

**SCHOOL DISTRICT
OF THE
TOWNSHIP OF RANDOLPH**

**Township of Randolph School District
Randolph, New Jersey**

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

**Annual Comprehensive
Financial Report**

of the

Township of Randolph School District

Randolph, New Jersey

For the Fiscal Year Ended June 30, 2025

Prepared by

**Township of Randolph School District
Board of Education**

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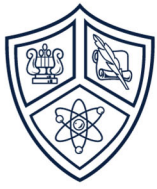
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INTRODUCTORY SECTION



RANDOLPH

TOWNSHIP SCHOOLS

Jennifer Fano
Superintendent of Schools
jfano@rtnj.org

Kyle J. Bleeker
Business Administrator
kbleeker@rtnj.org

November 7, 2025

The Honorable President and Members
of the Board of Education
Township of Randolph School District
County of Morris, New Jersey

Dear Board Members:

The annual comprehensive financial report of the Township of Randolph School District (the "District") for the fiscal year ended June 30, 2025, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the 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 economic 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' reports 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 Township of Randolph School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board ("GASB") in codification section 2100. All funds of the District are included in this report. The Township of Randolph School District and its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 12 for the students residing in Randolph Township. These include regular, vocational as well as special education for handicapped youngsters.



973-361-0808



25 School House Road Randolph, New Jersey 07869

2) ECONOMIC CONDITION AND OUTLOOK: Despite fiscal support from the State of New Jersey that is \$5.2 million less than the level received when the state aid funding formula was recalculated for the fiscal year 2018/2019, the Randolph Township School District continues to operate and provide education and resources that meet or exceed those of comparable Districts. This has been achieved through strong fiscal management, planning and oversight by the Administration and Board. It is our intention to maintain this position in the coming years, particularly as a change in political leadership in Trenton may bring changes in State Funding.

Locally, housing development in the Township of Randolph, including single-family homes, town-homes and affordable housing, will be closely monitored to determine its impact on school enrollment and operations.

Federally, the Administration and the Board will be closely monitoring changes in Washington, D.C., as programs that provide fiscal benefits to Randolph have been brought into the spotlight and their long-term sustainability is uncertain.

The largest component of our budget is comprised of staff salary and benefits. The District's largest bargaining unit, the Randolph Education Association's (REA), recently entered into a new agreement with the Board extending through the 2027-2028 school year. The Randolph Township Administrators Association (RTAA) contract will expire at the end of the 2025-2026 school year, and the Teamsters contract representing our transportation staff runs through the 2028-2029 year.

In summary, the rise in costs for goods, services, salaries, and benefits continues to outpace tax levy and State Aid increases. This will require prudent, careful spending and budgeting in the foreseeable future. In addition to monitoring and controlling costs where applicable, the District will also need to make a concerted effort to research applicable alternative revenue sources to maintain the level of services and offerings without significant reductions.

3) MAJOR INITIATIVES: During the 2024-2025 school year, the Randolph Township School District continued its comprehensive review and revision of curricula, in line with the district's five-year curriculum review cycle, approved annually by the Board of Education. Each new or revised curriculum includes access to digital content and professional development for teachers to support implementation.

The District continues to implement a professional development model that emphasizes a "push-in" approach whenever possible, whereby PD providers deliver assistance in teachers' classrooms with their students. Six instructional coaches support this model through coaching cycles and professional learning with teachers. The District also provides access to an online training system that allows staff and administrators to create and view PD offerings tailored to faculty needs and accessible at any time.

The District supports major initiatives both financially and through extensive professional development. Analysis of student academic data remains a district-wide priority. The use of diagnostic and standardized assessment data helps determine effective ways to support students across all buildings. The District also added new courses, including project-based elective courses at the middle school and AP African American Studies at the high school. The partnership with Morris County Vocational School District and the County College of Morris continues to strengthen the high school's Early College Business Academy, allowing high school students to graduate with both a diploma and an associate's degree.

The District continues to provide open access to the Microsoft Office 365 suite for all members of the school community. Targeted training is offered during the summer and throughout the year to encourage purposeful technology integration and collaboration.

Randolph also continues to offer award-winning music and art programs at all levels, more than 30 Advanced Placement courses (including the prestigious AP Capstone diploma program), and a comprehensive range of co-curricular and athletic opportunities. . These offerings reflect the District's commitment to maintaining innovative, high-quality education for all students.

Looking ahead to the 2025-2026 school year, the District will build on these major initiatives while introducing several new ones to meet the needs of the diverse community learners. These include:

- A contract with LinkIt!, an assessment management and data analytics platform designed to support data-driven instruction and intervention.
- Tailored professional development to support building-level implementation of Multi-Tiered System of Support (MTSS), a comprehensive framework providing targeted assistance to students based on individual needs.
- Planning for a new career-orientated academy in partnership with Morris County Vocational School District, focusing on the field of Sports Management.

In September 2024, Randolph Township taxpayers approved the District's sale of \$41.4 million in bonds to support construction projects. These projects include roof replacements, HVAC installations, security enhancements, and restroom, art and music room renovations. The first projects, which broke ground in Summer 2025, included roof replacement at Ironia and Shongum Elementary schools, as well as security enhancements and HVAC replacements at Randolph High School.

Other notable projects from Summer 2025 that are nearing completion include the replacement of the artificial turf at Bauer and DaSilva fields, a refurbished two-tone track around Bauer field, and partial roof replacements at Center Grove, Randolph Middle School and Randolph High School.

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

As a recipient of federal awards 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 awards programs, as well as to determine that the District has complied with major applicable laws, regulations, contracts and grants.

5) BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by a vote of the Board of Education. Annual appropriated budgets are adopted for the general fund and the special revenue fund and the debt service fund. Project length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section. An encumbrance accounting system is used to record outstanding purchase commitments on a line-item basis. Open encumbrances at year-end are either canceled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as fund balance restrictions, commitments and/or assignments at June 30, 2025.

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

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

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

9) OTHER INFORMATION:

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia LLP was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost 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*. The auditors' report on the basic financial statements and specific required supplementary information is included in the financial section of this report. The auditors' reports related specifically to the state single audit and *Governmental Auditing Standards* are included in the single audit section of this report.

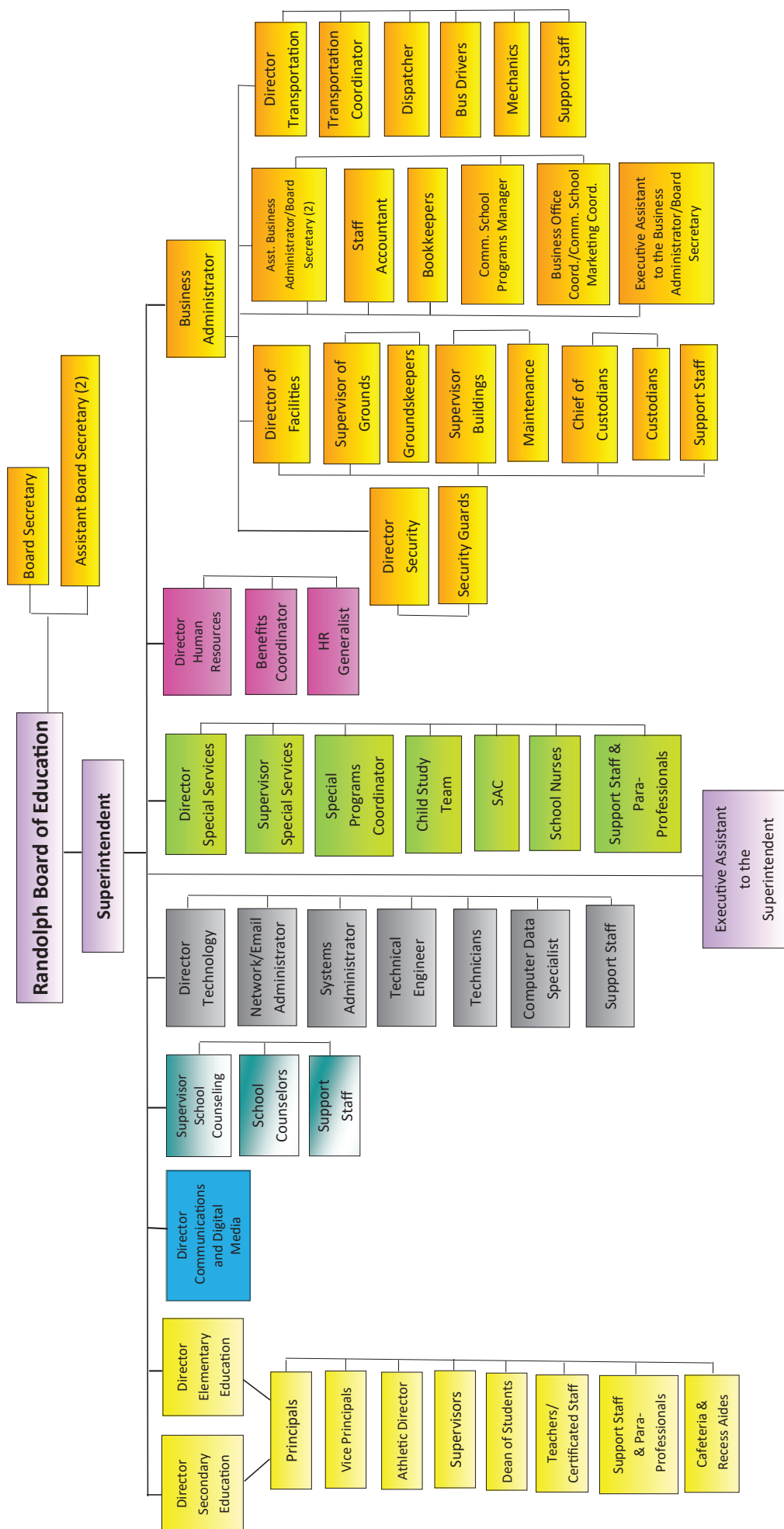
The Honorable President and Members
of the Board of Education
Township of Randolph School District
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November 7, 2025

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

Respectfully submitted,

Jennifer Fano
Jennifer Fano
Superintendent

Kyle Bleeker
Kyle J. Bleeker
Business Administrator



TOWNSHIP OF RANDOLPH SCHOOL DISTRICT
Roster of Officials
June 30, 2025

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Amanda Adams, President	2026
Allison Manfred, Co-Vice President	2028
Jaime Walker, Co-Vice President	2027
Wayne E. Alley Sr.	2028
Hazel Ball	2026
Sheldon Epstein	2026
Howard Hessel	2028
Meredith Kurland-Ross	2027
Stephanie Levin	2027

OTHER OFFICIALS

TITLE

Jennifer A. Fano

Superintendent of Schools

Kyle J. Bleeker

School Business Administrator/Board Secretary

TOWNSHIP OF RANDOLPH SCHOOL DISTRICT
Consultants and Advisors

Architect

Parette Somjen Architecture
439 US Highway 46, Suite 4
Rockaway, New Jersey 07866

Attorney

Schenck, Price, Smith & King LLP
220 Park Avenue
Florham Park, New Jersey 07932

Audit Firm

Nisivoccia LLP
Mount Arlington Corporate Center
200 Valley Road, Suite 300
Mount Arlington, New Jersey 07856

Official Depository

Citizens Bank
101 Wood Avenue South
Iselin, NJ 08830

FINANCIAL SECTION

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Township of Randolph School District
County of Morris, New Jersey

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities 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.

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 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 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 7, 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 7, 2025
Mount Arlington, New Jersey

NISIVOCIA LLP

Francis Jones of Nisivoccia LLP
Francis Jones
Licensed Public School Accountant #1154
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis

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

Overview of the Financial Statements

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

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

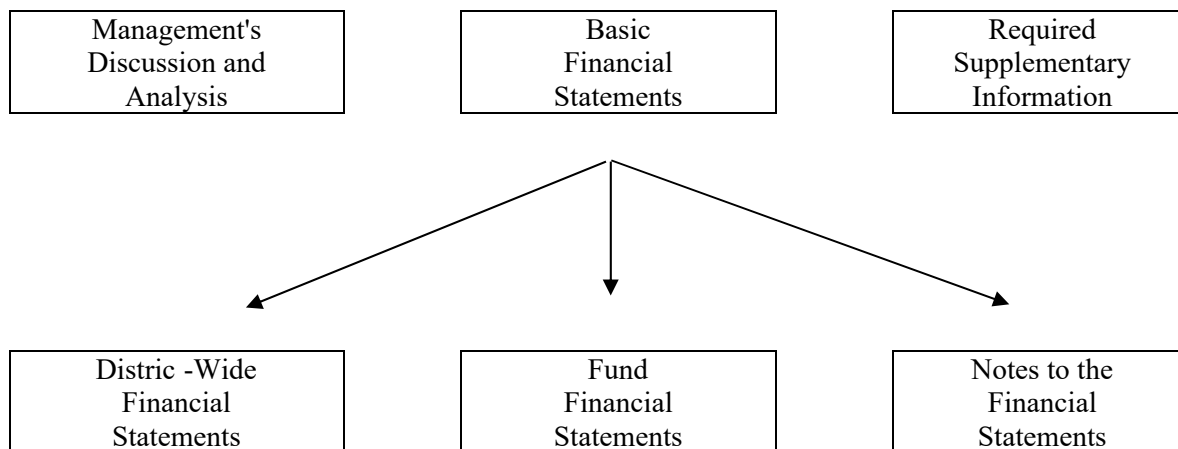


Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents 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, community school
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 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, and deferred inflows and outflows	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 are included	All assets and liabilities, both financial and capital, short-term and long-term
Type of Inflow/Outflow Information	All revenue and expenses during the year, regardless of when cash is received or paid	Revenue for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenue and expenses during the year, regardless of when cash is received or paid

District-wide Statements

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

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

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

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

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

The District has two kinds of funds:

- *Governmental funds:* Most of the District's basic services are included in governmental funds, which generally focus on {1} how cash and other financial assets that can readily be converted to cash flow in and out, and {2} the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the District-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or difference) between them.
- *Proprietary funds:* Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the district-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. The *Internal service funds* (the other kind of proprietary fund) report activities that provide supplies and services for its other programs and activities. The District utilizes the internal service fund for health benefits.

Notes to the financial statements: The notes provide information that is essential to a full understanding of the data provided in the District-wide and fund financial statements.

Financial Analysis of the District as a Whole

Net Position. The District's combined net position totaled \$58,550,516, 12.01% more than the prior year. Net position invested in capital assets increased \$2,322,327, restricted net position increased \$709,774, and unrestricted net position increased \$3,247,331. (See Figure A-3) Net position invested in capital assets increased primarily due to paydown of serial bonds and capital assets additions, offset by annual depreciation. Restricted net position increased primarily due to a referendum bond sale during the year. Unrestricted net position increased mainly due to a decrease in the net pension liability and changes in deferred outflows related to pensions and deferred inflows related to pensions, offset by the increase in year-end encumbrances.

Figure A-3
Condensed Statement of Net Position

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2024/2025	2023/2024	2024/2025	2023/2024	2024/2025	2023/2024	2024/2025
Current and							
Other Assets	\$ 65,468,401	\$ 26,354,585	\$ 1,538,174	\$ 2,011,932	\$ 67,006,575	\$ 28,366,517	
Capital Assets, Net	85,154,855	80,636,994	965,515	503,290	86,120,370	81,140,284	
Lease Assets, Net	547,756	753,510			547,756	753,510	
Total Assets	151,171,012	107,745,089	2,503,689	2,515,222	153,674,701	110,260,311	39.37%
Deferred Outflows of Resources	2,430,350	2,668,364	27,108	31,038	2,457,458	2,699,402	-8.96%
Other Liabilities	3,879,720	3,824,521	300,372	224,516	4,180,092	4,049,037	
Long-Term							
Liabilities	89,612,612	53,775,661	203,548	254,029	89,816,160	54,029,690	
Total Liabilities	93,492,332	57,600,182	503,920	478,545	93,996,252	58,078,727	61.84%
Deferred Inflows of Resources	3,542,737	2,577,464	42,654	32,438	3,585,391	2,609,902	37.38%
Net Position:							
Net Investment in							
Capital Assets	51,679,085	49,818,983	965,515	503,290	52,644,600	50,322,273	
Restricted	19,131,968	18,422,194			19,131,968	18,422,194	
Unrestricted/(Deficit)	(14,244,760)	(18,005,370)	1,018,708	1,531,987	(13,226,052)	(16,473,383)	
Total Net Position	\$ 56,566,293	\$ 50,235,807	\$ 1,984,223	\$ 2,035,277	\$ 58,550,516	\$ 52,271,084	12.01%

Changes in Net Position

The Changes in Net Position shows the cost of program services and the revenues of the District on a comparative schedule (Figure A-4).

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	2024/2025
Revenue:							
Program Revenue:							
Charges for Services	\$ 3,042,924	\$ 2,566,836	\$ 2,262,919	\$ 2,051,894	\$ 5,305,843	\$ 4,618,730	
Grants and Contributions:							
Operating	20,397,765	22,507,018	547,107	543,648	20,944,872	23,050,666	
General Revenue:							
Property Taxes	89,425,272	86,531,708			89,425,272	86,531,708	
Federal and State Aid Not Restricted	392,644	413,421			392,644	413,421	
Other	2,819,239	1,324,858	12,973	16,937	2,832,212	1,341,795	
Total Revenue	<u>116,077,844</u>	<u>113,343,841</u>	<u>2,822,999</u>	<u>2,612,479</u>	<u>118,900,843</u>	<u>115,956,320</u>	2.54%
Expenses:							
Instruction	57,924,956	58,381,424			57,924,956	58,381,424	
Pupil and Instruction Services	19,318,969	19,835,202			19,318,969	19,835,202	
Administrative and Business	11,568,281	11,699,664			11,568,281	11,699,664	
Maintenance and Operations	14,491,258	12,010,898			14,491,258	12,010,898	
Transportation	4,203,909	3,427,756			4,203,909	3,427,756	
Other	2,239,985	1,594,364	2,874,053	2,460,247	5,114,038	4,054,611	
Total Expenses	<u>109,747,358</u>	<u>106,949,308</u>	<u>2,874,053</u>	<u>2,460,247</u>	<u>112,621,411</u>	<u>109,409,555</u>	2.94%
Increase/(Decrease) in Net Position	<u>\$ 6,330,486</u>	<u>\$ 6,394,533</u>	<u>\$ (51,054)</u>	<u>\$ 152,232</u>	<u>\$ 6,279,432</u>	<u>\$ 6,546,765</u>	4.08%

Governmental Activities

As illustrated elsewhere in this document, the overall financial position of the District continues to improve. Through continued adherence to “best practices” (such as controlling costs and maximizing revenues) and judicious deployment of resources, the District has been able to maintain, expand or improve existing programs while prudently adding new ones. However, despite the overall financial environment seeing some improvement of late, the future is still quite uncertain as to school funding and its potential impact on school district operations.

With that being the case, the District needs to continue to carefully and thoroughly evaluate all aspects of its ongoing programs and operations for efficiencies and to insure that any proposed new activities or program expansions are financially viable on a long-term basis prior to implementation. This effort will allow the District to continue to enhance the overall educational environment of its students while dealing with any financial adversities which arise.

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 burden placed on the District’s taxpayers by each of these functions:

Figure A-5
Net Cost of Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2024/2025	2023/2024	2024/2025	2023/2024
Instruction	\$ 57,924,956	\$ 58,381,424	\$ 37,360,828	\$ 37,437,119
Student and Instruction Services	19,318,969	19,835,202	18,495,450	18,113,947
Administrative and Business	11,568,281	11,699,664	11,223,244	11,045,724
Maintenance and Operations	14,491,258	12,010,898	14,167,089	11,698,528
Transportation	4,203,909	3,427,756	2,820,073	2,087,330
Other	2,239,985	1,594,364	2,239,985	1,492,816
	<u>\$ 109,747,358</u>	<u>\$ 106,949,308</u>	<u>\$ 86,306,669</u>	<u>\$ 81,875,464</u>

Business-Type Activities

Net position from the District’s business-type activity decreased \$51,054 mainly as a result of expenses exceeding revenues in the food service and community school programs, offset by the decrease in the net pension liability and related deferred inflows and outflows related to pensions in the community school program. (Refer to Figure A-4).

Financial Analysis of the District’s Funds

The District’s financial position improved in the General Fund during the year. For the most part, the financial improvements were due to cost reductions and evaluation of programs and services.

General Fund Budgetary Highlights

During the course of each school year, the District revises its annual operating budget as needed within permitted guidelines. During the year, budget amendments were made to budgetary line items for changes in school-based needs for programs, supplies and equipment.

Capital Asset and Long-term Liabilities Administration

Figure A-6

Capital Assets (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2024/2025	2023/2024	2024/2025	2023/2024	2024/2025	2023/2024	2024/2025
Land	\$ 3,465,955	\$ 3,465,955			\$ 3,465,955	\$ 3,465,955	
Construction in Progress	9,656,063	11,311,732			9,656,063	11,311,732	
Buildings and Building Improvements	65,904,478	60,996,992			65,904,478	60,996,992	
Machinery and Equipment	6,128,359	4,862,315	\$ 965,515	\$ 503,290	7,093,874	5,365,605	
Total Capital Assets, Net of Depreciation	<u>\$85,154,855</u>	<u>\$80,636,994</u>	<u>\$ 965,515</u>	<u>\$ 503,290</u>	<u>\$86,120,370</u>	<u>\$81,140,284</u>	6.14%

Long-term Liabilities

At year-end, the District had \$65,136,101 in general obligation bonds outstanding – an increase of \$38,281,101 from last year – as shown in Figure A-7. Net Pension Liability decreased by \$3,278,012, financed purchases increased by \$1,039,031, and other long-term liabilities decreased by \$205,169 - as shown in Figure A-7. (More detailed information about the District's long-term liabilities is presented in Note 7 to the financial statements.)

Figure A-7

Outstanding Long-Term Liabilities

	Total School District		Total Percentage Change
	2024/2025	2023/2024	2024/2025
General Obligation Bonds, (Financed with Property Taxes)	\$ 65,136,101	\$ 26,855,000	
Net Pension Liability	16,906,497	20,184,509	
Financed Purchases	5,215,055	4,176,024	
Arbitrage Rebate Payable	137,868		
Other Long-Term Liabilities	2,217,091	2,560,128	
	<u>\$ 89,612,612</u>	<u>\$ 53,775,661</u>	66.64%

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

The most likely factors affecting future school district budgeting of both revenue and expenses will continue to be legislation and the overall economy. Examples of legislation currently impacting the District include:

- 1.) **S2**, implemented in the 18/19 school year, revised the funding formula used by the State of NJ to distribute State aid. The District's State aid for the 25/26 year is still \$5.2 million less than in 17/18 year, the year prior to S2 implementation.
- 2.) **Chapter 44**, which requires that new employees enroll in a health insurance plan created by law. Employees in this plan pay a percentage of their salary rather than the Chapter 78 percentage of premium that has been in place since 2011. This shift results in higher premium costs for the District and lower employee contributions toward insurance coverage.
- 3.) **A5060/S3440**, enacted in June 2023, expands the permitted uses of sick time for employees. While the primary impact will be operational, there are likely to be significant additional substitute and leave replacement expenses.

Recent financial uncertainty related to inflation has caused a dramatic increase in regular operating expenses. The State of NJ budget and public-school funding remain uncertain at the conclusion of S2. With anticipated revenue shortfalls in coming state budget years, it is difficult to accurately forecast near-term funding challenges. The gubernatorial election in November 2025 may also result in further changes to education funding.

Other factors likely to affect the District's finances include the uncertainty of future increases in costs that the District does not directly control (such as health benefits, general insurance and utilities) as well as the extent to which overall costs exceed the allowable annual increase to the District's total budget (currently set at 2.0% annually by law). To minimize the impact of these factors, the District continues to focus on improving its revenue stream, controlling costs, and pursuing strategies to help mitigate uncertainties that will certainly persist.

The District is also managing numerous facilities projects requiring completion over the next few years. Strategic funding of the Capital Reserve Account and utilization of ROD grants from the State will allow the most critical projects to move forward. The voter-approved referendum in September 2024 will also provide essential support in this area.

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 the Board of Education Office, 25 School House Road, Randolph, New Jersey 07869.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

RANDOLPH TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2025

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 46,665,017	\$ 1,471,699	\$ 48,136,716
Receivables from Other Governments	3,177,230	20,896	3,198,126
Receivables - Other	164,114	11,878	175,992
Inventories		33,701	33,701
Restricted Assets - Cash and Cash Equivalents	15,462,040		15,462,040
Capital Assets:			
Sites (Land)	3,465,955		3,465,955
Construction in Progress	9,656,063		9,656,063
Depreciable Buildings and Building Improvements, and Machinery and Equipment	72,032,837	965,515	72,998,352
Lease Assets	547,756		547,756
Total Assets	<u>151,171,012</u>	<u>2,503,689</u>	<u>153,674,701</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amount on Refunding	178,773		178,773
Deferred Outflows Related to Pensions	2,251,577	27,108	2,278,685
Total Deferred Outflows of Resources	<u>2,430,350</u>	<u>27,108</u>	<u>2,457,458</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	2,708,584	184,949	2,893,533
Accrued Interest Payable	982,101		982,101
Payable to State Government	28,001		28,001
Unearned Revenue	161,034	115,423	276,457
Noncurrent Liabilities:			
Due Within One Year	5,976,074		5,976,074
Due Beyond One Year	83,636,538	203,548	83,840,086
Total Liabilities	<u>93,492,332</u>	<u>503,920</u>	<u>93,996,252</u>
DEFERRED INFLOW OF RESOURCES			
Deferred Inflows Related to Pensions	3,542,737	42,654	3,585,391
Total Deferred Outflows of Resources	<u>3,542,737</u>	<u>42,654</u>	<u>3,585,391</u>
NET POSITION			
Net Investment in Capital Assets	51,679,085	965,515	52,644,600
Restricted for:			
Capital Projects	14,645,079		14,645,079
Maintenance Reserve	1,476,444		1,476,444
Student Activities	461,765		461,765
Scholarships	26,356		26,356
Excess Surplus	2,265,000		2,265,000
Unrestricted/(Deficit)	<u>(14,244,760)</u>	<u>1,018,708</u>	<u>(13,226,052)</u>
Total Net Position	<u>\$ 56,566,293</u>	<u>\$ 1,984,223</u>	<u>\$ 58,550,516</u>

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

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

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating	Governmental Activities	Business-type Activities	Total
			Grants and Contributions			
Governmental Activities:						
Instruction:						
Regular	\$ 42,069,935	\$ 2,231,793	\$ 6,838,506	\$ (32,999,636)	\$ (32,999,636)	
Special Education	11,794,679		11,194,444	(600,235)	(600,235)	
Other Special Instruction	2,121,591		299,385	(1,822,206)	(1,822,206)	
Other Instruction	1,938,751			(1,938,751)	(1,938,751)	
Support Services:						
Tuition	1,453,885			(1,453,885)	(1,453,885)	
Student & Instruction Related Services	17,865,084	811,131	12,388	(17,041,565)	(17,041,565)	
General Administrative Services	1,943,314		41,320	(1,901,994)	(1,901,994)	
School Administrative Services	4,764,056		448,092	(4,315,964)	(4,315,964)	
Central Services	1,923,225		(144,375)	(2,067,600)	(2,067,600)	
Administration Information Technology	2,937,686			(2,937,686)	(2,937,686)	
Plant Operations and Maintenance	14,491,258		324,169	(14,167,089)	(14,167,089)	
Pupil Transportation	4,203,909		1,383,836	(2,820,073)	(2,820,073)	
Transfer to Charter Schools	109,922			(109,922)	(109,922)	
Interest on Long-Term Debt	1,606,826			(1,606,826)	(1,606,826)	
Capital Outlay	523,237			(523,237)	(523,237)	
Total Governmental Activities	109,747,358	3,042,924	20,397,765	(86,306,669)	(86,306,669)	

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

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Business-Type Activities:						
Food Service	\$ 1,870,526	\$ 1,283,625	\$ 547,107		\$ (39,794)	\$ (39,794)
Community School	1,003,527	979,294			(24,233)	(24,233)
Total Business-Type Activities	2,874,053	2,262,919	547,107		(64,027)	(64,027)
Total Primary Government	\$ 112,621,411	\$ 5,305,843	\$ 20,944,872	\$ (86,306,669)	(64,027)	(86,370,696)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				85,993,774		85,993,774
Taxes Levied for Debt Service				3,431,498		3,431,498
Federal and State Aid not Restricted				392,644		392,644
Interest and Unrestricted Miscellaneous Revenue				2,819,239	12,973	2,832,212
Total General Revenues				92,637,155	12,973	92,650,128
Change in Net Position				6,330,486	(51,054)	6,279,432
Net Position - Beginning				50,235,807	2,035,277	52,271,084
Net Position - Ending				\$ 56,566,293	\$ 1,984,223	\$ 58,550,516

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

FUND FINANCIAL STATEMENTS

RANDOLPH TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS:					
Cash and Cash Equivalents	\$ 7,637,996	\$ 164,422	\$ 38,820,436	\$ 1	\$ 46,622,855
Interfund Receivable	574,087			257,323	831,410
Receivables:					
Federal Government		21,579			21,579
State Government	3,155,651				3,155,651
Other	160,757	3,357			164,114
Restricted Cash and Cash Equivalents	14,973,919	488,121			15,462,040
Total Assets	\$ 26,502,410	\$ 677,479	\$ 38,820,436	\$ 257,324	\$ 66,257,649
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Accounts Payable	\$ 929,675	\$ 323			\$ 929,998
Interfund Payable			\$ 831,410		831,410
Payable to State Government		28,001			28,001
Unearned Revenue		161,034			161,034
Total Liabilities	929,675	189,358	831,410		1,950,443
Fund Balances:					
Restricted for:					
Capital Reserve Account	13,497,475				13,497,475
Maintenance Reserve Account	1,476,444				1,476,444
Capital Projects Fund			36,703,554		36,703,554
Debt Service				\$ 257,324	257,324
Excess Surplus	1,100,000				1,100,000
Excess Surplus - Subsequent Year's Expenditures	1,165,000				1,165,000
Student Activities		461,765			461,765
Scholarships		26,356			26,356
Committed:					
Capital Projects Fund			1,147,604		1,147,604
Assigned:					
Capital Projects Fund			137,868		137,868
Designated for Subsequent Year's Expenditures	221,571				221,571
Year End Encumbrances	5,826,413				5,826,413
Unassigned	2,285,832				2,285,832
Total Fund Balances	25,572,735	488,121	37,989,026	257,324	64,307,206
Total Liabilities and Fund Balances	\$ 26,502,410	\$ 677,479	\$ 38,820,436	\$ 257,324	

RANDOLPH TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025
(Continued)

Total Fund Balance (Above)	\$64,307,206
Amounts Reported for <i>Governmental Activities</i> in the Statement of Net Position (A-1) are Different Because:	
Capital assets used in Governmental Activities are not financial resources and therefore are not reported in the Funds.	85,154,855
Leased Assets used in Governmental Activities are not financial resources and therefore are not reported in the Funds.	547,756
Long-term liabilities, such as bonds payable, financed purchases, leases payable and accrued compensated absences are not due and payable in the current period and therefore are not reported as liabilities in the Funds.	(72,568,247)
The Net Pension Liability for PERS is not Due and Payable in the Current Period and is not Reported in the Governmental Funds.	(16,906,497)
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	472,991
Deferred Inflows	(3,542,737)
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.	(982,101)
The deferred amount on the refunding is not reported as an expenditure in the governmental funds in the year of the expenditure.	178,773
In the statement of activities, arbitrage rebate liability is accrued, regardless of when due. In the governmental funds, arbitrage rebate payable is reported when due.	(137,868)
Internal service funds are used by management to charge the costs of health benefits to individual funds. The assets and liabilities are included in governmental activities in the statement of net position.	42,162
Net Position of Governmental Activities (Exhibit A-1)	<u>\$ 56,566,293</u>

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

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

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUE:					
Local Sources:					
Local Tax Levy	\$ 85,993,774			\$ 3,431,498	\$ 89,425,272
Tuition Charges	2,493,888				2,493,888
Interest Earned on Capital Reserve Funds	197,408				197,408
Miscellaneous	1,652,553	\$ 980,003	\$ 969,278		3,601,834
Total Local Sources	90,337,623	980,003	969,278	3,431,498	95,718,402
State Sources	31,029,773	600,305		357,689	31,987,767
Federal Sources	34,955	1,521,871			1,556,826
Total Revenue	121,402,351	3,102,179	969,278	3,789,187	129,262,995
EXPENDITURES					
Current:					
Regular Instruction	27,544,402	1,332,960			28,877,362
Special Education Instruction	7,196,984	958,088			8,155,072
Other Special Instruction	1,349,819				1,349,819
Other Instruction	1,783,582				1,783,582
Support Services and Undistributed Costs:					
Tuition	1,453,885				1,453,885
Student & Instruction Related Services	12,699,438	846,491			13,545,929
General Administrative Services	1,664,405				1,664,405
School Administrative Services	3,224,104				3,224,104
Central Services	1,424,337				1,424,337
Administrative Information Technology	2,323,300				2,323,300
Plant Operations and Maintenance	10,985,482				10,985,482
Pupil Transportation	4,626,853				4,626,853
Unallocated Benefits	39,399,401				39,399,401
Debt Service:					
Principal				3,130,000	3,130,000
Interest and Other Charges				659,186	659,186
Capital Outlay	4,801,134		6,000,938		10,802,072
Transfer of Funds to Charter Schools	109,922				109,922
Total Expenditures	120,587,048	3,137,539	6,000,938	3,789,186	133,514,711
Excess/(Deficiency) of Revenue over/(under) Expenditures	815,303	(35,360)	(5,031,660)	1	(4,251,716)
OTHER FINANCING SOURCES/(USES)					
Serial Bond Proceeds			41,411,101		41,411,101
Financed Purchases (Non-Budgeted)	2,637,760				2,637,760
Transfers In/(Out)	(1,826,215)		1,568,892	257,323	
Total Other Financing Sources/(Uses)	811,545		42,979,993	257,323	44,048,861
Net Change in Fund Balances	1,626,848	(35,360)	37,948,333	257,324	39,797,145
Fund Balance - July 1	23,945,887	523,481	40,693		24,510,061
Fund Balance - June 30	\$ 25,572,735	\$ 488,121	\$ 37,989,026	\$ 257,324	\$ 64,307,206

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

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

Total Net Change in Fund Balances - Governmental Funds (from B-2)	\$ (4,251,716)
Total Net Change in Fund Balances - Internal Service Fund (from Exhibit B-5)	(37,991)

Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost and capital asset deletions (net) of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation differs from capital outlays and capital asset adjustments in the period.

Capital Asset Additions	\$	9,397,035
Capital Asset Adjustments		(447,370)
Depreciation		<u>(4,431,804)</u>
		4,517,861

Capital outlays related to lease assets are reported in 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 amortization differs from capital outlays in the period.

(205,754)

Repayment of debt service 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.

3,130,000

Repayment of leases 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.

210,708

The governmental funds report the effect of bond premiums and the deferred amount on the refunding when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

(46,135)

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

1,598,729

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

In the statement of activities, arbitrage rebate liability is accrued, regardless of when due. In the governmental funds, arbitrage rebate payable is reported when due.	\$ (137,868)
In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. When 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 (+).	(699,297)
The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:	
Change in Net Pension Liability	3,278,012
Change in Deferred Outflows	(193,119)
Change in Deferred Inflows	(965,273)
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).	132,329
Change in Net Position of Governmental Activities (A-2)	\$ 6,330,486

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

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

	Business-Type Activities - Enterprise Funds		Governmental Activities -
	Major Funds		Internal
	Community School	Food Service	Service Fund
<u>ASSETS:</u>			
Current Assets:			
Cash and Cash Equivalents	\$ 1,312,033	\$ 159,666	\$ 42,162
Accounts Receivable:			
State		1,759	
Federal		19,137	
Other		11,878	
Inventories		33,701	
Total Current Assets	1,312,033	226,141	42,162
Non-Current Assets:			
Machinery and Equipment	506,192	1,577,437	
Less: Accumulated Depreciation	(304,964)	(813,150)	
Total Non-Current Assets	201,228	764,287	
Total Assets	1,513,261	990,428	42,162
<u>DEFERRED OUTFLOWS OF RESOURCES:</u>			
Changes in Assumptions - Pension	253		
Changes in Proportion - Pension	1,364		
Difference Between Expected and Actual Experience - Pension	4,077		
District Contribution Subsequent to the Measurement Date - Pension	21,414		
Total Deferred Outflows of Resources	27,108		

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

	Business-Type Activities - Enterprise Funds		Governmental
	Major Funds		Activities -
	Community	Food	Internal
	School	Service	Service Fund
<u>LIABILITIES:</u>			
Current Liabilities:			
Accounts Payable	\$ 164,883	\$ 20,066	
Unearned Revenue:			
Prepaid Meals		51,442	
Supply Chain Assistance		53,201	
Donated Commodities		10,780	
Long-term Liabilities:			
Net Pension Liability	203,548		
Total Liabilities	368,431	135,489	
<u>DEFERRED INFLOWS OF RESOURCES:</u>			
Changes in Assumptions - Pension	2,316		
Changes in Proportion - Pension	30,358		
Difference Between Expected and			
Actual Experience - Pension	542		
Difference Between Projected and			
Actual Earnings on Investments - Pension	9,438		
Total Deferred Inflows of Resources	42,654		
<u>NET POSITION:</u>			
Investment in Capital Assets	201,228	764,287	
Unrestricted	928,056	90,652	\$ 42,162
Total Net Position	\$ 1,129,284	\$ 854,939	\$ 42,162

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

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

	Business-Type Activities - Enterprise Funds		Governmental Activities - Internal Service Fund
	Major Funds		
	Community School	Food Service	
Operating Revenue			
Local Sources:			
Daily Sales - Reimbursable Programs		\$ 808,684	
Daily Sales - Non-Reimbursable Programs		474,941	
Community School - Regular Program Fees	\$ 979,294		
Charges and Fees			\$ 809,000
Total Operating Revenue	979,294	1,283,625	809,000
Operating Expenses:			
Cost of Sales (Reimbursable) Programs		377,372	
Cost of Sales (Non-Reimbursable) Programs		381,100	
Salaries	649,445	586,918	
Employee Benefits	22,031	195,453	849,761
Purchased Professional/Technical Services	8,808		
Other Purchased Services	172,152	129,312	
Supplies and Materials	75,197	21,351	
Management Fee		78,573	
Miscellaneous		11,739	
Depreciation	75,894	88,708	
Total Operating Expenses	1,003,527	1,870,526	849,761
Operating Income/(Loss)	(24,233)	(586,901)	(40,761)
Non-Operating Revenue:			
State Sources:			
State School Lunch Program		19,826	
State School Lunch Extended Income Eligibility		14,653	
State School Breakfast Program		842	
State Breakfast After the Bell Program		320	
State School Breakfast Extended Income Eligibility		1,340	
Federal sources:			
National School Lunch Program		376,161	
School Breakfast Program		39,140	
Supply Chain Assistance		4,452	
Food Distribution Program		60,600	
Summer P-EBT Administrative Cost		643	
Local Food for Schools Program		29,130	
Local Sources:			
Interest Income	12,973		2,770
Total Non-Operating Revenue	12,973	547,107	2,770
Change in Net Position	(11,260)	(39,794)	(37,991)
Net Position - Beginning of Year	1,140,544	894,733	80,153
Net Position - End of Year	\$ 1,129,284	\$ 854,939	\$ 42,162

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

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

	Business-type Activities - Enterprise Funds Major Funds		Governmental Activities - Internal Service Fund
	Community School	Food Service	
Cash flows from operating activities:			
Receipts from Customers	\$ 979,294	\$ 1,289,769	\$ 809,000
Payments to Employees	(707,811)	(1,680,627)	
Payments to Suppliers	(115,353)	(113,215)	
Payments for Health Benefit Claims and Expenses			(849,761)
Net cash provided by /(used for) operating activities	156,130	(504,073)	(40,761)
Cash flows from investing activities:			
Interest Income	12,972		2,770
Net cash provided by investing activities	12,972		2,770
Cash flows from capital and related financing activities:			
Acquisition and Construction of Capital Assets		(626,826)	
Net cash used for capital and related financing activities		(626,826)	
Cash flows from noncapital financing activities:			
Cash received from Federal Reimbursements		442,624	
Cash received from State Reimbursements		36,775	
Net Cash Provided by Noncapital Financing Activities		479,399	
Net increase / (decrease) in Cash and Cash Equivalents	169,102	(651,500)	(37,991)
Cash and cash equivalents, July 1	1,142,931	811,166	80,153
Cash and cash equivalents, June 30	\$ 1,312,033	\$ 159,666	\$ 42,162

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

	Business-type Activities - Enterprise Funds		Governmental
	Major Funds		Activities -
	Community School	Food Service	Internal Service Fund
Reconciliation of operating income/(loss) to net cash provided by/(used for) operating activities:			
Operating income/(loss)	\$ (24,233)	\$ (586,901)	\$ (40,761)
Adjustment to reconcile operating income/(loss) to net cash provided by (used for) operating activities:			
Depreciation	75,894	88,708	
Federal food distribution program		60,600	
Changes in assets and liabilities:			
(Increase)/Decrease in Other Accounts Receivable		1,267	
(Increase)/Decrease in Inventory		(7,252)	
Increase/(Decrease) in Accounts Payable	140,804	(56,663)	
Donated Commodities		2,639	
Increase/(Decrease) in Unearned Revenue - Prepaid Sales		(6,471)	
Increase/(Decrease) in Net Pension Liability	(50,481)		
(Increase)/Decrease in Deferred Outflows Related to Pensions	3,930		
Increase/(Decrease) in Deferred Inflows Related to Pensions	10,216		
Net cash provided by / (used for) operating activities	<u>\$ 156,130</u>	<u>\$ (504,073)</u>	<u>\$ (40,761)</u>

Non-Cash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received \$63,239 and utilized \$60,600 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

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity:

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

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

B. Basis of Presentation:

District-Wide Financial Statements:

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

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

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, proprietary and fiduciary* - 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 governmental 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 non-instructional equipment which are classified in the capital outlay sub fund.

As required by the NJDOE, the District includes budgeted capital outlay in this fund. GAAP, as it pertains to governmental entities, states that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenue. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to 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 expense by board resolution.

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.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

B. Basis of Presentation: (Cont'd)

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

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

The District reports the following proprietary funds:

Enterprise Fund: The District has two Enterprise Funds. The Food Service Fund accounts for all revenue and expenses pertaining to the Board's cafeteria operations. The Community School Enterprise Fund accounts for all revenue and expenses pertaining to the operations of the community school. These two funds are 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.

Internal Service Fund: The District operates an internal service fund for health benefits. The fund is utilized to account for operations that are financed and operated in a manner similar to a private business enterprise.

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. Non-exchange 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 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 long-term debt and acquisitions under financed purchases are reported as other financing sources.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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 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 budgetary revenue differs from 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.

The Capital Projects Fund budgetary revenue differs from GAAP revenue due to a difference in the recognition of SDA grants receivable. These grants are recognized on the budgetary basis in full at the time of the award but are recognized on the GAAP basis as they are expended and requested for reimbursement.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

D. Budgets/Budgetary Control (Cont'd)

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
from the Budgetary Comparison Schedule	\$ 121,446,589	\$ 2,635,163
Differences - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that		
the Budgetary Basis Recognizes Encumbrances as Expenditures		
and Revenue whereas the GAAP Basis does not:		
Current Year Encumbrances		(629)
Cancellation of Prior Year Encumbrances		468,099
Prior Year State Aid Payments Recognized for GAAP Statements,		
not recognized for Budgetary purposes	682,677	
Current Year State Aid Payments Recognized for Budgetary		
Purposes, not Recognized for GAAP Statements	<u>(726,915)</u>	
Total Revenues as Reported on the Statement of Revenues,		
Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 121,402,351</u>	<u>\$ 3,102,633</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Expenditures" from the		
Budgetary Comparison Schedule	\$ 120,587,048	\$ 2,670,523
Differences - Budget 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		<u>467,470</u>
Total Expenditures as Reported on the Statement of Revenue,		
Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 120,587,048</u>	<u>\$ 3,137,993</u>
	<u>Capital Projects Fund</u>	
	<u>Revenue</u>	<u>Fund Balance</u>
Revenue and Fund Balance per Summary Schedule of Revenue,	\$ 46,380,882	\$ 39,589,227
Expenditures and Changes in Fund Balance (Budgetary Basis)		
Reconciliation of Governmental Fund Statement (GAAP):		
Grant Revenue/Receivable Not Recognized on GAAP Basis	<u>(1,600,201)</u>	<u>(1,600,201)</u>
Revenue and Fund Balance per Governmental Funds (GAAP)	<u>\$ 44,780,681</u>	<u>\$ 37,989,026</u>

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

E. Cash and Cash Equivalents and Investments:

Cash and cash equivalents include petty cash, change funds, cash in banks, 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 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 pledged, plus the collateral of all the other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

F. Interfund Transactions

Transfers between governmental and business-type activities on the District-wide statements are reported in the same manner as general revenue. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenue/expenses in the enterprise funds. 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 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.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

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

I. Short-term Interfund Receivables/Payables:

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

J. Inventories and Prepaid Expenses:

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

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

K. Capital Assets:

During the year ended June 30, 1994, the District established a formal system of accounting for its capital assets. Capital assets acquired or constructed subsequent to June 30, 1994, are recorded at historical cost including ancillary charges necessary to place the asset into service. Capital assets acquired or constructed prior to the establishment of the formal system are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Land has been recorded at estimated historical cost. Donated capital assets are valued at acquisition 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:

	<u>Estimated Useful Life</u>
Buildings and Building Improvements	30 years
Machinery, Furniture and Equipment	10 to 15 years
Computer and Related Technology	5 years
Vehicles	8 years

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

K. Capital Assets: (Cont'd)

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

L. Lease Assets:

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

M. Subscription Assets:

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

N. Long Term Liabilities:

In the District-wide and enterprise fund statements of net position, long-term debt and other long-term obligations are reported as liabilities in the applicable government 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, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

O. Accrued Salaries and Wages:

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

P. Compensated Absences:

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's various employee contracts/agreements. Upon termination, employees are paid for accrued vacation. These employee contracts/agreements permit 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 applicable District employee contract/agreement.

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.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

Q. Lease Payable

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

R. Subscription Payable:

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

S. Unearned Revenue:

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

T. Fund Balance Appropriated:

General Fund: Of the \$25,572,735 General Fund balance at June 30, 2025, \$5,826,413 is assigned fund balance for year-end encumbrances; \$1,165,000 is restricted as the prior year excess surplus and included as anticipated revenue for the fiscal year ending June 30, 2026; \$1,100,000 is restricted for current year excess surplus and included as anticipated revenue for the year ending June 30, 2027; \$221,571 is designed for subsequent year expenditures; \$13,497,475 is restricted in the capital reserve account; \$1,476,444 is restricted in the maintenance reserve account; and \$2,285,832 is unassigned which is \$726,915 less on the GAAP basis than the calculated maximum unassigned fund balance due to the June state aid payments that are not recognized until the fiscal year ending June 30, 2024.

Special Revenue Fund: The Special Revenue Fund fund balance at June 30, 2025 is \$677,122 and is restricted for student activities and scholarships.

Capital Projects Fund: Of the \$37,989,026 Capital Projects Fund balance at June 30, 2025, \$36,703,554 is restricted, \$1,147,604 is committed and \$137,868 is assigned. The committed fund balance is \$1,600,201 less on a GAAP basis due to the SDA grants not recognized on a GAAP basis until they are expended and submitted for reimbursement.

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 had excess surplus as noted above.

The District's unassigned fund balance in the General Fund is less on a GAAP basis than the budgetary basis by \$726,915 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 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

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

T. Fund Balance Appropriated: (Cont'd)

on the GAAP financial statements until the year the State records the payable. The excess surplus 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.

U. Net Position:

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

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District had deferred outflows of resources at June 30, 2025 for Pensions and the Deferred Amount on Refunding. The District had deferred inflows of resources at June 30, 2025 for Pensions.

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.

V. Deficit Net Position:

The District has a deficit in unrestricted net position of \$14,244,760 in governmental activities, which is primarily due to compensated absences payable and net pension liability and related deferred inflows and outflows. This deficit does not indicate that the District is having financial difficulties and is a permitted practice under generally accepted accounting principles.

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.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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, excess surplus, the Capital Projects Fund, 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 has committed resources in the Capital Projects Fund 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 year-end encumbrances and for amounts designated for subsequent year's expenditures in the General Fund at June 30, 2025 in the General Fund and for arbitrage rebate in the Capital Projects Fund.

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 respective Enterprise Fund. These revenues are food service sales and community school fees. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the respective Enterprise Fund.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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 section of this Note on investments.

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

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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, and

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

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

Investments:

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

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

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

	Cash and	Long-Term Investments	Restricted Cash and Cash Equivalents				Total
	Cash		Capital	Maintenance	Student	Scholarships	
	Equivalents		Reserve	Reserve	Activities		
	Unrestricted		Account	Account			
NJ/ARM		\$48,105,873					\$ 48,105,873
Checking and Savings	\$ 30,843		\$13,497,475	\$1,476,444	\$461,765	\$ 26,356	15,492,883
	\$ 30,843	\$48,105,873	\$13,497,475	\$1,476,444	\$461,765	\$ 26,356	\$ 63,598,756

During the period ended June 30, 2025, the District held investments in the New Jersey Asset and Rebate Management Program (NJ/ARM). The \$48,105,873 with NJ/ARM is uninsured and unregistered. The carrying amount of the Board's cash and cash equivalents at June 30, 2025, was \$63,598,756 and the bank balance was \$67,002,611.

NOTE 4: TRANSFERS TO CAPITAL OUTLAY

During the fiscal year ended June 30, 2025, the District had no transfers that required County approval.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 5. CAPITAL ASSETS

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

	Beginning Balance	Increases	Transfers/ Adjustments/ Decreases	Ending Balance
Governmental Activities:				
Capital Assets not Being Depreciated:				
Sites (Land)	\$ 3,465,955			\$ 3,465,955
Construction in Progress	11,311,732	\$ 6,746,935	\$ (8,402,604)	9,656,063
Total Capital Assets Not Being Depreciated	14,777,687	6,746,935	(8,402,604)	13,122,018
Capital Assets Being Depreciated:				
Buildings and Building Improvements	120,675,948	590,846	7,955,234	129,222,028
Machinery and Equipment	21,242,178	2,059,254	(170,600)	23,130,832
Total Capital Assets Being Depreciated	141,918,126	2,650,100	7,784,634	152,352,860
Governmental Activities Capital Assets	156,695,813	9,397,035	(617,970)	165,474,878
Less Accumulated Depreciation for:				
Buildings and Building Improvements	(59,678,956)	(3,638,594)		(63,317,550)
Machinery and Equipment	(16,379,863)	(793,210)	170,600	(17,002,473)
	(76,058,819)	(4,431,804)	170,600	(80,320,023)
Governmental Activities Capital Assets, Net of Accumulated Depreciation	\$ 80,636,994	\$ 4,965,231	\$ (447,370)	\$ 85,154,855
Business Type Activities:				
Capital Assets Being Depreciated:				
Machinery and Equipment	\$ 1,456,803	\$ 626,826		\$ 2,083,629
Less Accumulated Depreciation	(953,513)	(164,601)		(1,118,114)
Business Type Activities Capital Assets, Net of Accumulated Depreciation	\$ 503,290	\$ 462,225	\$ -0-	\$ 965,515

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 1,671,317
Special Education Instruction	436,692
Other Instruction	81,903
Student and Instruction Related Services	770,565
General Administration Services	100,991
School Administration Services	195,629
Central Services	86,425
Administration Information Technology	140,971
Operations and Maintenance of Plant	666,567
Student Transportation	280,744
	<u>\$ 4,431,804</u>

The District expended \$6,746,935 toward construction projects during the fiscal year. As of June 30, 2025, the District has \$9,656,063 in active construction projects.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 6. LEASE ASSETS

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

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Adjustments/ Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Lease Assets Being Amortized:				
Buildings	\$ 702,964			\$ 702,964
Machinery and Equipment	739,605			739,605
Total Lease Assets Being Amortized	<u>1,442,569</u>			<u>1,442,569</u>
Governmental Activities Lease Assets	<u>1,442,569</u>			<u>1,442,569</u>
Less Accumulated Amortization for:				
Buildings	(245,296)	\$ (57,833)		(303,129)
Machinery and Equipment	<u>(443,763)</u>	<u>(147,921)</u>		<u>(591,684)</u>
	<u>(689,059)</u>	<u>(205,754)</u>		<u>(894,813)</u>
Governmental Activities Lease Assets, Net of Accumulated Amortization	<u>\$ 753,510</u>	<u>\$ (205,754)</u>	<u>\$ -0-</u>	<u>\$ 547,756</u>

Amortization expense was charged to governmental functions as follows:

General Administration Services	\$ 147,921
Student Transportation	<u>57,833</u>
	<u>\$ 205,754</u>

NOTE 7. LONG-TERM LIABILITIES

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

	<u>Balance 6/30/2024</u>	<u>Accrued</u>	<u>Retired</u>	<u>Balance 6/30/2025</u>
Bonds Payable	\$ 26,855,000	\$ 41,411,101	\$ 3,130,000	\$65,136,101
Net Pension Liability	20,184,509		3,074,464	17,110,045
Compensated Absences Payable	1,794,723		132,329	1,662,394
Arbitrage Rebate Payable		137,868		137,868
Financed Purchases Payable	4,176,024	2,637,760	1,598,729	5,215,055
Leases Payable	<u>765,405</u>		<u>210,708</u>	<u>554,697</u>
	<u>\$ 53,775,661</u>	<u>\$ 44,048,861</u>	<u>\$ 8,146,230</u>	<u>\$89,678,292</u>

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 7. LONG-TERM LIABILITIES (Cont'd)

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 and will be liquidated through the Debt Service Fund. The current portion of bonds payable is \$3,896,000 and the long-term portion is \$61,240,101.

On April 13, 2021, the District issued refunding school bonds in the amount of \$9,385,000 with interest rates ranging from .33% to 1.82% to refund \$6,450,000 of the February 8, 2012 school bonds with interest rates ranging from 2.00% to 4.00% and \$2,445,000 of the January 23, 2013 refunding school bonds with interest rates ranging from 4.00% to 5.00%. The bonds mature on August 1, 2021 through 2028 and are non-callable. The net proceeds from the issuance of the refunding bonds were used to purchase U.S. government securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments until the 2012 school bonds were called on February 1, 2022 and the 2013 refunding school bonds were called on February 1, 2023. The refunding met the requirements of an in substance debt defeasance and the bonds were removed from the School's government-wide financial statements.

As a result of the refunding, the District will realize a total of \$438,593 in cash savings over the life of the bond issue. On a net present value basis, the savings equate to \$370,629, or 4.172% of the bonds refunded.

On December 5, 2024, the District issued debt in the amount of \$41,111,101 with interest rates ranging from 1.00-4.00% with consent of taxpayers through a referendum for various building improvements. The bonds finally mature on August 1, 2044.

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

Purpose	Serial Bonds		
	Final Maturity Date	Interest Rate	Amount
Various Building Improvements	8/1/2038	3.25-4.00%	\$ 9,950,000
Various Building Improvements	8/1/2038	2.00-3.00%	9,775,000
Various Building Improvements	8/1/2044	1.00-4.00%	41,411,101
Advanced Refunding of School Bonds	8/1/2028	1.10-1.82%	4,000,000
			<u>\$ 65,136,101</u>

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 7. LONG-TERM LIABILITIES (Cont'd)

A. Bonds Payable: (Cont'd)

Principal and interest due on serial bonds outstanding are as follows:

Year Ending June 30,	Bonds		Total
	Principal	Interest	
2026	\$ 3,896,000	\$ 2,133,705	\$ 6,029,705
2027	3,955,000	1,863,285	5,818,285
2028	3,925,000	1,795,539	5,720,539
2029	3,985,000	1,725,538	5,710,538
2030	3,075,000	1,252,075	4,327,075
2031-2035	16,180,000	7,230,882	23,410,882
2036-2040	16,630,000	4,228,275	20,858,275
2041-2044	13,490,101	1,388,200	14,878,301
	<u>\$ 65,136,101</u>	<u>\$ 21,617,499</u>	<u>\$ 86,753,600</u>

B. Financed Purchases Payable:

The District has financed purchases agreements for technology equipment, buses and vehicles totaling \$10,787,493 of which \$5,572,438 has been liquidated as of June 30, 2025. The finance purchases agreements are for five years in length and will be liquidated by the General Fund. The following is a schedule of the future minimum financed purchases payments, and the present value of the net minimum financed purchases payments at June 30, 2025.

<u>Fiscal Year</u>	<u>Amount</u>
2026	\$ 1,938,552
2027	1,385,532
2028	938,713
2029	531,841
2030	551,838
Total Minimum Lease Payments	5,346,476
Less: Amount representing interest	131,421
Present value of net minimum lease payments	<u>\$ 5,215,055</u>

The current portion of the financed purchases payable is \$1,865,376 and the long-term portion is \$3,349,679.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 7. LONG-TERM LIABILITIES (Cont'd)

C. Leases Payable:

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

Purpose	<u>Leases Payable</u>			
	Frequency of Payment	Final Maturity Date	Interest Rate	Amount
Lease of Garage	Annual	6/1/2032	2.975%	\$ 399,000
Copiers	Monthly	6/1/2026	2.600%	153,508
Postage Machine	Monthly	6/1/2026	2.600%	2,189
				<u>\$ 554,697</u>

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

Year Ending June 30,	<u>Governmental Activities</u>		Total
	<u>Principal</u>	<u>Interest</u>	
2026	\$ 214,697	\$ 14,068	\$ 228,765
2027	59,000	10,115	69,115
2028	59,000	8,360	67,360
2029	59,000	6,604	65,604
2030	59,000	4,849	63,849
2031-2032	104,000	4,433	108,433
	<u>\$ 554,697</u>	<u>\$ 48,429</u>	<u>\$ 603,126</u>

D. Compensated Absences Payable:

The liability for compensated absences of the governmental fund types is recorded in current and long-term portions. The current portion of the compensated absences balance of the governmental funds at June 30, 2025 is \$-0- and the long-term portion of compensated absences of \$1,662,394. There is no liability for vested compensated absences of the proprietary fund types. Compensated Absences Payable will be liquidated by the General Fund.

E. Arbitrage Rebate Liability

The District is subject to liability for arbitrage rebate to the federal government relative to its \$41,411,101 Bonds dated December 5, 2024. The long-term portion for the arbitrage rebate liability is estimated at \$137,868 as of June 30, 2025. This estimate is subject to change as the District continues to monitor and calculate arbitrage earnings over the allowable five-year computation period. Adjustments may be required based on actual investment performance and compliance with arbitrage rules. The arbitrage rebate liability will be liquidated through the Debt Service Fund.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 7. LONG-TERM LIABILITIES (Cont'd)

F. 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 \$16,906,497.

The Public Employees' Retirement System's (PERS) net pension liability of the proprietary fund types is recorded in current and long-term portions and will be liquidated by the Community School Enterprise Fund. The current portion of the net pension liability at June 30, 2025 is \$-0- and the long-term portion is \$203,548. See Note 8 for further information on the PERS.

NOTE 8. PENSION PLANS

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

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:

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

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

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

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.

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 \$1,713,417 for fiscal year 2025. During the fiscal year ended June 30, 2024, the State of New Jersey contributed \$55,163 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.S.A. 43:15A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed that legally obligated the State if certain circumstances occurred. The legislation, which legally obligates the State, 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 was \$17,110,045 for its proportionate share of the net pension liability.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 8. 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)

The net pension liability was measured as of June 30, 2024, and the total pension liability, which was measured as of June 30, 2024. The total net 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 0.126%, which was a decrease of 0.013% as of June 30, 2023.

For the fiscal year ended June 30, 2025, the District recognized an actual pension benefit of \$165,694. 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 \$55,163 and the District recognized pension expense and revenue for that 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.

The community school program accounts for the changes in the pension liability and the deferred outflows and inflows through the employee benefits expense.

At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources 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	2020	5.16		\$ (124,339)
	2021	5.13	\$ 21,256	
	2022	5.04		(70,334)
			<u>21,256</u>	<u>(194,673)</u>
Difference Between Expected and Actual Experience	2020	5.16	6,928	
	2021	5.13		(16,904)
	2022	5.04		(28,648)
	2023	5.08	88,013	
	2024	5.08	<u>247,805</u>	
			<u>342,746</u>	<u>(45,552)</u>
Net Difference Between Projected and Actual	2021	5.00	(1,174,494)	
Investment Earnings on Pension Plan Investments	2022	5.00	1,863,152	
	2023	5.00	(483,148)	
	2024	5.00	<u>(998,856)</u>	
			<u>(793,346)</u>	

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

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

Changes in Proportion	2020	5.16	\$ 22,303	
	2021	5.13	92,380	
	2022	5.04		\$ (233,099)
	2023	5.08		(1,002,906)
	2024	5.08		(1,315,815)
			<u>114,683</u>	<u>(2,551,820)</u>
District Contribution Subsequent to the Measurement Date	2024	1.00	<u>1,800,000</u>	
			<u>\$ 1,485,339</u>	<u>\$ (2,792,045)</u>

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

<u>Fiscal Year Ending June 30,</u>	<u>Total</u>
2025	\$ (726,451)
2026	562,106
2027	(323,392)
2028	(186,691)
2029	<u>4,859</u>
	<u>\$ (669,569)</u>

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%

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Actuarial Assumptions (Cont'd)

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

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

Long Term Expected Rate of Return

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

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

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Discount Rate

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

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		
	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the Net Pension Liability	\$ 22,735,043	\$ 17,110,045	\$ 12,323,203

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.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

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:

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

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

Contributions

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing 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

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Special Funding Situation (Cont'd)

share of the collective pension expense associated with the local participating employer. During the fiscal year ended 2025, the State of New Jersey contributed \$13,474,525 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required benefit of (\$592,915).

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

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

At June 30, 2025, the State's proportionate share of the net pension liability associated with the District was \$162,538,376. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023 which was rolled forward to June 30, 2024. The 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, 2025, the District's proportion was 0.329%, which was a decrease of 0.0057% from its proportion measured as of June 30, 2024.

District's Proportionate Share of the Net Pension Liability	\$ -0-
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>162,538,376</u>
Total	<u>\$ 162,538,376</u>

For the fiscal year ended June 30, 2024, the State recognized a pension benefit on behalf of the District in the amount of \$592,915 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 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	<u>67,989,902</u>	
			<u>671,623,600</u>	<u>9,874,858,005</u>

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 8. 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)

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

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:

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Total</u>
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	<u>(34,177,408)</u>
	<u>\$ (9,436,989,313)</u>

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 8. 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, 2024 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.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return (Cont'd)

Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2024 are summarized in the following table:

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

Discount Rate – TPAF

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

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 8. 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 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	\$ 193,199,870	\$ 162,538,376	\$ 136,715,602

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 \$41,186 for the fiscal year ended June 30, 2025. Employee contributions to DCRP amounted to \$55,364 for the fiscal year ended June 30, 2025.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 9. 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. Health Benefits are provided by Aetna Life Insurance Company.

Property and Liability

The District is a member of the School Alliance Insurance Fund (the “Fund”) and the New Jersey Schools Insurance Group (the “NJSIG”). These public entity risk management pools provide general liability, property and automobile coverage and workers’ compensation for its members. A complete schedule of insurance coverage can be found on Exhibit J-20 in the Statistical section of this Annual Comprehensive Financial Report.

The Fund and the NJSIG are risk-sharing public entity risk pools that are both an insured and self-administered group of school districts established for the purpose of providing low-cost insurance coverage for their members in order to keep local property taxes at a minimum. Each member appoints an official to represent their respective district for the purpose of creating a governing body from which officers for the Fund and the NJSIG are elected.

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

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

	School Alliance Insurance Fund	New Jersey Schools Insurance Group
Total Assets	\$ 58,120,778	\$ 452,862,436
Net Position	\$ 19,408,763	\$ 208,313,945
Total Revenue	\$ 60,984,350	\$ 187,698,949
Total Expenses	\$ 61,472,363	\$ 178,093,729
Change in Net Position	\$ (488,013)	\$ 9,605,220
Member Dividends	\$ -0-	\$ -0-

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 9. RISK MANAGEMENT (Cont'd)

Property and Liability (Cont'd)

Financial statements for the Fund are available at the Administrator's Office.

Public Entity Group Administrative Services
51 Everett Drive
Suite B-40
West Windsor, NJ 08550

Financial statements for the NJSIG are available at the Administrator's Office.

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

New Jersey Unemployment Compensation Insurance

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Contributory Method". Under this plan, the District remits employee withholdings and employer's share of New Jersey Unemployment Compensation Insurance taxes to the State each pay period. The State makes all unemployment payments to former employees, and the District has no further liability.

NOTE 10. 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 11. DEFERRED COMPENSATION

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

Equitable
Great American Plan Administrator
Lincoln Financial Advisors

The District also offers an Internal Revenue Code Section 457 plan to its employees through MetLife.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

(Continued)

NOTE 12. 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, agreed-upon schedule.

NOTE 13. CONTINGENT LIABILITIES

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 pending lawsuits. The District is currently in litigation regarding a student's tuition, transportation and other fees incurred by the student's parents. In February of 2022, an Administrative Law Judge (ALJ) found that the Board denied the student a free appropriate public education. An appeal was filed by the Board in the United States District Court in March of 2022. In a decision rendered in May of 2024, the District Court remanded the matter to the ALJ for him to explain various aspects of his decision in writing and placed the appeal on the inactive docket. The parties received the ALJ's written explanations, and the Board has asked for the appeal to be reinstated. Summary judgment motions were due on September 12, 2025, for the District Court to decide the appeal/counterclaim. The District estimates that the potential claims against it resulting from such litigation and not covered by insurance could materially affect the financial statements of the District.

Encumbrances

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

<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Governmental Funds Total</u>
\$ 5,826,413	\$ 629	\$ 6,715,623	\$ 12,542,665

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. Encumbrances in the Special Revenue Fund of \$629 are not recognized on the GAAP basis and are reflected as either a reduction in grants receivables or an increase in unearned revenue. On the GAAP basis, the year-end encumbrances in the Capital Projects Fund of \$4,690,481 are included in the restricted fund balance and \$2,025,142 in the committed fund balance.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 14. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Randolph Township Board of Education for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the General Fund and its activity is included in the General Fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the State Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes, or by transfer by board resolution at year end of any unanticipated revenue or unexpended line item appropriation amounts or both. 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-5.1(d)7*, 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		\$ 15,335,498
Add:		
Interest Earnings	\$ 197,408	
Return of Unexpended Funds From Completed Project	964,569	
Transfer by Board Resolution	<u>5,000,000</u>	
		<u>6,161,977</u>
		21,497,475
Less:		
Budgeted Withdrawal		<u>8,000,000</u>
Ending balance, June 30, 2025		<u>\$ 13,497,475</u>

The June 30, 2025 LRFP balance of local support costs of uncompleted capital projects exceeded the balance in the capital reserve account. Withdrawals from the Capital Reserve Account were for use in DOE approved facilities projects, consistent with the District's LRFP.

NOTE 15. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account was established by Board resolution for the accumulation of funds for use as maintenance expenditures in subsequent fiscal years. These funds may be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building. Pursuant to *N.J.A.C. 6A:26A-4.2* funds may be deposited into the maintenance reserve account at any time by board resolution to meet the required maintenance of the District by transferring unassigned general fund balance or by transferring excess unassigned general fund balance that is anticipated to be deposited during the current year in the advertised recapitulation of balances of the subsequent year's budget that is certified for taxes.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 15. MAINTENANCE RESERVE ACCOUNT (Cont'd)

Funds may be withdrawn from the maintenance reserve account and appropriated into the required maintenance account lines at budget time or any time during the year by Board resolution for use on required maintenance activities by school facility as reported in the comprehensive maintenance plan. Funds withdrawn from the maintenance reserve account are restricted to required maintenance appropriations and may not be transferred to any other line-item account. In any year that maintenance reserve account funds are withdrawn, unexpended required maintenance appropriations, up to the amount of maintenance reserve account funds withdrawn, shall be restored to the maintenance reserve account at year-end.

At no time, shall the maintenance reserve account have a balance that exceeds four percent of the replacement cost of the current year of the District's school facilities. If the account exceeds this maximum amount at June 30, the excess shall be restricted and designated in the subsequent year's budget. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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	\$ 1,357,522
Add:	
Transfer by Board Resolution	1,004,889
	<u>2,362,411</u>
Less:	
Withdrawal by Board Resolution	<u>885,967</u>
Ending balance, June 30, 2025	<u>\$ 1,476,444</u>

NOTE 16. ACCOUNTS PAYABLE

The following accounts payable balances existed as of June 30, 2025:

	<u>Governmental Funds</u>		District Contribution Subsequent to the Measurement Date	Total Governmental Activities	Business - Type Enterprise Funds	District Contribution Subsequent to the Measurement Date	Total Business - Type Activities
	<u>General Fund</u>	<u>Special Revenue Fund</u>					
Vendors	\$ 53,560	\$ 323		\$ 53,883	\$163,535		\$163,535
Payroll Deductions and Withholdings	876,115			876,115			
Due to:							
State of New Jersey		28,001	\$ 1,778,586	1,806,587		\$ 21,414	21,414
	<u>\$ 929,675</u>	<u>\$28,324</u>	<u>\$ 1,778,586</u>	<u>\$2,736,585</u>	<u>\$163,535</u>	<u>\$ 21,414</u>	<u>\$184,949</u>

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

State Health Benefit Program Fund – Local Education Retired Employees Plan

General Information about the OPEB Plan

Plan Description and Benefits Provided

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

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

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

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

For additional information about the State Health Benefit Local Education Retired Education Plan, please refer to the 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	<u>219,185</u>
Total	<u><u>372,741</u></u>

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

Total Nonemployer OPEB Liability

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

Actuarial Assumptions and Other Inputs

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

	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
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%.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 17. 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 Associated with the District

	<u>Total OPEB Liability</u>
Balance at June 30, 2023	\$ 167,951,767
Changes for Year:	
Service Cost	6,825,846
Interest on the Total OPEB Liability	6,165,371
Difference between Actual and Expected Experience	(3,110,988)
Changes of Assumptions	14,012,301
Gross Benefit Payments by the State	(4,708,594)
Contributions from Members	<u>161,227</u>
Net Changes	<u>19,345,163</u>
Balance at June 30, 2024	<u><u>\$ 187,296,930</u></u>

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:

	<u>June 30, 2024</u>		
	At 1% Decrease (2.93%)	At Discount Rate (3.93%)	At 1% Increase (4.93%)
Total OPEB Liability Attributable to the District	\$ 219,364,818	\$ 187,296,930	\$ 161,225,101

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

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

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

	June 30, 2024		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability Attributable to the District	\$ 156,019,706	\$ 187,296,930	\$ 228,037,578

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 \$4,868,328 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.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

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

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 following sources:

	Deferral Year	Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		\$ 3,591,913
	2018	9.51		4,385,140
	2019	9.29	\$ 691,854	
	2020	9.24	17,846,780	
	2021	9.24	105,417	
	2022	9.13		28,642,353
	2023	9.30	260,118	
	2024	9.33	12,510,447	
			<u>31,414,616</u>	<u>36,619,406</u>
Differences Between Expected and Actual Experience	2018	9.51		4,145,322
	2019	9.29		8,143,164
	2020	9.24	16,633,899	
	2021	9.24		20,272,659
	2022	9.13	2,949,751	
	2023	9.30		2,416,406
	2024	9.33	445,551	
			<u>20,029,201</u>	<u>34,977,551</u>
Changes in Proportion	N/A	N/A	<u>607,949</u>	<u>11,233,847</u>
N/A - Not Available			<u>\$ 52,051,766</u>	<u>\$ 82,830,804</u>

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

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

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB (excluding employer specific amounts for changes in proportion) will be recognized in OPEB expense as follows:

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Total</u>
2025	\$ (6,643,641)
2026	(5,570,732)
2027	(2,645,920)
2028	695,394
2029	(4,828,303)
Thereafter	(1,159,938)
	<u>\$ (20,153,140)</u>

NOTE 18. INTERFUNDS PAYABLES, RECEIVABLES, AND TRANSFERS

The District had the following interfunds payable or receivable on the various balance sheets as of June 30, 2025:

<u>Fund</u>	<u>Interfund</u> <u>Receivable</u>	<u>Interfund</u> <u>Payable</u>
General Fund	\$ 574,087	
Capital Projects Fund		\$ 831,410
Debt Service Fund	<u>257,323</u>	
	<u>\$ 831,410</u>	<u>\$ 831,410</u>

The interfunds between the Capital Projects Fund and the General and Debt Service Funds are for interest earned in the Capital Projects Fund that was not turned over as of year end.

SUPPLEMENTARY SCHEDULES

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

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
District's proportion of the net pension liability	0.1404654329%	0.1418270218%	0.1468361399%	0.1476679484%	0.1437599656%	0.1469546727%	0.1488776231%	0.1468458748%	0.1393536860%	0.1259198371%
District's proportionate share of the net pension liability	\$ 31,531,675	\$ 42,005,096	\$ 34,181,106	\$ 29,075,083	\$ 25,903,365	\$ 23,964,464	\$ 17,636,786	\$ 22,161,064	\$ 20,184,509	\$ 17,110,045
District's covered employee payroll	\$ 9,621,273	\$ 9,755,434	\$ 10,029,828	\$ 10,038,251	\$ 10,361,586	\$ 10,762,698	\$ 10,790,660	\$ 10,743,320	\$ 10,027,178	\$ 9,833,021
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	327.73%	430.58%	340.79%	289.64%	249.99%	222.66%	163.44%	206.28%	201.30%	174.01%
Plan fiduciary net position as a percentage of the total pension liability	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	62.91%	65.23%	68.22%

RANDOLPH TOWNSHIP SCHOOL DISTRICT
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	\$1,207,626	\$ 1,268,407	\$ 1,360,280	\$ 1,477,298	\$ 1,406,013	\$ 1,607,612	\$ 1,743,530	\$ 1,851,797	\$ 1,862,502	\$ 1,713,417
Contributions in relation to the contractually required contribution	(1,207,626)	(1,268,407)	(1,360,280)	(1,477,298)	(1,406,013)	(1,607,612)	(1,743,530)	(1,851,797)	(1,862,502)	(1,713,417)
Contribution deficiency/(excess)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
District's covered employee payroll	\$9,755,434	\$10,029,828	\$10,038,251	\$10,361,586	\$10,762,698	\$10,790,660	\$10,743,320	\$10,027,178	\$9,833,021	\$10,307,884
Contributions as a percentage of covered employee payroll	12.38%	12.65%	13.55%	14.26%	13.06%	14.90%	16.23%	18.47%	18.94%	16.62%

RANDOLPH TOWNSHIP SCHOOL DISTRICT
 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	0.3603868100%	0.3560703151%	0.3459566128%	0.3602435316%	0.3579023285%	0.3499861202%	0.3588547182%	0.3428717987%	0.3345896260%	0.3288579172%
State's proportionate share of the net pension liability attributable to the District	\$ 227,779,854	\$ 280,107,581	\$ 233,256,423	\$ 229,179,197	\$ 219,648,037	\$ 230,461,649	\$ 172,520,083	\$ 176,902,702	\$ 170,750,018	\$ 162,538,376
District's covered employee payroll	\$ 36,242,645	\$ 36,585,109	\$ 37,795,723	\$ 37,120,829	\$ 38,910,697	\$ 38,854,651	\$ 38,359,387	\$ 38,923,373	\$ 38,785,265	\$ 39,099,895
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	628.49%	765.63%	617.15%	617.39%	564.49%	593.14%	449.75%	454.49%	440.24%	415.70%
Plan fiduciary net position as a percentage 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%

RANDOLPH TOWNSHIP SCHOOL DISTRICT
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	\$13,908,011	\$21,046,187	\$16,158,824	\$13,360,346	\$12,955,428	\$14,331,087	\$ 4,059,473	\$ 4,760,946	\$ 4,194,831	\$ (592,915)
Contributions in relation to the contractually required contribution	(2,850,837)	(3,755,269)	(5,305,116)	(7,039,074)	(7,676,536)	(10,431,472)	(14,114,853)	(13,678,225)	(14,013,733)	(13,474,525)
Contribution deficiency/(excess)	\$11,057,174	\$17,290,918	\$10,853,708	\$ 6,321,272	\$ 5,278,892	\$ 3,899,615	\$ (10,055,380)	\$ (8,917,279)	\$ (9,818,902)	\$ (14,067,440)
District's covered employee payroll	\$36,585,109	\$37,795,723	\$37,120,829	\$38,910,697	\$38,854,651	\$38,359,387	\$ 38,923,373	\$38,785,265	\$39,099,895	\$ 40,576,034
Contributions as a percentage of covered employee payroll	7.79%	9.94%	14.29%	18.09%	19.76%	27.19%	36.26%	35.27%	35.84%	33.21%

RANDOLPH TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF CHANGES IN THE STATE'S TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST EIGHT FISCAL YEARS

	Fiscal Year Ending Jun 30,							
	2017	2018	2019	2020	2021	2022	2023	2024
Service Cost	\$ 7,586,335	\$ 6,302,924	\$ 5,647,239	\$ 6,044,219	\$ 10,781,158	\$ 9,300,834	\$ 6,972,819	\$ 6,825,846
Interest Cost	5,682,672	6,582,167	6,180,309	5,059,764	5,151,345	4,406,829	5,915,056	6,165,371
Change in Benefit Terms					(211,363)			
Changes in Assumptions	(23,503,801)	(17,915,787)	2,093,575	41,319,541	195,913	(44,608,388)	338,521	14,012,301
Differences between Expected and Actual Experience								
Member Contributions	153,139	(14,370,840)	(25,447,306)	37,184,895	(39,615,206)	2,835,441	(7,103,850)	(3,110,988)
Gross Benefit Payments	(4,158,851)	(4,174,648)	(4,310,272)	(3,938,010)	(4,057,817)	(4,365,095)	(4,610,882)	(4,708,594)
Net Change in Total OPEB Liability	(14,240,506)	(23,431,902)	(15,708,687)	85,789,770	(27,624,275)	(32,290,345)	1,663,246	19,345,163
Total OPEB Liability - Beginning	193,794,466	179,553,960	156,122,058	140,413,371	226,203,141	198,578,866	166,288,521	167,951,767
Total OPEB Liability - Ending	<u>\$ 179,553,960</u>	<u>\$ 156,122,058</u>	<u>\$ 140,413,371</u>	<u>\$ 226,203,141</u>	<u>\$ 198,578,866</u>	<u>\$ 166,288,521</u>	<u>\$ 167,951,767</u>	<u>\$ 187,296,930</u>
District's Covered Employee Payroll*	\$ 46,340,543	\$ 47,825,551	\$ 47,159,080	\$ 49,272,283	\$ 49,272,283	\$ 49,617,349	\$ 49,150,047	\$ 49,666,693
Total OPEB Liability as a Percentage of Covered Employee Payroll	387%	326%	298%	459%	403%	335%	342%	377%

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

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

There were none.

B. TEACHERS PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

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

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

BUDGETARY COMPARISON SCHEDULES

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues from Local Sources:					
Local Tax Levy	\$ 85,993,774		\$ 85,993,774	\$ 85,993,774	
Tuition From Individuals	240,000		240,000	262,095	\$ 22,095
Tuition From Other LEAs Within the State	900,000		900,000	2,231,793	1,331,793
Transportation Fees From Other LEAs	50,000		50,000	53,856	3,856
Rents and Royalties	125,000		125,000	321,096	196,096
Unrestricted Miscellaneous Revenues	390,000		390,000	1,277,601	887,601
Interest Earned on Capital Reserve Funds				197,408	197,408
Total Revenues from Local Sources	87,698,774		87,698,774	90,337,623	2,638,849
Revenues from State Sources:					
Categorical Transportation Aid	1,249,097		1,249,097	1,249,097	
Categorical Special Education Aid	3,647,597		3,647,597	3,647,597	
Equalization Aid	2,369,198		2,369,198	2,369,198	
Categorical Security Aid	103,893		103,893	103,893	
Extraordinary Aid	2,164,358		2,164,358	3,031,028	866,670
Other State Aids - Non-Public Transportation Aid				97,594	97,594
Other State Aids - Menstrual Product Reimbursement				12,388	12,388
TPAF Post Retirement Medical Contributions (Non-Budgeted)				3,986,039	3,986,039
TPAF Pension Contributions (Non-Budgeted)				13,474,525	13,474,525
TPAF Non-Contributory Insurance (Non-Budgeted)				166,913	166,913
TPAF Long-Term Disability Insurance (Non-Budgeted)				7,041	7,041
Reimbursed TPAF Social Security Contributions				2,928,698	2,928,698
Total Revenues from State Sources	9,534,143		9,534,143	31,074,011	21,539,868
Revenues from Federal Sources:					
Medicaid Reimbursement	69,329		69,329	34,955	(34,374)
Total Revenues from Federal Sources	69,329		69,329	34,955	(34,374)
TOTAL REVENUE	97,302,246		97,302,246	121,446,589	24,144,343

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
GENERAL CURRENT EXPENSE					
Regular Programs - Instruction:					
Kindergarten - Salaries of Teachers	\$ 1,372,398	\$ 1,162	\$ 1,373,560	\$ 1,275,916	\$ 97,644
Grades 1-5 - Salaries of Teachers	9,120,542	(4,647)	9,115,895	8,626,489	489,406
Grades 6-8 - Salaries of Teachers	6,085,124	(2,067)	6,083,057	5,963,696	119,361
Grades 9-12 - Salaries of Teachers	9,027,823	(135,540)	8,892,283	8,429,506	462,777
Other Objects	250	858	1,108	1,001	107
Regular Programs - Home Instruction:					
Salaries of Teachers	56,000	(11,362)	44,638	44,638	
Purchased Professional-Educational Services	51,863	39,814	91,677	60,758	30,919
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction		10,180	10,180	10,180	
Purchased Professional-Educational Services	312,368	5,873	318,241	312,758	5,483
Purchased Technical Services	18,172	(4,923)	13,249	11,685	1,564
General Supplies	2,824,073	(73,369)	2,750,704	2,666,261	84,443
Textbooks			161,950	141,371	20,579
Other Objects	250		250	143	107
Total Regular Programs - Instruction	28,868,863	(12,071)	28,856,792	27,544,402	1,312,390
Special Education - Instruction:					
Learning and/or Language Disabilities - Mild to Moderate:					
Salaries of Teachers	794,144	(79,961)	714,183	714,183	
General Supplies	13,925	(3,539)	10,386	8,745	1,641
Total Learning and/or Language Disabilities	808,069	(83,500)	724,569	722,928	1,641
Auditory Impairments:					
General Supplies	4,850	4,500	9,350	7,537	1,813
Total Auditory Impairments	4,850	4,500	9,350	7,537	1,813

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Multiple Disabilities:					
Salaries of Teachers	\$ 133,176	\$ 810	\$ 133,986	\$ 133,986	
Purchased Professional-Educational Services	174,030	(1,942)	172,088	171,776	\$ 312
General Supplies	12,159	1,679	13,838	9,415	4,423
Total Multiple Disabilities	319,365	547	319,912	315,177	4,735
Resource Room/Resource Center:					
Salaries of Teachers	5,293,734	(20,751)	5,272,983	5,257,737	15,246
Other Salaries for Instruction	30,295		30,295	30,295	
General Supplies	13,850	(1,851)	11,999	11,999	
Total Resource Room/Resource Center	5,337,879	(22,602)	5,315,277	5,300,031	15,246
Autism:					
Salaries of Teachers	300,720	31,603	332,323	310,000	22,323
General Supplies	1,500	(13)	1,487	1,487	
Total Autism	302,220	31,590	333,810	311,487	22,323
Preschool Disabilities - Full-Time:					
Salaries of Teachers	501,305	(12,440)	488,865	465,201	23,664
Other Salaries for Instruction	60,617	520	61,137	61,137	
General Supplies	19,148	(82)	19,066	13,486	5,580
Total Preschool Disabilities - Full-Time	581,070	(12,002)	569,068	539,824	29,244
TOTAL SPECIAL EDUCATION - INSTRUCTION	7,353,453	(81,467)	7,271,986	7,196,984	75,002
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	853,098	160,613	1,013,711	1,013,530	181
General Supplies	1,640	(98)	1,542	1,542	
Total Basic Skills/Remedial - Instruction	854,738	160,515	1,015,253	1,015,072	181

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Bilingual Education - Instruction:					
Salaries of Teachers	\$ 364,377	\$ (30,943)	\$ 333,434	\$ 324,011	\$ 9,423
Purchased Professional-Educational Services	1,550	3,754	5,304	5,304	
General Supplies	3,415	(597)	2,818	2,817	1
Textbooks	2,400	667	3,067	2,615	452
Total Bilingual Education - Instruction	371,742	(27,119)	344,623	334,747	9,876
School-Sponsored Cocurricular & Extracurricular Activities - Inst.:					
Salaries	364,518	9,383	373,901	373,901	
Purchased Services (300-500 series)	12,848	4,160	17,008	17,008	
Supplies and Materials	21,250	(5,045)	16,205	16,205	
Other Objects	11,443	(1,332)	10,111	10,111	
Total School-Sponsored Cocurricular & Extracurricular Activities - Inst.	410,059	7,166	417,225	417,225	
School-Sponsored Athletics - Instruction:					
Salaries	950,830		950,830	944,820	6,010
Purchased Services (300-500 series)	155,900	2,520	158,420	140,700	17,720
Supplies and Materials	56,149	(13,075)	43,074	40,947	2,127
Other Objects	32,500	13,916	46,416	45,601	815
Total School-Sponsored Athletics - Instruction	1,195,379	3,361	1,198,740	1,172,068	26,672
Summer School - Instruction:					
Salaries of Teachers	110,000	25,205	135,205	135,204	1
Other Salaries of Instruction	55,000	3,885	58,885	58,885	
Purchased Professional & Technical Services	750		750		750
General Supplies	500		500	200	300
Total Summer School - Instruction	166,250	29,090	195,340	194,289	1,051
Total Summer School	166,250	29,090	195,340	194,289	1,051
TOTAL INSTRUCTION	39,220,484	79,475	39,299,959	37,874,787	1,425,172

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Instruction:					
Tuition to County Voc. School Dist.-Regular	\$ 720,393	\$ 207,804	\$ 928,197	\$ 928,196	\$ 1
Tuition to County Voc. School Dist.-Special	14,000	(12,804)	1,196		1,196
Tuition to Priv. Sch. for the Handicap. W/I State	1,194,908	(513,446)	681,462	525,689	155,773
Total Undistributed Expenditures - Instruction	1,929,301	(318,446)	1,610,855	1,453,885	156,970
Undistributed Expenditures - Health Services:					
Salaries	778,954	(77,348)	701,606	670,899	30,707
Purchased Professional and Technical Services	400	(230)	170	170	
Other Purchased Services (400-500 series)	7,628	387,316	394,944	365,653	29,291
Supplies and Materials	36,864	609	37,473	35,832	1,641
Other Objects	325		325	50	275
Total Undist. Expenditures - Health Services	824,171	310,347	1,134,518	1,072,604	61,914
Undist. Expend. - Speech, OT, PT, Related Svcs:					
Salaries	1,284,784	(40,148)	1,244,636	1,204,286	40,350
Purchased Professional - Educational Services	1,276,031	68,310	1,344,341	1,216,293	128,048
Supplies and Materials	6,500	(83)	6,417	4,308	2,109
Total Undist. Expend. - Speech, OT, PT, Related Svcs	2,567,315	28,079	2,595,394	2,424,887	170,507
Undist.Expend.-Other Supp.Serv.Students-Extra.Serv.:					
Salaries	3,122,472	(2,345)	3,120,127	2,975,416	144,711
Purchased Professional - Educational Services	541,903	247,361	789,264	721,856	67,408
Total Undist. Expend. - Other Supp. Svcs. Students - Extra. Serv.	3,664,375	245,016	3,909,391	3,697,272	212,119
Undist.Expend.-Guidance:					
Salaries of Other Professional Staff	1,104,850	(121,265)	983,585	938,410	45,175
Salaries of Secretarial and Clerical Assistants	94,663	122,202	216,865	216,865	
Purchased Professional - Educational Services	6,500	(937)	5,563	3,575	1,988
Supplies and Materials	2,500	(673)	1,827	1,636	191
Total Undist Expend. - Guidance	1,208,513	(673)	1,207,840	1,160,486	47,354

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Child Study Team:					
Salaries of Other Professional Staff	\$ 2,437,619	\$ (15,172)	\$ 2,422,447	\$ 2,252,673	\$ 169,774
Purchased Professional - Educational Services	144,057	6,535	150,592	143,282	7,310
Supplies and Materials	12,650	(3,864)	8,786	5,399	3,387
Other Objects	1,600		1,600		1,600
Total Undist Expend. - Child Study Team	2,595,926	(12,501)	2,583,425	2,401,354	182,071
Undist. Expend.-Improv. of Inst. Serv.:					
Salaries of Supervisors of Instruction	1,279,764		1,279,764	1,258,408	21,356
Salaries of Other Professional Staff	56,334		56,334	12,489	43,845
Salaries of Secretarial and Clerical Assistants	68,668		68,668	68,668	
Total Undist. Expend.-Improv. of Inst. Serv.	1,404,766		1,404,766	1,339,565	65,201
Undist. Expend.-Edu. Media Serv./Sch. Library:					
Salaries	308,817		308,817	290,555	18,262
Supplies and Materials	18,560	(2,205)	16,355	16,321	34
Total Undist Expend-Edu. Media Serv./Sch. Library	327,377	(2,205)	325,172	306,876	18,296
Undist.Expend.-Instructional Staff Training Services:					
Purchased Professional - Educational Service	314,312	(26,341)	287,971	219,573	68,398
Other Purchased Services (400-500 series)	86,458	(8,692)	77,766	56,250	21,516
Supplies and Materials		19,980	19,980	16,983	2,997
Other Objects	12,125	(1,605)	10,520	3,588	6,932
Total Undist.Expend.-Instructional Staff Training Services	412,895	(16,658)	396,237	296,394	99,843

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Support Serv. - General Admin.:					
Salaries	\$ 452,015		\$ 452,015	\$ 452,015	
Legal Services	325,988	\$ (1,655)	324,333	239,813	\$ 84,520
Audit Fees	132,570	(6,180)	126,390	77,570	48,820
Architectural/Engineering Services	86,486	(58,501)	27,985	19,277	8,708
Other Purchased Professional Services	139,351	73,951	213,302	181,439	31,863
Communications / Telephone	230,300	(24,344)	205,956	197,376	8,580
BOE Other Purchased Services	1,000		1,000		1,000
Other Purch. Serv. (400-500 series other than 530 & 585)	405,432	(30,244)	375,188	374,075	1,113
General Supplies	16,500	(681)	15,819	15,429	390
BOE In-house Training/Meeting Supplies	3,037	(1,500)	1,537	801	736
Judgments Against The School District	125,000	(55,964)	69,036	69,029	7
Miscellaneous Expenditures	11,400	(1,846)	9,554	9,554	
BOE Membership Dues and Fees	28,000	105	28,105	28,027	78
Total Undist. Expend. - Support Serv. - General Admin.	1,957,079	(106,859)	1,850,220	1,664,405	185,815
Undist. Expend. - Support Serv. - School Admin.:					
Salaries of Principals/Assistant Principals/Prog Director	2,272,510	(50,640)	2,221,870	2,219,412	2,458
Salaries of Secretarial and Clerical Assistants	873,045	5,736	878,781	859,257	19,524
Unused Vacation Payment to Terminated/Retired Staff		12,735	12,735	12,735	
Purchased Professional and Technical Services	4,400	(4,400)			
Other Purchased Services (400-500 series)	52,000	(2,689)	49,311	33,581	15,730
Supplies and Materials	115,167	(17,667)	97,500	90,228	7,272
Other Objects	5,040	3,851	8,891	8,891	
Total Undist. Expend.-Support Serv.-School Adm.	3,322,162	(53,074)	3,269,088	3,224,104	44,984

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Central Services:					
Salaries	\$ 1,103,595	\$ (46,107)	\$ 1,057,488	\$ 1,057,488	
Unused Vacation Payment to Terminated/Retired Staff		8,865	8,865	8,865	
Purchased Professional Services		242,019	242,019	236,475	\$ 5,544
Purchased Technical Services	94,000	(11,899)	82,101	76,762	5,339
Miscellaneous Purchased Services (400-500 series other than 594)	12,500	(2,421)	10,079	9,387	692
Supplies and Materials	6,130	(4,376)	1,754	1,754	
Other Objects	21,900	11,706	33,606	33,606	
Total Undist. Expend. - Central Services	1,238,125	197,787	1,435,912	1,424,337	11,575
Undist. Expend. - Admin. Info. Technology:					
Salaries	1,286,116	31,449	1,317,565	1,317,565	
Purchased Technical Services	632,275	28,642	660,917	651,237	9,680
Other Purchased Services (400-500 series)	308,674	(40,693)	267,981	267,981	
Supplies and Materials	37,895	53,812	91,707	86,517	5,190
Total Undist. Expend. - Admin. Info. Technology	2,264,960	73,210	2,338,170	2,323,300	14,870
Undist. Expend. - Required Maintenance for School Facilities:					
Salaries	728,168	147,275	875,443	875,443	
Cleaning, Repair, and Maintenance Services	1,683,429	836,984	2,520,413	1,621,039	899,374
General Supplies	338,860	90,311	429,171	414,882	14,289
Other Objects	8,025	4,755	12,780	12,780	
Total Undist. Expend. - Required Maint. for School Facilities	2,758,482	1,079,325	3,837,807	2,924,144	913,663

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Custodial Services:					
Salaries	\$ 2,419,739	\$ (14,931)	\$ 2,404,808	\$ 2,404,410	\$ 398
Purchased Professional and Technical Services	34,500	(26,732)	7,768	6,000	1,768
Cleaning, Repair, and Maintenance Services	1,361,231	149,621	1,510,852	1,479,208	31,644
Rental of Land & Bldg. Oth. than Lease Pur. Agrmt.	73,000		73,000	72,625	375
Other Purchased Property Services	202,416	(55,106)	147,310	96,949	50,361
Insurance	862,822	(6,072)	856,750	840,314	16,436
General Supplies	436,816	60,771	497,587	344,305	153,282
Energy (Natural Gas)	1,050,720	(222,180)	828,540	599,730	228,810
Energy (Electricity)	946,000	112,910	1,058,910	880,430	178,480
Energy (Gasoline)	25,000		25,000	22,870	2,130
Total Undist. Expend. - Custodial Services	7,412,244	(1,719)	7,410,525	6,746,841	663,684
Care and Upkeep of Grounds:					
Salaries	613,497	11,416	624,913	615,944	8,969
Cleaning, Repair, and Maintenance Services	100,677	(14,701)	85,976	76,857	9,119
General Supplies	131,318	(18,000)	113,318	94,070	19,248
Total Care And Upkeep Of Grounds	845,492	(21,285)	824,207	786,871	37,336
Security:					
Salaries	467,787	20,912	488,699	485,865	2,834
General Supplies	43,304	(2,666)	40,638	40,031	607
Other Objects	2,744	(1,014)	1,730	1,730	
Total Security	513,835	17,232	531,067	527,626	3,441
Total Undist. Expend.-oper. And Maint. Of Plant Serv.	11,530,053	1,073,553	12,603,606	10,985,482	1,618,124

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Student Transportation Serv.:					
Salaries for Pupil Trans. (Bet. Home and Sch) - Regular	\$ 2,281,575	\$ 61,761	\$ 2,343,336	\$ 2,341,074	\$ 2,262
Salaries for Pupil Trans. (Other than Between Home & Sch)	120,000	(71,982)	48,018	48,018	
Unused Vacation Payment to Terminated/Retired Staff		9,684	9,684	9,684	
Other Purchased Professional and Technical Services	108,665	(55,208)	53,457	48,054	5,403
Lease Purchase Payments - School Buses	433,843	(433,842)	1		1
Contracted Services - Aid in Lieu of Payments - Nonpublic Students	236,495	(9,139)	227,356	218,862	8,494
Contracted Services - Aid in Lieu of Payments - Choice Students	13,980	(8,095)	5,885	5,885	
Contracted Services (Between Home & School) - Vendors	98,500	(39,201)	59,299	58,799	500
Contract. Services (Other than Between Home & Sch.) - Vendors	125,000	93,685	218,685	218,685	
Contract. Serv.(Bet. Home & Sch.)-Joint Agrmnts.	1,500	(873)	627	627	
Contract. Services (Regular Students) - ESCs & CTSAAs	294,197	(43,395)	250,802	250,802	
Contract. Services (Spl. Ed. Students) - ESCs & CTSAAs	1,034,065	(80,628)	953,437	915,893	37,544
General Supplies	6,735	37,584	44,319	36,302	8,017
Transportation Supplies	437,296	75,415	512,711	446,231	66,480
Other Objects	15,945	16,632	32,577	27,937	4,640
Total Undist. Expend.-Student Trans. Serv.	5,207,796	(447,602)	4,760,194	4,626,853	133,341
UNALLOCATED BENEFITS					
Social Security Contributions	1,400,000	27,909	1,427,909	1,282,779	145,130
Other Retirement Contributions - PERS	1,800,000	(1,320)	1,798,680	1,713,435	85,245
Other Retirement Contributions - Regular	307,000	9,186	316,186	261,567	54,619
Unemployment Compensation	200,000		200,000	194,998	5,002
Workers Compensation	468,829		468,829	382,922	85,907
Health Benefits	15,366,390	(519,125)	14,847,265	14,088,154	759,111
Tuition Reimbursement	205,000	(500)	204,500	32,583	171,917
Other Employee Benefits	848,477	(30,170)	818,307	809,370	8,937
Unused Sick Payment to Terminated/Retired Staff	125,000	(50,000)	75,000	70,377	4,623
TOTAL UNALLOCATED BENEFITS	20,720,696	(564,020)	20,156,676	18,836,185	1,320,491

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)					
TPAF Post Retirement Medical Contributions (Non-Budgeted)				\$ 3,986,039	\$ (3,986,039)
TPAF Pension Contributions (Non-Budgeted)				13,474,525	(13,474,525)
TPAF Non-Contributory Insurance (Non-Budgeted)				166,913	(166,913)
TPAF Long-Term Disability Insurance (Non-Budgeted)				7,041	(7,041)
Reimbursed TPAF Social Security Contributions				2,928,698	(2,928,698)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)				20,563,216	(20,563,216)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	\$ 20,720,696	\$ (564,020)	\$ 20,156,676	39,399,401	(19,242,725)
TOTAL UNDISTRIBUTED EXPENDITURES	61,175,510	405,954	61,581,464	77,801,205	(16,219,741)
TOTAL GENERAL CURRENT EXPENSE	100,395,994	485,429	100,881,423	115,675,992	(14,794,569)
CAPITAL OUTLAY					
Special Education - Instruction:					
Multiple Disabilities		9,507	9,507	4,754	4,753
Undistributed:					
Undistributed Expenditures - Instruction					
Undistributed Expenditures - Admin. Info. Tech.	46,560	4,050	50,610	50,448	162
Undist. Expend. - Care and Upkeep of Grounds	4,634	8,044	8,044	2,546	5,498
Undist. Expend. - Security	6,100	4,774	4,634	4,634	364
Undist. Expend. - Student Trans. - Non-Inst. Equip.	4,500	681,686	10,874	10,510	364
Total Equipment	61,794	708,061	686,186	683,382	2,804
			769,855	756,274	13,581
Facilities Acquisition and Construction Services:					
Architectural/Engineering Services	871,203		871,203	523,237	347,966
Construction Services	8,057,581	(2,589,478)	5,468,103	819,523	4,648,580
Assessment for Debt Service on SDA Funding	64,340		64,340	64,340	
Total Facilities Acquisition and Construction Services	8,993,124	(2,589,478)	6,403,646	1,407,100	4,996,546

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Assets Acquired Under Financed Purchases (Non-Budgeted):					
Various Equipment and Vehicles				\$ 2,637,760	\$ (2,637,760)
Total Assets Acquired Under Financed Purchases (Non-Budgeted)				2,637,760	(2,637,760)
TOTAL CAPITAL OUTLAY	\$ 9,054,918	\$ (1,881,417)	\$ 7,173,501	4,801,134	2,372,367
Transfer of Funds to Charter Schools	149,318		149,318	109,922	39,396
Total Transfer of Funds to Charter Schools	149,318		149,318	109,922	39,396
TOTAL EXPENDITURES	109,718,577	(1,514,335)	108,204,242	120,587,048	(12,382,806)
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(12,416,331)	1,514,335	(10,901,996)	859,541	11,761,537
Other Financing Sources/(Uses):					
Financed Purchases (Non-budgeted)				2,637,760	2,637,760
Transfer Out - Capital Reserve - Transfer to Capital Projects Fund		(2,400,302)	(2,400,302)	(2,400,302)	
Transfer In - Capital Projects Fund - Interest				574,087	574,087
Total Other Financing Sources/(Uses)		(2,400,302)	(2,400,302)	811,545	(1,588,757)
Excess/(Deficit) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(12,416,331)	(885,967)	(13,302,298)	1,671,086	14,973,384
Fund Balance, July 1	24,628,564		24,628,564	24,628,564	
Fund Balance, June 30	\$ 12,212,233	\$ (885,967)	\$ 11,326,266	\$ 26,299,650	\$ 14,973,384

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<u>Recapitulation:</u>					
Restricted Fund Balance:					
Excess Surplus - Restricted For 2026-2027				\$ 1,100,000	
Excess Surplus - Restricted For 2025-2026				1,165,000	
Capital Reserve				13,497,475	
Maintenance Reserve				1,476,444	
Assigned Fund Balance:					
Year End Encumbrances				5,826,413	
Designated for Subsequent Year's Expenditures				221,571	
Unassigned Fund Balance				3,012,747	
				<u>26,299,650</u>	
				<u>(726,915)</u>	
Reconciliation to Governmental Funds Statement (GAAP):					
Last State Aid Payments not Recognized on GAAP basis					
Fund Balance per Governmental Funds (GAAP)				<u>\$ 25,572,735</u>	

RANDOLPH TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenue:					
Local Sources		\$ 1,034,369	\$ 1,034,369	\$ 973,583	\$ (60,786)
State Sources	\$ 185,853	168,043	353,896	156,622	(197,274)
Federal Sources	1,124,857	388,252	1,513,109	1,504,504	(8,605)
Total Revenue	1,310,710	1,590,664	2,901,374	2,634,709	(266,665)
Expenditures:					
Instruction:					
Salaries of Teachers	140,357	73,853	214,210	192,374	21,836
Purchased Professional Technical Services		67,472	67,472	67,472	
Tuition	921,127	41,564	962,691	962,691	
Other Purchased Services		8,480	8,480	8,480	
General Supplies		249,319	249,319	95,144	154,175
Textbooks	7,920	(767)	7,153	6,799	354
Total Instruction	1,069,404	439,921	1,509,325	1,332,960	176,365
Support Services:					
Salaries of Other Professional Staff		45,912	45,912	45,762	150
Personal Services - Employee Benefits	63,373	35,251	98,624	98,479	145
Purchased Professional and Educational Services	143,135	143,340	286,475	286,475	
Purchased Professional and Technical Services	34,798	70,916	105,714	51,069	54,645
Other Purchased Professional Services		5,133	5,133	5,133	
Supplies and Materials		3,700	3,700	3,700	
Student Activities		843,166	843,166	843,166	
Scholarships Awarded		3,325	3,325	3,325	
Total Support Services	241,306	1,150,743	1,392,049	1,337,109	54,940
Total Expenditures	1,310,710	1,590,664	2,901,374	2,670,069	231,305
Excess (Deficiency) of Revenue Over/(Under) Expenditures	\$ -0-	\$ -0-	\$ -0-	\$ (35,360)	\$ (35,360)

RANDOLPH TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Note A - Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:		General Fund	Special Revenue Fund
Sources/Inflows of Resources:			
Actual Amounts (Budgetary Basis) "Revenue"			
from the Budgetary Comparison Schedule		\$ 121,446,589	\$ 2,634,709
Differences - Budget to GAAP:			
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary			
Basis Recognizes Encumbrances as Expenditures and Revenue, whereas			
the GAAP Basis does not.			
Current Year Encumbrances			(629)
Prior Year Encumbrances			468,099
Prior Year State Aid Payments Recognized for GAAP Statements, not			
Recognized for Budgetary Purposes		682,677	
Current Year State Aid Payments Recognized for Budgetary Purposes, not			
Recognized for GAAP Statements		<u>(726,915)</u>	
Total Revenues as Reported on the Statement of Revenues, Expenditures			
and Changes in Fund Balances - Governmental Funds.		<u>\$ 121,402,351</u>	<u>\$ 3,102,179</u>
Uses/Outflows of Resources:			
Actual Amounts (Budgetary Basis) "Total Outflows" from the			
Budgetary Comparison Schedule		\$ 120,587,048	\$ 2,670,069
Differences - Budget 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:			<u>467,470</u>
Total Expenditures as Reported on the Statement of Revenue,			
Expenditures, and Changes in Fund Balances - Governmental Funds		<u>\$ 120,587,048</u>	<u>\$ 3,137,539</u>

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

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

RANDOLPH TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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

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

SCHOOL LEVEL SCHEDULES
(NOT APPLICABLE)

SPECIAL REVENUE FUND

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

	Student Activities	Scholarships	Elementary & Secondary Education Act				African American Studies
			Title I	Title II, Part A	Title III	Title III Immigrant	
REVENUE:							
Local Sources	\$ 805,821	\$ 5,310					
State Sources			\$ 138,656	\$ 64,084	\$ 22,646	\$ 6,652	\$ 3,709
Federal Sources							
Total Revenue	805,821	5,310	138,656	64,084	22,646	6,652	3,709
EXPENDITURES:							
Instruction:							
Salaries of Teachers			112,266		16,720	1,834	1,200
Purchased Professional Technical Services							
Tuition							
Other Purchased Services						2,000	664
Supplies							
Textbooks							
Total Instruction			112,266		16,720	3,834	1,864
Support Services:							
Salaries of Other Professional Staff					1,800	1,650	
Personal Services - Employee Benefits			26,390	62,149	1,417	589	
Purchased Professional Educational Services				1,935			
Purchased Professional Technical Services							
Other Purchased Professional Services					2,709	579	1,845
Supplies and Materials							
Student Activities	843,166						
Scholarships		3,325					
Total Support Services	843,166	3,325	26,390	64,084	5,926	2,818	1,845
Total Expenditures	\$ 843,166	\$ 3,325	\$ 138,656	\$ 64,084	\$ 22,646	\$ 6,652	\$ 3,709

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

	Nonpublic Services				Local Grants	IDEA Part B	
	Nonpublic Textbook	Nonpublic Nursing	Nonpublic Technology	Compensatory Education		Basic	Preschool
REVENUE:							
Local Sources					\$ 162,452		
State Sources	\$ 6,799	\$ 17,420	\$ 6,555	\$ 36,067		\$ 1,027,171	\$ 47,882
Federal Sources							
Total Revenue	6,799	17,420	6,555	36,067	162,452	1,027,171	47,882
EXPENDITURES:							
Instruction:							
Salaries of Teachers						17,064	44,490
Purchased Professional Technical Services					66,272		
Tuition						962,691	
Other Purchased Services					92,480		
General Supplies	6,799						
Textbooks							
Total Instruction	6,799				158,752	979,755	44,490
Support Services:							
Salaries of Other Professional Staff							
Personal Services - Employee Benefits						1,305	3,392
Purchased Professional Educational Services		17,420		36,067		46,111	
Purchased Professional Technical Services			6,555				
Other Purchased Professional Services					3,700		
Supplies and Materials							
Student Activities							
Scholarships							
Total Support Services		17,420	6,555	36,067	3,700	47,416	3,392
Total Expenditures	\$ 6,799	\$ 17,420	\$ 6,555	\$ 36,067	\$ 162,452	\$ 1,027,171	\$ 47,882

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

	ARP			Nonpublic Handicapped Services				Totals
	ARP ESSER III	Accelerating Learning Coach	Beyond the School Day	Nonpublic Security	Supplemental Instruction	Exam and Classification	Corrective Speech	
REVENUE:								
Local Sources								\$ 973,583
State Sources	\$ 52,934	\$ 123,434	\$ 17,336	\$ 27,178	\$ 23,789	\$ 25,794	\$ 13,020	156,622
Federal Sources								1,504,504
Total Revenue	52,934	123,434	17,336	27,178	23,789	25,794	13,020	2,634,709
EXPENDITURES:								
Instruction:								
Salaries of Teachers								192,374
Purchased Professional Technical Services								67,472
Tuition								962,691
Other Purchased Services		8,480						8,480
General Supplies								95,144
Textbooks								6,799
Total Instruction		8,480						1,332,960
Support Services:								
Salaries of Other Professional Staff		42,312						45,762
Personal Services - Employee Benefits		3,237						98,479
Purchased Professional Educational Services	52,934	69,405			23,789	25,794	13,020	286,475
Purchased Professional Technical Services			17,336	27,178				51,069
Other Purchased Professional Services								5,133
Supplies and Materials								3,700
Student Activities								843,166
Scholarships								3,325
Total Support Services	52,934	114,954	17,336	27,178	23,789	25,794	13,020	490,618
Total Expenditures	\$ 52,934	\$ 123,434	\$ 17,336	\$ 27,178	\$ 23,789	\$ 25,794	\$ 13,020	\$ 1,823,578

CAPITAL PROJECTS FUND

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

Revenues and Other Financing Sources:

Bond Proceeds	\$ 41,411,101
Bond Premium	893
Transfer from Capital Reserve	2,400,302
State Sources - SDA Grants	1,600,201
Interest Income	968,385

Total Revenues and Other Financing Sources	<u>46,380,882</u>
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Expenditures:

Other Purchased Professional Technical Services	40,693
Construction Services	3,891,642
Architecture Fees	1,199,452
Supplies	145,508
Equipment	723,643

Total Expenditures	<u>6,000,938</u>
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Other Financing Uses:

Transfer to General Fund - Interest & Bond Premium	574,087
Transfer to Debt Service Fund - Interest	257,323

Total Expenditures and Other Financing Uses	6,832,348
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Excess/(Deficit) of Revenues and Other Financing Sources

Over/(Under) Expenditures and Other Financing Uses	39,548,534
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Fund Balance - Beginning Balance	<u>40,693</u>
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Fund Balance - Ending Balance	<u><u>\$ 39,589,227</u></u>
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Recapitulation of Fund Balance - Budgetary Basis:

Restricted	\$ 32,013,073
Restricted - Year End Encumbrances	4,690,481
Assigned	137,868
Committed	722,663
Committed - Year End Encumbrances	2,025,142
	<u>39,589,227</u>

Reconciliation to Governmental Funds Statements (GAAP Basis):

SDA Grant Revenue/Receivable not Recognized on GAAP Basis	<u>(1,600,201)</u>
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Fund Balance per Governmental Funds (GAAP Basis)	<u><u>\$ 37,989,026</u></u>
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RANDOLPH TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE PROJECT OF REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
VARIOUS SCHOOL BUILDING IMPROVEMENTS
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Total	Project Authorization
Revenue and Other Financing Sources:				
Bond Proceeds	\$ 24,495,000		\$ 24,495,000	\$ 24,495,000
Total Revenues and Other Financing Sources	24,495,000		24,495,000	24,495,000
Expenditures:				
Other Purchased Professional				
Technical Services	1,784,253	\$ 40,693	1,824,946	2,029,140
Construction Services	22,670,054		22,670,054	22,465,860
Total Expenditures	24,454,307	40,693	24,495,000	24,495,000
Excess of Revenue and Other Financing Sources Over Expenditures	\$ 40,693	\$ (40,693)	\$ - 0 -	\$ - 0 -

Additional Project Information:

Project Number(s)	4330-057-18-1000
Project Number(s)	4330-057-18-2000
Project Number(s)	4330-065-18-2000
Project Number(s)	4330-065-18-3000
Project Number(s)	4330-070-18-2000
Project Number(s)	4330-070-18-1000
Project Number(s)	4330-080-18-1000
Project Number(s)	4330-080-18-2000
Project Number(s)	4330-075-18-1000
Project Number(s)	4330-075-18-3000
Project Number(s)	4330-075-18-2000
Project Number(s)	4330-050-18-4000
Project Number(s)	4330-050-18-4000
Grant Date	N/A
Bond Authorization Date	10/2/2018
Bonds Authorized	\$ 24,495,000
Bonds Issued	\$ 24,495,000
Original Authorized Cost	\$ 24,495,000
% Increase over Original Authorized Cost	0%
% Completion	100%
Original Target Completion Date	August 2021
Revised Target Completion Date	June 2025

RANDOLPH TOWNSHIP SCHOOL DISTRICTCAPITAL PROJECTS FUNDSCHEDULE PROJECT OF REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -BUDGETARY BASIS2024 REFERENDUMFROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Total	Project Authorization
Revenue and Other Financing Sources:				
Bond Proceeds		\$ 41,411,101	\$ 41,411,101	\$ 41,411,101
Total Revenues and Other Financing Sources		41,411,101	41,411,101	41,411,101
Expenditures:				
Architect Fees		885,880	885,880	3,263,580
Construction Services		2,952,516	2,952,516	37,185,850
Supplies		145,508	145,508	211,671
Equipment		723,643	723,643	750,000
Total Expenditures		4,707,547	4,707,547	41,411,101
Excess of Revenue and Other Financing Sources Over Expenditures	\$ - 0 -	\$ 36,703,554	\$ 36,703,554	\$ - 0 -

Additional Project Information:

Bond Authorization Date	12/5/2024
Bonds Authorized	\$ 41,411,101
Bonds Issued	\$ 41,411,101
% Increase over Original Authorized Cost	0%
% Completion	11%
Original Target Completion Date	August 2028

RANDOLPH TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
ROD GRANT - RANDOLPH HIGH SCHOOL ROOF REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 792,463	\$ 792,463	\$ 792,463
State Sources - SDA Grant		528,309	528,309	528,309
Total Revenue and Other Financing Sources		1,320,772	1,320,772	1,320,772
Expenditures:				
Architect Fees		101,353	101,353	113,400
Construction Services		459,735	459,735	1,207,372
Total Expenditures		561,088	561,088	1,320,772
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ - 0 -	\$ 759,684	\$ 759,684	\$ - 0 -
Additional Project Information:				
Project Number(s)	4330-050-23-R501			
Grant Date	9/29/2023			
Original Authorized Cost	\$ 1,320,772			
% Completion	57.52%			
Original Target Completion Date	November 2025			

RANDOLPH TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
ROD GRANT - CENTER GROVE ELEMENTARY SCHOOL ROOF REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 423,844	\$ 423,844	\$ 423,844
State Sources - SDA Grant		282,562	282,562	282,562
Total Revenue and Other Financing Sources		706,406	706,406	706,406
Expenditures:				
Architect Fees		56,228	56,228	62,700
Construction Services		23,275	23,275	643,706
Total Expenditures		79,503	79,503	706,406
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ - 0 -	\$ 626,903	\$ 626,903	\$ - 0 -
Additional Project Information:				
Project Number(s)	4330-057-23-R501			
Grant Date	9/29/2023			
Original Authorized Cost	\$ 706,406			
% Completion	88.75%			
Original Target Completion Date	November 2025			

RANDOLPH TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
ROD GRANT - RANDOLPH MIDDLE SCHOOL ROOF REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 1,183,995	\$ 1,183,995	\$ 1,183,995
State Sources - SDA Grant		789,330	789,330	789,330
Total Revenue and Other Financing Sources		1,973,325	1,973,325	1,973,325
Expenditures:				
Architect Fees		155,991	155,991	176,100
Construction Services		456,116	456,116	1,797,225
Total Expenditures		612,107	612,107	1,973,325
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ - 0 -	\$ 1,361,218	\$ 1,361,218	\$ - 0 -

Additional Project Information:

Project Number(s)	4330-075-23-R501
Grant Date	9/29/2023
Original Authorized Cost	\$ 1,973,325
% Completion	68.98%
Original Target Completion Date	November 2025

PROPRIETARY FUNDS

RANDOLPH TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2025

	Major Funds		
	Community School	Food Service	Total
<u>ASSETS:</u>			
Current Assets:			
Cash and Cash Equivalents	\$ 1,312,033	\$ 159,666	\$ 1,471,699
Accounts Receivable:			
State		1,759	1,759
Federal		19,137	19,137
Other		11,878	11,878
Inventories		33,701	33,701
Total Current Assets	1,312,033	226,141	1,538,174
Non-Current Assets:			
Machinery and Equipment	506,192	1,577,437	2,083,629
Less: Accumulated Depreciation	(304,964)	(813,150)	(1,118,114)
Total Non-Current Assets	201,228	764,287	965,515
Total Assets	1,513,261	990,428	2,503,689
<u>DEFERRED OUTFLOWS OF RESOURCES:</u>			
Changes in Assumptions - Pension	253		253
Changes in Proportion - Pension	1,364		1,364
Difference Between Expected and Actual Experience - Pension	4,077		4,077
District Contribution Subsequent to the Measurement Date - Pension	21,414		21,414
Total Deferred Outflows of Resources	27,108		27,108

RANDOLPH TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2025

	<u>Major Funds</u>		
	<u>Community School</u>	<u>Food Service</u>	<u>Total</u>
<u>LIABILITIES:</u>			
Current Liabilities:			
Accounts Payable	\$ 164,883	\$ 20,066	\$ 184,949
Unearned Revenue:			
Prepaid Meals		51,442	51,442
Supply Chain Assistance		53,201	53,201
Donated Commodities		10,780	10,780
Long-term Liabilities:			
Net Pension Liability	203,548		203,548
Total Liabilities	<u>368,431</u>	<u>135,489</u>	<u>503,920</u>
<u>DEFERRED INFLOWS OF RESOURCES:</u>			
Changes in Assumptions - Pension	2,316		2,316
Changes in Proportion - Pension	30,358		30,358
Difference Between Expected and Actual Experience - Pension	542		542
Difference Between Projected and Actual Earnings on Investments - Pension	9,438		9,438
Total Deferred Inflows of Resources	<u>42,654</u>		<u>42,654</u>
<u>NET POSITION:</u>			
Investment in Capital Assets	201,228	764,287	965,515
Unrestricted	928,056	90,652	1,018,708
Total Net Position	<u>\$ 1,129,284</u>	<u>\$ 854,939</u>	<u>\$ 1,984,223</u>

RANDOLPH TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Major Funds		
	Community School	Food Service	Total
Operating Revenue			
Local Sources:			
Daily Sales - Reimbursable Programs		\$ 808,684	\$ 808,684
Daily Sales - Non-Reimbursable Programs		474,941	474,941
Community School - Regular Program Fees	\$ 979,294		979,294
Total Operating Revenue	979,294	1,283,625	2,262,919
Operating Expenses:			
Cost of Sales (Reimbursable) Programs		377,372	377,372
Cost of Sales (Non-Reimbursable) Programs		381,100	381,100
Salaries	649,445	586,918	1,236,363
Employee Benefits	22,031	195,453	217,484
Purchased Professional/Technical Services	8,808		8,808
Other Purchased Services	172,152	129,312	301,464
Supplies and Materials	75,197	21,351	96,548
Management Fee		78,573	78,573
Miscellaneous		11,739	11,739
Depreciation	75,894	88,708	164,602
Total Operating Expenses	1,003,527	1,870,526	2,874,053
Operating Income/(Loss)	(24,233)	(586,901)	(611,134)

RANDOLPH TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Major Funds		
	Community School	Food Service	Total
Non-Operating Revenue:			
State Sources:			
State School Lunch Program		\$ 19,826	\$ 19,826
State School Breakfast Program		842	842
State Breakfast After the Bell Program		320	320
State School Breakfast Extended Income Eligibility		1,340	1,340
State School Lunch Extended Income Eligibility		14,653	14,653
Federal Sources:			
National School Lunch Program		376,161	376,161
School Breakfast Program		39,140	39,140
Supply Chain Assistance		4,452	4,452
Food Distribution Program		60,600	60,600
Summer P-EBT Administrative Cost		643	643
Local Food for Schools Program		29,130	29,130
Local Sources:			
Interest Income	\$ 12,973		12,973
Total Non-Operating Revenue	12,973	547,107	560,080
Change in Net Position	(11,260)	(39,794)	(51,054)
Net Position - Beginning of Year	1,140,544	894,733	2,035,277
Net Position - End of Year	\$ 1,129,284	\$ 854,939	\$ 1,984,223

RANDOLPH TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Major Funds</u>		
	<u>Community School</u>	<u>Food Service</u>	<u>Total</u>
Cash Flows from Operating Activities:			
Receipts from Customers	\$ 979,294	\$ 1,289,769	\$ 2,269,063
Payments to Employees	(707,811)	(1,680,627)	(2,388,438)
Payments to Suppliers	(115,353)	(113,215)	(228,568)
Net Cash Provided By/(Used For) Operating Activities	<u>156,130</u>	<u>(504,073)</u>	<u>(347,943)</u>
Cash Flows from Investing Activities:			
Interest Income	<u>12,972</u>		<u>12,972</u>
Net Cash Provided by Investing Activities	<u>12,972</u>		<u>12,972</u>
Cash Flows from Capital and Related Financing Activities:			
Acquisition and Construction of Capital Assets		<u>(626,826)</u>	<u>(626,826)</u>
Net Cash (Used for) Capital and Related Financing Activities		<u>(626,826)</u>	<u>(626,826)</u>
Cash Flows from Noncapital Financing Activities:			
Cash Received from Federal Reimbursements		442,624	442,624
Cash Received from State Reimbursements		<u>36,775</u>	
Net Cash Provided by Noncapital Financing Activities		<u>479,399</u>	<u>442,624</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	169,102	(651,500)	(519,173)
Cash and Cash Equivalents, July 1	<u>1,142,931</u>	<u>811,166</u>	<u>1,169,086</u>
Cash and Cash Equivalents, June 30	<u>\$ 1,312,033</u>	<u>\$ 159,666</u>	<u>\$ 649,913</u>

RANDOLPH TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Major Funds</u>		
	<u>Community</u>	<u>Food</u>	
	<u>School</u>	<u>Service</u>	<u>Total</u>
Reconciliation of Operating Income/(Loss) to Net Cash			
Provided by/(Used for) Operating Activities:			
Operating Income/(Loss)	\$ (24,233)	\$ (586,901)	\$ (611,134)
Adjustment to Reconcile Operating Income/(Loss)			
to Cash Provided by/(Used for) Operating Activities:			
Depreciation	75,894	88,708	164,602
Federal Food Distribution Program		60,600	60,600
Changes in Assets and Liabilities:			
(Increase)/Decrease in Other Accounts Receivable		1,267	1,267
(Increase)/Decrease in Inventory		(7,252)	(7,252)
Increase/(Decrease) in Accounts Payable	140,804	(56,663)	84,141
Increase/(Decrease) in Unearned Revenue -			
Donated Commodities		2,639	2,639
Increase/(Decrease) in Unearned Revenue - Prepaid Sales		(6,471)	
Increase/(Decrease) in Net Pension Liability	(50,481)		(50,481)
(Increase)/Decrease in Deferred Outflows Related to Pensions	3,930		3,930
Increase/(Decrease) in Deferred Inflows Related to Pensions	10,216		10,216
Net Cash Provided by/(Used for) Operating Activities	<u>\$ 156,130</u>	<u>\$ (504,073)</u>	<u>\$ (341,472)</u>

Non-Cash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received \$63,239 and utilized \$60,600 of commodities from the Federal Food Distribution Program for the fiscal year ended June 30, 2025.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
INTERNAL SERVICE FUND
STATEMENT OF NET POSITION
JUNE 30, 2025

	<u>Health Benefits</u>
ASSETS:	
Current Assets:	
Cash and Cash Equivalents	<u>\$ 42,162</u>
Total Assets	<u>42,162</u>
NET POSITION:	
Unrestricted	<u>42,162</u>
Total Net Position	<u><u>\$ 42,162</u></u>

RANDOLPH TOWNSHIP SCHOOL DISTRICT
INTERNAL SERVICE FUND
STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Health Benefits
Operating Revenue:	
Local Sources:	
Charges and Fees	\$ 809,000
Total Operating Revenue	809,000
Benefits	849,761
Total Operating Expenses	849,761
Operating (Loss)	(40,761)
Non-Operating Revenue:	
Local Sources:	
Interest Income	2,770
Total Non-Operating Revenue	2,770
Change in Net Position	(37,991)
Net Position - Beginning of Year	80,153
Net Position - End of Year	\$ 42,162

RANDOLPH TOWNSHIP SCHOOL DISTRICT
INTERNAL SERVICE FUND
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Health Benefits
Cash Flows from Operating Activities:	
Receipts from the District	\$ 809,000
Payments for Health Benefit Claims and Expenses	<u>(849,761)</u>
Net Cash (Used for) Operating Activities	<u>(40,761)</u>
Cash Flows from Investing Activities:	
Interest Income	<u>2,770</u>
Net Cash Provided by Investing Activities	<u>2,770</u>
Net Decrease in Cash and Cash Equivalents	(37,991)
Cash and Cash Equivalents, July 1	<u>80,153</u>
Cash and Cash Equivalents, June 30	<u><u>\$ 42,162</u></u>
Reconciliation of Operating (Loss) to Net Cash	
(Used for) Operating Activities:	
Operating (Loss)	<u>\$ (40,761)</u>
Net Cash (Used for) Operating Activities	<u><u>\$ (40,761)</u></u>

LONG-TERM LIABILITIES

RANDOLPH TOWNSHIP SCHOOL DISTRICT
LONG-TERM LIABILITIES
SCHEDULE OF SERIAL BONDS

Maturities of Bonds												
Purpose	Date of Issue	Original Issue	Outstanding June 30, 2025		Int. Rate	Balance July 1, 2024	Issued	Matured	Balance June 30, 2025			
			Date	Amount								
Various School Building Improvements	12/18/2018	\$ 12,250,000	08/01/2025	\$ 750,000	3.250%							
			08/01/2026	750,000	3.250%							
			08/01/2027	750,000	3.250%							
			08/01/2028	700,000	3.250%							
			08/01/2029	700,000	3.250%							
			08/01/2030	700,000	3.250%							
			08/01/2031	700,000	3.250%							
			08/01/2032	700,000	3.375%							
			08/01/2033	700,000	3.500%							
			08/01/2034	700,000	3.500%							
			08/01/2035	700,000	4.000%							
			08/01/2036	700,000	4.000%							
			08/01/2037	700,000	4.000%							
			08/01/2038	700,000	4.000%	\$ 10,330,000	\$ 380,000	\$ 9,950,000				
Various School Building Improvements	08/15/2019	12,245,000	08/01/2025	700,000	2.000%							
			08/01/2026	700,000	2.000%							
			08/01/2027	700,000	2.000%							
			08/01/2028	700,000	2.000%							
			08/01/2029	700,000	2.000%							
			08/01/2030	700,000	2.000%							
			08/01/2031	700,000	2.125%							
			08/01/2032	700,000	2.250%							
			08/01/2033	700,000	2.250%							
			08/01/2034	700,000	2.750%							
			08/01/2035	700,000	3.000%							
			08/01/2036	700,000	3.000%							
			08/01/2037	700,000	3.000%							
			08/01/2038	675,000	3.000%	10,400,000	625,000	9,775,000				

RANDOLPH TOWNSHIP SCHOOL DISTRICT
LONG-TERM LIABILITIES
SCHEDULE OF SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds				Int. Rate	Balance July 1, 2024	Issued	Matured	Balance June 30, 2025	
			Outstanding		Amount							
			Date	June 30, 2025								
Advance Refunding of School Bonds	04/13/2021	\$ 9,385,000	08/01/2025	\$ 1,000,000		1.10%						
			08/01/2026	1,015,000		1.27%						
			08/01/2027	1,000,000		1.62%						
			08/01/2028	985,000		1.82%	\$ 6,125,000		\$ 2,125,000	\$ 4,000,000		
Various School Building Improvements	12/05/2024	41,411,101	08/01/2025	1,446,000		1.00%						
			08/01/2026	1,490,000		1.00%						
			08/01/2027	1,475,000		1.00%						
			08/01/2028	1,600,000		1.00%						
			08/01/2029	1,675,000		1.00%						
			08/01/2030	1,725,000		1.00%						
			08/01/2031	1,785,000		1.00%						
			08/01/2032	1,825,000		4.00%						
			08/01/2033	1,885,000		4.00%						
			08/01/2034	1,960,000		4.00%						
			08/01/2035	2,040,000		4.00%						
			08/01/2036	2,125,000		4.00%						
			08/01/2037	2,200,000		4.00%						
			08/01/2038	2,290,000		4.00%						
			08/01/2039	2,400,000		4.00%						
			08/01/2040	2,500,000		4.00%						
08/01/2041	2,600,000		4.00%									
08/01/2042	2,700,000		4.00%									
08/01/2043	2,800,000		4.00%									
08/01/2044	2,890,000		4.00%									
								\$ 41,411,101			41,411,101	
								\$ 26,855,000	\$ 41,411,101	\$ 3,130,000	\$ 65,136,101	

RANDOLPH TOWNSHIP SCHOOL DISTRICT
LONG-TERM LIABILITIES
SCHEDULE OF OBLIGATIONS UNDER FINANCED PURCHASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Item	Interest Rate	Original Issue	Balance June 30, 2024	Issued	Matured	Balance June 30, 2025
Various Equipment and Vehicles	0.87%	\$ 1,539,663	\$ 310,609		\$ 310,609	
Various Equipment and Vehicles	0.92%	2,446,320	985,314		490,391	\$ 494,923
Various Equipment and Vehicles	2.60%	2,200,000	1,326,658		430,927	895,731
Various Equipment and Vehicles	3.82%	1,963,750	1,553,443		366,802	1,186,641
Various Equipment and Vehicles	3.76%	2,637,760		\$ 2,637,760		2,637,760
			\$ 4,176,024	\$ 2,637,760	\$ 1,598,729	\$ 5,215,055

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

Purpose	Interest Rate	Original Issue	Balance June 30, 2024	Matured	Balance June 30, 2025
Lease of Garage	2.975%	\$ 1,166,000	\$ 458,000	\$ 59,000	\$ 399,000
Copiers	2.60%	729,206	303,083	149,575	153,508
Postage Machine	2.60%	10,399	4,322	2,133	2,189
			\$ 765,405	\$ 210,708	\$ 554,697

RANDOLPH TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUE:					
Local Sources:					
Local Tax Levy	\$ 3,431,498		\$ 3,431,498	\$ 3,431,498	
State Sources:					
Debt Service Aid Type II	357,689		357,689	357,689	
Total Revenue	3,789,187		3,789,187	3,789,187	
EXPENDITURES:					
Regular Debt Service:					
Interest	659,187		659,187	659,186	\$ 1
Redemption of Principal	3,130,000		3,130,000	3,130,000	
Total Regular Debt Service	3,789,187		3,789,187	3,789,186	1
Total Expenditures	3,789,187		3,789,187	3,789,186	1
Excess/(Deficiency) of Revenue Over/(Under) Expenditures				1	1
Other Financing Sources:					
Transfer from Capital Projects Fund				257,323	257,323
Total Other Financing Sources				257,323	257,323
Excess/(Deficit) of Revenues and Other Financing Sources Over/(Under) Expenditures				257,324	257,324
Fund Balance, July 1	-0-		-0-	-0-	
Fund Balance, June 30	\$ -0-	\$ -0-	\$ -0-	257,324	\$ 257,324
<u>Recapitulation:</u>					
Restricted				<u>\$ 257,324</u>	

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.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental Activities:										
Net Investment in Capital Assets	\$ 26,813,419	\$ 30,521,849	\$ 34,768,233	\$ 37,185,834	\$ 29,596,447	\$ 39,716,230	\$ 42,677,809	\$ 46,445,041	\$ 49,818,983	\$ 51,679,085
Restricted	7,278,673	8,189,973	9,031,858	10,153,394	25,397,299	14,513,379	10,400,662	14,545,719	18,422,194	19,131,968
Unrestricted/(Deficit)	(28,084,241)	(30,707,410)	(32,545,649)	(31,497,754)	(31,458,302)	(25,803,408)	(15,887,294)	(17,149,476)	(18,005,370)	(14,244,760)
Total Governmental Activities Net Position	\$ 6,007,851	\$ 8,004,412	\$ 11,254,442	\$ 15,841,474	\$ 23,535,444	\$ 28,426,201	\$ 37,191,177	\$ 43,841,284	\$ 50,235,807	\$ 56,566,293
Business-Type Activities:										
Investment in Capital Assets	\$ 184,434	\$ 191,134	\$ 192,583	\$ 209,051	\$ 685,982	\$ 607,593	\$ 517,651	\$ 478,245	\$ 503,290	\$ 965,515
Unrestricted	282,891	672,163	1,059,763	1,357,448	116,119	665,442	587,993	1,404,800	1,531,987	1,018,708
Total Business-Type Activities Net Position	\$ 467,325	\$ 863,297	\$ 1,252,346	\$ 1,566,499	\$ 802,101	\$ 1,273,035	\$ 1,105,644	\$ 1,883,045	\$ 2,035,277	\$ 1,984,223
District-Wide:										
Net Investment in Capital Assets	\$ 26,997,853	\$ 30,712,983	\$ 34,960,816	\$ 37,394,885	\$ 30,282,429	\$ 40,323,823	\$ 43,195,460	\$ 46,923,286	\$ 50,322,273	\$ 52,644,600
Restricted	7,278,673	8,189,973	9,031,858	10,153,394	25,397,299	14,513,379	10,400,662	14,545,719	18,422,194	19,131,968
Unrestricted/(Deficit)	(27,801,350)	(30,035,247)	(31,485,886)	(30,140,306)	(31,342,183)	(25,137,966)	(15,299,301)	(15,744,676)	(16,473,383)	(13,226,052)
Total District Net Position	\$ 6,475,176	\$ 8,867,709	\$ 12,506,788	\$ 17,407,973	\$ 24,337,545	\$ 29,699,236	\$ 38,296,821	\$ 45,724,329	\$ 52,271,084	\$ 58,550,516

Source: School District Financial Reports

RANDOLPH TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST NINE FISCAL YEARS
LAST TEN FISCAL YEARS
(ACCUAL BASIS OF ACCOUNTING)
UNAUDITED

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses:										
Governmental Activities:										
Instruction	\$ 59,841,609	\$ 67,203,433	\$ 66,930,471	\$ 64,104,624	\$ 63,478,496	\$ 63,981,466	\$ 59,961,900	\$ 58,481,439	\$ 58,381,434	\$ 57,924,956
Support Services:										
Tuition	3,203,254	2,753,229	2,313,188	2,079,770	1,821,734	1,808,429	1,329,021	1,461,101	2,600,662	1,453,885
Student and Instruction Related Services	14,981,637	16,425,489	17,078,051	16,824,414	16,379,630	16,405,042	16,280,032	15,398,456	17,234,540	17,865,084
General Administrative Services	2,203,248	2,111,311	2,315,993	2,084,831	1,911,716	1,700,948	1,735,320	1,932,846	2,126,214	1,943,314
School Administrative Services	4,907,706	5,600,331	5,691,607	5,242,486	5,252,898	5,319,840	4,708,836	4,633,992	4,987,605	4,764,056
Plant Operations and Maintenance	9,070,455	10,200,716	10,352,578	10,825,560	10,900,943	10,978,153	11,290,821	10,967,931	12,010,898	14,491,258
Pupil Transportation	6,060,369	6,204,447	5,895,069	5,538,887	5,614,814	5,842,737	5,641,834	6,458,666	3,427,756	4,203,909
Central Services	1,830,671	2,150,154	2,322,964	2,324,433	2,419,123	2,609,096	2,447,752	2,460,289	1,623,420	1,923,225
Administrative Information Technology	1,764,253	2,364,061	2,564,380	2,630,451	2,737,008	2,923,272	3,055,627	3,033,883	2,962,425	2,937,686
Capital Outlay			2,277,293	68,954					695,150	523,237
Charter Schools	138,358	160,683	159,347	81,242	218,103	108,960	177,722	202,970	107,353	109,922
Interest on Long-Term Debt	738,379	671,920	583,980	703,392	1,132,002	1,135,611	846,538	758,190	791,861	1,606,826
Unallocated Depreciation			6,159	3,090	8,527	4,715	7,139	8,651		
Total Governmental Activities Expenses	104,739,939	115,845,774	118,491,080	112,512,134	111,874,994	112,818,269	107,482,542	105,798,414	106,949,318	109,747,358
Business-Type Activities:										
Food Service	1,129,914	1,151,145	1,213,129	1,301,419	1,092,108	1,274,717	1,887,866	1,602,122	1,725,334	1,870,526
Community School	1,003,106	988,610	1,066,325	1,211,220	1,642,010	(167,515)	1,626,777	(15,757)	734,913	1,003,527
Total Business-Type Activities Expense	2,133,020	2,139,755	2,279,454	2,512,639	2,734,118	1,107,202	3,514,643	1,586,365	2,460,247	2,874,053
Total District Expenses	106,872,959	117,985,529	120,770,534	115,024,773	114,609,112	113,925,471	110,997,185	107,384,779	109,409,565	112,621,411
Program Revenues:										
Governmental Activities:										
Charges for Services	80,702	121,699	136,842	296,800	466,962	959,147	1,637,000	2,044,565	2,566,836	3,042,924
Operating Grants and Contributions	26,341,339	33,501,405	35,914,350	30,525,467	30,561,607	29,529,671	27,451,137	22,274,557	22,507,018	20,397,765
Capital Grants and Contributions	1,492,431									
Total Governmental Activities Program Revenues	27,914,472	33,623,104	36,051,192	30,822,267	31,028,569	30,488,818	29,088,137	24,319,102	25,073,854	23,440,689
Business-Type Activities:										
Charges for Services:										
Food Service	943,710	958,378	1,015,042	1,065,759	770,553	15,326	325,174	1,188,994	1,257,909	1,283,625
Community School	1,137,087	1,311,996	1,369,867	1,478,336	1,192,146	182,116	1,087,493	594,386	793,985	979,294
Operating Grants and Contributions	236,566	261,899	277,838	267,979	266,533	1,376,301	1,929,564	569,684	543,648	547,107
Total Business-Type Activities Program Revenues	2,317,363	2,532,273	2,662,747	2,812,074	2,229,232	1,573,743	3,342,231	2,353,064	2,595,542	2,810,026
Total District Program Revenues	30,231,835	36,155,377	38,713,939	33,634,341	33,257,801	32,062,561	32,430,368	26,672,166	27,669,396	26,250,715

RANDOLPH TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST NINE FISCAL YEARS
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Net (Expense)/Revenue:										
Governmental Activities	\$ (76,825,467)	\$ (82,222,670)	\$ (82,439,888)	\$ (81,689,867)	\$ (80,846,425)	\$ (82,329,451)	\$ (78,394,405)	\$ (81,479,312)	\$ (81,875,464)	\$ (86,306,669)
Business-Type Activities	184,343	392,518	383,293	299,435	(504,886)	466,541	(172,412)	766,699	135,295	(64,027)
Total District-Wide Net Expense	(76,641,124)	(81,830,152)	(82,056,595)	(81,390,432)	(81,351,311)	(81,862,910)	(78,566,817)	(80,712,613)	(81,740,169)	(86,370,696)
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	69,821,601	71,218,033	72,642,394	74,095,242	75,577,147	77,088,690	78,630,464	80,203,073	83,110,237	85,993,774
Taxes Levied for Debt Service	3,735,257	3,570,887	3,538,186	3,601,775	3,591,051	3,532,432	3,422,519	3,425,149	3,421,471	3,431,498
Unrestricted Grants and Contributions	9,214,347	9,288,244	9,295,437	8,171,939	7,358,732	6,500,139	4,733,976	3,767,158	413,421	392,644
Investment Earnings	13,712	42,613	24,429	182,874	678,976	93,932	127,606	483,208	904,042	819,281
Miscellaneous Income	391,817	128,064	189,472	225,069	178,934	8,848	244,816	250,831	420,816	1,999,958
Total Governmental Activities	83,176,734	84,219,231	85,689,918	86,276,899	87,384,840	87,224,041	87,159,381	88,129,419	88,269,987	92,637,155
Business-Type Activities:										
Investment Earnings	925	3,454	5,756	14,718	39,591	4,393	5,021	10,702	16,937	12,973
Total Business-Type Activities	925	3,454	5,756	14,718	39,591	4,393	5,021	10,702	16,937	12,973
Total District-Wide	83,177,659	84,222,685	85,695,674	86,291,617	87,424,431	87,228,434	87,164,402	88,140,121	88,286,924	92,650,128
Change in Net Position:										
Governmental Activities	6,351,267	1,996,561	3,250,030	4,587,032	6,538,415	4,894,590	8,764,976	6,650,107	6,394,523	6,330,486
Business-Type Activities	185,268	395,972	389,049	314,153	(465,295)	470,934	(167,391)	777,401	152,232	(51,054)
Total District	\$ 6,536,535	\$ 2,392,533	\$ 3,639,079	\$ 4,901,185	\$ 6,073,120	\$ 5,365,524	\$ 8,597,585	\$ 7,427,508	\$ 6,546,755	\$ 6,279,432

Source: School District Financial Reports

RANDOLPH TOWNSHIP SCHOOL DISTRICT
 FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)
 UNAUDITED

	June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund:										
Restricted	\$ 6,490,635	\$ 8,044,070	\$ 9,026,598	\$ 10,148,133	\$ 12,717,000	\$ 14,138,503	\$ 9,968,137	\$ 14,036,890	\$ 17,858,020	\$ 17,238,919
Assigned	911,639	1,201,640	723,104	2,138,748	1,059,518	3,719,231	7,810,653	5,694,481	4,416,331	6,047,984
Unassigned	661,787	767,852	777,047	1,045,451	1,431,047	3,357,261	4,051,119	2,510,304	1,671,536	2,285,832
Total General Fund	\$ 8,064,061	\$ 10,013,562	\$ 10,526,749	\$ 13,332,332	\$ 15,207,565	\$ 21,214,995	\$ 21,829,909	\$ 22,241,675	\$ 23,945,887	\$ 25,572,735
All Other Governmental Funds:										
Restricted:										
Special Revenue Fund					\$ 430,298	\$ 374,875	\$ 432,524	\$ 508,828	\$ 523,481	\$ 488,121
Capital Projects Fund	\$ 620,315	\$ 60,000		\$ 11,113,879	16,463,524	4,619,740	525,519	220,733	40,693	36,703,554
Debt Service Fund	167,723	85,930	\$ 5,260	5,261	1	1	1	1		257,324
Committed:										
Capital Projects Fund	139,898									1,147,604
Assigned:										
Capital Projects Fund	139,898									137,868
Total All Other Governmental Funds	\$ 1,067,834	\$ 145,930	\$ 5,260	\$ 11,119,140	\$ 16,893,823	\$ 4,994,616	\$ 958,044	\$ 729,562	\$ 564,174	\$ 38,734,471

Source: School District Financial Reports

RANDOLPH TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues:										
Tax Levy	\$73,556,858	\$74,788,920	\$76,180,580	\$77,697,017	\$79,168,198	\$80,621,122	\$82,052,983	\$83,628,222	\$86,531,708	\$89,425,272
Tuition Charges	80,702	121,699	136,842	296,800	466,962	688,684	1,066,807	1,410,036	2,059,563	2,493,888
Interest Earned on Capital Reserve Funds	635	2,135	24,429	72,607	109,029	35,315	34,955	69,880	143,054	197,408
Miscellaneous	475,780	236,606	225,294	472,255	798,248	419,959	1,017,032	1,359,238	2,037,936	3,601,834
State Sources	24,648,552	24,131,728	25,830,879	27,465,208	27,242,507	30,316,033	32,793,005	31,246,094	30,947,983	31,987,767
Federal Sources	1,271,505	1,298,939	1,229,779	1,266,769	1,231,620	1,748,885	1,582,408	2,322,591	1,792,039	1,556,826
Total Revenue	100,034,032	100,580,027	103,627,803	107,270,656	109,016,564	113,829,998	118,547,190	120,036,061	123,512,283	129,262,995
Expenditures:										
Instruction:										
Regular Instruction	27,058,070	27,680,631	27,789,726	28,054,804	28,095,155	27,592,436	27,894,538	28,598,937	26,478,055	28,877,362
Special Education Instruction	7,677,704	7,845,729	7,991,633	7,815,273	8,092,926	8,360,172	9,050,822	8,951,375	7,554,523	8,155,072
Other Special Instruction	471,503	422,353	428,261	463,141	503,134	485,815	461,341	513,451	1,175,241	1,349,819
Other Instruction	1,578,121	1,715,257	1,654,039	1,749,351	1,614,150	1,593,586	1,737,487	1,783,741	1,773,670	1,783,582
Support Services:										
Tuition	3,087,997	2,649,171	2,223,370	2,001,734	1,821,734	1,808,429	1,329,021	1,461,101	2,600,662	1,453,885
Student and Instruction Related Services	9,501,167	9,527,883	9,807,331	10,256,660	10,180,764	10,379,317	11,289,139	11,121,662	12,700,864	13,545,929
General Administrative Services	1,745,206	1,657,190	1,790,004	1,652,067	1,531,420	1,357,609	1,430,812	1,635,345	1,829,516	1,664,405
School Administrative Services	2,915,406	2,990,649	3,008,723	2,974,271	3,034,036	3,104,487	2,960,879	3,014,068	3,230,735	3,224,104
Plant Operations and Maintenance	6,382,368	6,721,058	6,761,941	7,569,177	7,755,688	7,652,309	8,376,889	8,124,989	9,675,715	10,985,482
Pupil Transportation	4,387,574	4,333,191	3,966,533	3,840,010	3,851,774	3,767,731	4,381,363	4,286,041	4,244,129	4,626,853
Central Services & Administrative IT	2,086,379	2,575,718	2,777,050	2,993,154	3,192,453	3,375,439	3,556,972	3,596,484	3,443,756	3,747,637
Unallocated Benefits	22,310,571	23,855,457	26,069,220	28,986,800	27,894,961	32,752,640	37,146,190	37,414,031	39,320,396	39,399,401
Charter Schools	138,358	160,683	159,347	81,242	218,103	108,960	177,722	202,970	107,353	109,922
Debt Service:										
Principal	3,170,000	3,120,000	3,165,000	3,230,000	2,905,000	2,600,000	2,900,000	2,985,000	3,070,000	3,130,000
Interest and Other Charges	828,520	783,769	703,619	610,987	995,291	1,277,404	859,061	780,720	694,673	659,186
Capital Outlay	5,990,717	3,345,183	7,029,489	4,737,522	13,898,357	17,491,424	11,365,181	7,346,612	4,074,171	10,802,072
Total Expenditures	99,329,661	99,383,922	105,325,286	107,016,193	115,584,946	123,707,758	124,917,417	121,816,527	121,973,459	133,514,711
Excess (Deficiency) of Revenues Over (Under) Expenditures	704,371	1,196,105	(1,697,483)	254,463	(6,568,382)	(9,877,760)	(6,370,227)	(1,780,466)	1,538,824	(4,251,716)

RANDOLPH TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Other Financing Sources (Uses)										
Refunding Bonds Issued						\$ 9,385,000				
School Bonds Defeased						(8,895,000)				
Costs of Refunding Bond Issue						(120,921)				
Deferred Amount on Refunding						(369,079)				
Bond Proceeds				\$12,250,000	\$12,245,000					\$41,411,101
Cancellation of SDA grant		\$ (28,610)								
Financed Purchases (Non-Budgeted)	\$ 2,714,251		\$ 2,070,000	1,415,000	1,543,000	3,985,983	\$ 2,200,000	\$ 1,963,750		2,637,760
Transfers In		88,468	5,260	110,267	306,336	7,362	6,396			
Transfers Out		(88,468)	(5,260)	(110,267)	(306,336)	(7,362)	(6,396)			
Total Other Financing Sources (Uses)	<u>2,714,251</u>	<u>(28,610)</u>	<u>2,070,000</u>	<u>13,665,000</u>	<u>13,788,000</u>	<u>3,985,983</u>	<u>2,948,569</u>	<u>1,963,750</u>		<u>44,048,861</u>
Net Change in Fund Balances	<u>\$ 3,418,622</u>	<u>\$ 1,167,495</u>	<u>\$ 372,517</u>	<u>\$13,919,463</u>	<u>\$ 7,219,618</u>	<u>\$ (5,891,777)</u>	<u>\$ (3,421,658)</u>	<u>\$ 183,284</u>	<u>\$ 1,538,824</u>	<u>\$39,797,145</u>
Debt Service as a Percentage of										
Noncapital Expenditures	4.48 %	4.24 %	4.10%	3.90%	3.99%	3.79%	3.42%	3.40%	3.30%	3.19%

Source: School District Financial Reports

RANDOLPH TOWNSHIP SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

<u>Fiscal Year Ending June</u>	<u>Interest on Investments</u>	<u>Rentals</u>	<u>Transportation Fees from Other LEAs</u>	<u>Miscellaneous</u>	<u>Tuition</u>	<u>Total</u>
2016	\$ 13,712	\$ 60,045		\$ 331,772	\$ 80,702	\$ 486,231
2017	42,613	44,722		83,342	121,699	292,376
2018	58,692	78,814		76,395	136,842	350,743
2019	141,622	76,880		79,174	296,800	594,476
2020	372,640	54,242		124,692	466,962	1,018,536
2021	93,932			1,486	688,684	784,102
2022	121,210	67,671		177,145	1,066,807	1,432,833
2023	483,208	108,272		142,559	1,410,036	2,144,075
2024	904,042	264,437		156,379	2,059,563	3,384,421
2025	819,281	321,096	\$ 53,856	655,728	2,493,888	4,343,849

Source: School District Records

RANDOLPH TOWNSHIP SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
UNAUDITED

Year Ended December 31,	Vacant Land	Residential	Farm Regular	Farm Qualified	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities ^a	Net Valuation Taxable	Tax-Exempt Property	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
2015	\$ 29,795,600	\$ 2,427,224,200	\$ 4,719,600	\$ 168,100	\$ 232,632,500	\$ 112,101,700	\$ 96,019,900	\$ 2,902,661,600	\$ 4,128,427	\$ 2,906,790,027	\$ 203,840,100	\$ 2.51	\$ 4,343,879,678
2016	35,642,100	2,430,447,000	3,942,800	158,900	230,059,300	110,779,400	108,212,100	2,919,241,600	4,104,796	2,923,346,396	204,592,900	2.54	4,317,919,193
2017 *	44,336,600	3,531,145,300	6,182,600	141,400	378,893,900	161,254,400	165,584,900	4,287,559,100	6,034,741	4,293,593,841	458,007,200	1.76	4,350,992,211
2018	45,597,100	3,551,491,800	6,325,500	141,400	373,212,200	156,100,300	165,584,900	4,298,453,200	5,831,399	4,304,143,199	458,381,900	1.79	4,419,539,013
2019	42,097,600	3,583,681,500	6,577,400	142,200	367,157,900	157,814,600	166,276,200	4,323,747,400	5,766,106	4,329,513,506	461,004,700	1.81	4,557,325,915
2020	41,646,500	3,592,449,000	6,578,900	142,200	366,628,500	159,557,900	166,276,200	4,333,279,200	5,720,144	4,338,999,344	464,329,000	1.84	4,585,649,783
2021	38,890,800	3,600,974,100	6,578,900	142,200	368,798,200	159,980,600	166,276,200	4,341,641,000	5,810,134	4,347,451,134	478,314,900	1.87	4,566,641,267
2022	42,022,900	3,613,837,000	6,578,900	137,200	382,076,700	160,340,600	167,776,200	4,372,769,500	5,829,678	4,378,599,178	477,288,200	1.89	4,638,459,213
2023	40,831,100	3,623,394,900	6,578,900	138,100	384,867,400	157,552,400	167,852,700	4,381,215,500	5,637,385	4,386,852,885	485,820,600	1.94	4,994,367,657
2024	43,732,000	3,630,589,800	6,275,500	150,400	386,674,000	160,379,300	169,442,200	4,397,243,200	5,538,883	4,402,782,083	487,876,200	2.00	5,271,016,526

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

^b Tax rates are per \$100

* Revaluation/reassessment effective in this year.

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

Source: Municipal Tax Assessor

RANDOLPH TOWNSHIP SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
(RATE PER \$100 OF ASSESSED VALUE)
UNAUDITED

Year Ended December 31,	Township of Randolph School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct	Township of Randolph	Morris County	
2015	\$ 2.38	\$ 0.13	\$ 2.51	\$ 0.73	\$ 0.37	\$ 3.62
2016	2.42	0.12	2.54	0.75	0.38	3.66
2017	* 1.68	0.08	1.76	0.51	0.26	2.53
2018	1.71	0.08	1.79	0.51	0.27	2.56
2019	1.73	0.08	1.81	0.51	0.28	2.59
2020	1.76	0.08	1.84	0.49	0.28	2.61
2021	1.79	0.08	1.87	0.51	0.27	2.65
2022	1.81	0.08	1.89	0.51	0.27	2.67
2023	1.86	0.08	1.94	0.53	0.29	2.76
2024	1.92	0.08	2.00	0.54	0.29	2.83

^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.

* Revaluation/reassessment effective in this 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 calculation.

Source: Municipal Tax Collector and School Business Administrator

RANDOLPH TOWNSHIP SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

Taxpayer	2024	
	Taxable Assessed Value	% of Total District Net Assessed Value
Center Grove Associates	\$ 86,678,600	1.97 %
Brightview Randolph	22,000,000	0.50 %
Randolph Village	21,574,000	0.49 %
Sussex Turnpike LLC	20,051,800	0.46 %
Center Grove Village, LLC	18,545,000	0.42 %
Pal-Pike Associates	18,000,000	0.41 %
Canfield Mews Associates	17,723,000	0.40 %
Randolph Grocery	14,250,000	0.32 %
Quaker Village LTD	13,107,600	0.30 %
Progressive Properties, Inc	12,462,800	0.28 %
Total	\$ 244,392,800	5.55 %

Taxpayer	2015	
	Taxable Assessed Value	% of Total District Net Assessed Value
Center Grove Associate	\$ 46,880,000	1.62 %
Pal-Pike	23,911,200	0.82 %
Beta Realty	12,598,800	0.43 %
Randolph Grocery	12,289,900	0.42 %
Randolph Village	10,540,000	0.36 %
Progressive Properties	10,120,000	0.35 %
Canfield Mews	9,942,000	0.34 %
Carco Development	8,861,500	0.31 %
Randolph CSC	7,600,000	0.26 %
Canfield Business Park	7,540,000	0.26 %
Total	\$ 150,283,400	5.18 %

Source: Municipal Tax Assessor

RANDOLPH TOWNSHIP SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2016	\$ 73,556,858	\$ 73,556,858	100.00 %	\$ -0-
2017	74,788,920	74,788,920	100.00 %	-0-
2018	76,180,580	76,180,580	100.00 %	-0-
2019	77,697,017	77,697,017	100.00 %	-0-
2020	79,168,198	79,168,198	100.00 %	-0-
2021	80,621,122	80,621,122	100.00 %	-0-
2022	82,052,983	82,052,983	100.00 %	-0-
2023	83,628,222	83,628,222	100.00 %	-0-
2024	86,531,708	86,531,708	100.00 %	-0-
2025	89,425,272	89,425,272	100.00 %	-0-

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

Source: Township of Randolph records including the Certificate and Report of School Taxes (A4F form).

RANDOLPH TOWNSHIP SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities		Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds	Financed Purchases			
2016	\$ 25,845,000	\$ 2,557,505	\$ 28,402,505	1.22 %	\$ 1,110
2017	22,725,000	1,890,013	24,615,013	1.03 %	962
2018	19,560,000	2,873,251	22,433,251	0.90 %	877
2019	28,580,000	3,306,417	31,886,417	1.27 %	1,257
2020	37,920,000	3,164,088	41,084,088	1.59 %	1,626
2021	35,810,000	5,577,071	41,387,071	1.45 %	1,563
2022	32,910,000	5,971,121	38,881,121	1.31 %	1,467
2023	29,925,000	6,091,077	36,016,077	1.17 %	1,357
2024	26,855,000	4,176,022	31,031,022	1.00 %	1,159
2025	65,136,101	5,215,055	70,351,156	2.27 %	2,627

^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.

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

Source: School District Financial Reports

RANDOLPH TOWNSHIP SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2016	\$ 25,845,000	\$ -0-	\$ 25,845,000	0.89 %	\$ 1,010
2017	22,725,000	-0-	22,725,000	0.78 %	888
2018	19,560,000	-0-	19,560,000	0.46 %	765
2019	28,580,000	-0-	28,580,000	0.66 %	1,127
2020	37,920,000	-0-	37,920,000	0.88 %	1,501
2021	35,810,000	-0-	35,810,000	0.83 %	1,352
2022	32,910,000	-0-	32,910,000	0.76 %	1,242
2023	29,925,000	-0-	29,925,000	0.68 %	1,127
2024	26,855,000	-0-	26,855,000	0.61 %	1,003
2025	65,136,101	-0-	65,136,101	1.48 %	2,432

^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.

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

Source: School District Financial Reports

RANDOLPH TOWNSHIP SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2024
UNAUDITED

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes			
Township of Randolph	\$ 21,626,104	100.00 %	\$ 21,626,104
County of Morris General Obligation Debt	324,225,726	4.27 %	<u>13,834,391</u>
Subtotal, Overlapping Debt			35,460,495
Township of Randolph School District Direct Debt as of June 30, 2025			<u>65,136,101</u>
Total Direct and Overlapping Debt			<u><u>\$ 100,596,596</u></u>

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

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

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

RANDOLPH TOWNSHIP SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

Legal Debt Margin Calculation for Fiscal Year 2025

	<u>Equalized Valuation Basis</u>
	2024
	\$ 5,689,278,302
	2023
	5,238,182,090
	2022
	4,971,315,939
	<u>\$ 20,490,675,855</u>
Average Equalized Valuation of Taxable Property	<u>\$ 6,830,225,285</u>
Debt Limit (4% of Average Equalization Value)	\$ 273,209,011 ^a
Net Bonded School Debt Issued and Unissued	<u>65,136,101</u>
Legal Debt Margin	<u>\$ 208,072,910</u>

	<u>Fiscal Year</u>				
	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Debt Limit	\$ 181,639,138	\$ 182,638,715	\$ 188,097,895	\$ 197,351,967	\$ 273,209,011
Total Net Debt Applicable to Limit	<u>35,810,000</u>	<u>32,910,000</u>	<u>29,925,000</u>	<u>26,855,000</u>	<u>65,136,101</u>
Legal Debt Margin	<u>\$ 145,829,138</u>	<u>\$ 149,728,715</u>	<u>\$ 158,172,895</u>	<u>\$ 170,496,967</u>	<u>\$ 208,072,910</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	19.71 %	18.02 %	15.91 %	13.61 %	23.84 %

	<u>Fiscal Year</u>				
	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Debt Limit	\$ 170,861,710	\$ 172,304,483	\$ 173,327,002	\$ 176,469,928	\$ 179,648,009
Total Net Debt Applicable to Limit	<u>25,845,000</u>	<u>22,725,000</u>	<u>19,560,000</u>	<u>28,580,000</u>	<u>37,920,000</u>
Legal Debt Margin	<u>\$ 145,016,710</u>	<u>\$ 149,579,483</u>	<u>\$ 153,767,002</u>	<u>\$ 147,889,928</u>	<u>\$ 147,889,928</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	15.13 %	13.19 %	11.29 %	16.20 %	21.11 %

^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

RANDOLPH TOWNSHIP SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

<u>Year</u>	<u>Population ^a</u>	<u>Morris County Per Capita Personal Income ^b</u>	<u>Personal Income ^c</u>	<u>Unemployment Rate ^d</u>
2016	25,590	\$ 91,252	\$ 2,335,138,680	3.80%
2017	25,600	93,544	2,394,726,400	3.40%
2018	25,573	97,244	2,486,820,812	3.00%
2019	25,370	99,140	2,515,181,800	2.70%
2020	25,265	102,227	2,582,765,155	7.50%
2021	26,480	107,767	2,853,670,160	4.80%
2022	26,497	111,597	2,956,985,709	2.90%
2023	26,547	115,850	3,075,469,950	3.50%
2024	26,780	115,850 *	3,102,463,000 ***	3.50%
2025	26,780 **	115,850 *	3,102,463,000 ***	N/A

N/A - Not Available

* - Latest Morris County per capita personal income available (2023) was used for calculation purposes.

** - Latest population data available (2024) was used for calculation purposes.

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

Source: ^a Population information provided by the NJ Dept of Labor and Workforce Development
^b Per capita personal income by municipality estimated based upon the 2020 Census published by the US Bureau of Economic Analysis.
^c Personal income has been estimated based upon the municipal population and per capita personal income presented
^d Unemployment data provided by the NJ Dept of Labor and Workforce Development

RANDOLPH TOWNSHIP SCHOOL DISTRICT
PRINCIPAL EMPLOYERS - MORRIS COUNTY
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

2025			2016		
Employer	Employees	Percentage of Total Employment	Employer	Employees	Percentage of Total Employment
Atlantic Health System	10,581	4.00%	US Army Armament	6,000	2.39%
Picatinny Arsenal	6,200	2.35%	Atlantic Health System	5,171	1.90%
Novartis	6,178	2.24%	Novartis	4,622	1.86%
Barclays	4,320	1.57%	Bayer	2,800	1.04%
ADP	2,600	1.01%	County of Morris	1,757	0.69%
PricewaterhouseCoopers	1,911	0.97%	Wyndham Worldwide	1,626	0.65%
Bayer	1,730	0.80%	Accenture	1,561	0.64%
Cigna	1,629	0.78%	St. Clare's Health System	1,504	0.61%
Deloitte & Touche	1,627	0.69%	BASF	1,500	0.59%
St. Clare's Health System	1,553	0.61%	PricewaterhouseCoopers	1,360	0.49%
Total	38,329	15.02%	Total	27,901	10.86%
Total Employment *	268,417		Total Employment *	257,024	

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

Source: County of Morris

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

<u>Function/Program</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Instruction:										
Regular	331	360	350	339	329	338	305	310	319	313
Special education	138	117	127	128	123	125	144	135	130	127
Support Services:										
Student & instruction related services	93	90	92	97	100	107	108	119	81	99
School administrative services	26	29	29	29	29	29	29	29	42	42
General and business administrative services	63	62	63	61	60	61	52	52	40	48
Plant operations and maintenance	53	50	51	49	55	51	54	51	48	60
Pupil transportation	48	50	48	48	47	49	52	45	48	54
Total	<u>752</u>	<u>758</u>	<u>760</u>	<u>751</u>	<u>743</u>	<u>760</u>	<u>744</u>	<u>741</u>	<u>708</u>	<u>743</u>

Source: District Personnel Records

RANDOLPH TOWNSHIP SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year	Enrollment ^e	Operating Expenditures ^a	Cost Per Pupil ^b	Percentage Change	Teaching Staff ^c	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) ^d	Average Daily Attendance (ADA) ^d	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary School	Middle School	High School				
2015	4,819	\$ 87,837,289	\$ 18,227	3.67%	472	13.1	11.8	12.4	4,819	4,607	-2.03%	95.60%
2016	4,797	89,340,424	18,624	2.18%	469	12.5	11.0	12.0	4,797	4,603	-0.46%	95.96%
2017	4,688	92,134,970	19,653	5.53%	456	10.4	11.1	10.1	4,688	4,484	-2.27%	95.65%
2018	4,700	94,427,178	20,091	2.23%	477	11.4	11.1	11.1	4,700	4,501	0.26%	95.77%
2019	4,607	98,437,684	21,367	6.35%	467	10.9	11.1	11.1	4,607	4,407	-1.98%	95.66%
2020	4,514	97,786,298	21,663	1.38%	452	10.8	11.0	11.0	4,522	4,396	-1.84%	97.22%
2021	4,298	102,338,930	23,811	9.92%	463	10.5	11.0	11.0	4,307	4,203	-4.76%	97.59%
2022	4,287	109,793,175	25,611	7.56%	449	11.9	11.1	11.1	4,300	4,079	-0.16%	94.86%
2023	4,227	110,704,195	26,190	2.26%	451	11.9	11.1	12.1	4,228	4,000	-1.67%	94.61%
2024	4,261	113,834,615	26,715	2.01%	449	11.9	11.1	11.1	4,271	4,058	1.02%	95.01%
2025	4,264	118,922,853	27,890	4.40%	440	12.4	11.1	11.1	4,264	4,040	-0.16%	94.75%

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

^b 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.

^c Teaching staff includes only full-time equivalents of certificated staff.

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

^e District internal enrollment report.

Note: Enrollment based on annual October district count.

Source: School District records

RANDOLPH TOWNSHIP SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

<u>District Buildings</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Center Grove School										
Square Feet	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000
Capacity (students)	608	608	608	608	608	608	608	608	608	608
Enrollment	484	492	496	520	501	466	500	542	550	540
Fernbrook School										
Square Feet	75,569	75,569	75,569	75,569	75,569	75,569	75,569	75,569	75,569	75,569
Capacity (students)	567	567	567	567	567	567	567	567	503	503
Enrollment	541	520	530	548	531	501	504	493	493	475
Ironia School										
Square Feet	63,764	63,764	63,764	63,764	63,764	63,764	63,764	63,764	63,764	63,764
Capacity (students)	643	643	643	643	643	643	643	643	643	643
Enrollment	448	429	451	451	435	437	450	480	502	493
Shongum School										
Square Feet	69,283	69,283	69,283	69,283	69,283	69,283	69,283	69,283	69,283	69,283
Capacity (students)	567	567	567	567	567	567	567	567	567	567
Enrollment	476	458	467	443	449	416	444	438	459	485
Middle School										
Square Feet	170,243	170,243	170,243	170,243	170,243	170,243	170,243	170,243	170,243	170,243
Capacity (students)	893	893	893	893	893	893	893	893	893	893
Enrollment	1,239	1,193	1,138	1,069	1,032	1,009	985	924	938	955
High School										
Square Feet	276,337	276,337	276,337	276,337	276,337	276,337	276,337	276,337	276,337	276,337
Capacity (students)	1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,877
Enrollment	1,610	1,596	1,618	1,576	1,566	1,469	1,404	1,350	1,319	1,316

Number of Schools at June 30, 2025

Elementary = 4

Middle School = 1

High School = 1

Source: School District Facilities Office

RANDOLPH TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS
UNAUDITED

Undistributed Expenditures - Required Maintenance for School Facilities
Account # 11-000-261-xxx

Fiscal Year Ended June 30,	Center Grove School	Fernbrook School	Ironia School	Shongum School	Middle School	High School	Total
2015	\$ 154,266	\$ 178,357	\$ 134,519	\$ 156,214	\$ 239,693	\$ 397,367	\$ 1,260,416
2016	207,294	237,654	151,057	156,096	171,991	366,809	1,290,901
2017	248,727	224,208	173,544	163,405	221,317	424,050	1,455,251
2018	250,189	196,996	164,655	149,156	239,352	385,540	1,385,888
2019	271,738	255,567	175,822	205,517	343,557	533,889	1,786,090
2020	227,450	275,024	259,781	258,334	389,683	492,598	1,902,870
2021	229,534	301,845	229,751	208,506	274,410	483,730	1,727,776
2022	333,103	153,718	316,835	238,770	290,743	398,760	1,731,929
2023	100,622	132,711	127,976	121,873	494,067	571,608	1,548,857
2024	211,189	255,362	241,209	239,865	361,824	457,380	1,766,829
2025	245,315	308,971	260,705	283,270	696,054	1,129,829	2,924,144

Source: School District records.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2025
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
Multi Peril Package Policy- SAIF		
Property, Inland Marine, Automobile Physical Damage	\$ 500,000,000	\$ 2,500
Security Guard/Law Enforcement	1,000,000	5,000
Commercial Crime - SAIF		
Crime - Employee Dishonesty	500,000	1,000
Money and Securities	50,000	1,000
General Liability Coverage:		
Comprehensive General Liability	10,000,000	
Products - Completed Operations	10,000,000	
Personal and Advertising Liability	10,000,000	
Premises Medical Payments	10,000	
Sexual Molestation Sublimit	10,000,000/occurrence	
Communicable Disease	500,000/member aggregate	
Comprehensive Automobile Liability - SAIF:		
Limit of Liability	10,000,000	
Physical Damage		1,000
Medical Payments	10,000	
Uninsured/Underinsured Motorists	15,000/person; 30,000/accident; 5,000 property damage	500 (property damage)
Public Official Bonds -Selective Insurance Co. of America		
Business Administrator	420,000	None
Assistant Business Administrator - Moira Hardesty	420,000	None
Assistant Business Administrators - Elizabeth Moreland	420,000	None
Student Accident - Maximum Limit - Zurich American	6,000,000	
volunteer accident	50,000	
Non-enrolled campers accident	50,000	
Environmental Policy - SAIF		
Limit of Liability	1,000,000	50,000
Aggregate	10,000,000	
Educators Legal Liability Coverage - SAIF:		
Limit of Liability	5,000,000	10,000
IEP Hearing Limit	100,000	10,000
Excess Coverage - SAIF		
Limit of Liability (AL/GL)	10,000,000	
Limit of Liability (SLPL)	15,000,000	
Excess Liability - Hudson Insurance Company		
Limit of Liability	10,000,000	

RANDOLPH TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2025
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
Excess Liability - Allied Insurance Company Limit of Liability	\$ 10,000,000	
Excess Liability - Great American Insurance Company Limit of Liability	10,000,000	
Workers' Compensation- NJSIG Workers' Compensation	3,000,000	
Supplemental Indemnity - NJSIG Principal Sum Max 52 weeks Aggregate per accident	2,500 per week 100,000	
Boiler and Machinery Coverage - SAIF Property Damage	1,000,000	\$ 2,500
Cyber Coverage - SAIF Aggregate Limit Per Scheduled Insured Cyber Extortion	2,000,000 750,000	10,000 10,000
Excess Cyber Coverage - SAIF (Houston Casualty Limit of Liability	2,000,000	None

Source: School District records.

SINGLE AUDIT SECTION

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

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Randolph Township School District
County of Morris, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office"), the financial statements of the governmental activities, the business-type activities, and each major fund, of the Board of Education of the Randolph Township School District, in the County of Morris (the "District") as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 7, 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 results 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 7, 2025
Mount Arlington, New Jersey

NISIVOCCIA LLP

Francis Jones of Nisivoccia LLP
Francis Jones
Licensed Public School Accountant #1154
Certified Public Accountant

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

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Randolph Township School District
County of Morris, New Jersey

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

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

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

Basis for Opinion on Each Major State Program

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*. Our responsibilities under those standards, the Uniform Guidance and New Jersey's OMB Circular 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 opinion on compliance for each major state program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

The Honorable President and Members
of the Board of Education
Randolph Township School District
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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 that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major state program as a whole.

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

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

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

Report on Internal Control Over Compliance

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

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

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

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

November 7, 2025
Mount Arlington, New Jersey

NISIVOCIA LLP

Francis Jones of Nisivoccia LLP
Francis Jones
Licensed Public School Accountant #1154
Certified Public Accountant

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

State Grantor/Program Title	Project Number	Grant	Period	Award Amount	Balance June 30, 2024			Repayment of Prior Years' Balances	Adjustment	Balance June 30, 2025		Memo	
					Unearned Revenue/ (Accounts Receivable)	Due to Grantor	Cash Received			GAAP (Accounts Receivable)	Due to Grantor	Budgetary (Accounts Receivable)	Cumulative Total Expenditures
State Department of Education:													
General Fund:													
Equalization Aid	25-495-034-5120-078	7/1/24-6/30/25		\$ 2,369,198			\$ 2,135,513	\$ (2,369,198)				\$ (233,685)	\$ 2,369,198
Special Education Aid	25-495-034-5120-089	7/1/24-6/30/25		3,647,597			3,287,818	(3,647,597)				(359,779)	3,647,597
Security Aid	25-495-034-5120-084	7/1/24-6/30/25		103,893			93,646	(103,893)				(10,247)	103,893
Extraordinary Aid	25-495-034-5120-044	7/1/24-6/30/25		3,031,028				(3,031,028)		\$ (3,031,028)		(3,031,028)	3,031,028
Transportation Aid	25-495-034-5120-014	7/1/24-6/30/25		1,249,097			1,125,893	(1,249,097)				(123,204)	1,249,097
Other State Aid - Non Public Transportation	25-495-034-5120-014	7/1/24-6/30/25		97,594				(97,594)		(97,594)		(97,594)	97,594
Menstrual Product Reimbursement	N/A	7/1/24-6/30/25		12,388				(12,388)		(12,388)		(12,388)	12,388
Reimbursed TPAF Social Security Contributions	25-495-034-5094-003	7/1/24-6/30/25		2,928,698			2,914,057	(2,928,698)				(14,641)	2,928,698
Equalization Aid	24-495-034-5120-078	7/1/23-6/30/24		2,369,198	\$ (232,481)		232,481						2,369,198
Special Education Aid	24-495-034-5120-089	7/1/23-6/30/24		3,234,926	(317,432)		317,432						3,234,926
Security Aid	24-495-034-5120-084	7/1/23-6/30/24		103,893	(10,195)		10,195						103,893
Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24		1,249,097	(122,569)		122,569						1,249,097
Other State Aid - Non Public Transportation	24-495-034-5120-014	7/1/23-6/30/24		105,085	(105,085)		105,085						105,085
Extraordinary Aid	24-495-034-5120-044	7/1/23-6/30/24		2,362,182	(2,362,182)		2,362,182						2,362,182
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	7/1/23-6/30/24		2,812,535	(275,243)		275,243						2,812,535
On-Behalf TPAF Post Retirement Contributions	25-495-034-5094-001	7/1/24-6/30/25		3,986,039			3,986,039	(3,986,039)					3,986,039
On-Behalf TPAF Pension Contributions	25-495-034-5094-002	7/1/24-6/30/25		13,474,525			13,474,525	(13,474,525)					13,474,525
On-Behalf TPAF Non-Contributory Insurance	25-495-034-5094-004	7/1/24-6/30/25		166,913			166,913	(166,913)					166,913
On-Behalf TPAF Long-Term Disability Insurance	25-495-034-5094-004	7/1/24-6/30/25		7,041			7,041	(7,041)					7,041
Subtotal - General Fund					(3,425,187)		30,616,632	(31,074,011)		(3,155,651)		(3,882,566)	43,310,927
Special Revenue Fund:													
NJ Nonpublic Aid:													
Textbook Aid	25-100-034-5120-064	7/1/24-6/30/25		6,853			6,853	(6,799)		\$ 276	\$ 54		6,799
Textbook Aid	24-100-034-5120-064	7/1/23-6/30/24		7,920				(17,420)			276		7,644
Nursing Services	25-100-034-5120-070	7/1/24-6/30/25		17,420			17,420						17,420
Nursing Services	24-100-034-5120-070	7/1/23-6/30/24		16,440					62		62		16,378
Technology Initiative Aid	25-100-034-5120-373	7/1/24-6/30/25		6,566			6,566	(6,555)			11		6,555
Security	25-100-034-5120-509	7/1/24-6/30/25		27,470			27,470	(27,178)			292		27,178
Security	24-100-034-5120-509	7/1/23-6/30/24		28,085					116		116		27,969
Auxiliary Services:													
English as a Second Language	25-100-034-5120-067	7/1/24-6/30/25		883			883				883		
Compensatory Education	25-100-034-5120-067	7/1/24-6/30/25		56,353			56,353	(36,067)			20,286		36,067
Compensatory Education	24-100-034-5120-067	7/1/23-6/30/24		53,765		\$ 1,258							52,507
Handicapped Services:													
Examination & Classification	25-100-034-5120-066	7/1/24-6/30/25		26,174			26,174	(25,794)			380		25,794
Examination & Classification	24-100-034-5120-066	7/1/23-6/30/24		33,930		13,704							20,226
Corrective Speech	25-100-034-5120-066	7/1/24-6/30/25		17,670			17,670	(13,020)			4,650		13,020
Corrective Speech	24-100-034-5120-066	7/1/23-6/30/24		17,670		2,511							15,159
Supplemental Instruction	25-100-034-5120-066	7/1/24-6/30/25		24,780			24,780	(23,789)			991		23,789
Supplemental Instruction	24-100-034-5120-066	7/1/23-6/30/24		23,128		4,460							18,668
New Jersey Department of Community Affairs:													
Local Recreational Improvement Grant	23-495-022-8030-668	5/17/23-12/31/24		300,000	(75,000)		75,000						300,000
Local Recreational Improvement Grant	23-495-022-8030-668	5/17/23-12/31/24		65,000	(65,000)		65,000						65,000
Subtotal - Special Revenue Fund					(140,000)	21,933	324,169	(156,622)	454		28,001		788,434

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

State Grantor/Program Title	Project Number	Grant or State	Grant Period	Award Amount	Balance June 30, 2024			Repayment of Prior Years' Balances	Adjustment	Balance June 30, 2025		Memo	
					Unearned Revenue/ (Accounts Receivable)	Due to Grantor	Cash Received			GAAP (Accounts Receivable)	Due to Grantor	Budgetary (Accounts Receivable)	Cumulative Total Expenditures
Debt Service Fund:													
Debt Service Aid II	25-495-034-5120-075		7/1/24-6/30/25	\$ 357,689			\$ 357,689						\$ 357,689
Subtotal - Debt Service Fund							357,689						357,689
Enterprise Fund:													
State School Lunch Program	25-495-010-3350-001		7/1/24-6/30/25	19,826			18,897	(19,826)		\$ (929)		\$ (929)	19,826
State School Lunch Program	24-100-010-3350-023		7/1/23-6/30/24	19,289	\$ (991)		991						19,289
Extended Income Eligibility - Lunch	24-100-010-3350-006		7/1/23-6/30/24	8,462	(474)		474						8,462
Extended Income Eligibility - Lunch	25-100-010-3350-006		7/1/24-6/30/25	14,653			14,027	(14,653)		(626)		(626)	14,653
State School Breakfast Program	25-495-010-3350-002		7/1/24-6/30/25	842			799	(842)		(43)		(43)	842
State School Breakfast Program	24-495-010-3350-002		7/1/23-6/30/24	675	(37)		37						675
Extended Income Eligibility - Breakfast	24-100-010-3350-006		7/1/23-6/30/24	663	(51)		51						663
Extended Income Eligibility - Breakfast	25-100-010-3350-006		7/1/24-6/30/25	1,340			1,236	(1,340)		(104)		(104)	1,340
Breakfast After the Bell Program	25-100-010-3350-023		7/1/24-6/30/25	320			263	(320)		(57)		(57)	320
Subtotal - Enterprise Fund					(1,553)		36,775	(36,981)		(1,759)		(1,759)	66,070
Total State Awards Subject to Single Audit Determination					\$ (3,566,740)	\$ 21,933	\$ 31,335,265	(31,625,303)	\$ 454	\$ (3,157,410)	\$ 28,001	\$ (3,884,325)	\$ 44,523,120
Less: State Awards Not Subject to Single Audit Major Program Determination													
On-Behalf TPAF Pension System Contributions:													
Post Retirement Contributions	25-495-034-5094-001		7/1/24-6/30/25	3,986,039				3,986,039					
Pension Contributions	25-495-034-5094-002		7/1/24-6/30/25	13,474,525				13,474,525					
Non-Contributory Insurance	25-495-034-5094-004		7/1/24-6/30/25	166,913				166,913					
Long-Term Disability Insurance	25-495-034-5094-004		7/1/24-6/30/25	7,041				7,041					
Subtotal - On-Behalf TPAF Pension System Contributions								17,634,518					
Total State Awards Subject to Single Audit Major Program Determination								\$ (13,990,785)					

N/A - Not Available/Applicable

SEE THE ACCOMPANYING NOTES TO THE SCHEDULES OF EXPENDITURES OF STATE AWARDS

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO SCHEDULES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of state awards includes state grant activity of the Board of Education, Randolph Township School District under programs of the state government for the fiscal year ended June 30, 2025. The information in this schedule 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 schedule presents only a selected portion of the operations of the District, it is not intended to and does 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 schedule of expenditures of state awards are reported on the budgetary basis of accounting with the exception of programs recorded in the Food Service Fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the 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. 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. Grant revenue in the Capital Projects Fund is recognized on the budgetary basis in the fiscal year of award but is not recognized on the GAAP basis until expended and submitted for reimbursement.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(44,238) for the General Fund and \$467,470 for the Special Revenue Fund (of which \$17,367 relates to federal grants and (\$629) applies to encumbrances of local grants) and \$1,600,027 for the Capital Projects 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.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO SCHEDULES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

	<u>State</u>
General Fund	\$ 31,029,773
Special Revenue Fund	600,759
Debt Service Fund	357,689
Food Service Fund	<u>36,981</u>
Total Awards	<u>\$ 32,025,202</u>

NOTE 5. RELATIONSHIP TO STATE FINANCIAL REPORTS

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

NOTE 6. OTHER

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.

NOTE 7. NJ SCHOOLS DEVELOPMENT AUTHORITY (SDA) GRANTS

District was awarded grants in the amount of \$1,600,201 from the Schools Development Authority (SDA) under the Educational Facilities Construction and Financing Act. As of June 30, 2025, grant funds totaling \$1,252,698 have been expended. In the Capital Projects Fund, the District realized the full amount of the grant revenue on a budgetary basis in the year awarded and realizes the grant revenue on a GAAP basis as it is expended and submitted for reimbursement. Expenditures reported in the NJSDA grants on the Schedule of Expenditures of State Awards represent reimbursement requests submitted to the NJSDA.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
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 (Not Available)**State 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 New Jersey's OMB Circular 15-08?

_____	Yes	_____ X _____	No
-------	-----	---------------	----

Identification of major programs:

Program Name or Cluster	State Grant No.	Grant Period		Award Amount	Budgetary Expenditures
		Start	End		
Extraordinary Aid	25-495-034-5120-044	7/1/24	6/30/25	\$ 3,031,028	\$ 3,031,028
Dollar threshold used to distinguish between Type A and B programs				\$ 750,000	
Auditee qualified as low-risk auditee?		_____ X _____	Yes	_____	No

Section II - Financial Statement Findings - N/A**Section III - State Financial Assistance Findings and Questioned Costs - N/A**

RANDOLPH TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2025

Status of Prior Year Findings:

There were no prior year findings.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
COUNTY OF MORRIS
FEDERAL SINGLE AUDIT
FISCAL YEAR ENDED JUNE 30, 2025

RANDOLPH TOWNSHIP SCHOOL DISTRICT
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Report on Compliance For Each Major Federal Program;
 Report on Internal Control Over Compliance and Report on Schedule of
 Expenditures of Federal Awards Required by the Uniform Guidance

Independent Auditors' Report

The Honorable President and Members
 of the Board of Education
 Randolph Township School District
 County of Morris, New Jersey

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Board of Education of the Randolph Township School District's (the "District's") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the fiscal year ended June 30, 2025. The District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

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

Basis for Opinion on Each Major Federal Program

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*) and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

The Honorable President and Members
of the Board of Education
Randolph Township School District
Page 2

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 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 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than 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 program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards* and the Uniform Guidance, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding 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, 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 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 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 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.

The Honorable President and Members
of the Board of Education
Randolph Township School District
Page 3

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the District as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon, dated November 7, 2025, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

December 5, 2025
Mount Arlington, New Jersey

NISIVOCIA LLP

Francis Jones of Nisivoccia LLP
Francis Jones
Licensed Public School Accountant #1154
Certified Public Accountant

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

Federal Grantor/Pass Through Grantor/ Program Title/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2024		Cash Received	Budgetary Expendi- tures	Cancellation of Prior Years' Balances	Balance at June 30, 2025		Amounts Paid to Subrecipients
					Unearned Revenue/ (Accounts Receivable)	Unearned Revenue/ (Accounts Receivable)				Budgetary Unearned Revenue	Budgetary Accounts Receivable	
<u>U.S. Department of Agriculture:</u> Passed-through State Department of Agriculture: Summer P-EBT Administrative Cost	10.646	N/A	7/1/24-6/30/25	\$ 643		\$ 643	\$ 643	\$(643)				
						643		(643)				
<u>Child Nutrition Cluster:</u>												
Federal Food Distribution Program	10.555	N/A	7/1/24-6/30/25	63,239		63,239		(52,459)		\$ 10,780		
Federal Food Distribution Program	10.555	N/A	7/1/23-6/30/24	55,298	\$ 8,141			(8,141)				
National School Lunch Program	10.555	N/A	7/1/23-6/30/24	299,823	(15,534)		15,534					
National School Lunch Program	10.555	N/A	7/1/24-6/30/25	376,161		359,198		(376,161)		\$ (16,963)		
School Breakfast Program	10.553	N/A	7/1/24-6/30/25	39,140		36,966		(39,140)		(2,174)		
School Breakfast Program	10.553	N/A	7/1/23-6/30/24	20,377	(1,153)	1,153						
COVID19 - Supply Chain Assistance Funding	10.555	N/A	7/1/22-6/30/25	201,635	57,633			(4,452)		53,201		
Total Child Nutrition Cluster					49,107	476,090		(480,353)		63,981	(19,137)	
Local Food for Schools Cooperative Agreement Program	10.185	N/A	7/1/24-6/30/25	29,130			29,130	(29,130)				
Total U.S. Department of Agriculture					49,107	505,863		(510,126)		63,981	(19,137)	
<u>U.S. Department of Health and Human Services:</u> <u>Medicaid Cluster:</u>												
Medical Assistance Program	93.778	N/A	7/1/24-6/30/25	34,955		34,955		(34,955)				
Total Medicaid Cluster / U.S. Department of Health and Human Services						34,955		(34,955)				
<u>U.S. Department of Education:</u> Passed-through State Department of Education: Special Revenue Fund:												
Special Education Cluster (IDEA):												
I.D.E.A. Part B, Basic	84.027	IDEA-0820-25	7/1/24-9/30/25	1,027,218		1,017,425		(1,027,171)			(9,746)	
I.D.E.A. Part B, Basic	84.027	IDEA-0820-24	7/1/23-9/30/24	1,034,240	(134,569)	134,569						
I.D.E.A. Preschool	84.173	IDEA-0820-24	7/1/23-9/30/24	49,445	(12,865)	12,865						
I.D.E.A. Preschool	84.173	IDEA-0820-25	7/1/24-9/30/25	50,067		47,735		(47,882)			(147)	
Total Special Education Cluster (IDEA)					(147,434)	1,212,594		(1,075,053)			(9,893)	

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

Federal Grantor/Pass Through Grantor/ Program Title/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2024		Cash Received	Budgetary Expendi- tures	Cancellation of Prior Years' Balances	Balance at June 30, 2025		Amounts Paid to Subrecipients
					Unearned Revenue/ (Accounts Receivable)	Unearned				Budgetary Unearned Revenue	Budgetary Accounts Receivable	
U.S. Department of Education: Passed-through State Department of Education: Special Revenue Fund: ESEA:	84.010	ESEA-0820-25	7/1/24-9/30/25	\$ 139,757	\$	\$ 139,256	\$	(139,257)	\$ 1			
	84.010	ESEA-0820-24	7/1/23-9/30/24	139,915	\$ (51,124)	50,524			600			
					(51,124)	189,780		(139,257)	601			
	84.367A	ESEA-0820-25	7/1/24-9/30/25	64,084	(19,455)	64,084		(64,084)				
	84.367A	ESEA-0820-24	7/1/23-9/30/24	72,766	(19,455)	19,455						
Total Title I					(19,455)	83,539		(64,084)				
	84.365	ESEA-0820-25	7/1/24-9/30/25	23,708		12,869		(22,646)		\$ (9,777)		
	84.365	ESEA-0820-24	7/1/23-9/30/24	25,210	(21,157)	21,157					(1,909)	
	84.365	ESEA-0820-25	7/1/24-9/30/25	7,747		4,743		(6,652)				
					(21,157)	38,769		(29,298)			(11,686)	
21st Century Community Learning Centers (CCLC)	84.287	24E00710	4/1/24-12/31/24	12,305	(8,596)	12,305		(3,709)				
Education Stabilization Fund: COVID 19 - ARP:	84.425U	S425D210027	3/13/20-9/30/24	777,255	(1,863)	54,797		(54,315)	1,381			
	84.425U	S425D210027	3/13/20-9/30/24	352,617	(146,773)	270,207		(124,823)	1,389			
	84.425U	S425D210027	3/13/20-9/30/24	40,000	(22,494)	39,830		(17,336)				
					(171,130)	364,834		(196,474)	2,770			
					(418,896)	1,901,821		(1,507,875)	3,371		(21,579)	
Total U.S. Department of Education					(418,896)	1,901,821		(1,507,875)	3,972		(21,579)	
					\$ (369,789)	\$ 2,442,639		\$ (2,052,956)	\$ 3,972	\$ 63,981	\$ (40,716)	\$ -0-
N/A - Not Available/Applicable												

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

NOTE 1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Board of Education, Randolph Township School District under programs of the federal government for the fiscal year ended June 30, 2025. The information in this schedule 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"). Because the schedule presents only a selected portion of the operations of the District, this is not intended to and does 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 schedule of expenditures of federal awards are reported on the budgetary basis of accounting with the exception of programs noted under the food service fund, which are presented on the accrual basis of accounting. Under the budgetary basis of accounting, revenue is recognized when measurable and available and expenditures are recorded when the related liability is incurred. Under 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. 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 schedule 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 special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$17,367 for the Special Revenue Fund.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

	<u>Federal</u>
General Fund	\$ 34,955
Special Revenue Fund	1,521,871
Food Service Fund	<u>510,126</u>
Total Awards	<u>\$ 2,066,952</u>

NOTE 5. RELATIONSHIP TO FEDERAL FINANCIAL REPORTS

Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports.

NOTE 6. OTHER

Revenue and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
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		Award Amount	Budgetary Expenditures
		Start	End		
Special Education Cluster (IDEA):					
I.D.E.A. Part B, Basic Regular	84.027	7/1/24	9/30/25	\$ 1,027,218	\$ 1,027,171
I.D.E.A. Part B, Preschool	84.173	7/1/24	9/30/25	\$ 50,067	\$ 47,882
Dollar threshold used to distinguish between Type A and B programs				\$ 750,000	
Auditee qualified as low-risk auditee?	_____ X _____	Yes		_____	No

Section II - Financial Statement Findings - N/A

Section III - Federal Awards Findings and Questioned Costs - N/A

RANDOLPH TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2025

Status of Prior Year Findings:

There were no prior year findings.