NUTLEY BOARD OF EDUCATION

Nutley Board of Education
Nutley, New Jersey

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

Annual Comprehensive Financial Report

of the

NUTLEY BOARD OF EDUCATION

Nutley, New Jersey

For the Fiscal Year Ended June 30, 2025

Prepared by

Nutley Board of Education
Business Office

NUTLEY BOARD OF EDUCATION
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INTRODUCTORY SECTION
(UNAUDITED)

Nutley Public Schools

Kent Bania, Superintendent
Michael DeVita, Business Administrator
777 Bloomfield Avenue
Nutley, New Jersey 07110

November 20, 2025

The Honorable President and
Members of the Nutley Board of Education
County of Essex
Nutley, New Jersey 07110

Dear Honorable President and Board Members:

The Annual Comprehensive Financial Report of the Nutley Board of Education (the "District") for the fiscal year ended June 30, 2025 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Nutley Board of Education (the "Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the basic financial statements and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The annual comprehensive financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the Independent Auditors' Report, the management's discussion and analysis, the basic financial statements and notes providing an overview of the District's financial position and operating results, and supplementary schedules providing detailed budgetary information. The statistical section includes selected financial and demographic information, financial trends and the fiscal capacity of the District, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditors' report on the internal control and compliance with applicable laws, regulations, contracts and grants along with findings and questioned costs, are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES:

   The Nutley Board of Education is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) Codification Section 2100. All funds of the District are included in this report. The Nutley Board of Education and its schools constitute the District's reporting entity.

   The District provides a full range of educational services to grade levels Pre-K through 12. These services include regular, vocational, special education, IDEA, and Non-Public School Programs in nursing services, auxiliary services and handicapped services. The following chart details the changes in the average daily enrollment of the district over the last ten years.

FISCAL YEAR	AVERAGE DAILY ENROLLMENT	CHANGE
2024/2025	4,261	0.12%
2023/2024	4,209	3.87%
2022/2023	4,052	.72%
2021/2022	4,023	1.4%
2020/2021	3,966	(2.0%)
2019/2020	4,046	(0.6%)
2018/2019	4,068	0.24%
2017/2018	4,058	(0.42%)
2016/2017	4,075	1.22%
2015/2016	4,026	0.52%

2. ECONOMIC CONDITION AND OUTLOOK

The Nutley Board of Education continues to provide a high-quality education while maintaining a fiscally conservative approach. The Board has controlled costs and been mindful of the impact of its decisions on the local taxpayer. The result is that District has consistently ranked near the bottom in per pupil spending in the county, while providing its students with an excellent education. The State of New Jersey continues to add costly mandates while maintaining or reducing state aid with a 2% budget CAP. Despite the challenging environment, the Nutley Board of Education is committed to move forward with the expectation of full compliance to regulations, adherence to the strict budget CAP and understanding of the difficult economic conditions of our taxpayers while continuing to provide high quality instruction to students.

3. 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 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 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.

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

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

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

4. 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, special revenue fund, and debt service fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

5. 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. These funds are explained in "Notes to the Financial Statements", Note 1.

6. DEBT ADMINISTRATION:

As of June 30, 2025, the District's outstanding debt consisted of $26,804,728 in general obligation bonds to provide funds for capital improvements to the District's buildings and grounds. There are two bonds consisting of the total mentioned above and they are for bonds issued in 2007 and 2012.

7. CASH MANAGEMENT:

The investment policy of the District is guided in large part by state statute as detailed in "Notes to Financial Statements." 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 by the state legislature in 1970 to protect Governmental Units from a loss of funds on deposit with failed banking institutions in New Jersey. The law requires Governmental Units to deposit public funds only in depositories located in New Jersey, where the funds are secured in accordance with the Act. Depositories are approved annually at the organization meeting.

8. RISK MANAGEMENT:

The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft on property and contents, and fidelity bonds. The schedule of insurance is listed in the statistical section.

9. OTHER INFORMATION:

Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia was appointed as auditor at the Board's annual re-organizational meeting. In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirements of the Single Audit Act (Uniform Guidance) as amended and related to OMB Circular A-133 and state Treasury Circular Letter 15-08 OMB. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

10. ACKNOWLEDGMENTS:

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

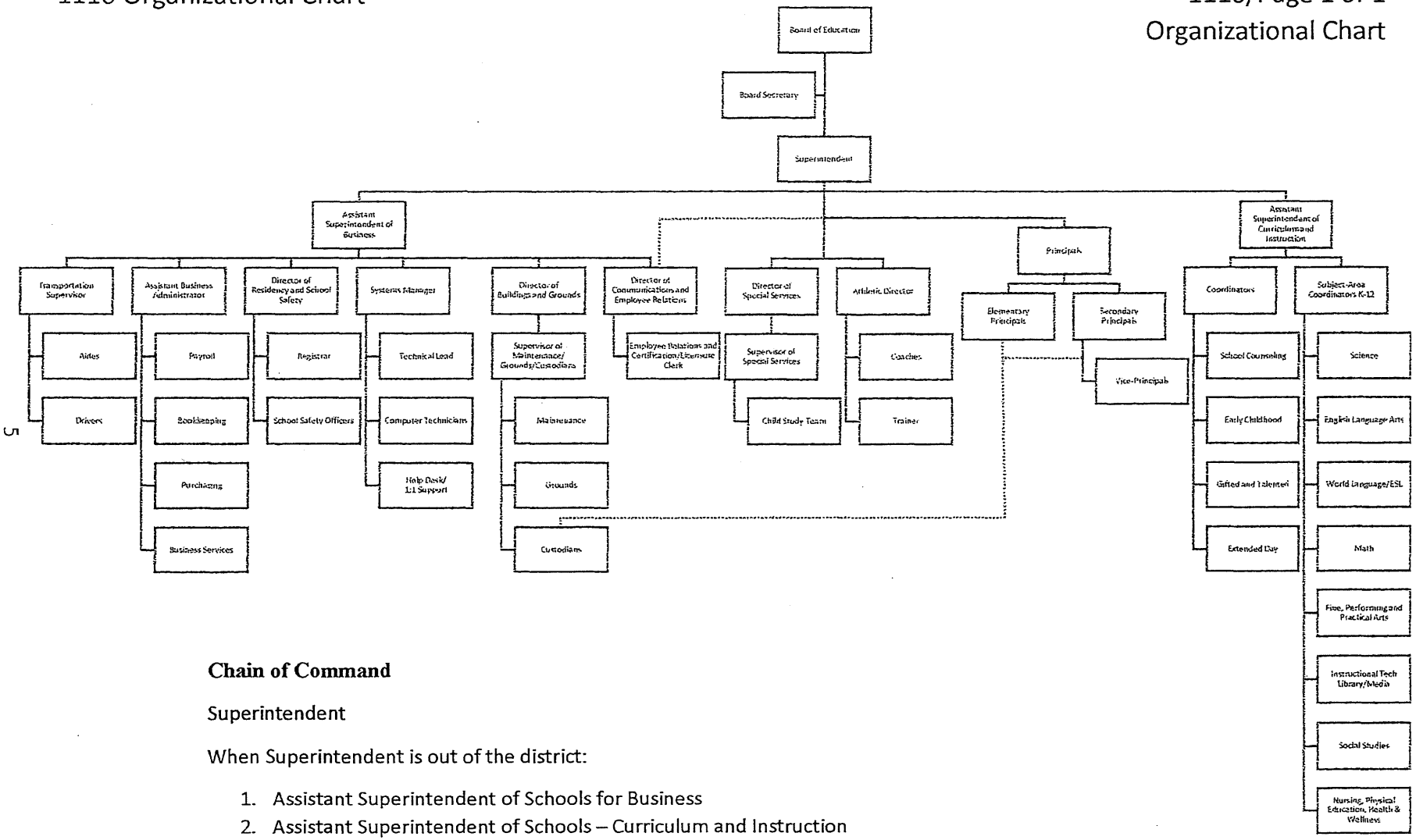
Respectfully submitted,

Kent Bania
Superintendent of Schools

Michael Devita
Business Administrator/Board Secretary

POLICY

1110 Organizational Chart



Chain of Command

Superintendent

When Superintendent is out of the district:

1. Assistant Superintendent of Schools for Business
2. Assistant Superintendent of Schools – Curriculum and Instruction
3. Assistant Business Administrator

Approved: Oct 17 2022

Nutley Board of Education

Nutley, New Jersey

ROSTER OF OFFICIALS

JUNE 30, 2025

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Salvatore Ferraro, President	2026
Thomas D'Elia, Vice President	2025
Salvatore Balsamo	2026
Lisa Danchak-Martin	2026
Daniel Fraginals	2027
Stephen Gilberti	2027
Charles W. Kucinski	2025
Theresa Quirk	2025
Nicholas Scotti	2027

OTHER OFFICIALS

Kent Bania, Superintendent

Michael Devita, Business Administrator/Board Secretary

Joanne Wilson, Treasurer

Nutley Board of Education
Consultants and Advisors

Special Counsel

Chasan, Lamparello, Mallon & Capuzzo
300 Lighting Way
Secaucus, NJ 07094

Audit Firm

Nisivoccia LLP, CPAs
200 Valley Road, Suite 300
Mount Arlington, NJ 07856
And
11 Lawrence Road
Newton, NJ 07860
And
1140 Route 22 East, Suite 203
Bridgewater, New Jersey 08807

Attorney

Chasan Lamparello Mallon & Cappuzzo, PC
300 Lighting Way
Secaucus, NJ 07094

Official Depositories

TD Bank, NA
575 Kingsland Street
Nutley, NJ 07110

BCB Bank
591-595 Avenue C
Bayonne, NJ 07002

FINANCIAL SECTION

NISIVOCCIA
ASSURANCE · TAX · ADVISORY

Mount Arlington, NJ
Newton, NJ
Bridgewater, NJ

973.298.8500
nisivoccia.com

Independent Member
BKR International

Independent Auditors' Report

The Honorable President and Members
of the Nutley Board of Education
County of Essex, New Jersey

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinions

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

Emphasis of Matter

As discussed in Note 19 to the financial statements, the District implemented GASB Statement No. 101, Compensated Absences, during the fiscal year ended June 30, 2025. Our opinions are not modified with respect to this matter.

Other Matters

The financial statements of the District as of June 30, 2024 were audited by other auditors whose report dated November 4, 2024 expressed an unmodified opinion on those statements.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 20, 2025 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.

November 20, 2025
Mount Arlington, New Jersey

NISIVOCCIA LLP

Raymond A. Sarinelli

Raymond Sarinelli
Licensed Public School Accountant #2549
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS

NUTLEY BOARD OF EDUCATION
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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

Overview of the Financial Statements

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

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

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

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

Figure A-1
Organization of K-12 School District's Financial Report

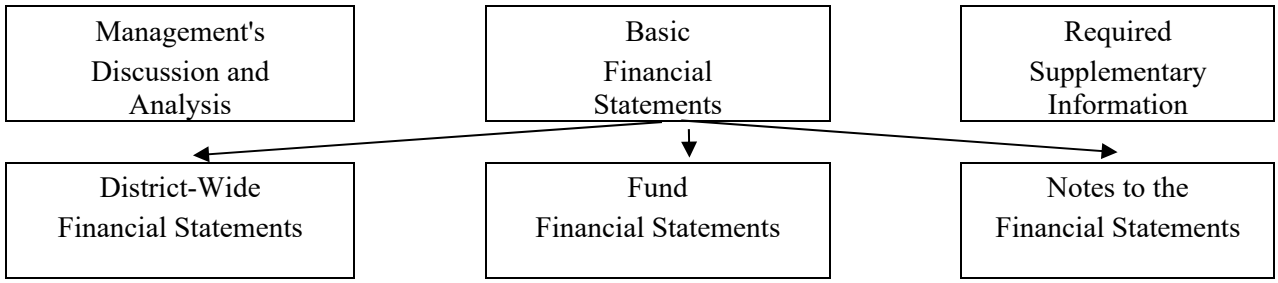


Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents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

Figure A-2

Major Features of the District-Wide and Fund Financial Statements

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

District-wide Statements

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

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

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

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

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

Fund Financial Statements

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

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

The District has two kinds of funds:

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

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

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

Financial Analysis of the District as a Whole

Net Position. The District's combined net position at June 30, 2025 increased by $6,165,864 from the previous year. The net position from governmental activities increased $5,798,188 and the net position from business-type activities increased $367,676. The net investment in capital assets increased by $524,991. Restricted net position increased by $1,724,368. Unrestricted net position increased by $3,916,505.

Figure A-3
Condensed Statement of Net Position

	Government Activities		Business-Type Activities		Total School District		Total
	2024/2025	(Restated) 2023/2024	2024/2025	(Restated) 2023/2024	2024/2025	(Restated) 2023/2024	Percentage Change
Current and Other Assets	$ 10,080,807	$ 12,106,291	$ 705,449	$ 557,715	$ 10,786,256	$ 12,664,006	
Capital Assets, Net	40,368,788	42,160,301	107,417	116,318	40,476,205	42,276,619	
Lease Assets, Net	673,330	939,038			673,330	939,038	
Total Assets	51,122,925	55,205,630	812,866	674,033	51,935,791	55,879,663	-7.06%
Deferred Outflows of Resources	3,573,343	2,278,216			3,573,343	2,278,216	56.85%
Other Liabilities	10,444,951	11,100,228	69,159	298,002	10,514,110	11,398,230	
Long-Term Liabilities	44,543,297	52,177,084			44,543,297	52,177,084	
Total Liabilities	54,988,248	63,277,312	69,159	298,002	55,057,407	63,575,314	-13.40%
Deferred Inflows of Resources	1,122,352	1,419,054			1,122,352	1,419,054	-20.91%
Net Position:							
Net Investment in Capital Assets	17,162,870	16,628,978	107,417	116,318	17,270,287	16,745,296	
Restricted	4,863,227	3,138,859			4,863,227	3,138,859	
Unrestricted / (Deficit)	(23,440,429)	(26,980,357)	636,290	259,713	(22,804,139)	(26,720,644)	
Total Net Position / (Deficit)	$ (1,414,332)	$ (7,212,520)	$ 743,707	$ 376,031	$ (670,625)	$ (6,836,489)	90.19%

Figure A-4
Changes in Net Position from Operating Results

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2024/2025	2023/2024	2024/2025	2023/2024	2024/2025	2023/2024	
Revenue:							
Program Revenue:							
Charges for Services	$ 329,773	$ 578,789	$ 2,185,041	$ 2,190,084	$ 2,514,814	$ 2,768,873	
Operating Grants & Contributions	23,945,436	22,447,984	533,784	440,592	24,479,220	22,888,576	
Capital Grants & Contributions		907,941				907,941	
General Revenue:							
Property Taxes	67,845,368	64,820,809			67,845,368	64,820,809	
Unrestricted Federal & State Aid	7,281,602	5,559,427			7,281,602	5,559,427	
Other	393,752	338,747	15,701	15,027	409,453	353,774	
Total Revenue	99,795,931	94,653,697	2,734,526	2,645,703	102,530,457	97,299,400	5.38%
Expenses:							
Instruction	55,492,116	62,657,567			55,492,116	62,657,567	
Pupil & Instruction Services	17,314,195	13,609,215			17,314,195	13,609,215	
Administrative & Business	7,836,445	9,546,399			7,836,445	9,546,399	
Maintenance & Operations	8,740,845	9,110,736			8,740,845	9,110,736	
Transportation	3,172,393	3,411,689			3,172,393	3,411,689	
Other	1,151,749	1,103,769	2,656,850	2,957,077	3,808,599	4,060,846	
Total Expenses	93,707,743	99,439,375	2,656,850	2,957,077	96,364,593	102,396,452	-5.89%
Transfers	(290,000)	(409,972)	290,000	409,972			
Change in Net Position	$ 5,798,188	$(5,195,650)	$ 367,676	$ 98,598	$ 6,165,864	$(5,097,052)	220.97%

Governmental Activities

The financial position of the District increased significantly from the prior year. However, the District is below adequacy, which causes a severe strain on maintaining the budget. Careful management of expenses remains essential for the District to sustain its financial health. Among the many significant cost savings actions implemented or continued during the year were:

- Participation in an insurance pool operated by Suburban Metro Joint Insurance Fund resulting in low cost property, liability and workers compensation insurance.
- Participation in Joint Transportation Agreements.
- Participation in joint purchasing agreements.

It is crucial that the District examine its expenses carefully. Increasing parental and student demands for new activities and programs must be evaluated thoroughly. District resources are at their tightest level in a decade.

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

Figure A-5
Net Cost of Governmental Activities

	Total Costs of Services		Net Cost of Services	
	2024/2025	2023/2024	2024/2025	2023/2024
Instruction	$ 55,492,116	$ 62,657,567	$ 33,965,002	$ 45,389,357
Pupil and Instruction Services	17,314,195	13,609,215	16,109,403	9,668,909
Administrative and Business	7,836,445	9,546,399	6,887,131	8,896,787
Maintenance and Operations	8,740,845	9,110,736	8,740,845	7,750,927
Transportation	3,172,393	3,411,689	2,578,404	2,694,912
Other	1,151,749	1,103,769	1,151,749	1,103,769
	$ 93,707,743	$ 99,439,375	$ 69,432,534	$ 75,504,661

Business-Type Activities

Net position from the District's business-type activity increased by $162,189 (Refer to Figure A-4). The most significant factor contributing to these results was an increase in operating revenue due to an increase in sales.

Financial Analysis of the District's Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned General Fund fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year. The financial performance of the District as a whole is reflected in its governmental funds as well. As the District completed the year, its governmental funds reported a combined fund balance of $5,575,674, an increase of $4,149,678 from last year's fund balance of $1,425,996. Revenues and other financing sources for the District's governmental funds were $110,290,107 and total expenditures and other financing uses were $90,151,892.

General Fund Budgetary Highlights

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

- Implementing budgets for specially funded projects, which include both federal and state grants.
- Reappropriation of June 30, 2023 encumbrances.
- Appropriation of prior year unbudgeted extraordinary aid

Capital Assets

At year-end, the District had $40,476,205 in capital assets as shown in Figure A-6. Overall Capital Assets had a net decrease of $1,800,414 or 4.26% under the prior year. The District had $36,172 of additions offset by $1,836,586 of depreciation expense. (More detailed information about the District's capital assets is presented in Note 6 to the financial statements.)

Figure A-6
Capital Assets (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total School District		Total
	2024/2025	(Restated) 2023/2024	2024/2025	(Restated) 2023/2024	2024/2025	(Restated) 2023/2024	Percentage Change
Land	$ 444,337	$ 444,337			$ 444,337	$ 444,337	0.00%
Buildings and Building Improvements	38,451,149	39,989,981			38,451,149	39,989,981	
Machinery and Equipment	1,473,302	1,725,983	$ 107,417	$ 116,318	1,580,719	1,842,301	
Total Capital Assets (Net of Depreciation)	$ 40,368,788	$ 42,160,301	$ 107,417	$ 116,318	$ 40,476,205	$ 42,276,619	-4.26%

Long-term Liabilities

At year-end, the District had $23,120,000 in general obligation bonds, $1,209,793 in unamortized bond premium, $650,113 in financed purchases outstanding, $790,254 in leases payable and $9,000,000 in State aid advance loan payable as shown in Figure A-7. (More detailed information about the District's long-term liabilities is presented in Note 8 to the financial statements.)

Figure A-7
Outstanding Long-Term Liabilities

	Total School District		
	2024/2025	(Restated) 2023/2024	Percentage Change
General Obligation Bonds (Financed with Property Taxes)	$ 23,120,000	$ 25,450,000	
Unamortized Bond Premium	1,209,793	1,361,018	
Financed Purchases Payable	125,273	454,510	
Leases Payable	790,254	1,052,907	
State Aid Advance Loan Payable	9,000,000	9,000,000	
Net Pension Liability	12,880,948	13,485,495	
Compensated Absences	1,606,598	1,373,154	
	$ 48,732,866	$ 52,177,084	-6.60%

- The District retired $2,330,000 of serial bonds payable.
- The unamortized bond premium decreased $151,225
- The District retired $329,237 of the financed purchases in the current year.
- The District retired $262,653 of the leases payable in the current year.
- The compensated absence payable increased $233,444.
- The net pension liability decreased $604,547.

Factors Bearing on the District's Future

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

- The primary factors were the District's projected student population, anticipated state and federal aid as well as increasing labor and related employee benefit costs. Other budgetary increases are anticipated with special education, and utilizes the required investment to repair the District's aging facilities.
- These expenditures are to be paid for by the mandated 2% CAP on the property tax levy with certain allowable adjustments to the tax levy. In the future, any such allowable adjustments may not be permitted.

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Michael Devita Business Administrator/Board Secretary at the Board of Education Office at 371 Franklin Avenue, Nutley, NJ 07110.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

NUTLEY BOARD OF EDUCATION
STATEMENT OF NET POSITION
JUNE 30, 2025

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	$ 1,570,644	$ 751,945	$ 2,322,589
Cash with Fiscal Agents	519,324		519,324
Receivable from Federal Government	295,810	15,714	311,524
Receivable from State Government	2,853,047	768	2,853,815
Receivable from Other Governments	4,462	38,287	42,749
Other Accounts Receivable		53,444	53,444
Other Assets	12,523		12,523
Internal Balances	175,731	(175,731)	
Inventories		21,022	21,022
Restricted Assets:			
Cash and Cash Equivalents	4,649,266		4,649,266
Capital Assets:			
Sites (Land)	444,337		444,337
Depreciable Buildings and Building Improvements and Machinery and Equipment	39,924,451	107,417	40,031,868
Lease Assets, Net	673,330		673,330
Total Assets	51,122,925	812,866	51,935,791
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflows Related to Pensions	2,207,271		2,207,271
Deferred Amount on Refunding	1,366,072		1,366,072
Total Deferred Outflows of Resources	3,573,343		3,573,343
LIABILITIES			
Accounts Payable	2,522,661	6,704	2,529,365
Accrued Liability for Insurance Claims	2,369,324		2,369,324
Payable to Federal Government	31,497		31,497
Payable to State Government	149,590		149,590
Accrued Interest Payable	396,976		396,976
Unearned Revenue	785,334	62,455	847,789
Noncurrent Liabilities:			
Due Within One Year	4,189,569		4,189,569
Due Beyond One Year	44,543,297		44,543,297
Total Liabilities	54,988,248	69,159	55,057,407
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows Related to Pensions	1,122,352		1,122,352
Total Deferred Inflows of Resources	1,122,352		1,122,352

NUTLEY BOARD OF EDUCATION
STATEMENT OF NET POSITION
JUNE 30, 2025

	Governmental Activities	Business-Type Activities	Total
NET POSITION			
Net Investment in Capital Assets	$ 17,162,870	$ 107,417	$ 17,270,287
Restricted for:			
Capital Projects	1,818,240		1,818,240
Debt Service	13,961		13,961
Maintenance	852,237		852,237
2024-2025 Repayment of Advanced State Aid, Restricted Per N.J.S.A. 18A:7A-56	200,000		200,000
Unemployment Compensation	591,329		591,329
Scholarships	1,166,730		1,166,730
Student Activities	220,730		220,730
Unrestricted/(Deficit)	(23,440,429)	636,290	(22,804,139)
Total Net Position	$ (1,414,332)	$ 743,707	$ (670,625)

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

NUTLEY BOARD OF EDUCATION
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Functions/Programs	Expenses	Program Revenue: Charges for Services	Program Revenue: Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Business-Type Activities	Net (Expense) Revenue and Changes in Net Position: Total
Governmental Activities:						
Instruction:						
Regular	$ 40,672,970	$ 17,817	$ 9,066,960	$ (31,588,193)		$ (31,588,193)
Special Education	11,839,272		12,106,365	267,093		267,093
Other Instruction	1,468,663		182,335	(1,286,328)		(1,286,328)
School-Sponsored Instruction	1,511,211		153,637	(1,357,574)		(1,357,574)
Support Services:						
Tuition	6,821,530			(6,821,530)		(6,821,530)
Student & Instruction Related Services	10,492,665	309,441	895,351	(9,287,873)		(9,287,873)
General Administrative Services	1,382,574		150,905	(1,231,669)		(1,231,669)
School Administrative Services	4,861,349		610,852	(4,250,497)		(4,250,497)
Central Services and Administrative Information Technology	1,592,522		187,557	(1,404,965)		(1,404,965)
Plant Operations and Maintenance	8,740,845			(8,740,845)		(8,740,845)
Pupil Transportation	3,172,393	2,515	591,474	(2,578,404)		(2,578,404)
Interest on Long-Term Liabilities	905,606			(905,606)		(905,606)
Capital Outlay	88,649			(88,649)		(88,649)
Transfer to Charter School	157,494			(157,494)		(157,494)
Total Governmental Activities	93,707,743	329,773	23,945,436	(69,432,534)		(69,432,534)

NUTLEY BOARD OF EDUCATION
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

Functions/Programs	Expenses	Program Revenue: Charges for Services	Program Revenue: Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Business-Type Activities	Total
Business-Type Activities:						
Food Service	$ 1,721,722	$ 890,203	$ 533,784		$ (297,735)	$ (297,735)
Summer Enrichment	935,128	1,294,838			359,710	359,710
Total Business-Type Activities	2,656,850	2,185,041	533,784		61,975	61,975
Total Primary Government	$ 96,364,593	$ 2,514,814	$ 24,479,220	$ (69,432,534)	$ 61,975	$ (69,370,559)
General Revenue and Transfers:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				$ 65,488,901		$ 65,488,901
Taxes Levied for Debt Service				2,356,467		2,356,467
Federal and State Aid not Restricted				7,281,602		7,281,602
Miscellaneous Income				393,752	$ 15,701	409,453
Transfers				(290,000)	290,000	
Total General Revenue and Transfers				75,230,722	305,701	75,536,423
Change in Net Position				5,798,188	367,676	6,165,864
Net Position (Deficit)- Beginning (Restated)				(7,212,520)	376,031	(6,836,489)
Net Position (Deficit) - Ending				$ (1,414,332)	$ 743,707	$ (670,625)

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

FUND FINANCIAL STATEMENTS

NUTLEY BOARD OF EDUCATION
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025

	General Fund	Special Revenue Fund	Debt Service Fund	Total Governmental Funds
ASSETS:				
Cash and Cash Equivalents	$ 970,811	$ 585,872	$ 13,961	$ 1,570,644
Cash with Fiscal Agents	519,324			519,324
Receivables From Federal Government		295,810		295,810
Receivables From State Government	2,789,729	63,318		2,853,047
Receivables From Other Governments		4,462		4,462
Other Assets	12,523			12,523
Interfund Receivable	175,731			175,731
Restricted Cash and Cash Equivalents	3,261,806	1,387,460		4,649,266
Total Assets	$ 7,729,924	$ 2,336,922	$ 13,961	$ 10,080,807
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Accounts Payable	$ 916,939	$ 252,449		$ 1,169,388
Accrued Liability for Insurance Claims	2,369,324			2,369,324
Intergovermental Accounts Payable - Federal		31,497		31,497
Intergovermental Accounts Payable - State		149,590		149,590
Unearned Revenue		785,334		785,334
Total Liabilities	3,286,263	1,218,870		4,505,133
Fund Balances:				
Restricted:				
Capital Reserve Account	1,818,240			1,818,240
Maintenance Reserve	852,237			852,237
Unemployment Compensation	591,329			591,329
Repayment of Advanced State Aid, Restricted Per N.J.S.A. 18A:7A-56	200,000			200,000
Scholarships		1,166,730		1,166,730
Student Activities		220,730		220,730
Debt Service			$ 13,961	13,961
Assigned:				
Year-End Encumbrances	830,218			830,218
Unassigned/(Deficit)	151,637	(269,408)		(117,771)
Total Fund Balances	4,443,661	1,118,052	13,961	5,575,674
Total Liabilities and Fund Balances	$ 7,729,924	$ 2,336,922	$ 13,961	$ 10,080,807

NUTLEY BOARD OF EDUCATION
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025

Amounts Reported for Governmental Activities in the Statement of Net Position (A-1) are Different Because:

Total Fund Balances from Above	$ 5,575,674
Capital Assets Used in Governmental Activities are not Financial Resources and therefore are not Reported in the Funds.	40,368,788
Leased Assets used in Governmental Activities are not financial resources and therefore are not reported in the funds.	673,330
Interest on long-term liabilities is not accrued in governmental funds, but rather is recognized as an expenditure when due.	(396,976)
Long-Term Liabilities, Including Bonds Payable, Financed Purchases Payable, Leases Payable and Compensated Absences are Not Due and Payable in the current period and therefore are not reported as liabilities in the funds.	(35,851,918)
The deferred amount on the refunding is not reported as an expenditure on the Governmental Funds in the year of the expenditure.	1,366,072
The Net Pension Liability for PERS is not Due and Payable in the Current Period and is not reported in the Governmental Funds.	(12,880,948)
Certain Amounts Related to the Net Pension Liability are Deferred and Amortized in the Statement of Activities and are not reported in the Governmental Funds.	
Deferred Outflows	853,998
Deferred Inflows	(1,122,352)
Net Position of Governmental Activities	$ (1,414,332)

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

NUTLEY BOARD OF EDUCATION
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES:					
Local Sources:					
Local Tax Levy	$ 65,488,901			$ 2,356,467	$ 67,845,368
Tuition From Individuals	15,845				15,845
Tuition From Other LEAs Within the State	17,817				17,817
Interest Earned on Maintenance Reserve	17,555				17,555
Interest Earned on Capital Reserve Funds	17,555				17,555
Rents and Royalties	2,515				2,515
Restricted Miscellaneous Revenue	192,310	$ 309,441			501,751
Unrestricted Miscellaneous Revenues	166,332	55,698			222,030
Total - Local Sources	65,918,830	365,139		2,356,467	68,640,436
State Sources	35,643,609	3,211,936		841,109	39,696,654
Federal Sources	69,896	1,883,121			1,953,017
Total Revenues	101,632,335	5,460,196		3,197,576	110,290,107
EXPENDITURES:					
Current:					
Regular Instruction	22,211,232	4,618,117			26,829,349
Special Education Instruction	7,328,854	1,133,070			8,461,924
Other Instruction	861,067				861,067
School-Sponsored	1,041,537				1,041,537
Support Services and Undistributed Costs:					
Tuition	6,821,530				6,821,530
Student and Other Instruction Related Services	6,569,727	242,926			6,812,653
General Administration Services	1,174,096				1,174,096
School Administration Services	2,993,725				2,993,725
Central Services & Administrative Information Technology	1,017,340				1,017,340
Plant Operations and Maintenance	5,683,469				5,683,469
Student Transportation	2,451,679				2,451,679

NUTLEY BOARD OF EDUCATION
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
EXPENDITURES:					
Current:					
Support Services and Undistributed Costs:					
Unallocated Benefits	$ 38,090,299				$ 38,090,299
Debt Service:					
Interest and Other Charges				$ 894,490	894,490
Principal				2,330,000	2,330,000
Capital Outlay	116,117	$ 113,660			229,777
Transfer of Funds to Charter School	157,494				157,494
Total Expenditures	96,518,166	6,107,773		3,224,490	105,850,429
Excess/(Deficit) of Revenue Over/(Under) Expenditures	5,114,169	(647,577)		(26,914)	4,439,678
OTHER FINANCING SOURCES/(USES):					
Transfers In/(Out)	(846,345)	415,064	$ 141,281		(290,000)
Total Other Financing Sources/(Uses)	(846,345)	415,064	141,281		(290,000)
Net Change in Fund Balances	4,267,824	(232,513)	141,281	(26,914)	4,149,678
Fund Balance/(Deficit) - July 1	175,837	1,350,565	(141,281)	40,875	1,425,996
Fund Balance - June 30	$ 4,443,661	$ 1,118,052	$ -0-	$ 13,961	$ 5,575,674

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

NUTLEY BOARD OF EDUCATION
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Total Net Change in Fund Balances - Governmental Funds (Exhibit B-2)			$ 4,149,678
Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:			
Capital outlays related to capital assets 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 differ from depreciation.			
	Depreciation Expense	$ (1,824,590)	
	Capital Asset Additions	33,077	
			(1,791,513)
Capital Outlays related to lease assets are reported in the Governmental Funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over the shorter of their estimated useful lives or lease term as amortization expense. This is the amount by which capital outlays differ from amortization during the period.			
	Amortization Expense		(265,708)
In the statement of activities, certain operating expenses, e.g., compensated absences are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).			(233,444)
Repayment of serial bonds is an expenditure in the Governmental Funds, but the repayment reduces Long-Term Liabilities in the Statement of Net Position and is not reported in the Statement of Activities.			2,330,000
Repayment of financed purchases principal is an expenditure in the governmental funds but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.			329,237

NUTLEY BOARD OF EDUCATION
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Repayment of leases principal is an expenditure in the governmental funds but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.	$	262,653
The Governmental Funds report the effect of bond premiums when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities (+).		151,225
The Governmental Funds report the effect of the deferred amount on bond refunding when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities (-).		(175,282)
In the Statement of Activities, interest on long term liabilities in the Statement of Activities is accrued, regardless of when due. In the Governmental Funds, interest is reported when due. When the accrued interest exceeds the interest paid, the difference is a reduction in the reconciliation (-); when the interest paid exceeds the accrued interest, the difference is an addition to the reconciliation (+).		22,957
The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:		
Changes in Net Pension Liability		604,547
Change in Deferred Outflows		117,136
Change in Deferred Inflows		296,702
Change in Net Position of Governmental Activities (Exhibit A-2)	$	5,798,188

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

NUTLEY BOARD OF EDUCATION
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2025

	Business-Type Activities Enterprise Funds		
	Major Funds		Total
	Extended Day	Food Service	Enterprise Funds
ASSETS:			
Current Assets:			
Cash and Cash Equivalents	$ 539,790	$ 212,155	$ 751,945
Intergovernmental Accounts Receivable:			
Federal		15,714	15,714
State		768	768
Accounts Receivable - Other		38,287	38,287
Student Accounts Receivable		53,444	53,444
Inventories		21,022	21,022
Total Current Assets	539,790	341,390	881,180
Non-Current Assets:			
Capital Assets		370,623	370,623
Less: Accumulated Depreciation		(263,206)	(263,206)
Total Non-Current Assets		107,417	107,417
Total Assets	539,790	448,807	988,597
LIABILITIES:			
Current Liabilities:			
Accounts Payable	5,441	1,263	6,704
Interfund Payable - General Fund	100,000	75,731	175,731
Unearned Revenue - Prepaid Sales		56,124	56,124
Unearned Revenue - Donated Commodities		6,331	6,331
Total Current Liabilities	105,441	139,449	244,890
NET POSITION:			
Investment in Capital Assets		107,417	107,417
Unrestricted	434,349	201,941	$ 636,290
Total Net Position	$ 434,349	$ 309,358	$ 743,707

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

NUTLEY BOARD OF EDUCATION
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Business-Type Activities Enterprise Funds		
	Major Funds		Total
	Extended Day	Food Service	Enterprise Funds
Operating Revenue:			
Local Sources:			
Daily Sales - Reimbursable Meals		$ 563,292	$ 563,292
Daily Sales - Non-Reimbursable Meals		326,826	326,826
Extended Day Fees	$ 1,294,838		1,294,838
Miscellaneous		85	85
Total Operating Revenue	1,294,838	890,203	2,185,041
Operating Expenses:			
Cost of Sales - Reimbursable Programs		407,120	407,120
Cost of Sales - Non-Reimbursable Programs		236,213	236,213
Salaries, Benefits & Payroll Taxes	925,529	906,877	1,832,406
Supplies, Insurance & Other Costs	9,599	62,083	71,682
Management Fee		79,249	79,249
Miscellaneous		18,184	18,184
Depreciation Expense		11,996	11,996
Total Operating Expenses	935,128	1,721,722	2,656,850
Operating Loss	359,710	(831,519)	(471,809)
Non-Operating Revenue:			
Local Sources:			
Interest Income	9,359	6,342	15,701
Northwest Essex		80,018	80,018
State Sources:			
State School Lunch Program		14,787	14,787
State School Breakfast Program		44	44
New Jersey Expanded Income Eligibility - Lunch		1,289	1,289
Federal Sources:			
National School Lunch Program		333,107	333,107
School Breakfast Program		7,709	7,709
NSLP Equipment Grant		3,095	3,095
Summer Electronic Benefit Transfer		643	643
Local Food for Schools		6,039	6,039
Food Distribution Program		87,053	87,053
Total Non-Operating Revenue	9,359	540,126	549,485
Change in Net Position Before Transfers	369,069	(291,393)	77,676
Transfer In - General Fund - Board Contribution		290,000	290,000
Change in Net Position After Transfers	369,069	(1,393)	367,676
Net Position - Beginning of Year (Restated)	65,280	310,751	376,031
Net Position - End of Year	$ 434,349	$ 309,358	$ 743,707

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

NUTLEY BOARD OF EDUCATION
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Business-Type Activities Enterprise Funds		
	Major Funds		Total
	Extended Day	Food Service	Enterprise Funds
Cash Flows from Operating Activities:			
Receipts from Customers	$ 1,294,838	$ 903,298	$ 2,198,136
Payments for Employees	(950,135)		(950,135)
Payments to Food Service Vendor		(906,877)	(906,877)
Payments to Suppliers		(938,735)	(938,735)
Net Cash Used for Operating Activities	344,703	(942,314)	(597,611)
Cash Flows from Investing Activities:			
Local Sources:			
Interest Income	9,359	6,342	15,701
Net Cash Provided by Investing Activities	9,359	6,342	15,701
Cash Flows from Capital and Related Financing Activities:			
Acquisition of Capital Assets		(3,095)	(3,095)
Net Cash Used for Capital and Related Financing Activities		(3,095)	(3,095)
Cash Flows from Noncapital Financing Activities:			
Local Sources		65,489	65,489
State Sources		18,273	18,273
Federal Sources		382,801	382,801
Cash Received from Transfers - General Fund		290,000	290,000
Cash Disbursed to Transfers - General Fund	(300,000)		(300,000)
Net Cash Provided by/(Used for) Noncapital Financing Activities	(300,000)	756,563	456,563
Net Increase/(Decrease) in Cash and Cash Equivalents	54,062	(182,504)	(128,442)
Cash and Cash Equivalents, July 1	485,728	394,659	880,387
Cash and Cash Equivalents, June 30	$ 539,790	$ 212,155	$ 751,945
Reconciliation of Operating Loss to Net Cash Used for Operating Activities:			
Operating Loss	$ 359,710	$ (831,519)	$ (471,809)
Adjustment to Reconcile Operating Loss to Net Cash Used for Operating Activities:			
Depreciation		11,996	11,996
Food Distribution Program		87,053	87,053
Changes in Assets and Liabilities:			
(Increase)/Decrease in Accounts Receivable		(14,529)	(14,529)
(Increase)/Decrease in Accounts Receivable - Students		25,046	25,046
(Increase)/Decrease in Inventory		(6,756)	(6,756)
Increase/(Decrease) in Unearned Revenue - Donated Commodities		6,331	6,331
Increase/(Decrease) in Unearned Revenue - Prepaid Sales		2,578	2,578
Increase/(Decrease) in Accounts Payable	(15,007)	(222,514)	(237,521)
Net Cash Used for Operating Activities	$ 344,703	$ (942,314)	$ (597,611)

Noncash Investing and Financing Activities:

The Food Service Enterprise Fund received $90,184 and utilized $87,053 of commodities from the Federal Food Distribution Program for the fiscal year ended June 30, 2025.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity:

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

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

B. Basis of Presentation:

District-Wide Financial Statements:

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

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

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function. Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements. Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements:

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

The District reports the following governmental funds:

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

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

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

B. Basis of Presentation: (Cont'd)

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

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

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

The District reports the following proprietary fund:

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

C. Measurement Focus and Basis of Accounting

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

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

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

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

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

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

D. Budgets/Budgetary Control:

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

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

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

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

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

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

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	$ 99,663,024	$ 5,772,925
Differences - Budgetary to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, whereas the GAAP Basis does not.		(43,321)
Prior Year State Aid Payments Recognized for GAAP Statements, not Recognized for Budgetary Statements	3,204,818	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(1,235,507)	(269,408)
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	$ 101,632,335	$ 5,460,196

	General Fund	Special Revenue Fund
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	$ 96,518,166	$ 6,151,094
Differences - Budgetary to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		(43,321)
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	$ 96,518,166	$ 6,107,773

E. Cash and Cash Equivalents:

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

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

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

E. Cash and Cash Equivalents (Cont'd):

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

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

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

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

F. Interfund Transactions:

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

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

G. Allowance for Uncollectible Accounts:

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

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

H. Encumbrances:

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

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

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

I. Short-term Interfund Receivables/Payables:

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

J. Inventories and Prepaid Expenses:

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

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

K. Capital Assets:

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

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

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

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

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

L. Lease Assets

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

M. Subscription Assets

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

N. Long Term Liabilities:

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

O. Accrued Salaries and Wages:

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

P. Compensated Absences:

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. Upon termination, employees are paid for accrued vacation. The District's policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years.

Upon retirement, employees shall be paid by the District for the unused sick leave in accordance with the District's agreements with the various employee unions.

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

Q. Lease Payable

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

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

R. Subscription Payable

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

S. Unearned Revenue:

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

T. Fund Balance Appropriated:

General Fund: Of the $4,443,661 General Fund balance at June 30, 2025, $1,818,240 is restricted for capital reserve; $852,237 is restricted for maintenance reserve; $591,329 is restricted for unemployment compensation; $200,000 is restricted for repayment of state aid advance as per N.J.S.A. 18A:7a-56. and will be appropriated and included as anticipated revenue for the fiscal year ended June 30, 2027; $852,237 is assigned for year end encumbrances; Additionally, there is a fund balance of $151,637 in unassigned (which is $1,235,507 less than unassigned fund balance, on a Budgetary basis, due to the final state aid payments, which are not recognized until the fiscal year ended June 30, 2026).

Special Revenue Fund: Of the fund balance in the Special Revenue Fund of $1,118,052 at June 30, 2025, $220,730 is restricted for Student Activities; $1,166,730 is restricted for Scholarships and there is a deficit in unassigned fund balance of $269,408 at June 30, 2025 in the Special Revenue Fund on a GAAP basis due to the final two state aid payments, which are not recognized until the fiscal year ended June 30, 2026.

Debt Service Fund: The Debt Service Fund fund balance at June 30, 2025 is $13,961 and is restricted for subsequent year's expenditures.

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, C.73 (S1701) the designation for Restricted Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The District has no excess surplus at June 30, 2025.

The District's fund balance in the General Fund is less on a GAAP basis than the budgetary basis by $1,235,507 in the General Fund and $269,408 in the Special Revenue Fund, as reported in the fund statements (modified accrual basis). P.L. 2003, C.97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the 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 June state aid payments in the subsequent fiscal year, the school district cannot recognize the June state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the June state aid payments and not the fund balance reported on the fund statement which excludes the June state aid payments.

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

U. Deficit Fund Balances / Net Position

The District has a deficit in unrestricted net position of $23,440,429 in governmental activities, which is primarily due to compensated absences payable and net pension liability. The District has a deficit in unassigned fund balance of $269,408 in the Special Revenue Fund as of June 30, 2025 as a result of the last two state aid payments that are not recognized on a GAAP basis. These deficits do not indicate that the District is in financial difficulties and is a permitted practice under generally accepted accounting principles.

V. Net Position

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

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

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

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

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

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

W. Fund Balance Restrictions, Commitments and Assignments:

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

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

W. Fund Balance Restrictions, Commitments and Assignments: (Cont'd)

Fund balance restrictions have been established for a capital reserve, a maintenance reserve, repayment of state aid advance as per N.J.S.A. 18AA;7a-56, unemployment compensation, debt service, student activities, and scholarships.

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

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

X. Revenue - Exchange and Nonexchange Transactions:

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

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

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

Y. Operating Revenue and Expenses:

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

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

Z. Management Estimates:

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

AA. Pensions

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

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

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

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

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

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

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

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

Custodial Credit Risk – The District does not have a policy with respect to custodial credit risk. However, the District ensures that District funds are only deposited in financial institutions in which NJ school districts are permitted to invest their funds.

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

Deposits:

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

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

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

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

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

Investments:

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

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

(2) Government money market mutual funds;

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

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

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

(6) Local government investment pools;

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

Investments: (Cont'd)

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

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

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

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

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

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

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

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

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

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

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

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

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

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

	Cash and Cash Equivalents			
	Restricted	Unrestricted	Fiscal Agents	Total
Checking Accounts	$ 4,649,266	$ 2,322,589	$ 519,324	$ 7,491,179

During the period ended June 30, 2025 the District did not hold any investments except as detailed above. The carrying amount of the District's cash and cash equivalents at June 30, 2025, was $7,491,179 and the bank balance was $10,513,039.

NOTE 4. CAPITAL RESERVE ACCOUNT

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

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

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

Beginning Balance, July 1, 2024	$ 677,663
Increased by:	
Transferred by Board Resolution - June 2025	1,264,464
Transferred from Capital Projects Fund - Unexpended Balances on Completed Projects	23,653
Interest Earnings	17,555
	1,983,335
Decreased by:	
Withdrawal by Board Resolution	(165,095)
Ending Balance, June 30, 2025	$ 1,818,240

The balance in the capital reserve account at June 30, 2025 did not exceed the balance of local support costs of uncompleted capital projects in the District's approved LRFP. The withdrawal from the capital reserve was for use in DOE approved facilities projects, consistent with the District's LFRP.

NOTE 5. MAINTENANCE RESERVE ACCOUNT

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

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

NOTE 5. MAINTENANCE RESERVE ACCOUNT (Cont'd)

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

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

Beginning Balance, July 1, 2024	$ 634,682
Increased by:	
Transferred by Board Resolution - June 2025	200,000
Interest Earnings	17,555
Ending Balance, June 30, 2025	$ 852,237

NOTE 6. CAPITAL ASSETS

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

	(Restated) Beginning Balance	Increases	Decreases/ Adjustments	Ending Balance
Governmental Activities:				
Sites (Land)	$ 444,337			$ 444,337
Total Capital Assets Not Being Depreciated	444,337			444,337
Capital Assets Being Depreciated:				
Buildings and Building Improvements	70,717,520			70,717,520
Machinery and Equipment	6,398,009	$ 33,077		6,431,086
Total Capital Assets Being Depreciated	77,115,529	33,077		77,148,606
Governmental Activities Capital Assets	77,559,866	33,077		77,592,943
Less Accumulated Depreciation for:				
Buildings and Building Improvements	(30,727,539)	(1,538,832)		(32,266,371)
Machinery and Equipment	(4,672,026)	(285,758)		(4,957,784)
	(35,399,565)	(1,824,590)		(37,224,155)
Governmental Activities Capital Assets, Net of Accumulated Depreciation	$ 42,160,301	$ (1,791,513)	$ -0-	$ 40,368,788
Business Type Activities:				
Capital Assets Being Depreciated:				
Machinery and Equipment	$ 367,528	$ 3,095		$ 370,623
Less Accumulated Depreciation	(251,210)	(11,996)		(263,206)
Business Type Activities Capital Assets, Net of Accumulated Depreciation	$ 116,318	$ (8,901)	$ -0-	$ 107,417

NOTE 6. CAPITAL ASSETS (Cont'd)

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	$ 5,230
Special Education	963
Other Instruction	19,915
Student and Instruction Related Services	35,173
General Administration	21,174
School Administration	228
Operations and Maintenance of Plant	1,617,235
Pupil Transportation	124,672
	$ 1,824,590

NOTE 7. LEASE ASSETS

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

	(Restated) Beginning Balance	Increases	Ending Balance
Governmental Activities:			
Lease Assets Being Amortized:			
Machinery and Equipment	$ 1,328,538		$ 1,328,538
Total Lease Assets Being Amortized	1,328,538		1,328,538
Governmental Activities Lease Assets	1,328,538		1,328,538
Less Accumulated Amortization for:			
Machinery and Equipment	(389,500)	$ (265,708)	(655,208)
	(389,500)	(265,708)	(655,208)
Governmental Activities Lease Assets, Net of Accumulated Amortization	$ 939,038	$ (265,708)	$ 673,330

Amortization expense was charged to governmental functions as follows:

Regular Instruction	$ 265,708
	$ 265,708

NOTE 8. LONG-TERM LIABILITIES

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

	(Restated) Beginning Balance	Accrued	Retired	Ending Balance	Due within 1 Year
Serial Bonds Payable	$ 25,450,000		$ 2,330,000	$ 23,120,000	$ 2,635,000
Unamortized Bond Premium	1,361,018		151,225	1,209,793	151,225
State Aid Advance Loan Payable	9,000,000			9,000,000	1,000,000
Leases Payable	1,052,907		262,653	790,254	265,708
Financed Purchases Payable	454,510		329,237	125,273	62,636
Net Pension Liability	13,485,495		604,547	12,880,948	
Compensated Absences Payable	1,373,154	$ 233,444		1,606,598	
	$ 52,177,084	$ 233,444	$ 3,677,662	$ 48,732,866	$ 4,114,569

A. Bonds Payable

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

On April 8, 2015, the District issued debt in the amount of $30,445,000 with interest rates ranging from 3.00% to 5.00% with consent of the taxpayers through a referendum to repair the infrastructure of its buildings. The bonds mature on July 15, 2015 through 2032. On May 17, 2022, the District issued debt in the amount of $4,695,000 with an interest rate of 2.24% with consent of the taxpayers through a referendum to repair the infrastructure of its buildings. The bonds mature on August 15, 2022 through 2029. Subsequent to fiscal year end the District refunded it's series 2015 Refunding Bonds in the amount of $16,595,000. Maturities on the refunding bonds will begin in 2026 and will be amortized through 2032.

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

Purpose	Final Maturity Dates	Interest Rates	Principal Amount
Series 2015 Refunding Bonds	7/15/1932	3.00-5.00%	$ 19,855,000
Series 2022 Refunding Bonds	8/15/2029	2.24%	3,265,000
			$ 23,120,000

Principal and interest due on Serial Bonds outstanding are as follows (prior to refunding in fiscal year 2026):

Fiscal Year	Principal	Interest	Total
2026	$ 2,635,000	$ 810,176	$ 3,445,176
2027	2,710,000	720,412	3,430,412
2028	2,790,000	627,172	3,417,172
2029	2,885,000	525,068	3,410,068
2030	2,985,000	418,800	3,403,800
2031-2033	9,115,000	583,100	9,698,100
	$ 23,120,000	$ 3,684,728	$ 26,804,728

The Debt Service Fund will be used to liquidate the Serial Bonds.

NOTE 8. LONG-TERM LIABILITIES (Cont'd)

B. Bonds Authorized But Not Issued:

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

C. Financed Purchases Payable:

The District's financed purchase relate to financing of Apple Macbooks and Ipads as of June 30, 2025. The financed purchase totaled $250,545 of which $125,272 has been liquidated as of June 30, 2025. The financed purchase is for a term of four years. The schedule of the future minimum financed purchase payments under the District's financed purchase, and the present value of the net minimum financed purchase payments at June 30, 2025 is as follows:

Fiscal Year Ending	Amount
June 30, 2026	$ 62,636
June 30, 2027	62,637
Total Minimum Financed Purchase Payments	125,273
Less: Amount Representing Interest	-0-
Present Value of Net Minimum Financed Purchase Payments	$ 125,273

The current portion of the financed purchases payable as of June 30, 2025 in the governmental activities is $62,636 and the long-term portion is $62,637. The General Fund will be used to liquidate the financed purchases payable in the governmental activities.

D. Leases Payable

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

	Leases Payable			
Purpose	Frequency of Payment	Final Maturity Date	Interest Rate	Amount
371 Franklin Avenue	Monthly	10/20/26	5.09%	$ 500,851
St. Paul's Church	Annual	07/01/27	4.89%	289,403
				$ 790,254

Principal and interest due on leases outstanding will be liquidated through the General Fund and are as follows:

Fiscal Year Ending June 30,	Governmental Activities	
	Principal	Interest
2026	$ 280,570	$ 28,019
2027	299,467	11,202
2028	210,217	5,390
	$ 790,254	$ 44,611

NOTE 8. LONG-TERM LIABILITIES (Cont'd)

E. Compensated Absences

The liability for compensated absences of the governmental fund types is recorded as a long-term liability. The current portion of the compensated absences balance of the governmental funds is $0 and is separated from the long-term portion of $1,606,598. The General Fund will be used to liquidate the governmental funds compensated absences payable.

F. Unamortized Bond Issuance Premium

The unamortized bond issuance premium of the governmental fund types is recorded in the noncurrent liabilities. The current portion of the unamortized bond issuance premium balance of the governmental funds is $151,225 and is separated from the long-term portion of $1,058,568.

G. State Aid Advance Loan Payable

The state aid advance loan payable of the governmental fund types is recorded in the noncurrent liabilities. The current portion of the State Aid Advance Loan Payable balance of the governmental funds is $1,000,000 and is separated from the long-term portion of $8,000,000.

Principal due on State aid advance loan payable outstanding will be liquidated through the General Fund and are as follows:

State Aid Advance Loan Payable

Fiscal Year	Principal
2026	$ 1,000,000
2027	1,000,000
2028	1,000,000
2029	1,000,000
2030	1,000,000
2031-2034	4,000,000
	$ 9,000,000

H. Net Pension Liability

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in current and long-term portions and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2025 is $0 and the long-term portion is $12,880,948. See Note 10 for further information on the PERS.

NOTE 9. TRANSFERS TO CAPITAL OUTLAY

During the year ended June 30, 2025, the District transferred $157,471 to the capital outlay accounts for equipment which did not require County Superintendent approval.

NOTE 10. PENSION PLANS

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

A. Public Employees' Retirement System (PERS)

Plan Description

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

Benefits Provided

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

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

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

Contributions

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

NOTE 10. PENSION PLANS (Cont'd)

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

Contributions (Cont'd)

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

District contributions to PERS amounted to $1,367,644 for the current year. During the fiscal year ended June 30, 2023, the State of New Jersey contributed $41,528 to the PERS for normal pension benefits on behalf of the District.

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

Special Funding Situation

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

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

At June 30, 2025, the District reported a liability of $12,880,948 for its proportionate share of the net pension liability, which was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2024, the District's proportion was 0.0948% for PERS, which was an increase of 0.0017% as of June 30, 2023.

NOTE 10. PENSION PLANS (Cont'd)

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

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

For the fiscal year ended June 30, 2025, the District recognized an actual pension expense of $271,525 for PERS. Additionally, for the fiscal year ended June 30, 2024, the State recognized pension expense for PERS on behalf of the District in the amount of $41,528 and the District recognized pension expense and revenue for the same amount in the fiscal year ended June 30, 2025 financial statements. There was no state proportionate share of net pension liability attributable to the District as of June 30, 2024.

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

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2020	5.16		$ (93,606)
	2021	5.13	$ 16,002	
	2022	5.04		(52,950)
			16,002	(146,556)
Changes in Proportion	2020	5.16	1,852	
	2021	5.13	18,349	
	2022	5.04		(344,249)
	2023	5.08	353,362	
	2024	5.08	206,404	
			579,967	(344,249)
Net Difference Between Projected and Actual	2021	5.00		(884,195)
Investment Earnings on Pension Plan Investments	2022	5.00		1,402,637
	2023	5.00		(363,728)
	2024	5.00		(751,968)
				(597,254)
Difference Between Expected and Actual	2020	5.16	5,215	
Experience	2021	5.13		(12,726)
	2022	5.04		(21,567)
	2023	5.08	66,259	
	2024	5.08	186,555	
			258,029	(34,293)
District Contribution Subsequent to the Measurement Date	2024	1.00	1,353,273	
			$ 2,207,271	$ (1,122,352)

NOTE 10. PENSION PLANS (Cont'd)

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

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

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

Fiscal Year Ending June 30,	Total
2025	$ (545,042)
2026	441,519
2027	(587,708)
2028	212,815
2029	210,061
	$ (268,354)

Actuarial Assumptions

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

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

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

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

NOTE 10. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

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

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

Discount Rate

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

NOTE 10. PENSION PLANS (Cont'd)

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

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

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

	June 30, 2024		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
District's proportionate share of the Net Pension Liability	$ 17,115,613	$ 12,880,948	$ 9,277,271

Pension Plan Fiduciary Net Position

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

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

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

Benefits Provided

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

The following represents the membership tiers for TPAF:

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

NOTE 10. PENSION PLANS (Cont'd)

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

Benefits Provided (Cont'd)

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

Contributions

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

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer. During the fiscal year ended 2025, the State of New Jersey contributed $12,216,491 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required benefit of ($513,932).

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

NOTE 10. PENSION PLANS (Cont'd)

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

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

At June 30, 2025, the District reported a liability of $140,886,301 for its proportionate share of the net pension liability, which was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023 which was rolled forward to June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2024, the District's proportion was .2851%, which was an increase of 0.0083% from its proportion measured as of June 30, 2023.

District's Proportionate Share of the Net Pension Liability	$ -0-
State's Proportionate Share of the Net Pension Liability Associated with the District	140,886,301
Total	$ 140,886,301

For the fiscal year ended June 30, 2024, the State recognized pension benefit on behalf of the District in the amount of $513,932 and the District recognized pension benefit and revenue for that same amount in the fiscal year ended June 30, 2025 financial statements.

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

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	8.30		$ 480,199,664
	2018	8.29		1,060,765,245
	2019	8.04		1,016,333,107
	2020	7.99	$ 603,633,698	
	2021	7.93		7,317,559,989
	2022	7.83	67,989,902	
			671,623,600	9,874,858,005

NOTE 10. PENSION PLANS (Cont'd)

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

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

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	2017	8.30	$ 8,543,764	
	2018	8.29	186,086,527	
	2019	8.04		$ 39,486,140
	2020	7.99		3,217,090
	2021	7.93	97,106,767	
	2022	7.83		12,735,529
	2023	7.93	144,751,819	
	2024	7.84		211,440,707
			436,488,877	266,879,466
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2021	5.00		888,658,452
	2022	5.00		(1,659,667,329)
	2023	5.00		357,972,332
	2024	5.00		816,400,864
				403,364,319
			$ 1,108,112,477	$ 10,545,101,790

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

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

NOTE 10. PENSION PLANS (Cont'd)

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

Actuarial Assumptions

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

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

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

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

Long Term Expected Rate of Return

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

NOTE 10. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return (Cont'd)

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

Discount Rate – TPAF

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

NOTE 10. PENSION PLANS (Cont'd)

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

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

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

	June 30, 2024		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
State's Proportionate Share of the Net Pension Liability Associated with the District	$ 167,463,313	$ 140,886,301	$ 118,503,432

Pension Plan Fiduciary Net Position - TPAF

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

C. Defined Contribution Retirement Program (DCRP)

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

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

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

For DCRP, the District recognized pension expense of $4,019 for the fiscal year ended June 30, 2025. Employee contributions to DCRP amounted to $7,567 for the year ended June 30, 2025.

NOTE 11. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions; injuries to employees; and natural disasters. A complete schedule of insurance coverage can be found in the statistical section of this Annual Comprehensive Financial Report. The District is self-insured for health benefits and the plans are administered by Horizon.

Property and Liability Insurance

The Nutley Board of Education is a member of the Suburban Metro Joint Insurance Fund (the "Fund"). This public entity risk management pool provides liability, property and automobile coverage and workers' compensation for its members. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report. The Fund is a risk-sharing public entity risk pool that is an insured and self-administered group of school boards established for the purpose of providing low-cost insurance for its respective members in order to keep local property taxes to a minimum. Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for the Fund are elected.

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

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

	Suburban Metro Joint Insurance Fund
Total Assets	$ 11,170,763
Total Net Position	$ (262,525)
Total Revenue	$ 11,664,303
Total Expenses	$ 12,804,682
Change in Net Position	$ (1,234,577)
Member Dividends	$ 94,198

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

Suburban Metro Joint Insurance Fund
9 Campus Drive, Suite 216
Parsippany, NJ 07054
(201) 881-7632

NOTE 11. RISK MANAGEMENT (Cont'd)

Health Benefits

The District is self-insured for health benefits (medical, prescription and dental) to the extent of the amounts deductible from stop loss reimbursement. The stop loss policy reimburses the District for individual claimants who exceed a specific deductible which is $125,000/person.

Horizon Blue Cross Blue Shield is the District's claims administrator.

The District has recorded an accrued liability for insurance claims of $2,369,324 which includes an estimate for incurred but not reported claims for medical, prescription and dental claims as well as a risk corridor reserve which it believes is sufficient to meet these liabilities.

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 Unemployment Compensation Restricted Fund Balance 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 employee contributions and interest earned, reimbursements to the State for benefits paid and the ending balance of the District's Unemployment Compensation Restricted Fund Balance in the General Fund for the current and previous year:

Fiscal Year	Employee Contributions and Interest	Amount Reimbursed	Ending Balance
2024-2025	$ 126,218	$ 203,512	$ 591,329
2023-2024	88,422	69,100	668,623

NOTE 12. ECONOMIC DEPENDENCY

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

NOTE 13. DEFERRED COMPENSATION

The Board offers its employees a choice of the following approved service providers created in accordance with Internal Revenue Code Section 403(b). The plan, which is administered by The Omni Group, Inc., permits participants to defer a portion of their salary until future years. Amounts deferred under the plan are not available to employees until termination, retirement, or death. There is however, a loan option for qualified applicants in which participants can access funds prior to termination, retirement or death. The approved service providers are as follows:

- American Funds
- Brighthouse Life Insurance Company
- Corebridge Financial
- Equitable
- Great West Retirement Services
- Invesco Investment Services
- Lincoln Investment Planning
- MetLife
- MG Trust - PenSelect
- Primerica
- Security Benefit

NOTE 14. COMMITMENTS AND CONTINGENCIES

Grant Programs

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

Litigation

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

Encumbrances

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

General Fund	Special Revenue Fund	Total Governmental Funds
$ 830,218	$ 43,321	$ 873,539

On the District's Governmental Funds Balance Sheet as of June 30, 2025, $0 is assigned for year-end encumbrances in the Special Revenue Fund. Which is $46,261 less than the actual year-end encumbrances on a budgetary basis. On the GAAP basis, encumbrances are not recognized until paid and this non-recognition of encumbrances on a GAAP basis is also reflected as either a reduction in grants receivable or an increase in unearned revenue in the Special Revenue Fund.

NOTE 15. TAX CALENDAR

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

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

NOTE 16. INTERFUND RECEIVABLES AND PAYABLES AND PAYABLES AND TRANSFERS

Fund	Interfund Receivable	Interfund Payable
General Fund	$ 175,731	
Proprietary Funds - Food Service		$ 75,731
Proprietary Funds - Extended Day		100,000
	$ 175,731	$ 175,731

The interfund between the General Fund and the Food Service Fund represents the prior year interfund not turned over by year end. The interfund between the General Fund and the Extended Day Fund represents the prior year interfund not be turned over in full by year end.

NOTE 17. ACCOUNTS PAYABLE

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

	Governmental Funds					Business-Type Activities
	General Fund	Special Revenue Fund	Total Governmental Funds	District Contribution Subsequent to Measurement Date	Total Governmental Activities	Proprietary Funds
Vendors	$ 613,811	$ 252,449	$ 866,260		$ 866,260	$ 6,704
Payroll Deductions and Withholdings	303,128		303,128		303,128	
Due to:						
State of New Jersey				$ 1,353,273	1,353,273	
	$ 916,939	$ 252,449	$ 1,169,388	$ 1,353,273	$ 2,522,661	$ 6,704

NOTE 18. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

State Health Benefit Program Fund – Local Education Retired Employees Plan

General Information about the OPEB Plan

Plan Description and Benefits Provided

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

NOTE 18. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

Plan Description and Benefits Provided (Cont'd)

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

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

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

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

Employees Covered by Benefit Terms

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

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

Total Nonemployer OPEB Liability

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

NOTE 18. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

Actuarial Assumptions and Other Inputs

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

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

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

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

Mortality Rates

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

Health Care Trend Assumptions

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

NOTE 18. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

Discount Rate

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

Changes in the State's Proportionate Share of the Total OPEB Liability Attributable to the District

	Total OPEB Liability
Balance at June 30, 2023	$ 138,686,607
Changes for Year:	
Service Cost	6,018,750
Interest Cost	5,268,831
Changes of Assumptions	11,974,695
Differences between Expected and Actual Experience	1,998,278
Gross Benefit Payments by the State	(4,023,891)
Contributions from Members	137,782
Net Changes	21,374,445
Balance at June 30, 2024	$ 160,061,052

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

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

	June 30, 2024		
	At 1% Decrease (2.93%)	At Discount Rate (3.93%)	At 1% Increase (4.93%)
Total OPEB Liability Attributable to the District	$ 187,465,772	$ 160,061,052	$ 137,780,471

NOTE 18. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

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

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

	June 30, 2024		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability Attributable to the District	$ 133,332,022	$ 160,061,052	$ 194,877,378

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

For the fiscal year ended June 30, 2025, the District recognized OPEB expense of $5,850,134 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

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

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

NOTE 18. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

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

	Deferral Year	Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		$ 3,069,593
	2018	9.51		3,747,472
	2019	9.29	$ 591,248	
	2020	9.24	15,251,581	
	2021	9.24	90,088	
	2022	9.13		24,477,311
	2023	9.30	222,293	
	2024	9.33	10,691,234	
			26,846,444	31,294,376
Differences between Expected and Actual Experience	2018	9.51		3,542,527
	2019	9.29		6,959,022
	2020	9.24	14,215,072	
	2021	9.24		17,324,700
	2022	9.13	2,520,811	
	2023	9.30		2,065,023
	2024	9.33	380,761	
			17,116,644	29,891,272
Changes in Proportion	N/A	N/A	3,882,722	1,414,218
			$ 47,845,810	$ 62,599,866

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

Fiscal Year Ending June 30,	Total
2025	$ (5,677,553)
2026	(4,760,661)
2027	(2,261,163)
2028	594,273
2029	(4,126,193)
Thereafter	(991,263)
	$ (17,222,560)

NOTE 19. TAX ABATEMENTS

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

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

The Township of Nutley recognized revenue in the amount of $2,914,750 from payment in lieu of taxes ("PILOT") agreements. The taxes which would have been paid on these properties for 2024 without the abatement would have been $1,724,725 of which $842,513 would have been for the district school tax.

NOTE 20. PRIOR YEAR ADJUSTMENT

The District made a prior year adjustment in the district-wide financial statements and the proprietary fund financial statements due to a reappraisal of the District's capital assets. The District made a prior year adjustment in the district-wide financial statements for governmental activities to record an intangible right-to-use lease asset and lease payable as of June 30, 2024. GASB Statement No. 101, Compensated Absences, was implemented during the year then ended June 30, 2025. As required under the standard, the District made a restatement in the district-wide financial statements at June 30, 2024. Additionally, the District made a prior year adjustment in the district-wide financial statements a change in methodology in the calculations for accrued liability for insurance claims, deferred amount on refunding, unamortized bond issuance premium and the Essex County net pension liability that were reported in the previous years audit.

	Balance June 30, 2024 as Previously Reported	Error Correction	Change in Methodology	Balance June 30, 2024 as Restated
Statement of Net Position - Governmental Activities:				
Assets:				
Capital Assets, Net:				
Depreciable Buildings and Building Improvements and Machinery and Equipment	$ 57,982,275	$ (15,821,974)		$ 42,160,301
Lease Assets, Net	-0-	939,038		939,038
Total Assets	70,088,566	(14,882,936)		55,205,630
Deferred Outflows of Resources:				
Deferred Outflows Related to Pensions	759,574		$ (22,712)	736,862
Deferred Amount on Refunding	1,085,771		455,583	1,541,354
Total Deferred Outflows of Resources	1,845,345		432,871	2,278,216
Liabilities:				
Noncurrent Liabilities:				
Due Beyond One Year	50,728,479		(1,573,285)	49,155,194
Total Liabilities	64,850,597		(1,573,285)	63,277,312
Net Position:				
Net Investment in Capital Assets	31,511,914	(14,882,936)		16,628,978
Net Position - Ending	5,664,260	(14,882,936)	2,006,156	(7,212,520)
Statement of Net Position - Business-Type Activities/Proprietary Funds:				
Assets:				
Capital Assets, Net:				
Depreciable Buildings and Building Improvements and Machinery and Equipment	374,711	(258,393)		116,318
Total Assets	932,426	(258,393)		674,033
Net Position:				
Net Investment in Capital Assets	374,711	(258,393)		116,318
Net Position - Ending	634,424	(258,393)		376,031

SCHEDULES OF REQUIRED
SUPPLEMENTARY INFORMATION

NUTLEY BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
District's proportion of the Net Pension Liability	0.09695%	0.09757%	0.09389%	0.09711%	0.09343%	0.09389%	0.09408%	0.08961%	0.09310%	0.09480%
District's proportionate share of the Net Pension Liability	$ 21,763,777	$ 28,898,604	$ 21,856,981	$ 19,121,430	$ 16,834,508	$ 15,279,442	$ 11,144,983	$ 13,522,914	$ 13,485,495	$12,880,948
District's Covered Employee Payroll	$ 6,571,992	$ 6,498,740	$ 6,633,093	$ 6,638,316	$ 6,647,060	$ 6,739,622	$ 6,756,645	$ 6,708,886	$ 7,292,943	$ 7,762,618
District's proportionate share of the Net Pension Liability as a % of its Covered Employee Payroll	331.16%	444.68%	329.51%	288.05%	253.26%	226.71%	164.95%	201.57%	184.91%	165.94%
Plan Fiduciary Net Position as a % of the Total Pension Liability	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	62.91%	65.23%	68.22%

NUTLEY BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	$ 833,527	$ 866,833	$ 869,826	$ 965,979	$ 908,795	$ 1,024,993	$ 1,101,766	$ 1,129,986	$ 1,244,358	$ 1,367,644
Contributions in relation to the Contractually Required Contribution	(833,527)	(866,833)	(869,826)	(965,979)	(908,795)	(1,024,993)	(1,101,766)	(1,129,986)	(1,244,358)	(1,367,644)
Contribution Deficiency/(Excess)	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-
District's Covered Employee payroll	$ 6,498,740	$ 6,633,093	$ 6,638,316	$ 6,647,060	$ 6,739,622	$ 6,756,645	$ 6,708,886	$ 7,292,943	$ 7,762,618	$ 7,422,818
Contributions as a percentage of Covered Employee Payroll	12.83%	13.07%	13.10%	14.53%	13.48%	15.17%	16.42%	15.49%	16.03%	18.42%

NUTLEY BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
ASSOCIATED WITH THE DISTRICT
TEACHERS' PENSION AND ANNUITY FUND
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
State's proportion of the Net Pension Liability attributable to the District	0.2668108296%	0.2709911381%	0.2739747750%	0.2720914670%	0.2791585322%	0.2806645248%	0.2678323184%	0.2849626542%	0.2766879427%	0.2850500696%
State's proportionate share of the Net Pension Liability attributable to the District	$ 168,635,838	$ 213,178,883	$ 184,723,672	$ 173,098,747	$ 171,322,226	$ 184,814,212	$ 128,760,892	$ 147,024,817	$ 141,201,243	$ 140,886,301
District's covered employee payroll	$ 26,006,174	$ 27,968,425	$ 29,130,675	$ 29,838,161	$ 29,324,891	$ 30,888,916	$ 31,671,208	$ 32,345,435	$ 35,229,849	$ 36,589,622
State's proportionate share of the Net Pension Liability attributable to the District as a % of its Covered Employee Payroll	648.45%	762.21%	634.12%	580.13%	584.22%	598.32%	406.56%	454.55%	400.80%	385.04%
Plan Fiduciary Net Position as a % of the Total Pension Liability	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%	35.52%	32.29%	34.68%	37.99%

NUTLEY BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATE CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually required contribution	$ 10,296,736	$ 16,017,427	$ 12,796,721	$ 10,091,052	$ 10,105,043	$ 11,492,535	$ 3,029,800	$ 3,956,849	$ 3,468,904	$ (513,932)
Contributions in relation to the contractually required contribution	(5,490,373)	(5,490,373)	(5,490,373)	(5,490,373)	(6,156,049)	(6,156,049)	(11,730,933)	(11,311,170)	(12,146,934)	(12,216,491)
Contribution deficiency/(excess)	$ 4,806,363	$ 10,527,054	$ 7,306,348	$ 4,600,679	$ 3,948,994	$ 5,336,486	$ (8,701,133)	$ (7,354,321)	$ (8,678,030)	$ (12,730,423)
District's covered employee payroll	$ 27,968,425	$ 29,130,675	$ 29,838,161	$ 29,324,891	$ 30,888,916	$ 31,671,208	$ 32,345,435	$ 35,229,849	$ 36,589,622	$ 35,380,344
Contributions as a percentage of covered employee payroll	19.63%	18.85%	18.40%	18.72%	19.93%	19.44%	36.27%	32.11%	33.20%	34.53%

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

	Fiscal Years Ending June 30,							
	2017	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability								
Service Cost	$ 6,183,524	$ 5,145,343	$ 4,711,430	$ 5,025,548	$ 9,124,587	$ 7,684,217	$ 5,846,942	$ 6,018,750
Interest Cost	4,504,970	5,209,364	4,857,983	3,954,608	4,085,909	3,540,409	4,884,373	5,268,831
Changes in Assumptions	(18,751,543)	(14,049,762)	1,632,111	32,749,842	155,393	(35,837,996)	279,535	11,974,695
Change in Benefit Terms					(167,647)			
Differences between Expected and Actual Experience		(12,645,671)	(20,910,038)	31,121,565	(31,865,186)	4,095,092	(2,236,735)	1,998,278
Member Contributions	126,406	113,148	99,606	94,605	104,457	112,502	125,169	137,782
Gross Benefit Payments	(3,432,841)	(3,273,806)	(3,360,205)	(3,121,265)	(3,218,551)	(3,506,880)	(3,807,448)	(4,023,891)
Net Change in Total OPEB Liability	(11,369,484)	(19,501,384)	(12,969,113)	69,824,903	(21,781,038)	(23,912,656)	5,091,836	21,374,445
Total OPEB Liability - Beginning	153,303,543	141,934,059	122,432,675	109,463,562	179,288,465	157,507,427	133,594,771	138,686,607
Total OPEB Liability - Ending	$ 141,934,059	$ 122,432,675	$ 109,463,562	$ 179,288,465	$ 157,507,427	$ 133,594,771	$ 138,686,607	$ 160,061,052
State's Covered Employee Payroll *	$ 34,467,165	$ 35,763,768	$ 36,476,477	$ 35,971,951	$ 37,628,538	$ 38,427,853	$ 39,054,321	$ 42,522,792
Total OPEB Liability as a Percentage of Covered Employee Payroll	412%	288%	300%	498%	419%	348%	355%	376%

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

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

NUTLEY BOARD OF EDUCATION
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

There were none.

B. TEACHERS' PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEN PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

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

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

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

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

BUDGETARY COMPARISON SCHEDULES

NUTLEY BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues from Local Sources:					
Local Tax Levy	$ 65,488,901		$ 65,488,901	$ 65,488,901	
Tuition From Individuals				15,845	$ 15,845
Tuition From Other LEAs Within the State				17,817	17,817
Rents and Royalties	400,000		400,000	2,515	(397,485)
Unrestricted Miscellaneous Revenues	140,000		140,000	166,332	26,332
Interest Earned on Maintenance Reserve				17,555	17,555
Interest Earned on Capital Reserve Funds				17,555	17,555
Other Restricted Miscellaneous Revenues				192,310	192,310
Total Revenues from Local Sources	66,028,901		66,028,901	65,918,830	(110,071)
Revenues from State Sources:					
Categorical Transportation Aid	631,352		631,352	631,352	
Extraordinary Aid	2,456,057		2,456,057	2,664,552	208,495
Categorical Special Education Aid	4,902,593		4,902,593	4,902,593	
Equalization Aid	6,432,911		6,432,911	6,432,911	
Categorical Security Aid	521,173		521,173	521,173	
TPAF Post Retirement Contributions (Non-Budgeted)				3,613,887	3,613,887
TPAF Pension Contributions (Non-Budgeted)				12,216,491	12,216,491
TPAF Non-Contributory Insurance (Non-Budgeted)				151,330	151,330
TPAF Long-Term Disability Insurance (Non-Budgeted)				6,829	6,829
Reimbursed TPAF Social Security Contributions				2,533,180	2,533,180
Total Revenues from State Sources	14,944,086		14,944,086	33,674,298	18,730,212
Revenues from Federal Sources:					
Medicaid Reimbursement	138,509		138,509	69,896	(68,613)
Total Revenues from Federal Sources	138,509		138,509	69,896	(68,613)
TOTAL REVENUE	81,111,496		81,111,496	99,663,024	18,551,528

NUTLEY BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
GENERAL CURRENT EXPENSE					
Regular Programs - Instruction:					
Local Contrib. - Trans to Special Rev- Inclusion	$ 478,920	$ (478,920)			
Kindergarten - Salaries of Teachers	1,435,161	(82,054)	$ 1,353,107	$ 1,341,365	$ 11,742
Grades 1-5 - Salaries of Teachers	6,420,321	1,188,848	7,609,169	7,602,235	6,934
Grades 6-8 - Salaries of Teachers	4,413,081	129,476	4,542,557	4,512,837	29,720
Grades 9-12 - Salaries of Teachers	6,467,878	984,385	7,452,263	7,402,912	49,351
Regular Programs - Home Instruction:					
Salaries of Teachers	45,590	4,410	50,000	33,115	16,885
Purchased Professional-Educational Services	96,000	14,000	110,000	62,764	47,236
Other Objects	10,000		10,000		10,000
Regular Programs - Undistributed Instruction:					
Other Purchased Services (400-500 series)	555,889	(61,000)	494,889	456,499	38,390
General Supplies	1,000,227	(162,598)	837,629	689,831	147,798
Textbooks	215,000	(102,233)	112,767	109,674	3,093
Total Regular Programs - Instruction	21,138,067	1,434,314	22,572,381	22,211,232	361,149
Special Education - Instruction:					
Learning and/or Language Disabilities:					
Salaries of Teachers	739,420	(119,663)	619,757	611,332	8,425
Other Salaries for Instruction	597,024	96,146	693,170	664,279	28,891
General Supplies	5,500		5,500	3,601	1,899
Other Objects	200		200		200
Total Learning and/or Language Disabilities	1,342,144	(23,517)	1,318,627	1,279,212	39,415

NUTLEY BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Behavioral Disabilities:					
Salaries of Teachers		$ 142,050	$ 142,050	$ 137,911	$ 4,139
Total Behavioral Disabilities		142,050	142,050	137,911	4,139
Resource Room/Resource Center:					
Salaries of Teachers	$ 4,063,086	(212,577)	3,850,509	3,800,856	49,653
General Supplies	15,000	(3,000)	12,000	10,595	1,405
Total Resource Room/Resource Center	4,078,086	(215,577)	3,862,509	3,811,451	51,058
Autism:					
Salaries of Teachers	725,758	(72,432)	653,326	636,640	16,686
Other Salaries for Instruction	890,855	(21,078)	869,777	855,021	14,756
Unused Vacation Payment to Terminated/Retired Staff		19,075	19,075	9,312	9,763
General Supplies	6,000	3,000	9,000	7,685	1,315
Total Autism	1,622,613	(71,435)	1,551,178	1,508,658	42,520
Preschool Disabilities - Part-Time:					
Salaries of Teachers	81,325	(66,275)	15,050	15,005	45
Other Salaries for Instruction	171,201	(126,708)	44,493	20,922	23,571
General Supplies	5,000		5,000	3,735	1,265
Total Preschool Disabilities - Part-Time	257,526	(192,983)	64,543	39,662	24,881
Preschool Disabilities - Full-Time:					
Salaries of Teachers	401,875	(108,859)	293,016	286,236	6,780
Other Salaries for Instruction	285,847	(17,311)	268,536	265,724	2,812
General Supplies	2,200		2,200		2,200
Total Preschool Disabilities - Full-Time	689,922	(126,170)	563,752	551,960	11,792
TOTAL SPECIAL EDUCATION - INSTRUCTION	7,990,291	(487,632)	7,502,659	7,328,854	173,805

NUTLEY BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	$ 634,543	$ (48,926)	$ 585,617	$ 585,150	$ 467
General Supplies	500	30,000	30,500	4,798	25,702
Total Basic Skills/Remedial - Instruction	635,043	(18,926)	616,117	589,948	26,169
Bilingual Education - Instruction:					
Salaries of Teachers	375,128	(66,649)	308,479	271,119	37,360
Total Bilingual Education - Instruction	375,128	(66,649)	308,479	271,119	37,360
School-Spon. Cocurricular & Extracurricular Actvts. - Inst.:					
Salaries	197,160	26,788	223,948	193,373	30,575
Purchased Services (300-500 series)	2,200	5,644	7,844	7,842	2
Supplies and Materials	11,000		11,000	10,935	65
Other Objects	14,500		14,500	14,459	41
Total School-Spon. Cocurricular & Extracurricular Actvts. - Inst.	224,860	32,432	257,292	226,609	30,683
School-Sponsored Athletics - Instruction:					
Salaries	514,345	13,795	528,140	528,132	8
Purchased Services (300-500 series)	26,590	67,034	93,624	93,522	102
Supplies and Materials	107,200	(65,144)	42,056	41,989	67
Other Objects	239,435	(88,125)	151,310	151,285	25
Total School-Sponsored Athletics - Instruction	887,570	(72,440)	815,130	814,928	202
TOTAL INSTRUCTION	31,250,959	821,099	32,072,058	31,442,690	629,368

NUTLEY BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Regular		$ 94,539	$ 94,539	$ 91,952	$ 2,587
Tuition to Other LEAs Within the State-Special	$ 76,560	65,755	142,315	141,880	435
Tuition to County Voc. School Dist.-Regular	18,000	5,644	23,644	23,644	
Tuition to County Voc. School Dist.-Special		18,208	18,208	3,642	14,566
Tuition to CSSD & Reg. Day Schools	247,916	(27,864)	220,052	220,052	
Tuition to Priv. Sch. for the Handicap. W/I State	7,550,589	(925,546)	6,625,043	6,293,963	331,080
Tuition - State Facilities	30,000	16,397	46,397	46,397	
Total Undistributed Expenditures - Instruction	7,923,065	(752,867)	7,170,198	6,821,530	348,668
Undistributed Expenditures - Health Services:					
Salaries	659,877	(28,160)	631,717	629,701	2,016
Purchased Professional and Technical Services	50,000		50,000	27,583	22,417
Supplies and Materials	24,000		24,000	11,226	12,774
Total Undist. Expenditures - Health Services	733,877	(28,160)	705,717	668,510	37,207
Undist. Expend. - Speech, OT, PT, Related Svcs:					
Salaries	753,437	8,603	762,040	759,703	2,337
Purchased Professional - Educational Services	200,000	(130,774)	69,226	36,257	32,969
Supplies and Materials	5,000		5,000	2,773	2,227
Total Undist. Expend. - Speech, OT, PT, Related Svcs	958,437	(122,171)	836,266	798,733	37,533
Undist.Expend.-Other Supp.Serv.Students-Extra.Serv.:					
Salaries	594,373	(57,755)	536,618	514,792	21,826
Total Undist. Expend. - Other Supp. Srvs. Students - Extra. Serv.	594,373	(57,755)	536,618	514,792	21,826

NUTLEY BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist.Expend.-Guidance:					
Salaries of Other Professional Staff	$ 1,429,129	$ (202,044)	$ 1,227,085	$ 1,223,685	$ 3,400
Salaries of Secretarial and Clerical Assistants		118,756	118,756	118,756	
Purchased Professional - Educational Services	155,000	84,900	239,900	224,861	15,039
Other Purchased Services (400-500 series)	680	(394)	286		286
Supplies and Materials	5,500	94	5,594	3,541	2,053
Total Undist Expend. - Guidance	1,590,309	1,312	1,591,621	1,569,343	22,278
Undist. Expend.-Child Study Team:					
Salaries of Other Professional Staff	2,272,942	35,139	2,308,081	2,290,477	17,604
Other Purchased Services (400-500 series)	7,000		7,000	2,627	4,373
Supplies and Materials	13,000		13,000	12,975	25
Total Undist Expend. - Child Study Team	2,292,942	35,139	2,328,081	2,306,079	22,002
Undist. Expend.-Improv. of Inst. Serv.:					
Salaries of Secretarial and Clerical Assistants	119,736	16,457	136,193	131,416	4,777
Purchased Professional - Educational Services	500		500	490	10
Other Purchased Services (400-500 series)	550		550		550
Supplies and Materials	1,000		1,000	982	18
Other Objects	200		200	200	
Total Undist. Expend.-Improv. of Inst. Serv.	121,986	16,457	138,443	133,088	5,355
Undist. Expend.-Edu. Media Serv./Sch. Library:					
Salaries	576,870	(13,096)	563,774	561,162	2,612
Other Purchased Services (400-500 series)	12,000	4,021	16,021	16,020	1
Other Objects	4,000	(93)	3,907	1,444	2,463
Total Undist Expend-Edu. Media Serv./Sch. Library	592,870	(9,168)	583,702	578,626	5,076

NUTLEY BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist.Expend.-Instructional Staff Training Services:					
Purchased Professional - Educational Service	$ 1,000		$ 1,000		$ 1,000
Other Purchased Services (400-500 series)	6,000		6,000	$ 556	5,444
Total Undist.Expend.-Instructional Staff Training Services	7,000		7,000	556	6,444
Undist. Expend.-Support Serv.-Gen. Admin.:					
Salaries	697,323	$ 15,554	712,877	708,670	4,207
Salaries of State Monitors		95,000	95,000	93,748	1,252
Legal Services	250,000	(81,000)	169,000	157,284	11,716
Audit Fees	188,200	(75,792)	112,408	98,346	14,062
Purchased Technical Services		4,965	4,965	4,965	
Communications / Telephone	86,500	250	86,750	74,135	12,615
BOE Other Purchased Services	5,000	(2,490)	2,510	1,322	1,188
General Supplies	3,500		3,500	2,735	765
Miscellaneous Expenditures	3,500	1,690	5,190	5,152	38
BOE Membership Dues and Fees	30,000	(2,200)	27,800	27,739	61
Total Undist. Expend.-Support Serv.-Gen. Admin.	1,264,023	(44,023)	1,220,000	1,174,096	45,904
Undist. Expend.-Support Serv.-School Admin.:					
Salaries of Principals/Assistant Principals/Prog Director	1,458,406	(98,363)	1,360,043	1,348,214	11,829
Salaries of Other Professional Staff	1,091,873	(141,513)	950,360	925,047	25,313
Salaries of Secretarial and Clerical Assistants	571,350	28,373	599,723	595,399	4,324
Other Purchased Services (400-500 series)	36,000	5,556	41,556	36,980	4,576
Supplies and Materials	52,000		52,000	33,456	18,544
Other Objects	62,000	444	62,444	54,629	7,815
Total Undist. Expend.-Support Serv.-School Adm.	3,271,629	(205,503)	3,066,126	2,993,725	72,401

NUTLEY BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Central Services:					
Salaries	$ 522,696	$ (38,734)	$ 483,962	$ 465,778	$ 18,184
Purchased Professional Services	115,000	16,314	131,314	114,531	16,783
Miscellaneous Purchased Services (400-500 series other than 594)	2,500	3,850	6,350	6,348	2
Supplies and Materials	8,000	500	8,500	7,870	630
Interest on Current Loans		4,472	4,472	4,472	
Other Objects	1,000	2,500	3,500	3,322	178
Total Undist. Expend. - Central Services	649,196	(11,098)	638,098	602,321	35,777
Undist. Expend. - Admin. Info. Technology:					
Salaries	448,794	(30,000)	418,794	415,019	3,775
Supplies and Materials	9,000		9,000		9,000
Total Undist. Expend. - Admin. Info. Technology	457,794	(30,000)	427,794	415,019	12,775
Undist. Expend.-Required Maintenance for School Facilities:					
Salaries	525,045	(74,053)	450,992	447,300	3,692
Cleaning, Repair, and Maintenance Services	366,044	(40,000)	326,044	165,827	160,217
General Supplies	318,000	(160,000)	158,000	90,457	67,543
Total Undist. Expend.- Required Maint. for School Facilities	1,209,089	(274,053)	935,036	703,584	231,452

NUTLEY BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Custodial Services:					
Salaries	$ 1,881,463	$ (93,315)	$ 1,788,148	$ 1,709,391	$ 78,757
Cleaning, Repair, and Maintenance Services	102,500	(60,472)	42,028	23,499	18,529
Rental of Land & Bldg. Oth. than Lease Pur. Agrmt.	222,000	87,644	309,644	213,358	96,286
Other Purchased Property Services	35,459		35,459	35,459	
Insurance	650,000	61,000	711,000	711,000	
Miscellaneous Purchased Services	10,000	7,290	17,290	16,923	367
General Supplies	72,000	203,982	275,982	175,926	100,056
Energy (Natural Gas)	250,000		250,000	228,864	21,136
Energy (Electricity)	850,000		850,000	761,305	88,695
Energy (Gasoline)	50,000		50,000	28,916	21,084
Total Undist. Expend.-Custodial Services	4,123,422	206,129	4,329,551	3,904,641	424,910
Care and Upkeep of Grounds:					
Salaries	271,924	(77,530)	194,394	193,538	856
Cleaning, Repair, and Maintenance Services	35,000		35,000	25,276	9,724
General Supplies	25,000		25,000	16,706	8,294
Total Care And Upkeep Of Grounds	331,924	(77,530)	254,394	235,520	18,874
Security:					
Salaries	528,484	(22,000)	506,484	505,323	1,161
Purchased Professional and Technical Services	50,000	300,000	350,000	328,420	21,580
General Supplies	19,500		19,500	5,981	13,519
Total Security	597,984	278,000	875,984	839,724	36,260
Total Undist. Expend.-oper. And Maint. Of Plant Serv.	6,262,419	132,546	6,394,965	5,683,469	711,496

NUTLEY BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Student Transportation Serv.:					
Salaries of Non-Instructional Aides	$ 20,000	$ (16,625)	$ 3,375		$ 3,375
Sal. for Pupil Trans. (Bet. Home and Sch)-Reg.	15,000	368	15,368		15,368
Sal. for Pupil Trans. (Bet. Home and Sch)-Spl. Ed.	1,530,000	14,457	1,544,457	$ 1,517,510	26,947
Sal. for Pupil Trans. (Oth. than Bet. Home & Sch)	55,000	(44,000)	11,000	7,822	3,178
Other Purchased Professional and Technical Services		1,000	1,000	959	41
Cleaning, Repair, and Maint. Services	250,000		250,000	187,911	62,089
Lease Purchase Payments - School Buses	80,000		80,000	79,666	334
Contr Serv.-Aid in Lieu of Payments-Charter Sch Stud.	15,000		15,000		15,000
Contract. Serv.(Oth. than Bet. Home & Sch.)-Vend.	32,000	(2,000)	30,000	28,530	1,470
Contract. Serv.(Spl. Ed. Students)-Vendors	900,000	(354,483)	545,517	544,930	587
Misc. Purchased Serv. - Transportation	35,000		35,000	35,000	
General Supplies	76,500		76,500	46,821	29,679
Other Objects	4,000	(250)	3,750	2,530	1,220
Total Undist. Expend.-Student Trans. Serv.	3,012,500	(401,533)	2,610,967	2,451,679	159,288
UNALLOCATED BENEFITS					
Social Security Contributions	1,100,000	(314,811)	785,189	785,188	1
Other Retirement Contributions - PERS	1,384,187	24,481	1,408,668	1,367,644	41,024
Other Retirement Contributions - Regular	48,000	(43,981)	4,019	4,019	
Workers Compensation	350,000		350,000	349,030	970
Health Benefits	16,548,000	14,058	16,562,058	16,545,207	16,851
Tuition Reimbursement	30,000	30,000	60,000	53,543	6,457
Other Employee Benefits	532,000	(49,000)	483,000	463,951	19,049
TOTAL UNALLOCATED BENEFITS	19,992,187	(339,253)	19,652,934	19,568,582	84,352

NUTLEY BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)					
TPAF Post Retirement Contributions (Non-Budgeted)				$ 3,613,887	$ (3,613,887)
TPAF Pension Contributions (Non-Budgeted)				12,216,491	(12,216,491)
TPAF Non-Contributory Insurance (Non-Budgeted)				151,330	(151,330)
TPAF Long-Term Disability Insurance (Non-Budgeted)				6,829	(6,829)
Reimbursed TPAF Social Security Contributions				2,533,180	(2,533,180)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)				18,521,717	(18,521,717)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	$ 19,992,187	$ (339,253)	$ 19,652,934	38,090,299	(18,437,365)
TOTAL UNDISTRIBUTED EXPENDITURES	49,724,607	(1,816,077)	47,908,530	64,801,865	(16,893,335)
TOTAL GENERAL CURRENT EXPENSE	80,975,566	(994,978)	79,980,588	96,244,555	(16,263,967)
CAPITAL OUTLAY					
Equipment:					
Vocational Programs:					
At-Risk Programs		23,271	23,271	23,271	
Undistributed:					
Undistributed Expenditures - Admin. Info. Tech.		130,000	130,000		130,000
Undist. Expend. - Required Maint for School Fac.		4,200	4,200	4,197	3
Total Equipment		157,471	157,471	27,468	130,003
Facilities Acquisition and Construction Serv.:					
Assessment for Debt Service on SDA Funding	88,649		88,649	88,649	
Total Facilities Acquisition and Const. Serv.	88,649		88,649	88,649	
TOTAL CAPITAL OUTLAY	88,649	157,471	246,120	116,117	130,003
Transfer of Funds to Charter Schools	88,907	68,587	157,494	157,494	
	88,907	68,587	157,494	157,494	
TOTAL EXPENDITURES	81,153,122	(768,920)	80,384,202	96,518,166	(16,133,964)

NUTLEY BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Excess/(Deficit) of Revenues Over/(Under) Expenditures	$ (41,626)	$ 768,920	$ 727,294	$ 3,144,858	$ 2,417,564
Other Financing Sources/(Uses):					
Transfer to Special Revenue Fund - PreK - Inclusion		(478,920)	(478,920)	(415,064)	63,856
Transfers to Cover Deficit (Enterprise Fund)		(290,000)	(290,000)	(290,000)	
Capital Reserve - Transfer to Capital Projects Fund		(165,095)	(165,095)	(165,095)	
Capital Reserve - Transfer from Capital Projects - Unexpended Projects				23,653	23,653
Transfer from Capital Projects Fund- Unexpended Projects				161	161
Total Other Financing Sources/(Uses)		(934,015)	(934,015)	(846,345)	87,670
Excess/(Deficit) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(41,626)	(165,095)	(206,721)	2,298,513	2,505,234
Fund Balance, July 1	3,380,655		3,380,655	3,380,655	
Fund Balance, June 30	$ 3,339,029	$ (165,095)	$ 3,173,934	$ 5,679,168	$ 2,505,234

Recapitulation:	
Restricted Fund Balance:	
2024-2025 Repayment of Advanced State Aid, Restricted Per N.J.S.A. 18A:7A-56	$ 200,000
Capital Reserve	1,818,240
Maintenance Reserve	852,237
Unemployment Compensation	591,329
Assigned Fund Balance:	
Year End Encumbrances	830,218
Unassigned Fund Balance	1,387,144
	5,679,168
Reconciliation to Governmental Funds Statement (GAAP):	
Last State Aid Payments not Recognized on GAAP basis	(1,235,507)
Fund Balance per Governmental Funds (GAAP)	$ 4,443,661

NUTLEY BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources		$ 181,313	$ 181,313	$ 386,421	$ 205,108
State Sources	$ 3,395,445	85,693	3,481,138	3,496,558	15,420
Federal Sources	1,495,372	1,179,978	2,675,350	1,889,946	(785,404)
Total Revenues	4,890,817	1,446,984	6,337,801	5,772,925	(564,876)
Other Financing Sources:					
Transfer In - Board Contribution - General Fund	478,920	(63,856)	415,064	415,064	
Total Revenues and Other Financing Sources	5,369,737	1,383,128	6,752,865	6,187,989	(564,876)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	1,558,193	(321,960)	1,236,233	1,215,238	20,995
Other Salaries for Instruction		290,976	290,976	290,976	
Purchased Professional and Technical Services	1,649,790	(1,087,384)	562,406	382,886	179,520
Other Purchased Professional Services		7,006	7,006		7,006
General Supplies	60,000	207,476	267,476	226,816	40,660
Other Objects		165,171	165,171	72,287	92,884
Total Instruction	3,267,983	(738,715)	2,529,268	2,188,203	341,065

NUTLEY BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
Support Services:					
Salaries of Other Professional Staff	$ 648,227	$ (466,817)	$ 181,410	$ 179,423	$ 1,987
Salaries of Program Directors		133,777	133,777	133,777	
Salaries of Secretarial & Clerical Assistants		55,299	55,299	53,307	1,992
Other Salaries		103,163	103,163	103,163	
Salaries of Community Parent Involvement Specialist		5,550	5,550	5,550	
Salaries of Master Teachers		179,837	179,837	179,837	
Personal Services - Employee Benefits	481,375	158,889	640,264	621,165	19,099
Purchased Professional and Technical Services	739,755	1,436,631	2,176,386	2,019,362	157,024
Cleaning, Repair and Maintenance Services	113,390	1,409	114,799	114,799	
Other Purchased Services		118,976	118,976	43,840	75,136
Supplies and Materials	3,000	117,997	120,997	115,529	5,468
Scholarships Awarded		29,620	29,620	29,620	
Student Activities		242,926	242,926	242,926	
Total Support Services	1,985,747	2,117,257	4,103,004	3,842,298	260,706
Equipment and Facilities Acquisition:					
Instructional Equipment	116,007	4,586	120,593	120,593	
Total Equipment and Facilities Acquisition	116,007	4,586	120,593	120,593	
Total Expenditures	$ 5,369,737	$ 1,383,128	$ 6,752,865	$ 6,151,094	$ 601,771
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources	$ -0-	$ -0-	$ -0-	$ 36,895	$ 36,895

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

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	$ 99,663,024	$ 5,772,925
Differences - Budgetary to GAAP:		
Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, whereas the GAAP Basis does not.		(43,321)
Prior Year State Aid Payments Recognized for GAAP Statements, not Recognized for Budgetary Statements	3,204,818	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(1,235,507)	(269,408)
Total Revenues as Reported on the Statement of Revenues, Expenditures and and Changes in Fund Balances - Governmental Funds.	$ 101,632,335	$ 5,460,196
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	$ 96,518,166	$ 6,151,094
Differences - Budgetary to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		(43,321)
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	$ 96,518,166	$ 6,107,773

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

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

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

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

SCHOOL LEVEL SCHEDULES
(NOT APPLICABLE)

SPECIAL REVENUE FUND

NUTLEY BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Elementary and Secondary Education Act				
	Title I	Title II Part A	Title III	Title III Immigrant	Title IV
REVENUE:					
Local Sources					
State Sources					
Federal Sources	$ 379,646	$ 50,032	$ 18,617	$ 13,573	$ 17,953
Total Revenue	379,646	50,032	18,617	13,573	17,953
Other Financing Sources:					
Transfer In - Board Contribution - General Fund					
Total Revenues and Other Financing Sources	379,646	50,032	18,617	13,573	17,953
EXPENDITURES:					
Instruction:					
Salaries of Teachers	252,094		3,550	7,300	12,032
Other Salaries for Instruction					
Purchased Professional and Technical Services		33,124			2,000
General Supplies			11,386		
Other Objects				5,715	
Total Instruction	252,094	33,124	14,936	13,015	14,032
Support Services:					
Salaries of Other Professional Staff					
Salaries of Program Directors					
Salaries of Secretarial & Clerical Assistants					
Other Salaries					
Salaries of Community Parent Involvement Specialist					
Salaries of Master Teachers					
Personal Services - Employee Benefits	127,552		272	558	921
Purchased Professional and Technical Services		11,600	679		
Cleaning, Repair and Maintenance Services					
Other Purchased Services		5,308	2,730		
Supplies and Materials					3,000
Scholarships Awarded					
Student Activities					
Total Support Services	127,552	16,908	3,681	558	3,921
Equipment and Facilities Acquisition:					
Instructional Equipment					
Total Facilities Acquisition					
Total Expenditures	$ 379,646	$ 50,032	$ 18,617	$ 13,573	$ 17,953

NUTLEY BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Climate Awareness Education Grant	Nonpublic Textbooks	Nonpublic Technology	Nonpublic Nursing	Nonpublic Security
REVENUE:					
Local Sources					
State Sources	$ 72,252	$ 28,694	$ 28,816	$ 85,790	$ 112,179
Federal Sources					
Total Revenue	72,252	28,694	28,816	85,790	112,179
Other Financing Sources:					
Transfer In - Board Contribution - General Fund					
Total Revenues and Other Financing Sources	72,252	28,694	28,816	85,790	112,179
EXPENDITURES:					
Instruction:					
Salaries of Teachers	5,878				33,333
Other Salaries for Instruction					
Purchased Professional and Technical Services			28,816		
General Supplies	58,424	28,694			31,284
Other Objects					
Total Instruction	64,302	28,694	28,816		64,617
Support Services:					
Salaries of Other Professional Staff					
Salaries of Program Directors					
Salaries of Secretarial & Clerical Assistants	7,500				
Other Salaries					
Salaries of Community Parent Involvement Specialist					
Salaries of Master Teachers					
Personal Services - Employee Benefits	450			2,735	2,589
Purchased Professional and Technical Services				83,055	44,973
Cleaning, Repair and Maintenance Services					
Other Purchased Services					
Supplies and Materials					
Scholarships Awarded					
Student Activities					
Total Support Services	7,950			85,790	47,562
Facilities Acquisition:					
Instructional Equipment					
Total Facilities Acquisition					
Total Expenditures	$ 72,252	$ 28,694	$ 28,816	$ 85,790	$ 112,179

NUTLEY BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Chapter 192 Auxiliary Services			Chapter 193 Handicapped Services		
	Compensatory Education	English As A Second Language	Transportation	Examination and Classification	Supplementary Instruction	Corrective Speech
REVENUE:						
Local Sources						
State Sources	$ 187,944	$ 5,915	$ 31,983	$ 40,970	$ 45,508	$ 27,993
Federal Sources						
Total Revenue	187,944	5,915	31,983	40,970	45,508	27,993
Other Financing Sources:						
Transfer In - Board Contribution - General Fund						
Total Revenues and Other Financing Sources	187,944	5,915	31,983	40,970	45,508	27,993
EXPENDITURES:						
Instruction:						
Salaries of Teachers						
Other Salaries for Instruction						
Purchased Professional and Technical Services	187,944	5,915		40,970		27,993
General Supplies						
Other Objects						
Total Instruction	187,944	5,915		40,970		27,993
Support Services:						
Salaries of Other Professional Staff						
Salaries of Program Directors						
Salaries of Secretarial & Clerical Assistants						
Other Salaries						
Salaries of Community Parent Involvement Specialist						
Salaries of Master Teachers						
Personal Services - Employee Benefits						
Purchased Professional and Technical Services					45,508	
Cleaning, Repair and Maintenance Services						
Other Purchased Services			31,983			
Supplies and Materials						
Scholarships Awarded						
Student Activities						
Total Support Services			31,983		45,508	
Facilities Acquisition:						
Instructional Equipment						
Total Facilities Acquisition						
Total Expenditures	$ 187,944	$ 5,915	$ 31,983	$ 40,970	$ 45,508	$ 27,993

NUTLEY BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	COVID-19 - American Rescue Plan					
	ESSER III	Learning Acceleration	Evidence Based Summer Learning	Evidence Based Comprehensice Beyond the School Day Activities	Mental Health	Computer Science Education Initiative
REVENUE:						
Local Sources						
State Sources						$ 45,699
Federal Sources	$ 64,205	$ 49,255	$ 2,077	$ 2,843	$ 1,958	
Total Revenue	64,205	49,255	2,077	2,843	1,958	45,699
Other Financing Sources:						
Transfer In - Board Contribution - General Fund						
Total Revenues and Other Financing Sources	64,205	49,255	2,077	2,843	1,958	45,699
EXPENDITURES:						
Instruction:						
Salaries of Teachers						8,740
Other Salaries for Instruction						
Purchased Professional and Technical Services						
General Supplies		13,771	2,077			24,871
Other Objects						
Total Instruction		13,771	2,077			33,611
Support Services:						
Salaries of Other Professional Staff						
Salaries of Program Directors						
Salaries of Secretarial & Clerical Assistants						750
Other Salaries						
Salaries of Community Parent Involvement Specialist						
Salaries of Master Teachers						
Personal Services - Employee Benefits				2,843	344	726
Purchased Professional and Technical Services		35,484			1,614	150
Cleaning, Repair and Maintenance Services						
Other Purchased Services						3,000
Supplies and Materials	64,205					
Scholarships Awarded						
Student Activities						
Total Support Services	64,205	35,484		2,843	1,958	4,626
Facilities Acquisition:						
Instructional Equipment						7,462
Total Facilities Acquisition						7,462
Total Expenditures	$ 64,205	$ 49,255	$ 2,077	$ 2,843	$ 1,958	$ 45,699

NUTLEY BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	I.D.E.A		Carl D. Perkins	New Jersey High Impact	Preschool
	Basic	Preschool	Secondary	Learning	Education
REVENUE:					
Local Sources					
State Sources					$ 2,782,815
Federal Sources	$ 1,090,341	$ 45,970	$ 29,170	$ 124,306	
Total Revenue	1,090,341	45,970	29,170	124,306	2,782,815
Other Financing Sources:					
Transfer In - Board Contribution - General Fund					415,064
Total Revenues and Other Financing Sources	1,090,341	45,970	29,170	124,306	3,197,879
EXPENDITURES:					
Instruction:					
Salaries of Teachers			2,989	115,472	773,238
Other Salaries for Instruction					290,976
Purchased Professional and Technical Services		43,068	10,042		
General Supplies	13,157	2,902	2,079		31,389
Other Objects					
Total Instruction	13,157	45,970	15,110	115,472	1,095,603
Support Services:					
Salaries of Other Professional Staff			713	8,834	169,876
Salaries of Program Directors					133,777
Salaries of Secretarial & Clerical Assistants					45,057
Other Salaries					103,163
Salaries of Community Parent Involvement Specialist					5,550
Salaries of Master Teachers					179,837
Personal Services - Employee Benefits			800		481,375
Purchased Professional and Technical Services	1,058,017				738,282
Cleaning, Repair and Maintenance Services					114,799
Other Purchased Services			819		
Supplies and Materials	19,167				29,157
Scholarships Awarded					
Student Activities					
Total Support Services	1,077,184		2,332	8,834	2,000,873
Equipment and Facilities Acquisition:					
Instructional Equipment			11,728		101,403
Total Equipment and Facilities Acquisition			11,728		101,403
Total Expenditures	$ 1,090,341	$ 45,970	$ 29,170	$ 124,306	$ 3,197,879

NUTLEY BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Student Activities	Scholarships	Local Donations	Totals
REVENUE:				
Local Sources	$ 276,512	$ 32,929	$ 76,980	$ 386,421
State Sources				3,496,558
Federal Sources				1,889,946
Total Revenue	276,512	32,929	76,980	5,772,925
Other Financing Sources:				
Transfer In - Board Contribution - General Fund				415,064
Total Revenues and Other Financing Sources	276,512	32,929	76,980	6,187,989
EXPENDITURES:				
Instruction:				
Salaries of Teachers			612	1,215,238
Other Salaries for Instruction				290,976
Purchased Professional and Technical Services			3,014	382,886
General Supplies			6,782	226,816
Other Objects			66,572	72,287
Total Instruction			76,980	2,188,203
Support Services:				
Salaries of Other Professional Staff				179,423
Salaries of Program Directors				133,777
Salaries of Secretarial & Clerical Assistants				53,307
Other Salaries				103,163
Salaries of Community Parent Involvement Specialist				5,550
Salaries of Master Teachers				179,837
Personal Services - Employee Benefits				621,165
Purchased Professional and Technical Services				2,019,362
Cleaning, Repair and Maintenance Services				114,799
Other Purchased Services				43,840
Supplies and Materials				115,529
Scholarships Awarded		29,620		29,620
Student Activities	242,926			242,926
Total Support Services	242,926	29,620		3,842,298
Equipment and Facilities Acquisition:				
Instructional Equipment				120,593
Total Equipment and Facilities Acquisition				120,593
Total Expenditures	$ 242,926	$ 29,620	$ 76,980	$ 6,151,094

NUTLEY BOARD OF EDUCATION
SPECIAL REVENUE FUND
SCHEDULE OF PRESCHOOL EDUCATION AID
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

District-Wide Total

	Budgeted	Actual	Variance
EXPENDITURES:			
Instruction:			
Salaries of Teachers	$ 773,238	$ 773,238	
Other Salaries for Instruction	290,976	290,976	
General Supplies	31,389	31,389	
Total Instruction	1,095,603	1,095,603	
Support Services:			
Salaries of Program Directors	133,777	133,777	
Salaries of Other Professional Staff	169,876	169,876	
Salaries of Secretaries and Clerical Assistants	45,057	45,057	
Other Salaries	103,163	103,163	
Salaries of Community Parent Involvement Specialist	5,550	5,550	
Salaries of Master Teachers	179,837	179,837	
Personal Services - Employee Benefits	481,375	481,375	
Purchased Professional and Technical Services	738,282	738,282	
Cleaning, Repair and Maintenance Services	114,799	114,799	
Supplies and Materials	33,268	29,157	$ 4,111
Total Support Services	2,004,984	2,000,873	4,111
Facilities Acquisition:			
Instructional Equipment	101,403	101,403	
Total Facilities Acquisition	101,403	101,403	
Total Expenditures	$ 3,201,990	$ 3,197,879	$ 4,111
State Grant Expenditures		$ 2,782,815	
Local Expenditures		415,064	
		$ 3,197,879	

CALCULATION OF BUDGET & CARRYOVER

Total Revised 2024-25 Preschool Education Aid Allocation	$ 2,723,070
Actual Preschool Education Aid Carryover (June 30, 2024)	562,029
Add: Budgeted Transfer from General Fund 2024-25	415,064
Total Preschool Education Aid Funds Available for 2024-25	3,700,163
Less: 2024-25 Budgeted Preschool Education Aid Funds	(3,201,990)
Available & Unbudgeted Preschool Education Aid Funds as of June 30, 2025	498,173
Add: June 30, 2025 Unexpended Preschool Education Aid	4,111
Carryover - Preschool Education Aid	$ 502,284
Available for Budgeting for Preschool Programs - State Portion	421,522
State Funding Deduction of 25% of Carryover Funds	$ 140,507

CAPITAL PROJECTS FUND

NUTLEY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Revenue and Other Financing Sources:		
Transfer from Capital Reserve	$	165,095
Total Revenue and Other Financing Sources		165,095
Expenditures and Other Financing Uses:		
Transfer to General Fund - Unexpended Project Funds		161
Transfer to Capital Reserve - Unexpended Project Funds		23,653
Total Expenditures and Other Financing Uses		23,814
Excess of Revenue and Other Financing Sources over Expenditures and Other Financing Uses		141,281
Fund Balance/(Deficit) - Beginning of Year		(141,281)
Fund Balance - End of Year	$	-0-

NUTLEY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
NUTLEY HIGH SCHOOL OVAL PROJECT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Totals	Revised Authorized Costs
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	$ 1,930,000	$ (23,904)	$ 1,906,096	$ 1,906,096
Total Revenue and Other Financing Sources	1,930,000	(23,904)	1,906,096	1,906,096
Expenditures				
Purchased Professional and Technical Services	72,427		72,427	72,427
Acquisition of Equipment	42,616		42,616	42,616
Construction Services	1,791,053		1,791,053	1,791,053
Total Expenditures	1,906,096		1,906,096	1,906,096
Excess/(Deficit) of Revenue and Other Financing Sources over/(under) Expenditures and Other Financing Uses	$ 23,904	$ (23,904)	$ -0-	$ -0-
Additional Project Information:				
Project Number(s)	N/A			
Grant Date(s)	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	$ 300,000			
Additional Authorized Cost	$ 1,606,096			
Revised Authorized Cost	$ 1,906,096			
Change Order Percentage	535.37%			
Percentage Completion	100.00%			
Revised Target Completion Date	6/30/2025			

NUTLEY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
YANTACAW SCHOOL SECURE ENTRANCE
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Totals	Revised Authorized Costs
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	$ 1,225,271	$ 8,331	$ 1,233,602	$ 1,233,602
Total Revenue and Other Financing Sources	1,225,271	8,331	1,233,602	1,233,602
Expenditures				
Construction Services	1,233,602		1,233,602	1,233,602
Total Expenditures	1,233,602		1,233,602	1,233,602
Excess/(Deficit) of Revenue and Other Financing Sources over/(under) Expenditures	$ (8,331)	$ 8,331	$ -0-	$ -0-

Additional Project Information:	
Project Number(s)	N/A
Grant Date(s)	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	$ 600,000
Additional Authorized Cost	$ 633,602
Revised Authorized Cost	$ 1,233,602
Change Order Percentage	105.60%
Percentage Completion	100.00%
Revised Target Completion Date	6/30/2025

NUTLEY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
NUTLEY HIGH SCHOOL MEDIA CENTER
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Totals	Revised Authorized Costs
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	$ 1,397,265	$ 156,764	$ 1,554,029	$ 1,554,029
Total Revenue and Other Financing Sources	1,397,265	156,764	1,554,029	1,554,029
Expenditures				
Construction Services	1,554,029		1,554,029	1,554,029
Total Expenditures	1,554,029		1,554,029	1,554,029
Excess/(Deficit) of Revenue and Other Financing Sources over/(under) Expenditures	$ (156,764)	$ 156,764	$ -0-	$ -0-
Additional Project Information:				
Project Number(s)	N/A			
Grant Date(s)	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	$ 200,000			
Additional Authorized Cost	$ 1,354,029			
Revised Authorized Cost	$ 1,554,029			
Change Order Percentage	677.01%			
Percentage Completion	100.00%			
Revised Target Completion Date	6/30/2025			

NUTLEY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
JOHN WALKER MIDDLE SCHOOL PARKING LOT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Totals	Revised Authorized Costs
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	$ 376,556	$ (12,151)	$ 364,405	$ 364,405
Total Revenue and Other Financing Sources	376,556	(12,151)	364,405	364,405
Expenditures				
Purchased Professional and Technical Services	35,644		35,644	35,644
Acquisition of Property	328,761		328,761	328,761
Total Expenditures	364,405		364,405	364,405
Excess of Revenue and Other Financing Sources over Expenditures and Other Financing Uses	$ 12,151	$ (12,151)	$ -0-	$ -0-

Additional Project Information:	
Project Number(s)	N/A
Grant Date(s)	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	$ 1,000,000
Project Balance Cancelled	$ (635,595)
Revised Authorized Cost	$ 364,405
Change Order Percentage	-63.56%
Percentage Completion	100.00%
Revised Target Completion Date	6/30/2025

NUTLEY BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
DISTRICT WIDE CAPITAL PROJECTS
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Totals	Authorized Costs
Revenue and Other Financing Sources:				
Township Contribution	$ 700,000	$ (161)	$ 699,839	$ 699,839
Total Revenue and Other Financing Sources	700,000	(161)	699,839	699,839
Expenditures				
Construction Services	699,839		699,839	699,839
Total Expenditures	699,839		699,839	699,839
Excess of Revenue and Other Financing Sources over Expenditures	$ 161	$ (161)	$ -0-	$ -0-

Additional Project Information:	
Project Number(s)	N/A
Grant Date(s)	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	$ 700,000
Percentage Completion	100.00%
Revised Target Completion Date	6/30/2025

PROPRIETARY FUNDS

NUTLEY BOARD OF EDUCATION
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2025

	Major Funds		Total
	Extended Day	Food Service	Enterprise Funds
ASSETS:			
Current Assets:			
Cash and Cash Equivalents	$ 539,790	$ 212,155	$ 751,945
Intergovernmental Accounts Receivable:			
Federal		15,714	15,714
State		768	768
Accounts Receivable - Other		38,287	38,287
Student Accounts Receivable		53,444	53,444
Inventories		21,022	21,022
Total Current Assets	539,790	341,390	881,180
Non-Current Assets:			
Capital Assets		370,623	370,623
Less: Accumulated Depreciation		(263,206)	(263,206)
Total Non-Current Assets		107,417	107,417
Total Assets	539,790	448,807	988,597
LIABILITIES:			
Current Liabilities:			
Accounts Payable - Vendors	5,441	1,263	6,704
Interfund Payable - General Fund	100,000	75,731	175,731
Unearned Revenue - Prepaid Sales		56,124	56,124
Unearned Revenue - Donated Commodities		6,331	6,331
Total Current Liabilities	105,441	139,449	244,890
NET POSITION:			
Investment in Capital Assets		107,417	107,417
Unrestricted	434,349	201,941	636,290
Total Net Position	$ 434,349	$ 309,358	$ 743,707

Exhibit G-2

NUTLEY BOARD OF EDUCATION
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Major Funds		Total
	Extended Day	Food Service	Enterprise Funds
Operating Revenue:			
Local Sources:			
Daily Sales - Reimbursable Meals		$ 563,292	$ 563,292
Daily Sales - Non-Reimbursable Meals		326,826	326,826
Extended Day Fees	$ 1,294,838		1,294,838
Miscellaneous		85	85
Total Operating Revenue	1,294,838	890,203	2,185,041
Operating Expenses:			
Cost of Sales - Reimbursable Programs		407,120	407,120
Cost of Sales - Non-Reimbursable Programs		236,213	236,213
Salaries, Benefits & Payroll Taxes	925,529	906,877	1,832,406
Supplies, Insurance & Other Costs	9,599	62,083	71,682
Management Fee		79,249	79,249
Miscellaneous		18,184	18,184
Depreciation Expense		11,996	11,996
Total Operating Expenses	935,128	1,721,722	2,656,850
Operating Income/Loss	359,710	(831,519)	(471,809)
Non-Operating Revenue:			
Local Sources:			
Interest Income	9,359	6,342	15,701
Northwest Essex		80,018	80,018
State Sources:			
State School Lunch Program		14,787	14,787
State School Breakfast Program		44	44
New Jersey Expanded Income Eligibility - Lunch		1,289	1,289
Federal Sources:			
National School Lunch Program		333,107	333,107
School Breakfast Program		7,709	7,709
NSLP Equipment Grant		3,095	3,095
Summer Electronic Benefit Transfer		643	643
Local Food for Schools		6,039	6,039
Food Distribution Program		87,053	87,053
Total Non-Operating Revenue	9,359	540,126	549,485
Change in Net Position Before Transfers	369,069	(291,393)	77,676
Transfer In - General Fund - Board Contribution		290,000	290,000
Change in Net Position After Transfers	369,069	(1,393)	367,676
Net Position - Beginning of Year (Restated)	65,280	310,751	376,031
Net Position - End of Year	$ 434,349	$ 309,358	$ 743,707

NUTLEY BOARD OF EDUCATION
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Major Funds		Total
	Extended Day	Food Service	Enterprise Funds
Cash Flows from Operating Activities:			
Receipts from Customers	$ 1,294,838	$ 903,298	$ 2,198,136
Payments for Employees	(950,135)		(950,135)
Payments to Food Service Vendor		(906,877)	(906,877)
Payments to Suppliers		(938,735)	(938,735)
Net Cash Used for Operating Activities	344,703	(942,314)	(597,611)
Cash Flows from Investing Activities:			
Local Sources:			
Interest Income	9,359	6,342	15,701
Net Cash Provided by Investing Activities	9,359	6,342	15,701
Cash Flows from Capital and Related Financing Activities:			
Acquisition of Capital Assets		(3,095)	(3,095)
Net Cash Used for Capital and Related Financing Activities		(3,095)	(3,095)
Cash Flows from Noncapital Financing Activities:			
Local Sources		65,489	65,489
State Soures		18,273	18,273
Federal Sources		382,801	382,801
Cash Received from Transfers - General Fund		290,000	290,000
Cash Disbursed to Transfers - General Fund	(300,000)		(300,000)
Net Cash Provided by/(Used for) Noncapital Financing Activities	(300,000)	756,563	456,563
Net Increase/(Decrease) in Cash and Cash Equivalents	54,062	(182,504)	(128,442)
Cash and Cash Equivalents, July 1	485,728	394,659	880,387
Cash and Cash Equivalents, June 30	$ 539,790	$ 212,155	$ 751,945
Reconciliation of Operating Income/ (Loss) to Net Cash Provided by/ (used for) Operating Activities:			
Operating Income/ (Loss)	$ 359,710	$ (831,519)	$ (471,809)
Adjustment to Reconcile Operating Income/ (Loss) to Net Cash Provided by/ (Used for) Operating Activities:			
Depreciation		11,996	11,996
Food Distribution Program		87,053	87,053
Changes in Assets and Liabilities:			
(Increase)/Decrease in Accounts Receivable		(14,529)	(14,529)
(Increase)/Decrease in Accounts Receivable - Students		25,046	25,046
(Increase)/Decrease in Inventory		(6,756)	(6,756)
Increase/(Decrease) in Unearned Revenue - Donated Commodities		6,331	6,331
Increase/(Decrease) in Unearned Revenue - Prepaid Sales		2,578	2,578
Increase/(Decrease) in Accounts Payable	(15,007)	(222,514)	(237,521)
Net Cash Provided By/ (Used for) Operating Activities	$ 344,703	$ (942,314)	$ (597,611)

Noncash Investing and Financing Activities:

The Food Service Enterprise Fund received $90,184 and utilized $87,053 of commodities from the Federal Food Distribution Program for the fiscal year ended June 30, 2025.

FIDUCIARY ACTIVITIES
(NOT APPLICABLE)

LONG-TERM LIABILITIES

NUTLEY BOARD OF EDUCATION
LONG TERM LIABILITIES
STATEMENT OF SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding June 30, 2025 Date	Amount	Interest Rate	Balance July 1, 2024	Retired or Matured	Balance June 30, 2025
Series 2015 Refunding Bonds	4/8/2015	$ 30,445,000	7/15/2025	$ 1,960,000	3.00-5.00%			
			7/15/2026	2,040,000	3.500%			
			7/15/2027	2,135,000	4.000%			
			7/15/2028	2,245,000	4.000%			
			7/15/2029	2,360,000	4.000%			
			7/15/2030	2,475,000	4.000%			
			7/15/2031	3,260,000	4.000%			
			7/15/2032	3,380,000	4.000%	$ 21,515,000	$ 1,660,000	$ 19,855,000
Series 2022 Refunding Bonds	5/17/2022	4,695,000	8/15/2025	675,000	2.240%			
			8/15/2026	670,000	2.240%			
			8/15/2027	655,000	2.240%			
			8/15/2028	640,000	2.240%			
			8/15/2029	625,000	2.240%	3,935,000	670,000	3,265,000
						$ 25,450,000	$ 2,330,000	$ 23,120,000

NUTLEY BOARD OF EDUCATION
LONG TERM LIABILITIES
STATEMENT OF OBLIGATIONS UNDER FINANCED PURCHASES

Purpose	Original Issue	Interest Rate	Balance July 1, 2024	Retired or Matured	Balance June 30, 2025
School Buses (2)	$ 155,563	1.66%	$ 31,411	$ 31,411	
School Buses (3) and Maint. Vehicles and Equipment	397,974	3.48%	81,118	81,118	
Apple MacBooks and Ipads	250,545	0.00%	187,909	62,636	$ 125,273
Apple MacBooks and IMacs	614,104	0.00%	154,072	154,072	
			$ 454,510	$ 329,237	$ 125,273

NUTLEY BOARD OF EDUCATION
LONG TERM LIABILITIES
STATEMENT OF OBLIGATIONS UNDER LEASES

Purpose	Original Issue	Interest Rate	Balance July 1, 2024	Retired or Matured	Balance June 30, 2025
371 Franklin Avenue	10/20/2022	5.09%	$ 679,766	$ 178,915	$ 500,851
St. Paul's Church	7/1/2023	4.89%	373,141	83,738	289,403
			$ 1,052,907	$ 262,653	$ 790,254

NUTLEY BOARD OF EDUCATION
LONG TERM LIABILITIES
SCHEDULE OF OBLIGATIONS UNDER SUBSCRIPTION-BASED
INFORMATION TECHNOLOGY ARRANGEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOT APPLICABLE

NUTLEY BOARD OF EDUCATION
BUDGETARY COMPARSION SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	$ 2,356,467		$ 2,356,467	$ 2,356,467	
State Sources:					
School Building Aid	841,109		841,109	841,109	
Total Revenues	3,197,576		3,197,576	3,197,576	
EXPENDITURES:					
Regular Debt Service:					
Interest	894,490		894,490	894,490	
Redemption of Principal	2,330,000		2,330,000	2,330,000	
Total Regular Debt Service	3,224,490		3,224,490	3,224,490	
Total Expenditures	3,224,490		3,224,490	3,224,490	
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(26,914)		(26,914)	(26,914)	
Fund Balance, July 1	40,875		40,875	40,875	
Fund Balance, June 30	$ 13,961	$ -0-	$ 13,961	$ 13,961	$ -0-
Recapitulation:					
Restricted for Subsequent Year's Expenditures				$ 13,961	

STATISTICAL SECTION
(UNAUDITED)

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

Contents

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

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

NUTLEY BOARD OF EDUCATION
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING
UNAUDITED

	June 30,				
	2016	2017	2018	2019	2020
Governmental Activities/(Deficit)					
Net Investment in Capital Assets	$ 19,313,537	$ 20,801,024	$ 20,707,017	$ 22,071,442	$ 23,328,725
Restricted	4,864,909	5,012,012	5,060,927	3,394,063	5,202,669
Unrestricted	(16,909,567)	(20,671,996)	(21,503,149)	(20,654,477)	(19,732,367)
Total Governmental Activities Net Position	$ 7,268,879	$ 5,141,040	$ 4,264,795	$ 4,811,028	$ 8,799,027
Business-type Activities					
Investment in Capital Assets	$ 90,147	$ 77,694	$ 109,349	$ 97,257	$ 72,493
Unrestricted	1,038,986	1,241,168	1,417,498	1,270,929	825,345
Total Business-type Activities Net Position	$ 1,129,133	$ 1,318,862	$ 1,526,847	$ 1,368,186	$ 897,838
District-wide/(Deficit)					
Net Investment in Capital Assets	$ 19,403,684	$ 20,878,718	$ 20,816,366	$ 22,168,699	$ 23,401,218
Restricted	4,864,909	5,012,012	5,060,927	3,394,063	5,202,669
Unrestricted	(15,870,581)	(19,430,828)	(20,085,651)	(19,383,548)	(18,907,022)
Total District Net Position	$ 8,398,012	$ 6,459,902	$ 5,791,642	$ 6,179,214	$ 9,696,865

NUTLEY BOARD OF EDUCATION
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING
UNAUDITED
(Continued)

	June 30,				
	2021	2022	2023	2024 *	2025
Governmental Activities/(Deficit)					
Net Investment in Capital Assets	$ 25,042,001	$ 26,479,892	$ 28,720,886	$ 16,628,978	$ 17,162,870
Restricted	5,508,604	5,353,951	3,093,542	3,138,859	4,863,227
Unrestricted (Deficit)	(21,987,483)	(18,679,423)	(20,954,518)	(26,980,357)	(23,440,429)
Total Governmental Activities Net Position (Deficit)	$ 8,563,122	$ 13,154,420	$ 10,859,910	$ (7,212,520)	$ (1,414,332)
Business-type Activities					
Investment in Capital Assets	$ 103,023	$ 395,250	$ 415,662	$ 116,318	$ 107,417
Unrestricted	936,602	908,272	120,164	259,713	636,290
Total Business-type Activities Net Position	$ 1,039,625	$ 1,303,522	$ 535,826	$ 376,031	$ 743,707
District-wide/(Deficit)					
Net Investment in Capital Assets	$ 25,145,024	$ 26,875,142	$ 29,136,548	$ 16,745,296	$ 17,270,287
Restricted	5,508,604	5,353,951	3,093,542	3,138,859	4,863,227
Unrestricted	(21,050,881)	(17,771,151)	(20,834,354)	(26,720,644)	(22,804,139)
Total District Net Position	$ 9,602,747	$ 14,457,942	$ 11,395,736	$ (6,836,489)	$ (670,625)

Source: School District Financial Reports
* Restated

NUTLEY BOARD OF EDUCATION
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING
UNAUDITED

	Fiscal Year Ended June 30,				
	2016	2017	2018	2019	2020
Expenses					
Governmental Activities					
Instruction					
Regular	$ 34,587,775	$ 39,615,017	$ 39,630,862	$ 36,846,477	$ 36,022,418
Special Education	12,965,002	14,753,414	16,024,335	15,955,511	16,067,749
Other Instruction	1,598,362	1,845,551	1,891,637	1,587,816	1,556,551
School-Sponsored Instruction	1,777,672	1,853,132	1,934,689	1,962,757	1,860,377
Community Services	8,178	10,053	10,711	5,262	4,543
Support Services					
Tuition					
Student & Instruction Related Services	9,071,293	10,525,535	10,983,302	10,760,509	11,057,920
General and Business Administrative Services	2,038,030	2,255,573	2,451,486	2,155,337	2,194,904
School Administrative Services	5,013,306	5,732,435	5,860,531	5,279,558	5,121,879
Central Services & Administrative Information Technology					
Plant Operations and Maintenance	5,807,656	6,513,129	7,453,672	6,973,333	6,271,313
Pupil Transportation	2,463,922	2,441,456	2,843,524	2,679,826	2,643,556
Business Services	1,650,848	1,796,514	1,772,934	1,669,012	1,450,238
Charter Schools					
Capital Outlay					
Interest on long-term liabilities	1,678,057	1,633,618	1,559,545	1,487,793	1,413,201
Total Governmental Activities Expenses	78,660,101	88,975,427	92,417,228	87,363,191	85,664,649
Business-type Activities					
Food Service	916,514	988,220	940,782	1,112,733	895,514
Extended Day	854,554	940,362	899,588	1,057,490	1,102,030
Athletic Camps		3,189	590		
Total Business-type Activities Expense	1,771,068	1,931,771	1,840,960	2,170,223	1,997,544
Total District Expenses	$ 80,431,169	$ 90,907,198	$ 94,258,188	$ 89,533,414	$ 87,662,193
Program Revenues					
Governmental Activities					
Charges for Services					
Student & Instruction Related Services					
Tuition & Pupil Transportation	$ 162,976	$153,067	$ 132,071	$ 148,273	$ 99,158
Operating Grants and Contributions	19,664,224	25,544,164	28,962,962	23,778,116	21,064,189
Capital Grants and Contributions				275,552	
Total Governmental Activities Program Revenues	19,827,200	25,697,231	29,095,033	24,201,941	21,163,347
Business-type Activities:					
Charges for Services					
Food Service	741,578	788,858	678,410	732,606	632,133
Extended Day	1,016,495	1,067,012	1,126,078	1,036,410	629,092
Operating Grants and Contributions	257,066	265,290	241,031	226,275	272,525
Total Business-type Activities Program Revenues	2,015,139	2,121,160	2,045,519	1,995,291	1,533,750
Total District Program Revenues	$ 21,842,339	$ 27,818,391	$ 31,140,552	$ 26,197,232	$ 22,697,097

NUTLEY BOARD OF EDUCATION
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING
UNAUDITED
(Continued)

	Fiscal Year Ended June 30,				
	2016	2017	2018	2019	2020
Net (Expense)/Revenue					
Governmental Activities	$(58,832,901)	$(63,278,196)	$(63,322,195)	$(63,161,250)	$(64,501,302)
Business-type Activities	244,071	189,389	204,559	(174,932)	(463,794)
Total District-wide Net Expense	$(58,588,830)	$(63,088,807)	$(63,117,636)	$(63,336,182)	$(64,965,096)
General Revenues and Other Changes in Net Position					
Governmental Activities					
Property Taxes Levied for General Purposes, Net	$ 54,765,838	$ 55,912,921	$ 56,905,643	$ 57,983,872	$ 60,449,059
Taxes Levied for Debt Service	4,436,197	4,454,961	4,579,410	4,499,607	4,840,795
Federal and State aid not restricted	821,929	724,855	783,837	792,590	800,920
Miscellaneous Income	435,680	400,478	492,651	431,414	482,061
Loss on Disposal of Capital Assets	(27,173)	(52,079)			
Transfers					
Total Governmental Activities	60,432,471	61,441,136	62,761,541	63,707,483	66,572,835
Business-type Activities					
Investment Earnings	214	340	5,019	16,271	7,821
Miscellaneous					
Other Items			(1,593)		
Transfers					
Total Business-type Activities	214	340	3,426	16,271	7,821
Total District-wide	$ 60,432,685	$ 61,441,476	$ 62,764,967	$ 63,723,754	$ 66,580,656
Change in Net Position					
Governmental Activities	$ 1,599,570	$ (1,837,060)	$ (560,654)	$ 546,233	$ 2,071,533
Business-type Activities	244,285	189,729	207,985	(158,661)	(455,973)
Total District	$ 1,843,855	$ (1,647,331)	$ (352,669)	$ 387,572	$ 1,615,560

NUTLEY BOARD OF EDUCATION
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING
UNAUDITED
(Continued)

	Fiscal Year Ended June 30,				
	2021	2022	2023	2024	2025
Expenses					
Governmental Activities					
Instruction					
Regular	$ 42,044,190	$ 36,431,664	$ 38,348,261	$ 38,701,444	$ 40,672,970
Special Education	18,282,125	17,381,210	18,491,397	19,864,039	11,839,272
Other Instruction	1,783,365	1,664,833	1,747,349	2,050,166	1,468,663
School-Sponsored Instruction	1,922,767	1,942,315	1,927,134	2,041,918	1,511,211
Community Services	3,677	308,030			
Support Services					
Tuition					6,821,530
Student & Instruction Related Services	12,146,861	11,647,484	12,288,317	13,609,215	10,492,665
General and Business Administrative Services	2,542,798	2,177,548	2,075,164	1,685,615	1,382,574
School Administrative Services	6,081,401	5,221,639	4,892,923	5,642,588	4,861,349
Central Services & Administrative					
Information Technology	7,703,075	7,155,029	8,687,963	9,110,736	1,592,522
Plant Operations and Maintenance	1,988,017	2,862,647	3,283,721	3,411,689	8,740,845
Pupil Transportation	1,905,005	1,605,939	1,790,564	2,218,196	3,172,393
Business Services					
Charter Schools					157,494
Capital Outlay					88,649
Interest on long-term liabilities	1,353,072	1,297,457	1,158,745	1,103,769	905,606
Total Governmental Activities Expenses	97,756,353	89,695,795	94,691,538	99,439,375	93,707,743
Business-type Activities					
Food Service	764,528	1,486,129	1,819,888	1,835,012	1,721,722
Extended Day	158,591	730,825	1,422,062	1,122,065	935,128
Athletic Camps					
Total Business-type Activities Expense	923,119	2,216,954	3,241,950	2,957,077	2,656,850
Total District Expenses	$ 98,679,472	$ 91,912,749	$ 97,933,488	$ 102,396,452	$ 96,364,593
Program Revenues					
Governmental Activities					
Charges for Services					
Student & Instruction Related Services	$ 137,226	$ 199,875	$ 229,895	$ 562,675	$ 309,441
Tuition & Pupil Transportation	58,890	71,545	7,892	16,114	20,332
Operating Grants and Contributions	30,145,758	24,477,442	22,519,332	22,447,984	23,945,436
Capital Grants and Contributions	11,870	393,948	317,447	907,941	
Total Governmental Activities Program Revenues	30,353,744	25,142,810	23,074,566	23,934,714	24,275,209
Business-type Activities:					
Charges for Services					
Food Service	36,766	221,323	1,017,137	1,015,522	890,203
Extended Day		774,635	968,983	1,174,562	1,294,838
Operating Grants and Contributions	1,030,712	1,483,865	463,705	440,592	533,784
Total Business-type Activities Program Revenues	1,067,478	2,479,823	2,449,825	2,630,676	2,718,825
Total District Program Revenues	$ 31,421,222	$ 27,622,633	$ 25,524,391	$ 26,565,390	$ 26,994,034

NUTLEY BOARD OF EDUCATION
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING
UNAUDITED
(Continued)

	Fiscal Year Ended June 30,				
	2021	2022	2023	2024	2025
Net (Expense)/Revenue					
Governmental Activities	$(67,402,609)	$(64,552,985)	$(71,616,972)	$ (75,504,661)	$(69,432,534)
Business-type Activities	144,359	262,869	(792,125)	(326,401)	61,975
Total District-wide Net Expense	$(67,258,250)	$(64,290,116)	$(72,409,097)	$ (75,831,062)	$(69,370,559)
General Revenues and Other Changes in Net Position					
Governmental Activities					
Property Taxes Levied for General Purposes, Net	$ 61,862,619	$ 62,451,195	$ 63,623,669	$ 64,820,809	$ 65,488,901
Taxes Levied for Debt Service	4,882,351	4,875,860	4,481,786	4,726,052	2,356,467
Federal and State aid not restricted	807,841	817,777	823,853	833,375	7,281,602
Miscellaneous Income	162,785	999,451	393,154	338,747	393,752
Loss on Disposal of Capital Assets					
Transfers				(409,972)	(290,000)
Total Governmental Activities	67,715,596	69,144,283	69,322,462	70,309,011	75,230,722
Business-type Activities					
Investment Earnings	1,090	1,028	24,429	15,027	
Miscellaneous					15,701
Other Items					
Transfers				409,972	290,000
Total Business-type Activities	1,090	1,028	24,429	424,999	305,701
Total District-wide	$ 67,716,686	$ 69,145,311	$ 69,346,891	$ 70,734,010	$ 75,536,423
Change in Net Position					
Governmental Activities	$ 312,987	$ 4,591,298	$ (2,294,510)	$ (5,195,650)	$ 5,798,188
Business-type Activities	145,449	263,897	(767,696)	98,598	367,676
Total District	$ 458,436	$ 4,855,195	$ (3,062,206)	$ (5,097,052)	$ 6,165,864

Source: School District Financial Reports

NUTLEY BOARD OF EDUCATION
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
MODIFIED ACCRUAL BASIS OF ACCOUNTING
UNAUDITED

	June 30,				
	2016	2017	2018	2019	2020
General Fund					
Restricted	$ 5,884,777	$ 5,840,207	$ 6,261,721	$ 4,605,954	$ 4,794,385
Committed	1,163,964	273,620		1,023,126	
Assigned	1,351,514	199,860	159,378	200,180	2,703,174
Unassigned / (Deficit)	396,003	445,357	287,560	92,768	(188,904)
Total General Fund	$ 8,796,258	$ 6,759,044	$ 6,708,659	$ 5,922,028	$ 7,308,655
All Other Governmental Funds					
Restricted	$ 1,209,231	$ 1,233,573	$ 587,423	$ 532,974	$ 1,534,545
Unassigned / (Deficit)				(129,999)	
Total All Other Governmental Funds	$ 1,209,231	$ 1,233,573	$ 587,423	$ 402,975	$ 1,534,545
Total Governmental Funds	$ 10,005,489	$ 7,992,617	$ 7,296,082	$ 6,325,003	$ 8,843,200

NUTLEY BOARD OF EDUCATION
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
MODIFIED ACCRUAL BASIS OF ACCOUNTING
UNAUDITED
(Continued)

	June 30,				
	2021	2022	2023	2024	2025
General Fund					
Restricted	$ 3,053,596	$ 2,772,907	$ 416,620	$ 1,711,364	$ 3,461,806
Committed					
Assigned	1,181,095	1,257,442	1,273,186	41,626	830,218
Unassigned / (Deficit)	1,621,390	1,238,876	(2,930,106)	(1,577,153)	151,637
Total General Fund	$ 5,856,081	$ 5,269,225	$ (1,240,300)	$ 175,837	$ 4,443,661
All Other Governmental Funds					
Restricted	$ 2,836,655	$ 2,672,247	$ 2,676,922	$ 1,250,159	$ 1,401,421
Unassigned / (Deficit)					(269,408)
Total All Other Governmental Funds	$ 2,836,655	$ 2,672,247	$ 2,676,922	$ 1,250,159	$ 1,132,013
Total Governmental Funds	$ 8,692,736	$ 7,941,472	$ 1,436,622	$ 1,425,996	$ 5,575,674

Source: School District Financial Reports

NUTLEY BOARD OF EDUCATION
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
MODIFIED ACCRUAL BASIS OF ACCOUNTING
UNAUDITED

	Fiscal Year Ending June 30,				
	2016	2017	2018	2019	2020
Revenues:					
Tax Levy	$ 54,765,838	$ 55,912,921	$ 56,905,643	$ 57,983,872	$ 60,449,059
Tuition Charges	153,876	143,067	132,071	148,273	99,158
Interest Earnings					
Transportation Fees	9,100	10,000			
Miscellaneous	471,012	470,029	581,787	490,797	566,455
State Sources	15,326,113	16,379,031	18,055,593	20,013,850	21,180,318
Federal Sources	1,433,829	1,339,648	1,416,828	1,491,597	1,279,087
Total Revenue	72,159,768	74,254,696	77,091,922	80,128,389	83,574,077
Expenditures:					
Instruction					
Regular Instruction	29,057,613	30,934,879	30,720,504	32,237,099	32,952,481
Special Education Instruction	11,742,726	12,595,281	13,789,533	14,703,075	15,390,586
Other Instruction	1,338,495	1,422,373	1,471,613	1,396,479	1,437,930
School-Sponsored	1,527,737	1,496,122	1,561,965	1,768,294	1,734,171
Community Services	6,813	7,729	8,312	4,812	4,189
Support Services					
Tuition					
Student & Other Instruction Related Services	7,549,527	8,231,471	8,670,369	9,461,514	10,228,745
General & Business Administrative Services	1,497,630	1,522,821	1,634,925	1,548,708	1,523,749
School Administrative Services	4,474,823	4,781,406	4,874,592	4,855,625	4,966,646
Central Services and Administrative Information Technology					
Plant Operations and Maintenance	5,436,951	5,700,202	6,536,563	6,467,137	5,906,324
Pupil Transportation	2,032,271	2,191,583	2,530,583	2,498,252	2,549,577
Other Support Services	1,538,732	1,567,357	1,516,272	1,565,601	1,458,653

NUTLEY BOARD OF EDUCATION
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
MODIFIED ACCRUAL BASIS OF ACCOUNTING
UNAUDITED
(Continued)

	Fiscal Year Ending June 30,				
	2016	2017	2018	2019	2020
Expenditures:					
Charter School					
Capital Outlay	$ 829,680	$ 2,213,115	$ 941,756	$ 1,330,919	$ 1,312,387
Debt Service:					
Principal	2,181,739	1,967,132	2,042,350	2,122,602	2,209,807
Interest and Other Charges	1,442,475	1,636,097	1,565,000	1,493,322	1,421,683
Total Expenditures	70,657,212	76,267,568	77,864,337	81,453,439	83,096,928
Excess/(Deficit) of Revenues Over/(Under) Expenditures	1,502,556	(2,012,872)	(772,415)	(1,325,050)	477,149
Other Financing Sources/(Uses)					
Payments to Escrow Agent					
Refunding Bond Proceeds					
State Aid Advance Loan Proceeds					
Financed Purchases (Non-budgeted)	85,000		75,880	78,419	155,563
Proceeds from Insurance Recoveries				275,552	
Transfers in	2,108	553,436	7,731	101,906	1,100,048
Transfers out	(2,108)	(553,436)	(7,731)	(101,906)	(1,100,048)
Total Other Financing Sources/(Uses)	85,000		75,880	353,971	155,563
Net Change in Fund Balances	$ 1,587,556	$ (2,012,872)	$ (696,535)	$ (971,079)	$ 632,712
Debt Service as a Percentage of Noncapital Expenditures	5.19%	4.87%	4.69%	4.51%	4.44%

NUTLEY BOARD OF EDUCATION
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
MODIFIED ACCRUAL BASIS OF ACCOUNTING
UNAUDITED
(Continued)

	Fiscal Year Ending June 30,				
	2021	2022	2023	2024	2025
Revenues:					
Tax Levy	$ 61,862,619	$ 62,451,195	$ 63,623,669	$ 64,820,809	$ 67,845,368
Tuition Charges	58,890	71,545	7,892	16,114	33,662
Interest Earnings					35,110
Transportation Fees					2,515
Miscellaneous	457,399	1,217,655	803,426	1,703,758	723,781
State Sources	23,349,825	29,138,775	30,566,778	34,333,031	39,696,654
Federal Sources	2,194,894	3,648,251	3,414,052	2,128,475	1,953,017
Total Revenue	87,923,627	96,527,421	98,415,817	103,002,187	110,290,107
Expenditures:					
Instruction					
Regular Instruction	35,540,418	38,902,323	41,717,510	43,489,232	26,829,349
Special Education Instruction	16,466,431	18,316,885	19,706,483	21,427,386	8,461,924
Other Instruction	1,512,964	1,781,768	1,906,782	2,307,743	861,067
School-Sponsored	1,687,528	2,057,364	2,077,221	2,240,463	1,041,537
Community Services	3,126	308,680			
Support Services					
Tuition					6,821,530
Student & Other Instruction Related Services	10,563,162	11,940,672	12,947,469	14,390,368	6,812,653
General & Business Administrative Services	1,754,591	1,749,888	1,625,416	1,741,647	1,174,096
School Administrative Services	5,336,016	5,613,501	5,413,469	6,109,700	2,993,725
Central Services and Administrative Information Technology					1,017,340
Plant Operations and Maintenance	6,759,421	6,782,208	8,289,263	8,136,975	5,683,469
Pupil Transportation	1,767,202	2,853,891	3,386,063	3,430,332	2,451,679
Other Support Services	1,682,469	1,738,409	1,931,732	2,033,992	38,090,299

NUTLEY BOARD OF EDUCATION
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
MODIFIED ACCRUAL BASIS OF ACCOUNTING
UNAUDITED
(Continued)

	Fiscal Year Ending June 30,				
	2021	2022	2023	2024	2025
Expenditures:					
Charter School					$ 157,494
Capital Outlay	$ 1,683,349	$ 1,314,449	$ 2,937,993	$ 2,858,496	229,777
Debt Service:					
Principal	2,358,200	2,626,675	2,770,120	2,975,604	2,330,000
Interest and Other Charges	1,357,188	1,352,534	1,139,570	1,111,562	894,490
Total Expenditures	88,472,065	97,339,247	105,849,091	112,253,500	105,850,429
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(548,438)	(811,826)	(7,433,274)	(9,251,313)	4,439,678
Other Financing Sources/(Uses)					
Payments to Escrow Agent		(4,634,438)			
Refunding Bond Proceeds		4,695,000			
State Aid Advance Loan Proceeds				9,000,000	
Financed Purchases (Non-budgeted)	397,974		928,424	650,659	
Proceeds from Insurance Recoveries					
Transfers in	1,080,000	550,000	1,991,129	498,876	(290,000)
Transfers out	(1,080,000)	(550,000)	(1,991,129)	(908,848)	
Total Other Financing Sources/(Uses)	397,974	60,562	928,424	9,240,687	(290,000)
Net Change in Fund Balances	$ (150,464)	$ (751,264)	$ (6,504,850)	$ (10,626)	$ 4,149,678
Debt Service as a Percentage of Noncapital Expenditures	4.28%	4.14%	3.80%	3.74%	3.05%

Source: School District Financial Reports

NUTLEY BOARD OF EDUCATION
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
MODIFIED ACCRUAL BASIS OF ACCOUNTING
UNAUDITED

Fiscal Year Ending June 30,	Interest on Investments	Tuition Revenue	Transportation	Miscellaneous	Total
2016	$ 15,177	$ 153,876	$ 9,100	$ 418,395	$ 596,548
2017	38,732	143,067	10,000	358,310	550,109
2018	64,759	132,071		420,161	616,991
2019	105,403	148,273		318,873	572,549
2020	66,841	99,158		415,172	581,171
2021	17,725	58,890		145,033	1,454,213
2022	15,164	71,545		984,252	2,764,136
2023	165,034	7,892		222,234	2,764,136
2024	95,073	16,114		552,911	664,098
2025	159,592	33,662		236,675	429,929

Source: School District Financial Records.

NUTLEY BOARD OF EDUCATION
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
UNAUDITED

Year Ended December 31,	Vacant Land	Residential	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities [a]	Net Valuation Taxable	Total Direct School Tax Rate [b]	Estimated Actual (County Equalized Value)
2015	$ 25,537,800	$ 2,600,236,500	$ 433,136,000	$ 12,845,700	$ 168,100,400	$ 3,239,856,400	$ 9,200	$ 3,239,865,600	$ 1.596	$ 3,554,993,213
2016	25,383,100	2,604,434,300	433,441,600	11,831,600	173,652,900	3,248,743,500	- 0 -	3,248,743,500	1.622	3,584,622,642
2017	30,582,100	2,610,651,100	430,209,400	11,831,600	170,801,200	3,254,075,400	- 0 -	3,254,075,400	1.679	3,655,443,047
2018	30,197,000	2,620,553,600	434,442,300	12,545,700	171,143,400	3,268,882,000	9,100	3,268,891,100	1.697	3,733,731,582
2019	30,168,900	2,629,433,000	420,826,700	12,545,700	171,143,400	3,264,117,700	- 0 -	3,264,117,700	1.768	3,821,256,966
2020	31,788,900	2,635,963,300	390,260,600	12,545,700	171,143,400	3,241,701,900	9,100	3,241,711,000	1.806	3,995,080,858
2021	30,546,600	2,642,920,600	397,245,800	12,475,700	170,377,200	3,253,565,900	9,100	3,253,575,000	1.936	4,235,556,102
2022	31,837,300	2,648,566,000	395,935,500	12,680,300	170,377,200	3,259,396,300	7,460	3,259,403,760	1.936	4,389,401,924
2023	51,174,000	4,039,084,100	547,013,200	20,364,400	310,379,600	4,968,015,300	10,000	4,968,025,300	1.293	4,695,291,109
2024	50,651,500	4,043,770,800	540,017,900	19,681,100	309,660,000	4,963,781,300	9,700	4,963,791,000	1.337	5,147,158,509

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

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

[b] Tax rates are per $100 of assessed value.

* Revaluated

Source: Municipal Tax Assessor

NUTLEY BOARD OF EDUCATION
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
UNAUDITED
(Rate per $100 of Assessed Value)

Year Ended December 31,		Board of Education Nutley Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
		Basic Rate [a]	General Obligation Debt Service [b]	Total Direct	Municipality	County	
2015		$ 1.512	$ 0.084	$ 1.596	$ 1.117	$ 0.554	$ 3.267
2016		1.541	0.081	1.622	1.197	0.551	3.370
2017		1.607	0.072	1.679	1.227	0.567	3.473
2018		1.620	0.077	1.697	1.256	0.558	3.511
2019		1.686	0.082	1.768	1.283	0.556	3.607
2020		1.766	0.040	1.806	1.292	0.584	3.682
2021		1.856	0.082	1.936	1.283	0.625	3.844
2022		1.814	0.122	1.936	1.308	0.620	3.864
2023	*	1.240	0.053	1.293	0.878	0.406	2.577
2024		1.287	0.050	1.337	0.578	0.822	2.737

* Revaluation Year

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.

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

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

Source: Municipal Tax Collector and School Business Administrator

NUTLEY BOARD OF EDUCATION
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

2025			2016		
	Taxable Assessed	% of Total District Net Assessed Value		Taxable Assessed Value	% of Total District Net Assessed Value
HSRE Ideation Property Owner LLC	$ 35,509,100	0.72%	Hoffman-LaRoche, Inc	$ 225,515,504	6.96%
PB Nutcliff Master, LLC	32,388,500	0.65%	492 River Road Reckson	22,532,000	0.70%
GI TC Nutley LLC	31,589,000	0.64%	Nutley Properties	18,616,000	0.57%
M&M @ E Centre St	29,979,400	0.60%	Village Manor Associates	17,324,300	0.53%
SF Nutley Properties Owner II, LLC	28,325,800	0.57%	432 Owners Inc.	16,320,000	0.50%
432 Owners Inc.	28,050,000	0.57%	M&M @ E Centre St	13,458,800	0.42%
Village Manor Associates	28,029,100	0.56%	Nutley Shop-Rite	11,293,600	0.35%
Public Service Electric & Gas	18,678,200	0.38%	JERC Partners III	8,006,800	0.25%
SSEF, LLC	17,715,600	0.36%	NSP Management Co.	7,190,300	0.22%
Nutley Senior Citizen Housing Corp	16,183,400	0.33%	River Road Associates	6,750,000	0.21%
Total	$ 266,448,100	5.37%		$ 347,007,304	10.71%

Source: Municipal Tax Assessor

NUTLEY BOARD OF EDUCATION
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy [a]		Collections in Subsequent Years
		Amount	Percentage of Levy	
2016	$ 54,765,838	$ 54,765,838	100.00%	$ -0-
2017	55,912,921	55,912,921	100.00%	-0-
2018	56,905,643	56,905,643	100.00%	-0-
2019	57,983,872	57,983,872	100.00%	-0-
2020	60,449,059	60,449,059	100.00%	-0-
2021	61,862,619	61,862,619	100.00%	-0-
2022	62,451,195	62,451,195	100.00%	-0-
2023	63,623,669	63,623,669	100.00%	-0-
2024	64,820,809	64,820,809	100.00%	-0-
2025	66,349,584	66,349,584	100.00%	-0-

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

Source: Nutley Board of Education records including the Certificate and Report of School Taxes (A4F form)

NUTLEY BOARD OF EDUCATION
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities: General Obligation Bonds	Governmental Activities: Obligations Under Financed Purchases	Total District	Percentage of Personal Income [a]	Population	Per Capita [a]
2016	$ 42,805,000	$ 124,635	$ 42,805,000	2.62%	28,504	$ 1,500
2017	40,865,000	97,503	40,865,000	2.44%	25,532	1,432
2018	38,865,000	131,033	38,865,000	2.30%	28,542	1,362
2019	36,795,000	156,850	36,795,000	2.04%	28,542	1,288
2020	34,655,000	242,606	34,655,000	1.81%	28,557	1,218
2021	32,450,000	487,380	32,450,000	1.46%	28,457	1,089
2022	30,315,000	809,058	30,315,000	1.34%	29,786	1,025
2023	27,905,000	1,377,362	27,905,000	1.17%	29,565	945
2024	25,450,000	1,507,417	25,450,000	1.04%	29,538	834
2025	23,120,000	125,273	23,245,273	0.95%	30,508	762

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

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

Source: School District Financial Reports

NUTLEY BOARD OF EDUCATION
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Net Valuation [a] Taxable	Per Capita [b]
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2016	$ 42,805,000	$ - 0 -	$ 42,805,000	1.3%	$ 1,500
2017	40,865,000	- 0 -	40,865,000	1.3%	1,432
2018	38,865,000	- 0 -	38,865,000	1.2%	1,362
2019	36,795,000	- 0 -	36,795,000	1.1%	1,288
2020	34,655,000	- 0 -	34,655,000	1.1%	1,218
2021	32,450,000	- 0 -	32,450,000	1.0%	1,089
2022	30,315,000	- 0 -	30,315,000	0.9%	1,025
2023	27,905,000	- 0 -	27,905,000	0.9%	945
2024	25,450,000	- 0 -	25,450,000	0.5%	834
2025	23,120,000	- 0 -	23,120,000	0.5%	758

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

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

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

Source: School District Financial Reports

NUTLEY BOARD OF EDUCATION
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2024
UNAUDITED

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable [a]	Estimated Share of Overlapping Debt
Debt Repaid With Property Taxes			
Township of Nutley	$23,120,000	100.00%	$ 23,120,000
Essex County	620,640,683	5.25%	32,556,859
Passaic Valley Sewerage Commission (B)	179,773,879	5.25%	9,430,373
North Jersey District Water Supply Commission (B)	14,074,873	5.25%	738,324
Subtotal, Overlapping Debt			55,676,859
Nutley Board of Education Direct Debt			23,120,000
Total Direct and Overlapping Debt			$ 78,796,859

(A) The debt for this entity was apportioned by dividing the Municipality's 2024 equalized value by the total 2024 equalized value for Essex County.

(B) Overlapping debt was computed based upon usage

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 Nutley. This process recognizes that, when considering the District's ability to issue and repay long-term, the entire debt burden borne by the residents and businesses should be taken into account. However this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping unit.

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

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

NUTLEY BOARD OF EDUCATION
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

Legal Debt Margin Calculation for Fiscal Year 2025

	Equalized valuation basis
2022	$ 4,689,778,849
2023	5,129,597,625
2024	5,555,435,143
	$15,374,811,617
Average Equalized Valuation of Taxable Property	$ 5,124,937,206
Debt Limit (4% of average equalization value)	204,997,488
Net Direct School Debt	23,120,000
Legal Debt Margin	$ 181,877,488

	Fiscal Year				
	2016	2017	2018	2019	2020
Debt Limit	$ 145,714,626	$ 144,771,418	$ 145,881,342	$ 149,241,432	$ 153,956,554
Total Net Debt Applicable to Limit	42,805,000	40,865,000	38,865,000	36,795,000	34,655,000
Legal Debt Margin	$ 102,909,626	$ 103,906,418	$ 107,016,342	$ 112,446,432	$ 119,301,554
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	29.38%	28.23%	26.64%	24.65%	22.51%

	Fiscal Year				
	2021	2022	2023	2024	2025
Debt Limit	$ 160,401,413	$ 167,528,266	$ 176,684,148	$ 163,626,332	$ 204,997,488
Total Net Debt Applicable to Limit	32,450,000	30,315,000	27,905,000	25,450,000	23,120,000
Legal Debt Margin	$ 127,951,413	$ 137,213,266	$ 148,779,148	$ 138,176,332	$ 181,877,488
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	20.23%	18.10%	15.79%	15.55%	11.28%

a Limit set by NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other districts

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

Exhibit J-14

NUTLEY BOARD OF EDUCATION
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Year	Population [a]	Township of Nutley Personal Income [b]	Essex County Per Capita Personal Income [c]	Unemployment Rate [d]
2016	28,532	1,632,829,296	57,228	4.20%
2017	28,542	1,675,615,194	58,707	4.00%
2018	28,542	1,693,168,524	59,322	3.50%
2019	28,557	1,801,289,889	63,077	2.90%
2020	28,457	1,918,883,967	67,431	9.20%
2021	29,786	2,225,431,204	74,714	6.20%
2022	29,565	2,261,367,720	76,488	3.40%
2023	29,538	2,376,627,480	80,460	3.90%
2024	30,508	2,454,673,680 ***	80,460 *	4.00%
2025	30,508 **	2,454,673,680 ***	80,460 *	N/A

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

N/A - Not Available

Source:

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

[b] Personal income has been estimated based upon the municipal population and per capita personal income presented

[c] Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.

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

NUTLEY BOARD OF EDUCATION
PRINCIPAL EMPLOYERS, COUNTY OF ESSEX
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

	2025		
Employer	Employees	Rank	Percentage of Total Employment
Prudential Ins., Co. of America	38,196	1	9.64%
Rutgers University-Newark Campus	23,980	2	6.05%
Verizon	15,000	3	3.78%
Public Service Electric & Gas	12,500	4	3.15%
St. Barnabas Health Care System	11,624	5	2.93%
New Jersey Transit	11,500	6	2.90%
City of Newark	10,001	7	2.52%
Montclair State University	7,900	8	1.99%
Newark Board of Education	7,050	9	1.78%
Gateway Group One	6,250	10	1.58%
Total County Labor Force	396,352		

	2016		
Employer	Employees	Rank	Percentage of Total Employment

THIS INFORMATION IS NOT AVAILABLE

Source: Somerset County Business Partnership Website

NUTLEY BOARD OF EDUCATION
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	240.0	240.0	239.0	245.0	251.0	252.0	261.0	259.0	262.0	259.0
Special education	57.0	66.0	64.0	67.0	67.0	68.0	63.0	80.0	112.0	99.0
Support Services:										
Student and Instruction Related Services	161.0	140.0	147.0	144.0	140.0	141.0	138.0	134.0	128.0	107.0
General Administration	5.0	5.0	5.0	5.0	5.0	5.0	4.0	5.0	4.0	4.0
School Administrative Services	22.0	22.0	10.0	21.0	21.0	21.0	22.0	23.0	22.0	17.0
Central Services	8.0	10.0	10.0	9.0	11.0	11.0	18.0	11.0	10.0	7.0
Administrative Information Technology	4.0	4.0	3.0	3.0	4.0	4.0	3.0	5.0	6.0	6.0
Plant Operations and Maintenance	39.0	41.0	42.0	43.0	41.0	40.0	45.0	42.0	42.0	37.0
Pupil Transportation	31.0	31.0	31.0	31.0	47.0	46.0	30.0	34.0	13.0	12
Other Support Services	23.0	24.0	22.0	24.0	24.0	24.0	50.0	34.0	26.0	23.0
Total	293.0	277.0	270.0	280.0	293.0	292.0	310.0	288.0	251.0	213.0

Source: Nutley Board of Education Personnel Records

NUTLEY BOARD OF EDUCATION
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures [a]	Cost Per Pupil [d]	Percentage Change	Teaching Staff [b]	Teacher/Pupil Ratio Elementary	Teacher/Pupil Ratio School	Teacher/Pupil Ratio School	Average Daily Enrollment (ADE) [c]	Average Daily Attendance (ADA) [c]	% Change in Average Daily Enrollment	Student Attendance Percentage
2016	4,038	$ 66,203,318	$ 16,395	-0.09%	334.0	14	13	15	4,026	3,826	0.52%	95.03%
2017	4,076	70,451,224	17,284	5.42%	319.0	12	13	14	4,075	3,856	1.22%	94.63%
2018	4,051	73,315,231	18,098	4.71%	316.0	10	12	13	4,058	3,832	-0.42%	94.43%
2019	4,063	76,506,596	18,830	4.04%	312.0	13	11	13	4,068	3,849	0.25%	94.62%
2020	4,046	78,153,051	19,316	2.58%	362.0	12	11	12	4,046	3,886	-0.54%	96.05%
2021	3,966	83,073,378	20,946	8.44%	377.0	12	11	12	3,966	3,836	-1.98%	96.72%
2022	4,023	92,045,589	22,880	9.23%	N/A	12	11	12	4,023	3,641	1.44%	90.50%
2023	4,052	99,001,408	24,433	6.79%	339.0	12	11	12	4,024	3,736	0.02%	92.84%
2024	4,209	105,307,838	25,020	2.40%	326.0	14	10	12	4,208	3,856	4.57%	91.63%
2025	4,263	102,396,162	24,020	-4.00%	355.0	11	16	12	4,261	3,995	1.26%	93.76%

Note: Enrollment based on annual October district count.

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

Source: Nutley Board of Education Records

NUTLEY BOARD OF EDUCATION
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

District Building	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Nutley High School										
Square Feet	192,260	192,260	192,260	192,260	192,260	192,260	192,260	192,260	192,260	1,922,660
Capacity (students)	910	910	910	910	910	910	910	910	910	910
Enrollment	1,244	1,230	1,210	1,216	1,179	1,144	1,157	1,132	1,190	1,212
John H. Walker Middle School										
Square Feet	128,036	128,036	128,036	128,036	128,036	128,036	128,036	128,036	128,036	128,036
Capacity (students)	413	413	413	413	413	413	413	413	413	413
Enrollment	612	637	602	551	620	651	613	605	628	635
Radcliffe Elementary School										
Square Feet	45,305	45,305	45,305	45,305	45,305	45,305	45,305	45,305	45,305	45,305
Capacity (students)	413	413	413	413	413	413	413	413	413	416
Enrollment	326	330	357	352	353	340	353	363	439	344
Yantacaw Elementary School										
Square Feet	49,512	49,512	49,512	49,512	49,512	49,512	49,512	49,512	49,512	49,512
Capacity (students)	440	440	440	440	440	440	440	440	440	440
Enrollment	461	481	486	494	476	460	485	506	521	515
Washington Elementary School										
Square Feet	49,067	49,067	49,067	49,067	49,067	49,067	49,067	49,067	49,067	49,067
Capacity (students)	352	352	352	352	352	352	352	352	352	352
Enrollment	546	561	543	556	560	523	480	516	544	529
Spring Garden Elementary School										
Square Feet	51,155	51,155	51,155	51,155	51,155	51,155	51,155	51,155	51,155	51,155
Capacity (students)	379	379	379	379	379	379	379	379	379	379
Enrollment	359	366	367	397	396	399	440	429	530	589
Lincoln Elementary School										
Square Feet	56,342	56,342	56,342	56,342	56,342	56,342	56,342	56,342	56,342	56,342
Capacity (students)	463	463	463	463	463	463	463	463	463	463
Enrollment	490	471	486	497	462	449	452	436	447	439
Other:										
Maintenance Warehouse										
Square Feet	5,386	5,386	5,386	5,386	5,386	5,386	5,386	5,386	5,386	5,386
Demuro Park Field House										
Square Feet	4,848	4,848	4,848	4,848	4,848	4,848	4,848	4,848	4,848	4,848
Oval Refreshment Stand										
Square Feet	1,309	1,309	1,309	1,309	1,309	1,309	1,309	1,309	1,309	1,309
Storage Shed										
Square Feet	912	912	912	912	912	912	912	912	912	912

Number of Schools at June 30, 2025
- Elementary = 5
- Middle School = 1
- High School = 1
- Other = 4

Source: District Records

* - The Community Municipal School was acquired as part of the referendum approved by the voters in 2014 and became operational in 2016.

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

NUTLEY BOARD OF EDUCATION
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS
UNAUDITED

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

Fiscal Year Ended June 30,	Nutley High School	John H.Walker Middle School	Lincoln Elementary School	Radcliffe Elementary School	Spring Garden Elementary School	Washington Elementary School	Yantacaw Elementary School	Total
2016	$ 274,644	$ 164,414	$ 68,938	$ 133,787	$ 89,235	$ 78,377	$ 91,361	$ 900,756
2017	293,700	156,293	83,988	90,723	128,955	175,288	81,481	1,010,428
2018	411,831	196,580	136,898	101,274	81,319	89,794	80,076	1,097,772
2019	309,880	220,633	117,322	329,350	92,092	121,051	97,389	1,287,717
2020	328,030	218,452	96,130	77,298	87,280	83,717	84,476	975,383
2021	377,994	251,726	110,772	89,072	100,574	96,469	97,343	1,123,950
2022	987,589	258,116	113,583	91,333	103,126	98,917	99,814	1,752,478
2023	710,822	473,374	208,307	167,501	189,130	181,410	183,056	2,113,600
2024	432,816	187,846	138,155	170,400	272,746	134,558	133,637	1,470,158
2025	161,931	96,888	98,655	81,905	83,154	89,450	91,601	703,584

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

NUTLEY BOARD OF EDUCATION
SCHEDULE OF INSURANCE
JUNE 30, 2025
(UNAUDITED)

	Insurance Company	Coverage	Deductible
All Real and Personal Property and Theft of Contents	Suburban Metro JIF	$ 250,000	$ 500
	Multiple Carriers - Shared Layers	149,749,500	250,000
Money and Security Loss	Suburban Metro JIF	250,000	500
	Selective Insurance Company of America	249,500	250,000
General Liability (BI and PD)	Suburban Metro JIF	250,000	N/A
	Selective Insurance Company of America	9,750,000	250,000
Automobile Liability	Suburban Metro JIF	250,000	N/A
	Selective Insurance Company of America	9,750,000	250,000
School Board Legal Liability	Suburban Metro JIF	100,000	N/A
	Selective Insurance Company of America	9,900,000	100,000
Excess Liability (GL/AL/SBLL)	General Reinsurance Corporation	5,000,000	N/A
Athletic Accident Insurance	Monumental Life Insurance Company	5,000,000	N/A
Interscholastic Sports Disability	Monumental Life Insurance Company	550,000	N/A
Voluntary Student Coverage - Excluding Athletes	Monumental Life Insurance Company	500,000	N/A
Worker's Compensation	Suburban Metro JIF	250,000	N/A
	Selective Insurance Company of America	Statutory Cov A	250,000
		9,750,000 Cov B	250,000
Public Official Bonds			
Joanne Wilson	Selective	400,000	N/A
Michael DeVita	RLI Insurance Company	350,000	N/A

Source: School District's records

SINGLE AUDIT SECTION

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

Independent Auditors' Report

The Honorable President and Members
of the Nutley Board of Education
County of Essex, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office"), the financial statements of the governmental activities, the business-type activities, and each major fund, of the Nutley Board of Education (the "District"), in the County of Essex, as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 20, 2025.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

November 20, 2025
Mount Arlington, New Jersey

NISIVOCCIA LLP

Raymond A. Sarinelli
Raymond Sarinelli
Licensed Public School Accountant #2549
Certified Public Accountant

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

Independent Auditors' Report

The Honorable President and Members
of the Nutley Board of Education
County of Essex, New Jersey

Report on Compliance for Each Major Federal and State Program

Qualified and Unmodified Opinions

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

Qualified Opinion on State Aid Public Major State Program

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

Unmodified Opinion on Each of the Other Major Federal and State Programs

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

Basis for Qualified and Unmodified Opinions

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

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

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

As described in Finding 2025-001 the accompanying Schedule of Findings and Questioned Costs, the District did not comply with requirements regarding eligibility and types of services allowed or unallowed for its State Aid Public.

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

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency and a material weakness.

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

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

November 20, 2025
Mount Arlington, New Jersey

NISIVOCCIA LLP

Raymond A. Sarinelli

Raymond Sarinelli
Licensed Public School Accountant #2549
Certified Public Accountant

NUTLEY BOARD OF EDUCATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass Through Grantor Program Title/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2024 Budgetary Accounts Receivable	Balance at June 30, 2024 Budgetary Unearned Revenue	Balance at June 30, 2024 Due to Grantor	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Repayment of Prior Year Balances	Adjustments	Balance at June 30, 2025 Budgetary Accounts Receivable	Balance at June 30, 2025 Budgetary Unearned Revenue	Balance at June 30, 2025 Due to Grantor	Amounts Provided to Subrecipients
Special Revenue Fund:																
Elementary and Secondary Education Act																
Title I	84.010A	ESEA049025	7/1/24-9/30/25	$ 410,856				$ 33,045	$ 402,759	$ (379,646)				$ 23,113		
Title I	84.010A	ESEA049024	7/1/23-9/30/24	392,121	$ (215,073)	$ 33,045		(33,045)	182,028							
Total Title I					(215,073)	33,045			584,787	(379,646)				23,113		
Title II, Part A	84.367A	ESEA049024	7/1/24-9/30/25	79,719				27,922	58,139	(50,032)				8,107		
Title II, Part A	84.367A	ESEA049023	7/1/23-9/30/24	76,482	(34,457)	27,922		(27,922)	6,535							
Title II, Part A	84.367A	ESEA049021	7/1/21-9/30/22	68,776			$ 798								$ 798	
Total Title II, Part A					(34,457)	27,922	798		64,674	(50,032)				8,107	798	
Title III	84.365A	ESEA049024	7/1/24-9/30/25	25,218				14,290	18,787	(17,435)				1,352		
Title III	84.365A	ESEA049023	7/1/23-9/30/24	22,239	(18,434)	15,205		(14,290)	4,144	(915)						
Title III	84.365A	ESEA049022	7/1/22-9/30/23	22,144		267				(267)						
Title III - Immigrant	84.365A	ESEA049024	7/1/24-9/30/25	25,218					5,715	(13,573)			$ (7,858)			
Title III - Immigrant	84.365A	ESEA049023	7/1/23-9/30/24	14,879	(17,738)	17,312			426							
Total Title III					(36,172)	32,784			29,072	(32,190)			(7,858)	1,352		
Title IV	84.424A	ESEA049024	7/1/24-9/30/25	28,508				11,941	22,455	(17,953)				4,502		
Title IV	84.424A	ESEA049023	7/1/23-9/30/24	29,648	(22,574)	14,306		(11,941)	10,633							
Total Title IV					(22,574)	14,306			33,088	(17,953)				4,502		
Subtotal Elementary and Secondary Education Act					(308,276)	108,057	798		711,621	(479,821)			(7,858)	37,074	798	
Education Stabilization Fund:																
COVID-19 - CRRSA:																
ESSER I	84.425D	S425D210027	3/13/20-9/30/22	267,354		260									260	
ESSER II	84.425D	S425D210027	3/13/20-9/30/23	906,981		21,623									21,623	
Mental Health	84.425D	S425D210027	3/13/20-9/30/23	45,000		7,922									7,922	
COVID-19 - ARP:																
ESSER III	84.425U	S425U210027	3/13/20-9/30/24	2,038,381	(170,147)	64,205			170,147	(64,205)						
Accelerated Learning	84.425U	S425U210027	3/13/20-9/30/24	346,712	(59,062)	49,255			59,062	(49,255)						
Evidence Based Summer Learning	84.425U	S425D210027	3/13/20-9/30/24	40,000	(7,443)	2,077			7,443	(2,077)						
Evidence Based Beyond the School Day	84.425U	S425D210027	3/13/20-9/30/24	40,000		2,843				(2,843)						
NJTSS Mental Health Support Staffing	84.425U	S425U210027	3/13/20-9/30/24	45,000	(18,643)	1,958			18,643	(1,958)						
Homeless	84.425U	S425U210027	3/13/20-9/30/24	7,006	(7,006)	7,006										
New Jersey High Impact Tutoring	84.425V	S425V240031	10/11/23-8/31/24	229,929	(150,992)	108,580			140,961	(124,306)			(25,757)			
Total Education Stabilization Fund					(413,293)	265,729			396,256	(244,644)			(25,757)		29,805	
Special Education Cluster (IDEA):																
ARP IDEA	84.027X	H027X230100	3/13/20-9/30/24	205,811		894									894	
I.D.E.A. Part B, Basic	84.027	IDEA049025	7/1/24-9/30/25	1,088,190				128,261	830,127	(1,090,341)			(260,214)			
I.D.E.A. Part B, Basic	84.027	IDEA049024	7/1/23-9/30/24	1,074,970	(510,475)	125,322		(128,261)	382,214			$ 2,939				
I.D.E.A. Part B, Basic	84.027	IDEA049022	7/1/21-9/30/22	960,320			1,299				$ (1,299)					
I.D.E.A. Part B, Basic	84.027	IDEA049021	7/1/20-9/30/21	980,749	(6,661)								(6,661)			
I.D.E.A. Part B, Preschool	84.173	IDEA049025	7/1/24-9/30/25	46,068				40,328	45,969	(45,970)		(1)				
I.D.E.A. Part B, Preschool	84.173	IDEA049024	7/1/23-9/30/24	47,204	(81,772)	40,328		(40,328)	41,444							
Total Special Education Cluster					(598,908)	166,544	1,299		1,299,754	(1,136,311)	(1,299)	2,938	(266,875)		894	

NUTLEY BOARD OF EDUCATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass Through Grantor Program Title/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2024 Budgetary Accounts Receivable	Balance at June 30, 2024 Budgetary Unearned Revenue	Balance at June 30, 2024 Due to Grantor	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Repayment of Prior Year Balances	Adjustments	Balance at June 30, 2025 Budgetary Accounts Receivable	Balance at June 30, 2025 Budgetary Unearned Revenue	Balance at June 30, 2025 Due to Grantor	Amounts Provided to Subrecipients
Special Revenue Fund:																
Vocational Education:																
Carl D. Perkins - Secondary	84.048	V048A200030	7/1/24-6/30/25	$ 28,766					$ 28,766	$ (29,035)			$ (269)			
Carl D. Perkins - Secondary	84.048	V048A200030	7/1/23-6/30/24	24,847	$ (5,008)				5,143	(135)						
Carl D. Perkins - Secondary	84.048	V048A200030	7/1/20-6/30/21	24,642	(1,232)								(1,232)			
Total Vocational Education					(6,240)				33,909	(29,170)			(1,501)			
U.S. Department of Treasury																
COVID 19 - ACSERS	21.027	SLFRFDOEISES	7/1/23-6/30/24	233,465	(136,980)				136,980							
Total U.S. Department of Treasury					(136,980)				136,980							
U.S. Department of Justice																
School Violence Prevention Program	16.710	15JCOPS-22-GG	1/1/22-12/31/22	375,602			$ 7,095				$ (7,095)					
Total U.S Department of Justice							7,095				(7,095)					
Total Special Revenue Fund					(1,463,697)	$ 540,330	9,192		2,578,520	(1,889,946)	(8,394)	$ 2,938	(301,991)	$ 37,074	$ 31,497	
General Fund:																
U.S. Department of Health and Human Services:																
Medicaid Cluster:																
Medicaid Assistance Program	93.778	2005NJ5MAP	7/1/24-6/30/25	69,896					69,896	(69,896)						
Total U.S. Department of Health and Human Services									69,896	(69,896)						
Total General Fund									69,896	(69,896)						
Enterprise Fund: U.S. Department of Agriculture Passed Through State Department of Agriculture:																
Child Nutrition Cluster:																
Food Distribution Program	10.555	N/A	7/1/24-6/30/25	90,184					90,184	(83,853)				6,331		
Food Distribution Program	10.555	N/A	7/1/23-6/30/24	81,210		3,200				(3,200)						
National School Lunch Program	10.555	N/A	7/1/24-6/30/25	333,107					317,867	(333,107)			(15,240)			
National School Lunch Program	10.555	N/A	7/1/23-6/30/24	240,146	(46,428)				46,428							
School Breakfast Program	10.553	N/A	7/1/24-6/30/25	7,709					7,235	(7,709)			(474)			
School Breakfast Program	10.553	N/A	7/1/23-6/30/24	4,783	(900)				900							
Total Child Nutrition Cluster					(47,328)	3,200			462,614	(427,869)			(15,714)	6,331		
Summer Electronic Benefit Transfer	10.646	N/A	7/1/24-6/30/25	### #######					643	(643)						
Local Food For Schools Cooperative	10.185	N/A	7/1/23-6/30/25	6,633	(594)				6,633	(6,039)						
NSLP Equipment Grant	10.579	N/A	7/1/24-6/30/25	##### #####					3,095	(3,095)						
Total U.S. Department of Agriculture/ Enterprise Fund					(47,922)	3,200			472,985	(437,646)			(15,714)	6,331		
Total Federal Awards					$(1,511,619)	$ 543,530	$ 9,192	$ -0-	$3,121,401	$(2,397,488)	$ (8,394)	$ 2,938	$ (317,705)	$ 43,405	$ 31,497	$ -0-

N/A - Not Applicable/Available

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

NUTLEY BOARD OF EDUCATION
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2024 Budgetary Accounts Receivable	Balance at June 30, 2024 Budgetary Unearned Revenue	Balance at June 30, 2024 Due to Grantor	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2025 GAAP Accounts Receivable	Balance at June 30, 2025 Budgetary Unearned Revenue	Balance at June 30, 2025 Due to Grantor	MEMO Budgetary Accounts Receivable	MEMO Cumulative Total Expenditures
New Jersey Department of Education														
General Fund:														
Categorical Special Education Aid	25-495-034-5120-089	7/1/24 - 6/30/25	$ 4,902,593				$ 4,417,553	$ (4,902,593)					$ (485,040)	$ 4,902,593
Equalization Aid	25-495-034-5120-078	7/1/24 - 6/30/25	6,432,911				5,796,469	(6,432,911)					(636,442)	6,432,911
Categorical Security Aid	25-495-034-5120-084	7/1/24 - 6/30/25	521,173				469,611	(521,173)					(51,562)	521,173
Categorical Transportation Aid	25-495-034-5120-014	7/1/24 - 6/30/25	631,352				568,889	(631,352)					(62,463)	631,352
Extraordinary Aid	25-495-034-5120-044	7/1/24 - 6/30/25	2,664,552					(2,664,552)		$ (2,664,552)			(2,664,552)	2,664,552
Reimbursed TPAF Social Security Contributions	25-495-034-5094-003	7/1/24 - 6/30/25	2,533,180				2,408,003	(2,533,180)		(125,177)			(125,177)	2,533,180
Categorical Special Education Aid	24-495-034-5120-089	7/1/23 - 6/30/24	4,290,620	$ (164,787)			164,787							4,290,620
Equalization Aid	24-495-034-5120-078	7/1/23 - 6/30/24	4,460,081	(171,296)			171,296							4,460,081
Categorical Security Aid	24-495-034-5120-084	7/1/23 - 6/30/24	81,159	(3,117)			3,117							81,159
Categorical Transportation Aid	24-495-034-5120-014	7/1/23 - 6/30/24	588,055	(22,585)			22,585							588,055
Extraordinary Aid	24-495-034-5120-044	7/1/23 - 6/30/24	2,843,033	(2,843,033)			2,843,033							2,843,033
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	7/1/23 - 6/30/24	2,600,795	(390,190)			390,190							2,600,795
On-Behalf TPAF Post Retirement Contributions	25-495-034-5094-001	7/1/24 - 6/30/25	3,613,887				3,613,887	(3,613,887)						3,613,887
On-Behalf TPAF Pension Contributions	25-495-034-5094-002	7/1/24 - 6/30/25	12,216,491				12,216,491	(12,216,491)						12,216,491
On-Behalf TPAF Non-Contributory Insurance	25-495-034-5094-004	7/1/24 - 6/30/25	151,330				151,330	(151,330)						151,330
On-Behalf TPAF Long-Term Disability Insurance	25-495-034-5094-004	7/1/24 - 6/30/25	6,829				6,829	(6,829)						6,829
Total General Fund				(3,595,008)			33,244,070	(33,674,298)		(2,789,729)			(4,025,236)	48,928,759
Special Revenue Fund														
Preschool Education Aid	25-495-034-5120-086	7/1/24 - 6/30/25	2,723,070				2,453,662	(2,513,101)			$ 209,969		(269,408)	2,513,101
Preschool Education Aid	24-495-034-5120-086	7/1/23 - 6/30/24	1,872,064		$ 202,410						202,410			1,669,654
Preschool Education Aid	23-495-034-5120-086	7/1/22 - 6/30/23	1,308,252		359,619			(269,714)			89,905			1,218,347
Non Public:														
New Jersey Nonpublic Aid:														
Textbook Aid	25-100-034-5120-064	7/1/24-6/30/25	33,752				33,752	(28,694)				$ 5,058		33,752
Textbook Aid	24-100-034-5120-064	7/1/23-6/30/24	38,559			$ 876			$ (876)					37,683
Technology Initiative	25-100-034-5120-373	7/1/24-6/30/25	32,340				32,340	(28,816)				3,524		32,340
Technology Initiative	24-100-034-5120-373	7/1/23-6/30/24	32,683			186			(186)					32,497
Nursing Services	25-100-034-5120-070	7/1/24-6/30/25	85,800				85,800	(85,790)				10		85,800
Nursing Services	24-100-034-5120-070	7/1/23-6/30/24	80,040			221			(221)					79,819
Security Aid	25-100-034-5120-509	7/1/24-6/30/25	135,299				135,299	(112,179)				23,120		135,299
Security Aid	24-100-034-5120-509	7/1/23-6/30/24	136,735			16,960			(16,960)					119,775
Security Aid	23-100-034-5120-509	7/1/21-6/30/22	108,325			34			(34)					108,291
Auxiliary Services:														
Compensatory Education	25-100-034-5120-067	7/1/24-6/30/25	254,895				254,895	(187,944)				66,951		254,895
Compensatory Education	24-100-034-5120-067	7/1/23-6/30/24	274,129			53,647			(53,647)					220,482
English as a Second Language	25-100-034-5120-067	7/1/24-6/30/25	12,356				12,356	(5,915)				6,441		12,356
English as a Second Language	24-100-034-5120-067	7/1/23-6/30/24	16,114			6,958			(6,958)					9,156
Transportation	25-100-034-5120-067	7/1/24-6/30/25	31,983				31,983	(31,983)						31,983
Handicapped Services:														
Supplementary Instruction	25-100-034-5120-066	7/1/24-6/30/25	59,157				59,157	(45,508)				13,649		59,157
Supplementary Instruction	24-100-034-5120-066	7/1/23-6/30/24	54,433			20,072			(20,072)					34,361
Examination and Classification	25-100-034-5120-066	7/1/24-6/30/25	58,574				58,574	(40,970)				17,604		58,574
Examination and Classification	24-100-034-5120-066	7/1/23-6/30/24	66,168			19,900			(19,900)					46,268
Corrective Speech	25-100-034-5120-066	7/1/24-6/30/25	41,226				41,226	(27,993)				13,233		41,226
Corrective Speech	24-100-034-5120-066	7/1/23-6/30/24	56,172			33,294			(33,294)					22,878
School Development Authority -														
Emergent and Capital Maintenance Needs	N/A	7/1/23-6/30/24	250,000		83,771						83,771			250,000
Emergent and Capital Maintenance Needs	N/A	7/1/21-6/30/22	97,691		12,091						12,091			97,691
Climate Change Awareness Grant	N/A	7/1/24 - 6/30/25	72,252				26,352	(72,252)		(45,900)			(45,900)	72,252

NUTLEY BOARD OF EDUCATION
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2024 Budgetary Accounts Receivable	Balance at June 30, 2024 Budgetary Unearned Revenue	Balance at June 30, 2024 Due to Grantor	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2025 GAAP Accounts Receivable	Balance at June 30, 2025 Budgetary Unearned Revenue	Balance at June 30, 2025 Due to Grantor	MEMO Budgetary Accounts Receivable	MEMO Cumulative Total Expenditures
Secondary School Computer Science Education Initiative	N/A	7/1/24 - 6/30/25	$ 45,848				$ 28,281	$ (45,699)		$ (17,418)			$ (17,418)	45,848
Total Special Revenue Fund					$ 657,891	$ 152,148	3,253,677	(3,496,558)	$ (152,148)	(63,318)	$ 598,146	$ 149,590	(332,726)	$ 7,323,485
Debt Service Fund:														
School Building Aid	25-495-034-5120-075	7/1/24 - 6/30/25	841,109				841,109	(841,109)						841,109
Total Debt Service Fund							841,109	(841,109)						841,109
New Jersey Department of Agriculture:														
Enterprise Fund:														
State School Lunch Program	25-100-010-3350-023	7/1/24 - 6/30/25	$ 14,787				$ 14,111	$ (14,787)		$ (676)			$ (676)	$ 14,787
State School Lunch Program	24-100-010-3350-023	7/1/23 - 6/30/24	14,958	$ (2,901)			2,901							14,958
State School Breakfast Program	25-100-010-3350-023	7/1/24 - 6/30/25	44				41	(44)		(3)			(3)	44
State School Breakfast Program	24-100-010-3350-023	7/1/23 - 6/30/24	110	(20)			20							110
New Jersey Expanded Income Eligibility - Lunch	25-100-010-3350-023	7/1/24 - 6/30/25	1,289				1,200	(1,289)		(89)			(89)	1,289
Total Enterprise Fund				(2,921)			18,273	(16,120)		(768)			(768)	31,188
Total New Jersey Department of Agriculture				(2,921)			18,273	(16,120)		(768)			(768)	31,188
Total State Awards Subject to Single Audit Determination				$ (3,597,929)	$ 657,891	$ 152,148	$ 37,357,129	$ (38,028,085)	$ (152,148)	$ (2,853,815)	$ 598,146	$ 149,590	$ (4,358,730)	$ 57,124,541
Less: State Awards Not Subject to Single Audit Major Program Determination														
On-Behalf TPAF Pension System Contributions:														
On-Behalf TPAF Post Retirement Contributions	25-495-034-5094-001	7/1/24 - 6/30/25	(3,613,887)					$ 3,613,887						
On-Behalf TPAF Pension Contributions	25-495-034-5094-002	7/1/24 - 6/30/25	(12,216,491)					12,216,491						
On-Behalf TPAF Non-Contributory Insurance	25-495-034-5094-004	7/1/24 - 6/30/25	(151,330)					151,330						
On-Behalf TPAF Long-Term Disability Insurance	25-495-034-5094-004	7/1/24 - 6/30/25	(6,829)					6,829						
Subtotal - On-Behalf TPAF Pension System Contribution								15,988,537						
Total State Awards Subject to Single Audit Major Program Determination								$ (22,039,548)						

N/A - Not Applicable/Available

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

NUTLEY BOARD OF EDUCATION
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1. BASIS OF PRESENTATION

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 3. INDIRECT COST RATE

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

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is $1,969,311 for the general fund and ($312,729) for the special revenue fund. See Note 1D for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

NUTLEY BOARD OF EDUCATION
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

	Federal	State	Total
General Fund	$ 69,896	$ 35,643,609	$ 35,713,505
Special Revenue Fund	1,883,121	3,211,936	5,095,057
Debt Service Fund		841,109	841,109
Food Service Fund	437,646	16,120	453,766
Total Awards	$ 2,390,663	$ 39,712,774	$ 42,103,437

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. OTHER

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

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

Section I - Summary of Auditors' Results

Financial Statements

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

Federal Awards

Type of auditor's report issued on compliance for major programs:			Unmodified	
Internal control over major programs:				
1.) Material weakness identified?		Yes	X	No
2.) Significant deficiencies identified?		Yes	X	None reported
Noncompliance material to basic financial statements noted?		Yes	X	No
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?		Yes	X	No

Identification of major programs:

Program Name or Cluster	Assistance Listing No.	Grant Period Start	Grant Period End	Award Amount	Budgetary Expenditures
Special Education Cluster (IDEA):					
I.D.E.A. Part B, Basic	84.027	7/1/24	9/30/25	$ 1,088,190	$ 1,090,341
I.D.E.A. Part B, Preschool	84.173	7/1/22	9/30/25	46,068	45,970

Dollar threshold used to distinguish between Type A and B programs			$ 750,000	
Auditee qualified as low-risk auditee?		Yes	X	No

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

State Awards

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

Internal control over major programs:

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

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

	X	Yes		No

Identification of major programs:

Program Name or Cluster	State Grant No.	Grant Period Start	Grant Period End	Award Amount	Budgetary Expenditures
State Aid Public:					
Equalization Aid	25-495-034-5120-078	7/1/24	6/30/25	$ 6,432,911	$ 6,432,911
Categorical Special Education Aid	25-495-034-5120-089	7/1/24	6/30/25	4,902,593	4,902,593
Categorical Security Aid	25-495-034-5120-084	7/1/24	6/30/25	521,173	521,173

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

Auditee qualified as low-risk auditee?		Yes	X	No

Section II - Financial Statement Findings - N/A

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

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

Finding 2025-001: (Prior Year Finding 2024-004)

Our audit of purchasing as it relates to the Public-School Contracts Law revealed the District utilized a vendor through a National Cooperative Purchasing agreement, however a notice of intent to award the contract under a National Cooperative was not advertised, nor was a cost savings analysis prepared.

State Program Information:

Program Title	State Grant No.	Award Amount
Equalization Aid	25-495-034-5120-078	$6,432,911
Categorical Special Education Aid	25-495-034-5120-089	4,902,593
Categorical Security Aid	25-495-034-5120-084	521,173

Criteria:

State Grant Compliance Supplement- State Aid Public - Special Tests and Provisions NJSA 18A: 18A - Public School Contracts Law.

Condition and Context:

The purchase of various goods and services were not always made in accordance with the requirements of the Public-School Contracts Law and N.J. Local Finance Notices. Purchases were made through a National Cooperative program, however documentation to support the District's compliance with the N.J. Local Finance Notices was not available for audit.

Effect:

Noncompliance with requirements of the Public-School Contracts Law and N.J. Local Finance Notices.

Cause:

The District utilized a vendor through a National Cooperative Purchasing agreement, however a notice of intent to award the contract under a National Cooperative was not advertised, nor was a cost savings analysis prepared.

Recommendation:

It is recommended that The District refer to the N.J. Local Finance Notice ("LFN") 2012-10 to ensure compliance with all requirements when utilizing National Cooperative contracts.

Management’s Response:

Management has reviewed this finding and indicated it will revise its procedures to ensure corrective action is taken.

NUTLEY BOARD OF EDUCATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2025

Status of Prior Year Findings:

Finding 2024-001:

The following was noted in regards to the General Fund:

- The District ended the fiscal year with an operating deficit of $7,859,151. This is exclusive of the advance State aid payment of $9 million.
- There were miscellaneous local revenue shortfalls totaling $2,046,946.
- There were numerous budget overexpenditures at June 30, 2024

Status:

The prior year finding 2024-001 regarding the operating deficit, miscellaneous local revenue shortfalls and numerous budget overexpenditures were resolved in the current year.

Finding 2024-002:

The following was noted in regards to the Capital Projects Fund:

- The Capital Projects Fund had a deficit of $141,281 at June 30, 2024.
- The high school media center projects was overexpended by $156,764 and the Yantacaw security project was overexpended by $8,331.

Status:

The prior year finding 2024-002 regarding the deficits in the Capital Projects Fund were resolved in the current year.

Finding 2024-003:

The following was noted in regards to the General Fund:

- The District ended the fiscal year with an operating deficit of $7,859,151. This is exclusive of the advance State aid payment of $9 million.
- There were miscellaneous local revenue shortfalls totaling $2,046,946.
- There were numerous budget overexpenditures at June 30, 2024

Status:

The prior year finding 2024-003 regarding the operating deficit, miscellaneous local revenue shortfalls and numerous budget overexpenditures were resolved in the current year.

NUTLEY BOARD OF EDUCATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2025
(Continued)

Status of Prior Year Findings (Cont'd):

Finding 2024-004:

The audit of purchasing as it relates to the Public-School Contracts Law revealed the following:

- We noted instances where contract awards and purchases were made in excess of the bid threshold where there was no documentation provided to support whether publicly advertised bids were sought, State contract or cooperative purchasing contracts were awarded or a competitive contracting process was conducted in accordance with the requirements of the Public-School Contracts Law (N.J.S.A. 18A:18A). We also noted that certain vendors were awarded contracts based on being 10% less than cooperative pricing, however, no documentation was provided to support the cooperative pricing costs. In addition, we noted several contract awards and purchases in excess for the bid threshold that were not approved by Board resolution and made part of the official minutes in accordance with N.J.S.A. 18A:18A-4.
- We noted instances where contract awards and purchases were made in excess of the quote threshold where there was no documentation to support competitive quotations were solicited by the District in accordance with N.J.S.A. 18A: 18A-37(a).
- We noted instances where professional service contract awards were not publicly advertised as required by the Public-School Contract Law (N.J.S.A. 18A: l 8A-5(a)(l)).
- Business registration certificates and Political Contribution Disclosure Forms were not always provided for audit.
- The District utilized a vendor through a National Cooperative Purchasing agreement, however a notice of intent to award the contract under a National Cooperative was not advertised, nor was a cost savings analysis prepared.

Status:

The prior year finding 2024-004 regarding purchasing as it related to the Public-School Contracts Law has been partially resolved in the current year. See Finding 2025-001.

Finding 2024-005:

The audit of the District's Application for State School Aid ("ASSA") noted the following:

- The ASSA reported thirty-three (33) more students on roll than the District's workpapers.
- Seventeen (17) more students were listed as resident low income than the District's workpapers listed. In addition, thirty-four (34) student lunch applications were not provided for audit.
- Lunch applications for four (4) students reported as LEP Low Income were not provided for audit.

Status:

The prior year finding 2024-005 regarding the District's Application for State School Aid has been resolved in the current year. Our review of the ASSA for October 15, 2024 noted no errors in our testing.