District	Township of Mullica	Library/Other	Atlantic County	
2016	1.256	0.076	1.332	0.971	1.219	0.097	0.798	4.417
2017	1.376	0.083	1.459	1.064	1.249	0.096	0.826	4.694
2018	1.450	0.083	1.533	1.019	1.276	0.052	0.818	4.698
2019	0.953	0.083	1.036	0.701	0.836	0.060	0.494	3.127
2020	0.976	0.083	1.059	0.693	0.879		0.560	3.191
2021	0.992	0.083	1.075	0.729	0.898	-	0.574	3.276
2022	0.997	0.083	1.080	0.800	0.918	-	0.613	3.411
2023	1.008	0.083	1.091	0.821	0.978	-	0.663	3.553
2024	1.049	0.083	1.132	0.810	1.022	-	0.634	3.598
2025	1.284	0.083	1.367	0.819	1.081	-	0.699	3.966

Source: District Records and Municipal Tax Collector

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

- a** The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the net valuation taxable.
- b** Rates for debt service are based on each year's requirements.

MULLICA TOWNSHIP SCHOOL DISTRICT
Principal Property Tax Payers,
Current Year and Ten Years Ago
Unaudited

	2025			2016		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
NJ Carp App Tr & Ed Fund	\$ 2,285,300.00	1	0.49%	Information not available		
Viking Yacht Company	2,183,600.00	2	0.47%			
Sweetwater Real Estate Acq., LLC	1,504,500.00	3	0.33%			
Taxpayer #1	1,154,500.00	4	0.25%			
Taxpayer #2	1,041,300.00	5	0.23%			
Taxpayer #3	950,000.00	6	0.21%			
Blue Leopard Corp., An N.J. Corp.	882,600.00	7	0.19%			
Taxpayer #4	788,200.00	8	0.17%			
Taxpayer #5	729,100.00	9	0.16%			
Taxpayer #6	700,000.00	10	0.15%			
Total	\$ 12,219,100.00		2.64%	\$ -		0.00%
Total Assessed Value			\$ 462,233,000.00			\$ 292,081,400.00

Source: District ACFR & Municipal Tax Assessor

MULLICA TOWNSHIP SCHOOL DISTRICT
Property Tax Levies and Collections,
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2016	3,887,596	3,887,596	100.00%	-
2017	3,592,852	3,592,852	100.00%	-
2018	3,822,333	3,822,333	100.00%	-
2019	3,969,990	3,969,990	100.00%	
2020	4,202,313	4,202,313	100.00%	
2021	4,286,359	4,286,359	100.00%	
2022	4,372,086	4,372,086	100.00%	
2023	4,435,362	4,435,362	100.00%	
2024	4,524,291	4,524,291	100.00%	
2025	4,972,196	4,972,196	100.00%	

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

MULLICA TOWNSHIP SCHOOL DISTRICT
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Governmental Activities			Business-Type Activities			Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds ^b	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases	Total District		
2016	1,940,000	-	4,715	-	-	1,944,715	0.76%	322
2017	6,494,000	-	-	-	-	6,494,000	2.50%	1,096
2018	6,249,000	-	-	-	-	6,249,000	2.38%	1,061
2019	5,730,000	-	-	-	-	5,730,000	2.09%	978
2020	5,225,000	-	-	-	-	5,225,000	1.83%	892
2021	4,710,000	-	-	-	-	4,710,000	1.59%	807
2022	4,195,000	-	-	-	-	4,195,000	1.30%	723
2023	3,670,000	-	-	-	-	3,670,000	1.08%	631
2024	3,140,000	-	-	-	-	3,140,000	0.95%	541
2025	2,840,000	-	-	-	-	2,840,000	0.80%	483

Source: District ACFR Schedules I-1, I-2

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

- a** See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.
- b** Includes Early Retirement Incentive Plan (ERIP) refunding

MULLICA TOWNSHIP SCHOOL DISTRICT
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years
Unaudited

General Bonded Debt Outstanding					
Fiscal Year Ended June 30,	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
2016	1,700,000	-	1,700,000	0.58%	280
2017	6,494,000	-	6,494,000	2.22%	1,076
2018	6,249,000	-	6,249,000	2.14%	1,055
2019	5,730,000	-	5,730,000	1.26%	973
2020	5,225,000	-	5,225,000	1.15%	892
2021	4,710,000	-	4,710,000	1.04%	807
2022	4,195,000	-	4,195,000		723
2023	3,670,000	-	3,670,000	0.80%	631
2024	2,840,000	-	2,840,000	0.62%	489
2025	2,840,000	-	2,840,000	0.61%	483

a See Exhibit NJ J-6 for property tax data.

b Population data can be found in Exhibit NJ J-14.

MULLICA TOWNSHIP SCHOOL DISTRICT
Ratios of Overlapping Governmental Activities Debt
As of June 30, 2025
Unaudited

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes Township of Mullica	\$ 1,049,000.00	100.00%	1,049,000.00
Other debt Regional High School District Atlantic County as of December 31, 2024	3,758,191.19 249,783,988.40	8.48% 14.98%	318,694.61 37,417,641.46
Subtotal, overlapping debt			38,785,336.08
Mullica Township School District Direct Debt			<u>2,840,000.00</u>
Total direct and overlapping debt			<u>\$ 41,625,336.08</u>

Sources: Mullica Township Finance Officer, Atlantic County Finance Office and Authorities

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

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

Equalized valuation basis	
2024	\$ 771,542,614
2023	659,972,744
2022	612,471,784
[A]	<u><u>2,043,987,142</u></u>
Average equalized valuation of taxable property	[A/3]
	681,329,047
Debt limit (3 % of average equalization value;	[B]
Net bonded school debt	20,439,871
Legal debt margin	[C]
	2,840,000
	[B-C]
	<u><u>\$ 17,599,871</u></u>

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

MULLICA TOWNSHIP SCHOOL DISTRICT
Demographic and Economic Statistics
Last Ten Fiscal Years
Unaudited

Year	Population ^a	Personal Income (thousands of dollars) ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2016	6,073	254,731.99	41,945	9.20%
2017	6,037	259,434.04	42,974	9.20%
2018	5,923	262,116.44	44,254	8.70%
2019	5,892	274,313.84	46,557	7.60%
2020	5,856	284,999.81	48,668	6.40%
2021	5,838	295,583.78	50,631	15.80%
2022	5,799	323,595.80	55,802	10.40%
2023	5,820	339,364.20	58,310	5.60%
2024	5,802	332,263.13	57,267	5.00%
2025	5,878	355,577.85	60,493	5.20%

Source:

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

b Personal income is calculated by multiplying per capita income by the population

c Per Capita Income US Department of Commerce, Bureau of Economic Analysis

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

MULLICA TOWNSHIP SCHOOL DISTRICT
Principal Employers,
Current Year and Ten Years Ago
Unaudited

Employer	2025			2016		
	Employees	Rank (Optional)	Percentage of Total Employment	Employees	Rank (Optional)	Percentage of Total Employment
Information Not Available		1	-	Information Not Available		0.00%
		2	-			0.00%
		3	-			0.00%
		4	-			0.00%
		5	-			0.00%
		6	-			0.00%
		7	-			0.00%
		8	-			0.00%
		9	-			0.00%
		10	-			0.00%
						0.00%
						0.00%
						0.00%
				0.00%		

GASB requires this table to present the principal employers for the current year and ten years ago, however the information was not available.

MULLICA TOWNSHIP SCHOOL DISTRICT
Full-time Equivalent District Employees by Function/Program,
Last Ten Fiscal Years
Unaudited

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Instruction										
Regular	49	51	52	52	54	54	57	48	55	55
Special education	13	12	12	11	11	11	19	24	12	12
Other special education	12	17	10	7	9	9	8	2	18	18
Other instruction	2	2	2	-	3	3	2	3	2	2
Support Services:										
Student & instruction related services	17	10	8	13	11	11	11	11	11	11
General administrative services	4	2	2	2	2	2	2	2	2	2
School administrative services	4	5	4	4	4	4	4	4	5	5
Business administrative services	2	4	5	4	4	4	4	4	4	4
Plant operations and maintenance	9	8	9	9	8	8	9	8	9	9
Food Service	1	-	-	-	-	-	-	-	-	-
Total	113	111	104	102	106	106	116	106	118	118

GASB requires this table to present the full-time equivalent district employees by function/program for the current year and the previous nine years.

Source: District Personnel Records

MULLICA TOWNSHIP SCHOOL DISTRICT
Operating Statistics
Last Ten Fiscal Years
Unaudited

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
					Teaching Staff ^b	Elementary School	Middle School				
2016	752	12,246,477	16,285	6.90%	62	1:12	1:12	740	709	9.93%	95.81%
2017	739	12,865,075	17,409	-3.31%	63	1:12	1:12	737	703	-0.43%	95.37%
2018	724	12,187,230	16,833	1.61%	56	1:12	1:12	719	685	-2.41%	95.27%
2019	725	12,400,241	17,104	7.25%	56	1:12	1:12	688	649	-4.31%	94.33%
2020	710	13,023,568	18,343	13.19%	55	1:13	1:13	700	675	1.74%	96.43%
2021	652	13,536,686	20,762	17.32%	55	1:13	1:13	675	672	-3.57%	99.56%
2022	631	15,370,140	24,358	-1.25%	57	1:10	1:12	631	584	-6.52%	92.55%
2023	639	15,370,140	24,053	3.65%	58	1:13	1:13	642	585	1.74%	91.12%
2024	623	15,531,511	24,930	#DIV/0!	62	1:13	1:13	623	579	-2.96%	92.94%
2025	624	17,074,078	27,362	9.76%	62	1:13	1:13	624	584	0.09%	93.66%

Sources: District records, ASSA and Schedules J-12, J-14

Note: Enrollment based on annual October district count.

a Operating expenditures equal total expenditures less debt service and capital outlay; Schedule J-4

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).

MULLICA TOWNSHIP SCHOOL DISTRICT
School Building Information
Last Ten Fiscal Years
Unaudited

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
<u>District Buildings</u>										
<u>Early Learning Center</u>										
Hilda Frame School (1900)	5,328	5,328	5,328	5,328	5,328	5,328	5,328	5,328	5,328	5,328
Square Feet	60	60	60	60	60	60	60	60	60	60
Capacity (students)	-	-	-	-	-	-	-	-	-	-
Enrollment PK										
<u>Elementary (1955, 1981, 1995, 2003)</u>										
Mullica Township Elementary School	68,776	68,776	68,776	68,776	68,776	68,776	68,776	68,776	68,776	68,776
Square Feet										
Capacity (students)	562	562	562	562	562	562	562	562	562	562
Enrollment K-4	442	440	395	406	369	328	333	339	320	361
<u>Middle School (1965, 1972, 1981, 2003)</u>										
Mullica Township Middle School	50,500	50,500	50,500	50,500	50,500	50,500	50,500	50,500	50,500	50,500
Square Feet	552	552	552	552	552	552	552	552	552	552
Capacity (students)	310	299	329	307	341	320	294	300	303	263
Enrollment 5-8										
<u>Other</u>										
Gertrude Lauer School (1910)	2,410	2,410	2,410	2,410	2,410	2,410	2,410	2,410	2,410	2,410
Square Feet										
Capacity (students)	-	-	-	-	-	-	-	-	-	-
Enrollment	-	-	-	-	-	-	-	-	-	-
Number of Schools at June 30, 2024										
Early Learning Center - 1										
Elementary - 1										
Middle School - 1										
Other - 1										

Source: District records, ASSA

Note: Year of original construction is shown in parentheses.

Enrollment is based on the actual October district count.

MULLICA TOWNSHIP SCHOOL DISTRICT
General Fund
Schedule of Required Maintenance for School Facilities
Last Ten Years
Unaudited

UNDISTRIBUTED EXPENDITURES - REQUIRED MAINTENANCE FOR SCHOOL FACILITIES

11-000-261-XXX

School Facilities	Project # (s)	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Elementary School	N/A	\$ 121,131.73	108,384.84	134,753.12	441,421.61	158,893.00	186,751.00	130,741.38	90,880.25	83,304.00	99,966.00
Hilda Frame School	N/A			-	-	-	5,770.00	2,075.26	136.24	-	-
Middle School	N/A	99,107.78	88,678.51	18,375.42	59,292.48	99,734.63	65,605.00	58,107.28	41,698.03	13,462.00	13,424.00
Gertrude Lauer School	N/A	-	-	-	-	-	6,157.00	16,602.08	12,273.48	150.00	950.00
Total School Facilities		220,239.51	197,063.35	153,128.54	500,714.09	258,627.63	264,283.00	207,526.00	#####	96,916.00	114,340.00
Other Facilities									-	-	-
Grand Total		\$ 220,239.51	197,063.35	153,128.54	500,714.09	258,627.63	264,283.00	207,526.00	#####	96,916.00	114,340.00

MULLICA TOWNSHIP SCHOOL DISTRICT
Insurance Schedule
June 30, 2025
Unaudited

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy - Atlantic & Cape May Counties		
School Business Officials Joint Insurance Fund (ACCASBOJIF)		
Property, Inland Marine and Automobile Physical Damages		
Blanket Loss Limit of Liability	\$ 150,000,000.00	500.00
ACCASBOJIF Per Occurrence Retention	200,000.00	
Perils Included	All Risk	
Property Valuation		
Buildings and Contents	Replacement Cost	
Contractors Equipment	Actual Cash Value	
Automobiles	Replacement Cost	
Boiler and Machinery		
Limit of Liability	125,000.00	1,000.00
JIF Self-Insured Retention		
Crime		
Limit of Liability	500,000.00	500.00
JIF Self-Insured Retention	None	
General Liability and Automobile Liability		
Limit of Liability	10,000,000.00	None
JIF Self-Insured Retention	150,000.00	
Workers' Compensation		
Limit of Liability	Statutory	None
JIF Self-Insured Retention	250,000.00	
Educator's Legal Liability		
Limit of Liability	10,000,000.00	None
JIF Self-Insured Retention	100,000.00	
Pollution Legal Liability		
Limit of Liability	3,000,000.00	25,000.00
JIF Self-Insured Retention	None	

Source: District Records

{THIS PAGE IS INTENTIONALLY LEFT BLANK}

Single Audit Section

{THIS PAGE IS INTENTIONALLY LEFT BLANK}



K-1

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

The Honorable President and
Members of the Board of Education
Mullica Township School District
County of Atlantic, 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, each major fund, and the aggregate remaining fund information of the Mullica Township School District, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Mullica Township School District's basic financial statements, and have issued our report thereon dated December 15, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Mullica Township School District's control over financial reporting (internal control) to determine the 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 Mullica Township School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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 Mullica Township 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 determination of financial statement amounts. 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Nancy Sbrolla

Nancy Sbrolla
Certified Public Accountant
Licensed Public School Accountant
No. 2426

December 15, 2025



K-2

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE REQUIRED BY UNIFORM ADMINISTRATIVE AWARDS (UNIFORM GUIDANCE), AND NEW JERSEY OMB'S CIRCULAR 15-08

Honorable President and
Members of the Board of Education
Mullica Township School District
County of Atlantic, New Jersey

Report on Compliance for Each Major Federal & State Program

Opinion on Each Major Federal & State Program

We have audited the Mullica Township School District's compliance with the types of compliance requirements described 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 Mullica Township School District's major federal and state programs for the year ended June 30, 2025. The Mullica Township 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 Mullica Township School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal & State Program

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

We are required to be independent of the Mullica Township School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the Mullica Township School District's compliance with the 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 its 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 Mullica Township 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 generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance and NJ OMB 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Mullica Township School District's compliance with the requirements of each major federal or state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, 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 Mullica Township 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 Mullica Township 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 NJ OMB 15-08, but not for the purpose of expressing an opinion on the effectiveness of Mullica Townships School District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Other Matters

The results of our auditing procedures disclosed no instances of noncompliance which are required to be reported in accordance with the Uniform Guidance or NJ OMB 15-08.

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 paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. 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 have not been 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 NJ OMB 15-08. Accordingly, this report is not suitable for any other purpose.

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Nancy Sbrolla

Nancy Sbrolla
Certified Public Accountant
Licensed Public School Accountant
No. 2426

December 15, 2025

Mudica Township School District
Schedule of Expenditures of Federal Awards
for the Fiscal Year ended June 30, 2025

=

Federal Assistance Number	Federal FAN Number	Grant or State Project Number	Grant Period	Program or Award Amount	Balance at June 30, 2024	Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures			(MEMO) Passed Through to Sub-Recipients	Repayment of Prior Years' Balances	Balance at June 30, 2025	
								Pass Through	Direct	Total			(Accounts Receivable)	Deferred Revenue
U. S. Department of Agriculture														
Pass-Through State Department of Education:														
Enterprise Fund:														
10.555	24 INJ304N1099	N/A	7/1/24 - 6/30/25	45,469 \$			45,469.42	(45,469.42)				-	-	
10.555	23 INJ304N1099	N/A	7/1/24 - 6/30/25	168,853	(26,714.04)		154,952.63	(168,852.99)				(13,900.36)	-	
10.555	24 INJ304N1099	N/A	7/1/23 - 6/30/24	13,7815			26,714.04	-				-	-	
10.553	24 INJ304N1099	N/A	7/1/24 - 6/30/25	39,212	(5,501.63)		35,917.82	(39,211.57)				(3,413.75)	-	
10.553	24 INJ304N1099	N/A	7/1/23 - 6/30/24	29,834			3,501.63	-				-	-	
Total U.S. Department of Agriculture					(32,215.67)	-	268,435.54	(253,533.98)	-		-	(17,314.11)	-	
U.S. Department of Human Services														
Pass-Through State Department of Education:														
General Fund:														
93.778	2105NUSMAP	N/A	7/1/24 - 6/30/25	14,011	-	-	14,011.44	(14,011.44)		-	-	-	-	
Total General Fund					-	-	14,011.44	(14,011.44)		-	-	-	-	
Pass-Through State Department of Education:														
Special Revenue Fund:														
ESSA														
84.010A	S010A230030	NCLB348015	7/1/24-9/30/25				79,633.00	(263,135.23)		(263,135.23)		(183,502.23)	-	
84.010A	S010A230030	NCLB348015	7/1/23-9/30/24	176,089	(74,600.26)		74,600.26	-				-	-	
84.010A	S010A230030	NCLB348015	7/1/23-9/30/23	176,089	(18,365.35)		16,155.65	-				33,476.91	-	
84.010A	S010A200030	NCLB348015	7/1/20-9/30/21	224,810	(16,155.65)		44,934.74	-				164,555.65	-	
84.010A	S010A190030	NCLB348015	7/1/19-9/30/20	188,360	(40,874.00)			-				40,874.00	-	
84.367A	S367A230029	NCLB348015	7/1/24-9/30/25	22,615	(16,887.20)		16,887.20	(3,374.30)		(3,374.30)		(3,374.30)	-	
84.367A	S367A230029	NCLB348015	7/1/23-9/30/24				176,342.00	(224,156.04)		(224,156.04)		(47,814.04)	-	
84.027	H027A230100	IDEA348016	7/1/24-9/30/25	33,220	(4,711.87)		54,000.00	(6,064.00)		(6,064.00)		0.00	-	
84.027	H027A230100	IDEA348016	7/1/24-9/30/24	211,250	(64,177.96)		54,000.00	(17,120.00)		(17,120.00)		0.00	-	
84.027X	H027X210100	IDEA348016	7/1/21-9/30/22	33,220	(4,711.87)		4,109.00	(4,924.00)		(4,924.00)		(0.17)	-	
84.173A	H173A230114	N/A	7/1/24-9/30/25	5,279				-				-	-	
84.173A	H173A230114	N/A	7/1/23-9/30/24		(1,648.02)		398.00	-			1,250.02	-	-	
10.868		N/A	7/1/24-9/30/25				38,794.00	(38,794.00)		(38,794.00)		-	-	
84.387C	S287C190030	N/A	7/1/24-9/30/24	25,052	(25,052.00)		38,794.00	-		-		-	-	
84.387C	S287C230030	N/A	9/1/18-9/31/20	534,576	(91,661.74)		374,521.00	(490,357.91)		(490,357.91)		(207,498.65)	-	
21.007	G2221S1LFR21	N/A	7/1/23-9/30/24	32,562	2,281.50			-			(2,281.50)	-	-	
84.425D	S425D200027	N/A	7/1/20-9/30/23	620,788	(2,948,521.10)		2,265,077.17	(863,535.00)		(863,535.00)		(1,546,978.93)	-	
84.425D	S425D200027	N/A	7/1/20-9/30/23	39,840	(41,067.82)		41,067.82	-		-		-	-	
84.425D	S425D200027	N/A	7/1/20-9/30/23	39,840	(10,761.74)		10,761.74	-		-		-	-	
84.425D	S425D200027	N/A	7/1/20-9/30/23	45,000	7,817.65		1,317.97	-		-		-	-	
84.425D	S425D200027	N/A	7/1/21-6/30/22	1,451,615	(11,576,153)		1,213,699.48	(56,083.95)		(56,083.95)		(0.00)	-	
84.425D	S425D200027	N/A	7/1/21-6/30/22	39,417	(39,417.00)		59,416.52	-		-	0.48	0.00	-	
84.425D	S425D200027	N/A	7/1/21-6/30/22	40,000	(18,783.16)		30,406.00	(11,622.67)		(11,622.67)		0.00	-	
84.425D	S425D200027	N/A	7/1/21-6/30/22	40,000	(33,910.00)		33,910.00	-		-	(0.17)	-	-	
Total Special Revenue Fund					(4,665,455.52)	-	4,459,797.94	(1,955,983.10)	-	-	81,657.53	(1,989,108.15)	-	
Total Federal/Financial Awards					\$ (4,697,671.19)	-	(2,209,517.08)	(14,011.44)	(2,223,528.52)	-	81,657.53	(2,006,482.26)	-	

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

Mulika Township School District
Schedule of Expenditures of State Financial Assistance
For the Fiscal Year ended June 30, 2025

Federal Grantor/Pass-Through Grantor/ Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2024		Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments/ Repayment of Prior Year's Balances	Balance at June 30, 2025			MEMO	
				Deferred Revenue/ (Accounts Receivable)	Due to Grantor					(Accounts Receivable)	Deferred Revenue/ Interfund	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
State Department of Education														
General Fund:														
State Aid-Public Cluster:														
Equalization Aid	25-495-034-5120-078	7/1/24-6/30/25	3,833,333				3,833,333.00	(3,833,333.00)						3,833,333.00
Categorical Special Education Aid	25-495-034-5120-089	7/1/24-6/30/25	442,376				442,376.00	(442,376.00)						442,376.00
Categorical Security Aid	25-495-034-5120-084	7/1/24-6/30/25	165,721				165,721.00	(165,721.00)						165,721.00
Total State-Aid Public Cluster				-	-	-	4,441,430.00	(4,441,430.00)	-	-	-	(426,566.32)	-	4,441,430.00
Categorical Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24	236,446				236,446.00	(236,446.00)						236,446.00
Extraordinary Aid	25-495-034-5120-044	7/1/24-6/30/25	82,853				(82,853.00)	(82,853.00)						82,853.00
Extraordinary Aid	24-495-034-5120-044	7/1/23-6/30/24	20,739	(20,739.00)			20,739.00	(10,741.00)						20,739.00
Nonpublic Transportation Aid	25-495-034-5120-014	7/1/24-6/30/25	10,741	(10,920.00)			10,920.00	-						10,920.00
Nonpublic Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24	10,920				2,063,640.00	(2,063,640.00)						2,063,640.00
On-Behalf Teachers' Pension and Annuity Fund	25-495-034-5094-002	7/1/24-6/30/25	2,063,640				602,997.00	(602,997.00)						602,997.00
On-Behalf Teachers' Pension and Annuity Fund - Post-Retirement Medical	25-495-034-5094-001	7/1/24-6/30/25	602,997				1,097.00	(1,097.00)						1,097.00
On-Behalf Teachers' Pension and Annuity Fund - Non-contributory Insurance	25-495-034-5094-004	7/1/24-6/30/25	1,097				21,110.28	(21,110.28)						21,110.28
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	7/1/23-6/30/24	430,932				399,347.02	(420,025.28)						430,932.27
Reimbursed TPAF Social Security Contributions	25-495-034-5094-003	7/1/24-6/30/25	420,025				7,797,726.30	(7,859,229.28)						420,025.28
Total General Fund				(52,769.28)	-	-			-	-	-	(449,275.20)	-	8,321,820.55
Special Revenue Fund:														
Preschool Education Aid	25-495-034-5120-086	7/1/24-6/30/25	1,088,280			307,105.31	1,088,280.00	(1,423,797.00)				(28,411.69)	-	1,423,797.00
Preschool Education Aid	24-495-034-5120-086	7/1/23-6/30/24	1,014,306	307,105.31		(307,105.31)								1,014,306.00
Total Special Revenue Fund				307,105.31	-	-	1,088,280.00	(1,423,797.00)	-	-	-	(28,411.69)	-	2,438,103.00
Debt Service Fund:														
Debt Service Aid	25-495-034-5120-086	7/1/24-6/30/25	133,610				133,610.00	(133,610.00)						133,610.00
Total Debt Service Fund				-	-	-	133,610.00	(133,610.00)	-	-	-	-	-	133,610.00
State Department of Agriculture														
Enterprise Fund:														
National School Breakfast Program (State Share)	25-100-010-3350-021	7/1/24-6/30/25	1,358				1,223.15	(1,358.30)				(135.15)		1,358.30
National School Breakfast Program (State Share)	24-100-010-3350-021	7/1/23-6/30/24	1,189	(285.30)			285.30	-				-		1,188.93
National School Lunch Program (State Share)	25-100-010-3350-023	7/1/24-6/30/25	12,889	(1,963.53)			11,820.15	(12,889.03)				(1,068.88)		12,889.03
National School Lunch Program (State Share)	24-100-010-3350-023	7/1/23-6/30/24	8,638				15,292.13	(14,247.33)				(1,204.03)	-	8,638.37
Total Enterprise Fund				(2,248.83)	-	-			-	-	-	-	-	24,074.63
Total State Financial Assistance				252,087.20	-	-	9,034,908.43	(9,430,883.61)	-	-	-	(143,887.98)	-	10,977,973.18
Less: On-Behalf Contributions														
			On-Behalf Teachers' Pension and Annuity Fund	25-495-034-5094-002			(2,063,640.00)							
			On-Behalf Teachers' Pension and Annuity Fund - Post-Retirement Medical											
			On-Behalf Teachers' Pension and Annuity Fund - Non-contributory Insurance	25-495-034-5094-004			(1,097.00)							
						\$	(6,763,149.61)							

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

Mullica Township School District
Notes to the Schedules of Financial Assistance
June 30, 2025

NOTE 1. GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Board of Education, Mullica Township School District. The Board of Education is defined in Note 1(A) to the Board's basic financial statements. 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. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements. The information included in this schedule is presented in accordance with the requirements of OMB Uniform Guidance and NJ OMB 15-08. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10% de minimis indirect cost rate.

NOTE 3. RELATIONSHIP TO GENERAL PURPOSE FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to P.L. 2003, c.97 (A3521). For GAAP purposes that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment 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.

See the following schedules and Note 1(D) for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. There are no differences in the reporting of the food service funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

Mullica Township School District
Notes to the Schedules of Financial Assistance
June 30, 2025

	<u>General fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Food Service Fund</u>	<u>Total</u>
State Assistance:					
Actual amounts (budgetary) "revenues" from the Schedule of Expenditures of State Financial Assistance	7,859,229.28	1,423,797.00	133,610.00	14,247.33	9,430,883.61
Difference – budget to "GAAP"					
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.					-
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	450,165.91	101,037.09			551,203.00
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(449,275.20)	(108,991.80)			(558,267.00)
Total State revenue as reported on the statement of revenues, expenditures and changes in fund balances	<u>7,860,119.99</u>	<u>1,415,842.29</u>	<u>133,610.00</u>	<u>14,247.33</u>	<u>9,423,819.61</u>

Mullica Township School District
Notes to the Schedules of Financial Assistance
June 30, 2025

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Food Service Fund</u>	<u>Total</u>
Federal Assistance:				
Actual amounts (budgetary) "revenues" from the Schedule of Expenditures of Federal Awards	\$ 14,011.44	1,955,983.10	253,533.98	2,223,528.52
Difference - budget to "GAAP" Grant accounting budgetary basis differs from "GAAP" in that encumbrances are recognized as expenditures, and the related revenue is recognized.		2,564,736.16		2,564,736.16
Total Federal revenue as reported on the statement of revenue, expenditures, and changes in fund balance	<u>\$ 14,011.44</u>	<u>4,520,719.26</u>	<u>253,533.98</u>	<u>4,788,264.68</u>

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions, respectively. The amounts reported as TPAF Pension Contributions and OPEB represents the amount paid by the State on behalf of the 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.

K-6

Financial Statement

Federal Awards

Identification of major programs:

Auditee qualified as low-risk auditee?	x	yes	no
--	---	-----	----

State Awards

Internal Control over major programs:

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

Type of auditor's report issued on compliance major programs

Unmodified

Any audit findings disclosed that are required to be reported in accordance with OMB Circular 15-08

_____ yes X no

Identification of major programs:

<u>GMIS Number(s)</u>	<u>Name of State Program</u>
_____	_____
_____	State Aid Cluster
25-495-034-5120-084	Security Aid
25-495-034-5120-089	Special Education Aid
25-495-034-5120-078	Equalization Aid/Stabilization Aid
25-495-034-5094-003	Reimbursed TPAF Social Security Contributions
_____	_____
_____	_____
_____	_____

Dollar Threshold used to distinguish between type A and type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

 X yes _____ no

**MULLICA TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDING JUNE 30, 2025**

Part 2 – Schedule of Financial Statement Findings

None

Part 3 – Schedule of Federal and State Award Findings and Questioned Costs

None

**MULLICA TOWNSHIP SCHOOL DISTRICT
SUMMARY OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDING JUNE 30, 2025**

Status of Prior Year Findings

None