

SCHOOL DISTRICT
OF
SEA GIRT BOROUGH
OF MONMOUTH COUNTY

Sea Girt School District
Sea Girt, New Jersey

ANNUAL COMPREHENSIVE FINANCIAL REPORT
Fiscal Year Ended June 30, 2025

ANNUAL COMPREHENSIVE
FINANCIAL REPORT

of

Sea Girt School District
of Monmouth County

Sea Girt, New Jersey

For the Fiscal Year Ended June 30, 2025

Prepared by

Sea Girt School District
Finance Department

OUTLINE FOR ANNUAL COMPREHENSIVE FINANCIAL REPORT

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INTRODUCTORY SECTION



SEA GIRT ELEMENTARY SCHOOL



451 Bell Place. Sea Girt, NJ 08750. (732)449-3422. Fax (732)449-1204. www.seagirt.k12.nj.us

Richard Papera
Superintendent

Frank Gripp
School Business Administrator

December 1, 2025

Honorable President and Members
Sea Girt Borough Board of Education
451 Bell Place
Sea Girt, New Jersey 08750

Dear Board Members:

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

The annual comprehensive financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's Organizational chart and a list of officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit and in conformity with the provisions of the Single Audit Act of 1984 and the U. S. Office of Management and Budget Single Audit Act and Title 2 U.S. Code of Federal Regulations (CFR) Part 200 Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance), and New Jersey OMB's Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES: Sea Girt Borough School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups of the District are included in this report.



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The Sea Girt Board of Education, the Pre-K-8 elementary school and the 9-12 sending-receiving relationship with the Manasquan Board of Education and the Monmouth County Vocational School District constitute the District's reporting entity. The District provides a full range of educational services appropriate to grade levels Pre-K through 8, and has a sending-receiving relationship with the Manasquan Board of Education for grades 9-12. Classes offered are regular, vocational, and special education for disabled youngsters. The preschool program began in the 2007-08 school year. The School District also began a K-5 private parent paid tuition program in 2007-08. The District (Pre-K-12) completed the 2024-2025 fiscal year with an enrollment of 196 students representing an increase from the previous year. The Pre-K-8 enrollment stood at 151 - which is an increase of students from the previous year. The following details the changes in the Pre-K-12 student enrollment over the last ten years:

Enrollment, Pre-K-12

<u>Fiscal</u> <u>Year</u>	<u>Student</u> <u>Enrollment</u>	<u>Percent</u> <u>Change</u>
2023-24	141	-2.0
2022-23	144	+9.0
2021-22	132	-12.0
2020-21	150	-2.0
2019-20	154	-13.0
2018-19	177	-4.0
2017-18	184	-0.5
2016-17	185	-7.0
2015-16	198	-2.5
2014-15	203	-7.4
2013-14	218	-1.4

2. ECONOMIC CONDITIONS AND OUTLOOK: The Borough of Sea Girt is an elegant seaside community with well-maintained homes, manicured lawns, a nationally recognized Blue Ribbon School system and low property tax rates. The business district is small in size and not expected to contribute to the Borough's economy in any significant manner; however, the enterprises are well established and add to the town's ambiance. Residential building opportunities are also limited. It is not uncommon to have an older residence sold and demolished in order to make way for new construction, or for a large property to be divided in order to accommodate a new building. Given these factors, the Borough of Sea Girt is expected to have limited economic growth as a municipal entity, but will continue to be regarded as one of the premiere residential communities in New Jersey.



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Frank Gripp
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3. MAJOR INITIATIVES: A demanding academic program is delivered in a caring, supportive educational environment. The District maintains high standards for administrative and pedagogical excellence. Students continue surpassing state and national averages on assessment instruments, including the New Jersey Assessment of Student Knowledge grades 3 through 8. In the fall of 2005 and 2017 the District was selected by the United States Department of Education to receive the prestigious Blue Ribbon School award based on overall academic excellence. This award affirms the hard work of students, educators, families and the Sea Girt community in creating a safe and welcoming environment where students master challenging content.

The Sea Girt School District is progressive in planning for future initiatives in academic programming, staff development, technology, and facility planning. Selected curriculum is revised yearly and is in alignment with New Jersey Student Learning Standards. The district Local Professional Development Plan provides staff training which is sustained and ongoing.

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

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

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

5. BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund.



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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.

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

7. FINANCIAL INFORMATION AT FISCAL YEAR-END: As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

8. DEBT ADMINISTRATION: As of June 30, 2025, the District has no outstanding debt.

9. 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 2. The District has adopted a cash management plan, which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey where the funds are secured in accordance with the Act. The Board's cash position is adequate, with a balance of \$4,129,221 in General Fund cash and temporary investments at June 30, 2025.

10. RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to: general liability, comprehensive/collision, student and volunteer accident, hazard and theft insurance on property and contents, earthquake, flood and fidelity bonds. The Board worked with its insurance broker, Alliant Insurance Services, Inc., to review insurance requirements in order to secure the most appropriate coverage at the least possible cost. The Board was once again the proud recipient of the New Jersey Schools Insurance Group Safety Award. The award is based upon a safety audit and the implementation of effective safety programs.



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Frank Gripp
School Business Administrator

11. OTHER INFORMATION: Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Jump, Perry and Company, L.L.P, was selected by the Board to provide this service. In addition to meeting the requirements set forth in state statutes, the audit was designed to meet the requirements of the Single Audit Act of 1984 and the related Uniform Guidance and New Jersey OMB's Circular 15-08. The auditor's report on the basic financial statements and combined and individual fund statements and schedules is included in the financial section of this report. The auditor's reports specifically related to the single audit are included in the single audit section of this report.

12. ACKNOWLEDGEMENTS: We would like to express our appreciation to the members of the Sea Girt Board of Education for their continued concern in providing fiscal accountability to the taxpayers and citizens of the Borough of Sea Girt, thereby contributing their full support to the development and maintenance of the District's financial operation.
Respectfully submitted,

Richard Papera

Frank Gripp

Richard Papera
Superintendent

Frank Gripp
School Business Administrator
Board Secretary

Sea Girt School District
Sea Girt, New Jersey

Organizational Chart
(Unit Control)

Board of Education

Attorney / Auditor / Custodian of School Moneys Committees

Superintendent / Principal

Office Technology Coordinator Staff / Medical Staff / Child Study Team / Board Secretary /
Business Administrator

Custodian Transportation

Teaching Staff

Physical Education / Art / Music / Spanish / Compensatory Education / Librarian / PreK-8 Classroom
Teachers

Pupils

Sea Girt School District
Sea Girt, New Jersey

Roster of Officials
June 30, 2025

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Todd Leonhardt, President	2026
Catherine Leonardis, Board Member	2026
Marjorie Kane, Board Member	2025
John Lajewski, Board Member	2025
Brendan O'Reilly, Board Member	2027

Other Officials

Richard Papera, Superintendent
Frank Gripp, School Business Administrator/Board Secretary
Michael Bardsley, Treasurer
Anthony Sciarrillo, Esq., Solicitor

Sea Girt School District
Consultants and Advisors

Audit Firm

Jump, Perry and Company, L.L.P.
12 Lexington Avenue
Toms River, New Jersey 08753

Attorneys

Chasan, Lamparello, Mallon & Caoouzzo, PC
300 Lightning Way, Suite 200
Secaucus, NJ 07094

Gray Miller Persh, LLP
2233 Wisconsin Avenue NW, Suite 226
Washington, DC 20007

Official Depositories

Wells Fargo Bank
Sea Girt, New Jersey

Ocean First Bank
Toms River, New Jersey

New Jersey Asset & Rebate Management Program
Harrisburg, Pennsylvania

State of NJ Cash Management Fund
Columbus, Ohio

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

Honorable President and
Members of the Board of Education
Sea Girt School District:
County of Monmouth
Sea Girt, New Jersey

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 Sea Girt School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* 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 generally accepted auditing standards and *Government Auditing Standards*, 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 Sea Girt School District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Sea Girt School District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise of Sea Girt School District's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal 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.

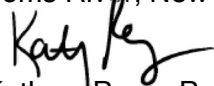
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. 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 December 1, 2025 on our consideration of Sea Girt School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Sea Girt School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Sea Girt School District's internal control over financial reporting and compliance.

Respectfully Submitted,

Jump, Perry and Company L.L.P.
Toms River, New Jersey


Kathryn Perry, Partner
Licensed Public School Accountant
No. CS 20CS00226400

December 1, 2025

REQUIRED SUPPLEMENTARY INFORMATION - PART I

Sea Girt School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
Unaudited

The discussion and analysis of Sea Girt School District's financial performance provides an overall review of the School Board's financial activities for the fiscal year ended June 30, 2025. The intent of this discussion and analysis is to look at the School Board's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the School Board's financial performance.

Financial Highlights

Key financial highlights for June 30, 2025 are as follows:

Net position totaled \$9,565,895, which represents a (0.38) percent decrease from June 30, 2024.

General revenues accounted for \$5,862,914 in revenue or 90.55 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$611,838 or 9.45 percent of total revenues of \$6,474,752.

Total assets decreased \$(99,921) as current assets decreased by \$(149,738) and capital assets increased by \$49,817.

The School Board had \$6,511,148 in expenses; only \$611,838 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of \$5,862,914 were adequate to provide for these programs.

Among major funds, the General Fund had \$6,100,259 in revenues and \$6,000,428 in expenditures and transfers. The General Fund's balance increased \$99,831 over June 30, 2024. The General Fund's balance is \$4,198,755.

Using this Annual Comprehensive Financial Report (ACFR)

The annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Sea Girt School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Position and Statement of Activities provide information about the activities of the School Board, presenting both an aggregate view of the School Board's finances and longer-term view of those finances. Fund financial statements provide the next level of detail. For government funds, these statements tell how services were financed in the short term as well as what remains for future spending. The fund financial statements also look at the School Board's most significant funds with all other non-major funds presented in total in one column. In the case of Sea Girt School District, the General Fund is by far the most significant.

Reporting the School Board as a Whole

Statement of Net Position and the Statement of Activities

The Statement of Net Position and Statement of Activities provide information about the activities of the entire School District and are designed to provide readers with a broad overview of the District's finances, in a manner similar to private-sector business.

These statements include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into consideration all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's net position and changes in net position. The change in net position is important because it informs the reader that, for the School District as a whole, the financial position of the School District has improved or worsened. The causes of the change may be the result of many factors, some financial and some not. Non-financial factors include, but are not limited to, the District's property tax base, current laws in New Jersey restricting revenue growth, facility conditions, and required educational programs. In the Statement of Net Position and the Statement of Activities, the School Board is divided into two kinds of activities:

Governmental Activities - All of the School Board's programs and services are reported here including, instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

Business-Type Activities - This service is provided on a charge for goods or services basis to recover all the expense of the goods or services provided. The EBS Funds are reported as a business activity.

Reporting the School Board's Most Significant Funds

Fund Financial Statement

The Analysis of the School Board's major funds begins with Exhibit B-1. Fund financial reports provide detailed information about the School Board's major funds. The School Board's major governmental funds are the General Fund and Special Revenue Fund.

Governmental Funds

The School Board's activities are reported in governmental funds, which focus on how money flows into and out of the funds and balances left at year-end available for spending in the future years. These funds are reported using a modified accrual accounting method which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School Board's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Enterprise Fund

The Enterprise Fund uses the same basis of accounting as business-type activities.

The School Board as a Whole

The Statement of Net Position provides the financial perspective of the School Board as a whole.

Table 1 provides a summary comparison of the School Board's net position for June 30, 2025 and 2024.

Table 1

Net Position as of June 30, 2025 and June 30, 2024

	June 30, 2025			June 30, 2024		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Assets:						
Current and other assets	\$ 4,482,091	\$ 798,458	\$ 5,280,549	\$ 4,650,160	\$ 780,127	\$ 5,430,287
Capital assets, net	4,024,697	754,036	4,778,733	3,946,350	782,566	4,728,916
Total assets	8,506,788	1,552,494	10,059,282	8,596,510	1,562,693	10,159,203
Deferred outflow of resources	118,597	-	118,597	44,614	-	44,614
Liabilities:						
Current liabilities	12,640	-	12,640	30,033	-	30,033
Long-term liabilities outstanding	565,762	-	565,762	530,349	-	530,349
Total liabilities	578,402	-	578,402	560,382	-	560,382
Deferred inflow of resources	33,582	-	33,582	41,144	-	41,144
Net position:						
Net investment in capital assets	4,024,697	754,036	4,778,733	3,946,350	782,566	4,728,916
Restricted	4,149,689	-	4,149,689	4,229,634	-	4,229,634
Unrestricted	(160,985)	798,458	637,473	(136,386)	780,127	643,741
Total Net Position	<u>\$ 8,013,401</u>	<u>\$ 1,552,494</u>	<u>\$ 9,565,895</u>	<u>\$ 8,039,598</u>	<u>\$ 1,562,693</u>	<u>\$ 9,602,291</u>

The School Board's combined net position was \$9,565,895 on June 30, 2025. This is a change of (0.38)% from the previous year.

Table 2 provides a comparison analysis of the School Board's changes in net position from fiscal years June 30, 2025 and 2024.

Table 2

Changes in Net Position

	June 30, 2025			June 30, 2024		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Revenues						
Program revenues:						
Charges for services	\$ -	\$ 217,889	\$ 217,889	\$ -	\$ 211,557	\$ 211,557
Operating and capital grants and contributions	393,949	-	393,949	383,786	-	383,786
General revenues:						
Property taxes	5,040,776	-	5,040,776	4,941,938	-	4,941,938
Federal and state aid	281,998	-	281,998	412,808	-	412,808
Investment earnings	74,975	92	75,067	97,465	161	97,626
Miscellaneous	465,073	-	465,073	474,461	-	474,461
Total revenues	6,256,771	217,981	6,474,752	6,310,458	211,718	6,522,176
Expenses						
Instructional services	2,263,774	-	2,263,774	2,289,175	-	2,289,175
Support services	4,019,194	228,180	4,247,374	3,906,515	180,992	4,087,507
Total expenses	6,282,968	228,180	6,511,148	6,195,690	180,992	6,376,682
Change in net position	<u>(26,197)</u>	<u>(10,199)</u>	<u>(36,396)</u>	<u>114,768</u>	<u>30,726</u>	<u>145,494</u>

The Federal and State aid decreased due to the decrease in grants available.

Regular instructional costs overall decreased, but the budget did include the negotiated contractual increases in salary and benefits as well as program maintenance and enhancements. Decreases in instructional programs were caused by unilateral placements not occurring as budgeted and health benefit costs.

Other support services increased primarily due to the additional other purchased professional services from the Special Revenue Fund.

Expenses for Fiscal Year June 30, 2025

Business-Type Activities

Revenues for the District's business-type activities (EBS) were comprised of charges for royalties.

Total Enterprise Fund expenses exceeded revenues by \$(10,199).

Charges for services represent \$217,889 of revenue. This represents the amount paid for royalty fees.

Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total costs of services and the net cost of services. The net cost shows the financial burden that was placed on the School District's taxpayers by each of these functions.

Table 3

Governmental Activities

	2025		2024	
	Total Cost of <u>Services</u>	Net Cost of <u>Services</u>	Total Cost of <u>Services</u>	Net Cost of <u>Services</u>
Instruction	\$ 2,263,774	\$ 2,263,774	\$ 2,289,175	\$ 2,289,175
Support Services:				
Pupils and Instructional Staff	2,145,841	1,751,892	2,223,712	1,839,926
General Administration, School Administration, Business Operation and Maintenance of Facilities	1,813,412	1,813,412	1,628,315	1,628,315
Pupil Transportation	<u>59,941</u>	<u>59,941</u>	<u>54,488</u>	<u>54,488</u>
Total Expenses	<u>\$ 6,282,968</u>	<u>\$ 5,889,019</u>	<u>\$ 6,195,690</u>	<u>\$ 5,811,904</u>

Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student, including extracurricular activities.

Extracurricular activities includes expenses related to student activities provided by the District which are designed to provide opportunities for students to participate in school and public events for the purpose of motivation, enjoyment, skill improvement, school spirit and leadership. Greater than 90% of the student population participates in extracurricular activities.

Pupils and instructional staff include the activities involved with assisting staff with the content and process of teaching to students, including curriculum and staff development.

General administration, school administration and business include expenses associated with administrative and financial supervision of the District.

Operation and maintenance of facilities activities involve keeping the school grounds, buildings, and equipment in an effective working condition.

Pupil transportation includes activities involved with the conveyance of students to and from school, to school curricular and athletic activities and field trips as provided by state law.

The School Board's Funds

The School Board uses funds to control and manage money for particular purposes. The Fund's basic financial statements allow the School Board to demonstrate its stewardship over and accountability for resources received from the Borough of Sea Girt, State of New Jersey and other entities. These statements also allow the reader to obtain more insight into the financial workings of the School Board, and assess further the School Board's overall financial health.

As the School Board completed the fiscal year ended June 30, 2025, it reported a combined fund balance of \$4,469,451, which is a decrease of \$(150,676). The Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds, Exhibit B-2, presents the reader with a detailed explanation of the increase in fund balance for the fiscal year.

The following schedule presents a summary of General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund revenues for the fiscal year ended June 30, 2025.

<u>Revenue</u>	<u>2025 Amount</u>	<u>Percent of Total</u>	<u>Increase/ (Decrease) from 2024</u>	<u>Percent of Increase/ (Decrease)</u>
Local Sources	\$ 5,580,824	89.20 %	\$ 66,960	1.21 %
State Sources	591,999	9.46	24,437	4.31
Federal Sources	<u>83,948</u>	<u>1.34</u>	<u>(145,084)</u>	<u>(63.35)</u>
Total	<u>\$ 6,256,771</u>	<u>100.00 %</u>	<u>\$ (53,687)</u>	<u>(0.85)%</u>

The following schedule presents a summary of General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund expenditures for the fiscal year ended June 30, 2025.

<u>Expenditures</u>	<u>2025 Amount</u>	<u>Percent of Total</u>	<u>Increase/ (Decrease) from 2024</u>	<u>Percent of Increase/ (Decrease)</u>
Current Expenditures:				
Instruction	\$ 2,902,553	45.30 %	\$ 43,442	1.52 %
Undistributed				
Expenditures	3,170,213	49.48	(68,746)	(2.12)
Capital Outlay	<u>334,681</u>	<u>5.22</u>	<u>314,109</u>	<u>1,526.88</u>
Total	<u>\$ 6,407,447</u>	<u>100.00 %</u>	<u>\$ 288,805</u>	<u>4.72 %</u>

General Fund Budgeting Highlights

The School Board's budget is prepared according to New Jersey law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

Over the course of the year, the School Board revises its budget as it attempts to take into consideration unexpected changes in revenue and expenditures.

A schedule showing the School Board's original and final budget compared with actual operating results is provided in Section C of the ACFR, entitled Budgetary Comparison Schedules. The School Board generally did better than had been budgeted in its General Fund since it practices conservative budgetary practices in which revenues are forecasted very conservatively and expenditures are budgeted with worst-case scenarios in mind.

The General Fund finished the fiscal year approximately \$458,168 better than had been budgeted in terms of expenditures. Revenue-wise, the General Fund fared about \$306,499 better than expected. Both these amounts have been adjusted for the non-budgeted amounts reflected in the comparison schedule for reimbursed TPAF social security contributions and on-behalf TPAF post-retirement medical contributions, TPAF LTDI, and TPAF Pension Contributions.

The General Fund has restricted a portion of its Fund Balance. The restricted Fund Balance items are as follows:

Excess Surplus - Designated for Subsequent Year	
Expenditures	\$ 651,919
Capital Reserve	2,612,036
Maintenance Reserve	200,000
Unemployment Reserve	52,673
Excess Surplus - Current Year	362,365

These restricted reserves are regulated as to their use by the State of New Jersey. Therefore, the Board places funds in the reserves in combination with the future financial needs of the District.

The expenditures were less due to cost containment by the Board even after the salary and benefit increases. General supplies were purchased at better prices than expected due to the school board joining other schools in cooperative bidding. The district also joined a co-op for energy consumption, which was done after the budget was struck.

The revenue situation arose primarily because of tuition received from out of district students.

The excesses will be carried forward into the beginning fund balance from the 2024-2025 fiscal year and may be used to reduce the local tax levy for the 2026-2027 fiscal year.

Capital Assets and Debt Administration

Capital Assets. At the end of the fiscal year June 30, 2025, the School Board had \$4,778,733 invested in land, buildings, and machinery and equipment.

Table 4

Capital Assets (Net of Depreciation) at June 30, 2025 and June 30, 2024

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Land	\$ 916,364	\$ 916,364	\$ -	\$ -	\$ 916,364	\$ 916,364
Construction in Progress	243,974	15,650	-	-	243,974	15,650
Building and Improvements	2,822,514	2,968,134	-	-	2,822,514	2,968,134
Machinery and Equipment	41,845	46,202	754,036	782,566	795,881	828,768
Total	\$ 4,024,697	\$ 3,946,350	\$ 754,036	\$ 782,566	\$ 4,778,733	\$ 4,728,916

During the current fiscal year, \$228,324 of capital assets were capitalized as additions. Increases in capital assets were offset by depreciation expense for the year.

Debt Administration. The District's long-term liabilities are as follows for the governmental activities at June 30, 2025 and June 30, 2024.

	June 30, 2025	June 30, 2024
Pension Liability-PERS	\$ 411,979	\$ 368,209
Compensated Absences payable	153,783	162,140
Total long-term liabilities	<u>\$ 565,762</u>	<u>\$ 530,349</u>

For more detailed information, please refer to the Capital Assets and Long-term debt notes in the basic financial statements.

Economic Factors and Next Year's Budget

For the 2024-2025 school year, the School Board was able to sustain its budget through the local tax levy, state education aid and local revenue sources. Approximately 10.80% of the School Board's revenue is from federal, state and local aid (restricted and not restricted), while 89.20% of total revenue is from local sources.

The \$(160,985) in unrestricted net position for all governmental activities represents the accumulated results of all past years' operations. It means that if the School Board had to pay off all bills today, including all of the School Board's non-capital liabilities (compensated absences, etc.), the School Board would have that much in value.

The 2024-2025 budget was adopted in March 2024 based in part on the state education aid the School Board anticipated receiving. Any future increases based on the enrollment formula, originally formulated to allocate state education aid amongst school boards, will be minimal. Future decreases in local revenue and state education aid will place additional burden on the Sea Girt School District for increased aid.

The School Board anticipates the same enrollment for the 2025-2026 fiscal year. If the School Board were to experience a significant increase in enrollment with no appreciable increase in state aid for future budgets, the School Board will be faced with the following alternatives: (a) reduce programs and services, (b) increase local tax levy or (c) seek alternative sources of funding.

Contacting the School Board's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or need additional information, you may contact the School Business Administrator/Board Secretary at Sea Girt School District, Bell Place, Sea Girt, NJ, 08750.

BASIC FINANCIAL STATEMENTS

SEA GIRT SCHOOL DISTRICT
Statement of Net Position
June 30, 2025

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 1,787,881	\$ 798,458	\$ 2,586,339
Capital reserve cash	2,612,036	-	2,612,036
Receivables - other	6,121	-	6,121
Receivables - state	76,053	-	76,053
Receivables - federal	-	-	-
Construction in progress	243,974	-	243,974
Capital assets, non-depreciable	916,364	-	916,364
Capital assets, depreciable, net	2,864,359	754,036	3,618,395
Total assets	8,506,788	1,552,494	10,059,282
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows - PERS	118,597	-	118,597
	118,597	-	118,597
LIABILITIES			
Accounts payable	-	-	-
Unearned revenue	-	-	-
Payroll deductions and withholdings payable	12,640	-	12,640
Noncurrent liabilities:			
Due within one year	-	-	-
Due beyond one year	565,762	-	565,762
Total liabilities	578,402	-	578,402
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows - PERS	33,582	-	33,582
	33,582	-	33,582
NET POSITION			
Investment in capital assets	4,024,697	754,036	4,778,733
Restricted for:			
Capital projects	2,840,360	-	2,840,360
Unemployment compensation	52,673	-	52,673
Student activities	42,372	-	42,372
Other purposes	1,214,284	-	1,214,284
Unrestricted	(160,985)	798,458	637,473
Total net position	\$ 8,013,401	\$ 1,552,494	\$ 9,565,895

SEA GIRT SCHOOL DISTRICT
Statement of Activities
For the Year Ended June 30, 2025

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
Current:							
Regular instruction	\$ 1,636,670	\$ -	\$ -	\$ -	\$ (1,636,670)	\$ -	\$ (1,636,670)
Special education instruction	505,962	-	-	-	(505,962)	-	(505,962)
Other special instruction	121,142	-	-	-	(121,142)	-	(121,142)
Support services and undistributed costs:							
Instruction	1,010,491	-	-	-	(1,010,491)	-	(1,010,491)
Attendance and social work	26,096	-	-	-	(26,096)	-	(26,096)
Health services	84,431	-	-	-	(84,431)	-	(84,431)
Other support services	402,499	-	-	-	(402,499)	-	(402,499)
Improvement of instr. services	107,891	-	-	-	(107,891)	-	(107,891)
Educational media services	107,682	-	-	-	(107,682)	-	(107,682)
Instruction staff training	12,802	-	-	-	(12,802)	-	(12,802)
General administrative services	137,411	-	-	-	(137,411)	-	(137,411)
School administrative services	81,515	-	-	-	(81,515)	-	(81,515)
Central services	93,502	-	-	-	(93,502)	-	(93,502)
Admin. information technology	-	-	-	-	-	-	-
Allowed maintenance for school facilities	202,076	-	-	-	(202,076)	-	(202,076)
Other operation & maintenance of plant	537,090	-	-	-	(537,090)	-	(537,090)
Student transportation services	59,941	-	-	-	(59,941)	-	(59,941)
Other support services	-	-	-	-	-	-	-
Allocated employee benefits	592,647	-	-	-	(592,647)	-	(592,647)
Unallocated employee benefits	169,171	-	-	-	(169,171)	-	(169,171)
Non-budgeted expenses	393,949	-	393,949	-	-	-	-
Total governmental activities	6,282,968	-	393,949	-	(5,889,019)	-	(5,889,019)
Business-type activities:							
Enterprise fund	228,180	217,889	-	-	-	(10,291)	(10,291)
Total business-type activities	228,180	217,889	-	-	-	(10,291)	(10,291)
Total primary government	\$ 6,511,148	\$ 217,889	\$ 393,949	\$ -	\$ (5,889,019)	\$ (10,291)	\$ (5,899,310)
General revenues:							
		</					

SEA GIRT 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	\$ 1,517,185	\$ 42,372	\$ 228,324	\$ -	\$ 1,787,881
Capital reserve	2,612,036	-	-	-	2,612,036
Receivables from Federal	-	-	-	-	-
Receivables from State	76,053	-	-	-	76,053
Other	6,121	-	-	-	6,121
Total assets	<u>4,211,395</u>	<u>42,372</u>	<u>228,324</u>	<u>-</u>	<u>4,482,091</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Payroll deductions and withholdings payable	12,640	-	-	-	12,640
Total liabilities	<u>12,640</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,640</u>
Fund Balances:					
Restricted for:					
Excess surplus - current year	362,365	-	-	-	362,365
Excess surplus - prior year- designated for					
Subsequent year's expenditures	651,919	-	-	-	651,919
Capital reserve account	2,612,036	-	-	-	2,612,036
Maintenance reserve account	200,000	-	-	-	200,000
Tuition reserve account	-	-	-	-	-
Unemployment compensation	52,673	-	-	-	52,673
Student activities	-	42,372	-	-	42,372
Debt services	-	-	-	-	-
Committed to:					
Other purposes	-	-	-	-	-
Capital projects fund	-	-	228,324	-	228,324
Assigned to:					
Other purposes	9,116	-	-	-	9,116
Designated by the BOE for subsequent					
year's expenditures	34,494	-	-	-	34,494
Unassigned:					
General fund	276,152	-	-	-	276,152
Debt service fund	-	-	-	-	-
Capital projects fund	-	-	-	-	-
Permanent fund	-	-	-	-	-
Total fund balances	<u>4,198,755</u>	<u>42,372</u>	<u>228,324</u>	<u>-</u>	<u>4,469,451</u>
Total liabilities and fund balances	<u>\$ 4,211,395</u>	<u>\$ 42,372</u>	<u>\$ 228,324</u>	<u>\$ -</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	4,024,697
Deferred outflows related to the PERS pension plan	118,597
Deferred inflows related to the PERS pension plan	(33,582)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	<u>(565,762)</u>
Net position of governmental activities	<u>\$ 8,013,401</u>

SEA GIRT SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2025

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local sources:					
Local tax levy	\$ 5,040,776	\$ -	\$ -	\$ -	\$ 5,040,776
Tuition charges	384,654	-	-	-	384,654
Interest on investments	17,620	-	-	-	17,620
Interest earned on capital reserve funds	55,722	-	-	-	55,722
Interest earned on unemployment - restricted	1,633	-	-	-	1,633
Miscellaneous	7,855	72,564	-	-	80,419
Total - local sources	5,508,260	72,564	-	-	5,580,824
State sources	591,999	-	-	-	591,999
Federal sources	-	83,948	-	-	83,948
Total revenues	\$ 6,100,259	\$ 156,512	\$ -	\$ -	\$ 6,256,771
EXPENDITURES					
Current:					
Regular instruction	\$ 1,564,511	\$ 72,159	\$ -	\$ -	\$ 1,636,670
Special education instruction	505,962	-	-	-	505,962
Other special instruction	48,591	-	-	-	48,591
School sponsored/other instructional	72,551	-	-	-	72,551
Undistributed - current:					
Instruction	1,010,491	-	-	-	1,010,491
Attendance and social work services	26,096	-	-	-	26,096
Health services	84,431	-	-	-	84,431
Other support services	341,847	60,652	-	-	402,499
Improvement of instr. services	107,891	-	-	-	107,891
Educational media services	107,682	-	-	-	107,682
Instruction staff training	12,802	-	-	-	12,802
General administrative services	137,411	-	-	-	137,411
School administrative services	81,515	-	-	-	81,515
Central services	93,502	-	-	-	93,502
Admin. info. technology	-	-	-	-	-
Allowed maintenance for school facilities	95,719	-	-	-	95,719
Other operation & maintenance of plant	387,113	-	-	-	387,113
Student transportation services	59,941	-	-	-	59,941
Business and other support services	-	-	-	-	-
Allocated employee benefits	638,779	-	-	-	638,779
Unallocated employee benefits	169,171	-	-	-	169,171
Non-budgeted expenditures	393,949	-	-	-	393,949
Debt service:					
Principal	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Capital outlay	60,473	18,932	255,276	-	334,681
Total expenditures	6,000,428	151,743	255,276	-	6,407,447
Excess (deficiency) of revenues over expenditures	99,831	4,769	(255,276)	-	(150,676)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	(483,600)	-	483,600	-	-
Total other financing sources and uses	(483,600)	-	483,600	-	-
Net change in fund balances	(383,769)	4,769	228,324	-	(150,676)
Fund balance—July 1	4,582,524	37,603	-	-	4,620,127
Fund balance—June 30	\$ 4,198,755	\$ 42,372	\$ 228,324	\$ -	\$ 4,469,451

SEA GIRT SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2025

Total net change in fund balances - governmental funds (from B-2)	\$	(150,676)
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Amounts reported for governmental activities in the statement of activities (A-2) are different because:

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

Depreciation expense	(149,977)	
Capital outlays	<u>228,324</u>	78,347

In the Statement of Activities, the PERS pension expense is the amount paid plus net change in the Deferred Outflows, Deferred Inflows and pension liability as reported by the State of New Jersey		37,775
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In the statement of activities, certain operating expenses, e.g., compensated absences (sick leave) and special termination benefits (early retirement incentive) 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, essentially, the amounts actually paid. This year, sick leave was increased.

8,357

Change in net position of governmental activities	\$	<u>(26,197)</u>
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SEA GIRT SCHOOL DISTRICT
Statement of Net Position
Proprietary Funds
June 30, 2025

	Business-type Activities - Enterprise Fund	
	EBS Technology	Total Enterprise
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 798,458	\$ 798,458
Total current assets	<u>798,458</u>	<u>798,458</u>
Noncurrent assets:		
Furniture, machinery and equipment	1,174,219	1,174,219
Less accumulated depreciation	<u>(420,183)</u>	<u>(420,183)</u>
Total noncurrent assets	<u>754,036</u>	<u>754,036</u>
Total assets	<u><u>\$ 1,552,494</u></u>	<u><u>\$ 1,552,494</u></u>
LIABILITIES		
Current liabilities:		
Accounts payable	\$ -	\$ -
Total current liabilities	<u>-</u>	<u>-</u>
NET POSITION		
Investment in capital assets	754,036	754,036
Unrestricted	<u>798,458</u>	<u>798,458</u>
Total net position	<u>1,552,494</u>	<u>1,552,494</u>
Total liabilities and net position	<u><u>\$ 1,552,494</u></u>	<u><u>\$ 1,552,494</u></u>

SEA GIRT SCHOOL DISTRICT
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2025

	Business-type Activities - Enterprise Fund	
	EBS Technology	Total Enterprise
Operating revenues:		
Royalties	\$ 217,889	\$ 217,889
Total operating revenues	<u>217,889</u>	<u>217,889</u>
Operating expenses:		
Other purchased professional services	31,392	31,392
General supplies	168,258	168,258
Depreciation	28,530	28,530
Total operating expenses	<u>228,180</u>	<u>228,180</u>
Operating income (loss)	<u>(10,291)</u>	<u>(10,291)</u>
Non-operating revenues (expenses):		
Interest and investment revenue	92	92
Total non-operating revenues (expenses)	<u>92</u>	<u>92</u>
Change in net position	<u>(10,199)</u>	<u>(10,199)</u>
Total net position—beginning	1,562,693	1,562,693
Total net position—ending	<u>\$ 1,552,494</u>	<u>\$ 1,552,494</u>

SEA GIRT SCHOOL DISTRICT
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2025

	Business-type Activities - Enterprise Funds	
	EBS Technology	Total Enterprise
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	\$ 217,889	\$ 217,889
Payments to employees	-	-
Payments to suppliers	(199,650)	(199,650)
Net cash provided by (used in) operating activities	18,239	18,239
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Interest income	92	92
Net cash provided by (used in) non-capital financing activities	92	92
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchases of capital assets	-	-
Net cash provided by (used for) capital and related financing activities	-	-
Net increase (decrease) in cash and cash equivalents	18,331	18,331
Balances—beginning of year	780,127	780,127
Balances—end of year	<u>\$ 798,458</u>	<u>\$ 798,458</u>
Reconciliation of operating income (loss) to net cash used in operating activities:		
Operating income (loss)	\$ (10,291)	\$ (10,291)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:		
Depreciation	28,530	28,530
Total adjustments	28,530	28,530
Net cash provided by (used in) operating activities	<u>\$ 18,239</u>	<u>\$ 18,239</u>

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies

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

A. Reporting Entity:

The Sea Girt School District is a Type II district located in the county of Monmouth, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of five members elected to three-year staggered terms. The purpose of the District is to educate students in grades PreK - 8. The Sea Girt School District had an approximate enrollment of 151 students at June 30, 2025.

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.

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, is the degree of oversight responsibility maintained by the District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The district-wide financial statements include all funds and account groups of the District over which the Board exercises operating control. 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, Basis of Accounting

The School District's basic financial statements consist of District-wide statements, including a Statement of Net Position and a Statement of Activities, and Fund Financial Statements which provide a more detailed level of financial information.

The School District has employees that are enrolled in a defined benefit plan operated by the State of New Jersey which creates deferred outflows and inflows as described in Note 9.

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies (Continued)

B. Basis of Presentation, Basis of Accounting (Continued)

District-Wide Statements: The district-wide financial statements (A-1 and A-2) include the statement of net position and the statement of activities. These Statements include the financial activities of the overall District, except for fiduciary activities. All interfund activity, excluding the fiduciary funds, has been eliminated in the statement of activities. Individual funds are not displayed but the statements distinguish governmental activities, generally financed in whole or in part with fees charged to external customers.

The Statement of Net Position presents the financial condition of the governmental and business-type activity of the District at fiscal year end. The Statement of Activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function.

Program revenues include (a) fees and 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. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements: During the fiscal year, the District segregates transactions related to certain 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, including its fiduciary 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 by Governmental Accounting Standards. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

The District reports the following governmental funds:

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

As required by the NJDOE, the District includes budgeted capital outlay in this Fund. Generally accepted accounting principles as they pertain to governmental entities state 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 revenues.

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

1. **Summary of Significant Accounting Policies (Continued)**

B. Basis of Presentation, Basis of Accounting (Continued)

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, District taxes and appropriated Fund Balance. Expenditures are those that result in the acquisition of or additions to Capital Assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by Board resolution.

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

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

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

The focus of Proprietary Fund measurement is upon determination of net income, changes in net position, financial position and cash flows. The accounting principles generally accepted in the United States of America applicable are those similar to businesses in the private sector. Proprietary Funds are classified as enterprise or internal service; the Board has no internal service funds. The District reports the following proprietary funds:

Enterprise Fund - The Enterprise Fund accounts for all revenues and expenses pertaining to the Board's EBS Royalty program. The Enterprise Fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the costs (i.e., expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges.

Fiduciary Funds - The Fiduciary Funds are used to account for assets held by the District on behalf of others if applicable.

Basis of Accounting determines when transactions are recorded in the financial records and reported on the financial statements.

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

1. **Summary of Significant Accounting Policies (Continued)**

B. Basis of Presentation, Basis of Accounting (Continued)

District-Wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds are accounted for using the "economic resources" measurement focus and the modified accrual basis of accounting; the Enterprise Fund and Fiduciary Funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Differences in the accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental Funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. 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. General capital asset acquisitions are reported as expenditures in governmental funds, proceeds of general long-term debt and acquisitions under capital releases are reported as other financing sources.

Property Taxes: Ad Valorem (Property) Taxes are susceptible to accrual as, under New Jersey State Statute, a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "Accounts Receivable".

C. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the General, Special Revenue, and Debt Service Funds. The budgets are submitted to the County Office and are not voted upon in the annual school election. Budgets are prepared using the modified accrual basis of accounting, except for Special Revenue Fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C 6A:23A-16.2(f). All budget amendments/transfers must be approved by Board resolution. All budget 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).

Appropriations, except remaining project appropriations, encumbrances, and unexpected grant appropriation, lapse at the end of each fiscal year. The Capital Project Fund presents the remaining project appropriations compared to current-year expenditures.

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies (Continued)

C. Budgets/Budgetary Control (Continued)

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

The accounting records of the Special Revenue Fund are maintained on the grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports. At June 30, 2025, there was a reconciling difference of \$(748,607) between the budgetary basis and GAAP basis in the General Fund and of \$- in the Special Revenue Fund.

D. Encumbrances

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

Open encumbrances in the Special Revenue Fund, for which the District has received advances are reflected in the Balance Sheet as deferred revenues at fiscal year end.

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

E. Cash, Cash Equivalents and Investments

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

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

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies (Continued)

E. Cash, Cash Equivalents and Investments (Continued)

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.

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

F. Assets, Liabilities, and Equity

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. All interfund receivables and payables between the governmental and proprietary funds have been eliminated in the district-wide statements.

Interfund Transactions

Transfers between Governmental and Business-Type activities on the District-wide statements are reported in the same manner as general revenues.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as Interfund transfers. Interfund transfers are reported as other financing sources/uses in Governmental Funds and after non-operating revenues/expenses to the funds that initially paid for them are not presented on the financial statements.

Inventory

On District-wide financial statements, inventories are presented at cost, which approximates market on a first in, first-out basis and are expensed when used.

On fund financial statements inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. Inventories of proprietary funds consist of food and goods held for resale, as well as supplies, and are expensed when used.

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies (Continued)

F. Assets, Liabilities, and Equity (Continued)

Prepaid items

Payments made to vendors for services that will benefit periods beyond June 30, 2025, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year in which services are consumed.

Deferred Outflows/Inflows of Resources

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

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to future periods and so will *not* be recognized as an inflow of resources (revenue) until that time.

Capital Assets

The District has an established formal system of accounting for its Capital Assets. Purchased or constructed Capital Assets are reported at cost. Donated Capital Assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

All reported Capital Assets except for Land and Construction in Progress are depreciated. Depreciation is computed using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Building and improvements	20-50 years
Furniture and equipment	5-20 years
Vehicles	8 years

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

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies (Continued)

F. Assets, Liabilities, and Equity (Continued)

Capital Assets (Continued)

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

Compensated Absences

The District accounts for Compensated Absences (e.g., unused vacation, sick leave) as directed by Governmental Accounting Standards. 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 the employee is accrued as the employees earn the rights to the benefits.

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

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

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

Unearned Revenue

Unearned Revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Grants and entitlement received before the eligibility requirements are met are also recorded as Unearned Revenue.

Accrued Liabilities and Long-Term Obligations

All Payables, Accrued Liabilities, and Long-Term Obligations are reported on the District-wide financial statements. In general, governmental fund payables are accrued liabilities that, once incurred are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, contractually-required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized as a liability on the fund financial statements when due.

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies (Continued)

F. Assets, Liabilities, and Equity (Continued)

Net Position

Net Position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net Position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted Net Position are available.

Fund Balance Reserves

Governmental Accounting Standards established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Fund balances in the governmental funds financial statements are reported under the modified accrual basis of accounting and classified into the following five categories, as defined below:

1. Nonspendable - includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Assets included in this fund balance category include prepaid assets, inventories, long-term receivables, and corpus of any permanent funds.
2. Restricted - includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
3. Committed - includes amounts that can be spent only for the specific purposes determined by a formal action of the government's highest level of decision-making authority.
4. Assigned - amounts intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process.
5. Unassigned - includes all spendable amounts not contained in the other classifications.

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies (Continued)

F. Assets, Liabilities, and Equity (Continued)

Revenues - Exchange and Nonexchange Transactions

Revenue resulting from Exchange Transactions, in which each party gives and receives essentially equal value, is recorded on the actual 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 District receives value without directly giving equal value in return, include property taxes, income 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 income taxes is recognized in the period in which the income is earned. 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 District must provide local resources to be used for a specific purpose; and expenditure requirements, in which the resources are provided to the 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 available as an advance, interest, and tuition.

Tuition Revenue/Receivables

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the Enterprise Fund. For the School District, these revenues are royalties. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the Enterprise Fund.

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

1. **Summary of Significant Accounting Policies (Continued)**

F. Assets, Liabilities, and Equity (Continued)

Allocation of Indirect Expenses

The District reports all Direct Expenses by function in the Statement of Activities. Direct Expenses are those that are clearly identifiable with a function. Indirect Expenses are allocated to functions but are reported separately in the Statement of Activities. Employee Benefits, including the employer's share of Social Security, workers compensation, and medical and dental benefits, were allocated based on salaries of that program. Depreciation expense, where practicable, is specifically identified by function and is included in the Indirect Expense column of the Statement of Activities. Depreciation expense that could not be attributable to a specific function is considered an Indirect Expense and is reported separately in the Statement of Activities. Interest on long-term debt is considered an Indirect Expense and is reported separately on the Statement of Activities.

Extraordinary and Special Items

Extraordinary Items are transactions or events that are unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of management and are either unusual in nature or infrequent in occurrence. Neither of these types of transactions occurred during the fiscal year.

Management Estimates

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

Pensions

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

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

1. Summary of Significant Accounting Policies (Continued)

G. GASB Pronouncements

Adopted Accounting Pronouncements

Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. Management has determined the implementation of this Statement did not have a significant impact on the District's financial statements.

Statement No. 102, *Certain Risk Disclosures*. The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. Management has determined the implementation of this Statement did not have a significant impact on the District's financial statements.

Recently Issued Accounting Pronouncements to be implemented in future years

Statement No. 103, *Financial Reporting Model Improvements*. The objective of this Statement is to improve key components of the financial reporting model. The purposes of the improvements are to (a) enhance the effectiveness of the financial reporting model in providing information that is essential for decision making and assessing a government's accountability and (b) address certain application issues identified through preagenda research conducted by the GASB. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. Earlier application is encouraged.

Statement No. 104, *Disclosure of Certain Capital Assets*. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. Earlier application is encouraged.

2. Cash, Cash Equivalents and Investments

Custodial Credit Risk is the Risk that, in the event of a bank failure, the Board's deposit might not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public funds owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, bail funds, or funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. At June 30, 2025, the School District's bank balances of \$5,450,755 were exposed to Custodial Credit Risk as follows:

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

2. Cash, Cash Equivalents and Investments (Continued)

	<u>2025</u>
Insured	\$ 5,353,911
Uninsured and Uncollateralized	<u>96,844</u>
	<u>\$ 5,450,755</u>

Investments

Pursuant to the Enabling Act, the funds of the District may be invested in any direct obligations of, or obligations as to which the principal and interest thereof is guaranteed by, the United States of America or other obligations as the District may approve.

New Jersey Asset and Rebate Management Program ("NJARM") - The Program has been established as a joint investment trust, (the "Trust"), by local governmental units in the State of New Jersey, (the "State"), consistent with the Interlocal Services Act, constituting Chapter 208 of the Pamphlet Laws of 1973 of the State of New Jersey and the acts amendatory thereof and supplemental thereto (N.J.S.A. 40:8A-1 et seq.), (the "Interlocal Services Act"), to make available to counties, municipalities, school districts, authorities, or other political subdivisions of the State, and where applicable, any bond trustee acting on behalf of such local government, a convenient method for investing and accounting for surplus cash and tax-exempt debt proceeds. The Program seeks to invest tax-exempt bond and note proceeds in compliance with arbitrage management and rebate requirements of the Internal Revenue Code of 1986, as amended. The Program also provides for record keeping, depository and arbitrage rebate calculation.

New Jersey Cash Management Fund ("NJCMF") - The NJCMF is administered by the New Jersey Department of Treasury. It invests pooled monies from various State and non-State agencies in primarily short-term investments. These investments include: U.S. Treasuries, short-term Commercial Paper, U.S. Agency Bonds, Corporate Bonds, and investment rates. Monies can be freely added or withdrawn from the NJCMF on a daily basis without penalty.

As of June 30, 2025, the District had \$1,273,229 on deposit with the New Jersey Asset and Rebate Management Program and \$62,057 with the New Jersey Cash Management Fund.

Interest Rate Risk

The District does not have a policy to limit interest rate risk. The average maturity of the District's investments with the NJARM and NJCMF is less than one year.

Credit Risk

State law limits investments as noted above (N.J.S.A. 18A:20-37). The District has an investment policy that further limits its investment choices.

Investment and interest earnings in the Capital Projects Fund are assigned to the Debt Service Fund in accordance with Board policy.

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

3. Capital Reserve Account

A Capital Reserve Account was established by the Sea Girt School District 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 Department, a district may deposit funds at any time upon board resolution through the transfer of undesignated, unreserved general fund balance or of excess undesignated, unreserved general fund balance that is anticipated in the budget certified for taxes. Post-April 2004 transfers must be in compliance with P.L. 2004, C.73 (S1701). Pursuant to N.J.A.C. 6:23A-14.1(g), the balance in the Account cannot at any time exceed the local support costs of uncompleted Capital Projects in its approved LRFP.

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

Beginning Balance, July 1, 2024	\$ 2,739,914
Add:	
Increase per Resolution	300,000
Interest earnings	55,722
Less:	
Withdrawals	<u>(483,600)</u>
Ending Balance, June 30, 2025	<u>\$ 2,612,036</u>

The June 30, 2025 LRFP balance of local support costs of uncompleted Capital Projects is \$28,216,340.

4. Maintenance Reserve Account

A maintenance Reserve Account was established by the Sea Girt School District by inclusion of \$200,000 for the accumulation of funds for use as maintenance of Capital Projects in subsequent fiscal years. The Maintenance Reserve Account is maintained in the General Fund and its activity is included in the General Fund annual budget.

Funds placed in the Maintenance Reserve Account are restricted to maintenance projects in the District's approved Comprehensive Maintenance Plan (CMP). Upon submission of the CMP to the New Jersey Department of Education, the District may increase the balance in the maintenance reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. The 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. 6A:23A-14.2(g), the balance in the account cannot at any time exceed four percent of the replacement cost of the school district's school facilities for the current year.

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

4. Maintenance Reserve Account (Continued)

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	\$ 200,000
Add:	
Interest Earned	-
Less:	
Withdrawals	<u>-</u>
Ending Balance, June 30, 2025	<u>\$ 200,000</u>

5. Receivables

Receivables at June 30, 2025, consisted of state aid, accrued interest, interfund, intergovernmental, and other. All Receivables are considered collectible in full. A summary of the principal items of intergovernmental receivable follows:

	Governmental Fund Financial Statements	District-Wide Financial Statements
State aid	\$ 76,053	\$ 76,053
Federal aid	-	-
Other	-	-
Interfunds	<u>-</u>	<u>-</u>
	76,053	76,053
Less: allowance for Credit Losses	<u>-</u>	<u>-</u>
Total receivables, net	<u>\$ 76,053</u>	<u>\$ 76,053</u>

6. Interfund Receivables and Payables

As of June 30, 2025 there were no interfund balances.

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

7. Capital Assets

The following schedule is a summarization of the general fixed assets by source for the fiscal year ended June 30, 2025:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital assets not being depreciated				
Land	\$ 916,364	\$ -	\$ -	\$ 916,364
Construction in progress	<u>15,650</u>	<u>228,324</u>	<u>-</u>	<u>243,974</u>
Total capital assets not being depreciated	<u>932,014</u>	<u>228,324</u>	<u>-</u>	<u>1,160,338</u>
Capital assets being depreciated				
Building and building improvements	5,124,335	-	-	5,124,335
Land improvements	862,661	-	-	862,661
Machinery and equipment	<u>416,890</u>	<u>-</u>	<u>-</u>	<u>416,890</u>
Totals at historical cost	<u>6,403,886</u>	<u>-</u>	<u>-</u>	<u>6,403,886</u>
Less accumulated depreciation for:				
Building and building improvements	(2,431,481)	(102,486)	-	(2,533,967)
Land improvements	(587,381)	(43,134)	-	(630,515)
Machinery and equipment	<u>(370,688)</u>	<u>(4,357)</u>	<u>-</u>	<u>(375,045)</u>
Total accumulated depreciation	<u>(3,389,550)</u>	<u>(149,977)</u>	<u>-</u>	<u>(3,539,527)</u>
Total capital assets being depreciated, net of accumulated depreciation	<u>3,014,336</u>	<u>(149,977)</u>	<u>-</u>	<u>2,864,359</u>
Government activity capital assets, net	<u>\$ 3,946,350</u>	<u>\$ 78,347</u>	<u>\$ -</u>	<u>\$ 4,024,697</u>
Business-Type Activities:				
Capital Assets Being Depreciated:				
Technology center	\$ 1,081,267	\$ -	\$ -	\$ 1,081,267
Machinery and equipment	92,952	-	-	92,952
Less Accumulated Depreciation	<u>(391,653)</u>	<u>(28,530)</u>	<u>-</u>	<u>(420,183)</u>
Enterprise Fund Capital Assets, Net	<u>\$ 782,566</u>	<u>\$ (28,530)</u>	<u>\$ -</u>	<u>\$ 754,036</u>

Depreciation expense was charged to functions as follows:

Operation and maintenance	\$ <u>149,977</u>
Total	\$ <u>149,977</u>

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

8. Long-Term Obligations

A. Long-Term Obligation Activity

Changes in Long-Term Obligations for the year ended June 30, 2025, are as follows:

	Balance July 1, 2024	Increases/ Decreases	Balance June 30, 2025	Amounts Due Within One Year
<u>Governmental Activities:</u>				
Compensated				
Absences Payable	\$ 162,140	\$ (8,357)	\$ 153,783	\$ -
Pension Liability - PERS	<u>368,209</u>	<u>43,770</u>	<u>411,979</u>	<u>-</u>
	<u>\$ 530,349</u>	<u>\$ 35,413</u>	<u>\$ 565,762</u>	<u>\$ -</u>

For governmental activities, compensated absences payable and pension liability - PERS are liquidated by the general fund.

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

B. 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.

There are no serial bonds outstanding at June 30, 2025.

C. Bonds Authorized Not Issued

As of June 30, 2025, the Board had no bonds authorized.

9. Pension Plans

A. Public Employees' Retirement System (PERS)

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

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

9. Pension Plans (cont'd)

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

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 tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 with 25 years or more of service credit before age 62, and tier 5 with 30 years or more 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.

Basis of Presentation - The schedule of employer and nonemployer allocations and the schedule of pension amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of PERS, its participating employers or the State of New Jersey (the State) as a nonemployer contributing entity. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of PERS, its participating employers, or the State. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of PERS to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

9. 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 employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for 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 such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets.

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 which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the State, are Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001.

The amounts contributed on behalf of the local participating employers under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability to report in the financial statements of the local participating employers related to this legislation.

However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the collective net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employers as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

Additionally, the State has no proportionate share of the PERS net pension liability attributable to the District as of June 30, 2025. At June 30, 2025, the State's proportionate share of the employer pension expense and related revenue, associated with the District, calculated by the plan as of the June 30, 2024 measurement date was \$1,328.

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

9. Pension Plans (cont'd)

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

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At

June 30, 2025, the School District reported a liability of \$411,979 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined using update procedure to roll forward the total pension liability from an actuarial valuation as of July 1, 2023, to the measurement date of June 30, 2024. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2024. The School District's proportion measured as of June 30, 2024, was 0.0030319232%, which was a increase of .0004562877% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the School District recognized full accrual pension expense of \$57,861 in the government-wide financial statements consisting of employer contributions of \$41,256 and non-employer contributions of \$16,605. This pension expense was based on the pension plans June 30, 2024 measurement date. At June 30, 2025, the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 8,253	\$ 1,097
Changes of assumptions	512	4,687
Net difference between projected and actual earnings on pension plan investments	-	19,102
Changes in proportion and differences between District contributions and proportionate share of contributions	61,560	8,696
District contributions subsequent to the measurement date	48,272	-
Total	\$ <u>118,597</u>	\$ <u>33,582</u>

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

9. Pension Plans (cont'd)

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

\$62,057 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is estimated based on unadjusted 2024-2025 total salaries for PERS employees multiplied by an employer contribution rate. The payable is due on April 1, 2026 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:		
2025	\$	39,863
2026		(30,846)
2027		17,746
2028		10,245
2029		(265)
Thereafter		-
Total	\$	<u>36,743</u>

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

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2019	5.21	-
June 30, 2020	5.16	-
June 30, 2021	-	5.13
June 30, 2022	-	5.04
June 30, 2023	5.08	-
June 30, 2024	5.08	-
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2019	-	5.21
June 30, 2020	-	5.16
June 30, 2021	5.13	-
June 30, 2022	-	5.04

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

9. Pension Plans (cont'd)

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

Net Difference between projected and
Actual Earnings on Pension Plan
Investments

Year of Pension Plan Deferral:	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
June 30, 2020	-	5.00
June 30, 2021	-	5.00
June 30, 2022	-	5.00
June 30, 2023	-	5.00
June 30, 2024	-	5.00

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 5.08, 5.08, 5.04, 5.13, 5.16, and 5.21 years for the 2024, 2023, 2022, 2021, 2020, and 2019, respectively.

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

Inflation Rate

Price	2.75%
Wage	3.25%

Salary Increases:

2.75% - 6.55%
Based on years of service

Investment Rate of Return

7.00%

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value 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.

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

9. Pension Plans (cont'd)

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

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

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

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

Discount Rate

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

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

9. Pension Plans (cont'd)

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

Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	552,027	411,979	299,218

Additional Information - The following is a summary of the collective balances of the local group:

	<u>6/30/25</u>	<u>6/30/24</u>
Collective Deferred Outflows of Resources	1,079,580,780	1,080,204,730
Collective Deferred Inflows of Resources	1,611,322,898	1,780,216,457
Collective Net Pension Liability	13,702,423,985	14,606,489,066
School District's Portion	.0030319232%	.0025756355%

B. Teachers' Pension and Annuity (TPAF)

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

The vesting and benefit provisions are set by N.J.S.A 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.

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

9. Pension Plans (cont'd)

B. Teachers' Pension and Annuity (TPAF) (cont'd)

The following represents the membership tiers for TPAF:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 with 25 years or more of service credit before age 62, and tier 5 before age 65 with 30 years or more 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.

Basis of Presentation - The schedule of employer and nonemployer allocations and the schedule of pension amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of TPAF and the State as an employer/nonemployer entity. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of TPAF or the State. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of TPAF to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

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

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

9. Pension Plans (cont'd)

B. Teachers' Pension and Annuity (TPAF) (cont'd)

Contributions (Cont'd) - As mentioned previously, the employer contributions for local participating employers are legally required to be funded by the State in accordance with *N.J.S.A. 18A:66-33*. Therefore, the School District is considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the School District does not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the School District.

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2025 was \$8,716,906. The School District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The State's proportionate share of the net pension liability associated with the District was based on projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2024, the State proportionate share of the TPAF net pension liability attributable to the School District was .0176365949%, which was a decrease of .0005135250% from its proportion measured as of June 30, 2023.

For the fiscal year ended June 30, 2025, the State of New Jersey recognized a pension expense in the amount of \$747,787 for the State's proportionate share of the TPAF pension expense attributable to the School District. This pension expense was based on the pension plans June 30, 2024 measurement date.

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

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

9. Pension Plans (cont'd)

B. Teachers' Pension and Annuity (TPAF) (cont'd)

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

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

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	28.00 %	8.63 %
Non-U.S. Developed Markets Equity	12.75 %	8.85 %
International Small Cap Equity	1.25 %	8.85 %
Emerging Markets Equity	5.50 %	10.66 %
Private Equity	13.00 %	12.40 %
Real Assets	3.00 %	8.20 %
Real Estate	8.00 %	10.95 %
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 %

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

9. Pension Plans (cont'd)

B. Teachers' Pension and Annuity (TPAF) (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 will be made based on 100% of the actuarially determined contributions to the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments in determining the total pension liability.

Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
State's proportionate share of the net pension liability	10,375,315	8,716,906	7,341,969

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

Additional Information - The following is a summary of the collective balances of the local group:

	<u>6/30/25</u>	<u>6/30/24</u>
Collective Deferred Outflows of Resources	1,178,433,819	2,502,380,838
Collective Deferred Inflows of Resources	10,615,423,132	14,830,205,473
Collective Net Pension Liability	49,492,072,325	51,109,961,824
School District's Portion	.0176365949%	.0171230699%

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

9. Pension Plans (cont'd)

C. Defined Contribution Retirement Plan (DCRP)

The Defined Contribution Retirement Plan is a cost-sharing multiple-employer defined contribution pension plan which was established on July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A.43:15C-1 et. seq), and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The Defined Contribution Retirement Program Board oversees the DCRP, which is administered for the Divisions of Pensions and Benefits by Prudential Financial. The DCRP provides eligible members, and their beneficiaries, with tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A.43:15C-1 et. seq.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the School District's contribution amounts for each pay period are transmitted to Prudential not later than the fifth business day after the date on which the employee is paid for that pay period.

The District's contributions to the DCRP for June 30, 2025 were \$9,526. There was no liability for unpaid contributions at June 30, 2025.

Related Party Investments - The Division of Pensions and Benefits does not invest in securities issued by the School District.

10. Post-Retirement Benefits

General Information about the OPEB Plan

Plan description and benefits provided

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

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

10. Post-Retirement Benefits (cont'd)

General Information about the OPEB Plan (cont'd)

Plan description and benefits provided (cont'd)

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

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

Basis of Presentation

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

Employees covered by benefit terms

At June 30, 2023, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefit payments	152,383
Active plan members	<u>217,212</u>
Total	<u><u>369,595</u></u>

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

10. Post-Retirement Benefits (cont'd)

State Health Benefit State Retired Employees Plan

Pension and Other Postemployment Benefits (OPEB) Obligations in Fiscal Year 2024 the State funded the various defined benefit pension systems at 108 percent of the full actuarially determined contributions. Employer contributions to the pension plans are calculated per the requirements of the governing State statutes using generally accepted actuarial procedures and practices. The actuarial funding method used to determine the State's contribution is a matter of State law. Any change to the funding method requires the approval of the State Legislature and the Governor. The amount the State actually contributes to the pension plans may differ from the actuarially determined contributions of the pension plans because the State's contribution to the pension plans is subject to the appropriation of the State Legislature and actions by the Governor. GASB Statement No. 68, Accounting and Financial Reporting for Pensions, requires participating employers to recognize their proportionate share of the collective net pension liability. Under the new statement, the calculation of the pension liability was changed to a more conservative methodology and each employer was allocated a proportional share of the pension plans' net pension liability. The State's share of the net pension liability, based on a measurement date of June 30, 2021, which is required to be recorded on the financial statements, is \$75.1 billion. The Fiscal Year 2023 projected aggregate State contribution to the pension plans of \$6.8 billion represents 104 percent of the actuarially determined contribution. The State provides post-retirement medical (PRM) benefits for certain State and other retired employees meeting the service credit eligibility requirements. In Fiscal Year 2022, the State paid PRM benefits for 161,238 State and local retirees. The State funds post-retirement medical benefits on a "pay-as-you-go" basis, which means that the State does not pre-fund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For Fiscal Year 2022, the State contributed \$1.9 billion to pay for "pay-as-you-go" PRM benefit costs incurred by covered populations, a slight increase from \$1.8 billion in Fiscal Year 2021. The State has appropriated \$2.1 billion in Fiscal Year 2023 as the State's contribution to fund increases in prescription drugs and medical claims costs. In accordance with the provisions of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. This new standard supersedes the previously issued guidance, GASB Statement No. 45, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, effective for Fiscal Year 2018. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments. The Fiscal Year 2022 State OPEB liability to provide these benefits is \$88.9 billion, a decrease of \$12.7 billion, or 12.5 percent from the \$101.6 billion liability recorded in Fiscal Year 2021. Additional information on Pensions and OPEB can be accessed at <https://www.state.nj.us/treasury/pensions/financialreports.shtml>

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

10. Post-Retirement Benefits (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. 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:

Inflation Rate	2.5%
Salary Increases through 2026	PERS 2.75%-6.55% PFRS 3.25%-16.25% TPAF 2.75%-5.65%
Discount Rate	3.93%
Healthcare Cost Trend Rates	4.5%-6.5%
Retirees' Share of Benefit Related Costs	1.5% of projected health insurance premiums for retirees

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

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

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

10. Post-Retirement Benefits (cont'd)

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 7.50% and decreases to a 4.50% long-term trend rate after eight 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 trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%..

Discount rate

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

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

The following presents the June 30, 2024 total OPEB liability of the State for school board retirees, as well as the State's total OPEB liability for the school district calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	1% Decrease (2.93%)	Current Discount Rate (3.93%)	1% Increase (4.93%)
Total OPEB Liability of the State for School Retirees	\$69,863,663,542	\$59,650,630,530	\$51,437,232,141
Total OPEB Liability of the State Associated with the School District for School Retirees	\$10,899,790	\$9,306,402	\$8,024,988

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

The following presents the June 30, 2024 total OPEB liability of the State for school board retirees, as well as the State's total OPEB liability for the school district calculated using a health care cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates.

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

10. Post-Retirement Benefits (cont'd)

Sensitivity of the total OPEB liability to changes in the health care cost trend rates (cont'd)

	1% Decrease	Trend Rate	1% Increase
Total OPEB Liability of the State for School Retirees	\$49,689,409,509	\$59,650,630,530	\$72,625,778,279
Total OPEB Liability of the State Associated with the School District for School Retirees	\$7,752,301	\$9,306,402	\$11,330,721

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

Balance at June 30, 2023	\$ 52,361,668,239
Changes for the year:	
Service cost	2,152,062,729
Interest on the total OPEB liability	1,963,557,443
Changes of benefit terms	-
Differences between expected and actual experience	158,934,425
Changes of assumptions	4,462,660,491
Gross benefit payments by the state	(1,499,600,607)
Contributions from members	<u>51,347,810</u>
Net changes	<u>7,288,962,291</u>
Balance at June 30, 2024	<u>\$ 59,650,630,530</u>

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

For the year ended June 30, 2025, the board of education recognized OPEB expense of \$218,504 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB 75 and in which there is a special funding situation.

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

10. Post-Retirement Benefits (cont'd)

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

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

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Differences between expected and actual experience	\$ 6,378,932,312	\$ 11,139,706,892
Changes of assumptions	10,004,978,073	11,662,607,882
Contributions made in fiscal year ending 2024 after June 30, 2023 measurement date	-	-
Total	<u>\$ 16,383,910,385</u>	<u>\$ 22,802,314,774</u>

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

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

11. Risk Management

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

Property and Liability Insurance - The District maintains commercial insurance coverage for property, liability, student accident and surety bonds. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report. See J-20.

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

11. Risk Management (cont'd)

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

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2025	\$ -	\$ 1,633	\$ -	\$ 52,673
2024	-	1,774	-	51,040
2023	-	1,192	(2,300)	49,266

12. Contingent Liabilities

Grant Programs

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

The District is also involved in several claims and lawsuits incidental to its operations. In the opinion of the administration and legal counsel, the ultimate resolution of these matters will not have a material adverse effect on the financial position of the Board.

13. Compensated Absences

The District accounts for compensated absences (e.g., sick leave) as directed by Governmental Accounting Standards. 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 sick leave in accordance with the District's personnel policy. The District's policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement, employees shall be paid by the District for the unused sick leave in accordance with the District's agreements with the various employee unions. The liability for vested compensated absences of the governmental fund types is recorded as a non-current liability in the governmental activities fund (see footnote 8).

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

14. Fund Balance

General Fund - of the \$4,198,755 General Fund balance at June 30, 2025, \$9,116 of encumbrances is assigned to other purposes, \$2,612,036 is restricted for capital reserve, \$200,000 is restricted for maintenance reserve, \$362,365 is restricted for excess surplus, \$651,919 is restricted for excess surplus for subsequent year expenditures, \$52,673 is restricted for unemployment compensation, \$34,494 has been classified as assigned fund balance designated for subsequent year expenditures, and \$276,152 is unassigned.

Special Revenue Fund - \$42,372 Special Revenue Fund balance at June 30, 2025, and is restricted for student activities.

15. Calculation of Excess Surplus

The Designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2025 is \$362,365.

16. Uncertain Tax Positions

The school district had no unrecognized tax benefits at June 30, 2025. The school district files tax returns in the U.S. federal jurisdiction and New Jersey. The school district has no open year prior to June 30, 2022.

17. Subsequent Events

Management has evaluated subsequent events through December 1, 2025, the date the financial statements were available to be issued.

18. Tax Abatement

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

Sea Girt School District

Notes to Financial Statements

For the Year Ended June 30, 2025

19. Economic Dependency

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

REQUIRED SUPPLEMENTARY INFORMATION - PART II

SEA GIRT SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local tax levy	\$ 5,040,776	\$ -	\$ 5,040,776	\$ 5,040,776	\$ -
Tuition	194,040	-	194,040	384,654	190,614
Interest	-	-	-	17,620	17,620
Interest earned on emergency reserve	-	-	-	-	-
Interest earned on maintenance reserve	300	-	300	-	(300)
Interest earned on capital reserve funds	5,000	-	5,000	55,722	50,722
Interest earned on unemployment - restricted	-	-	-	1,633	1,633
Miscellaneous	2,776	-	2,776	7,855	5,079
Total - local sources	5,242,892	-	5,242,892	5,508,260	265,368
State Sources:					
Categorical Transportation aid	13,842	-	13,842	13,842	-
Categorical Special education aid	132,485	-	132,485	132,485	-
Extraordinary aid	-	-	-	41,131	41,131
Categorical Security	11,412	-	11,412	11,412	-
School Security Grant	-	-	-	-	-
TPAF LTDI (on-behalf - Non-budgeted)	-	-	-	378	378
TPAF - post retirement medical (on-behalf - Non-budgeted)	-	-	-	218,504	218,504
Teacher's pension and annuity fund (on-behalf - Non-budgeted)	-	-	-	747,787	747,787
TPAF social security (reimbursed - Non-budgeted)	-	-	-	175,067	175,067
Total state sources	157,739	-	157,739	1,340,606	1,182,867
Total Revenues	\$ 5,400,631	\$ -	\$ 5,400,631	\$ 6,848,866	\$ 1,448,235
EXPENDITURES:					
Current Expenditures:					
Regular Programs - Instruction					
Preschool/Kindergarten - Salaries of teachers	\$ 249,337	\$ -	\$ 249,337	\$ 235,595	\$ 13,742
Grades 1-5 - Salaries of teachers	609,826	(4,450)	605,376	584,855	20,521
Grades 6-8 - Salaries of teachers	622,382	-	622,382	613,936	8,446
Regular Programs - Home Instruction:					
Salaries of teachers	5,000	-	5,000	-	5,000
Regular Programs - Undistributed Instruction					
Purchased professional-educational services	9,500	7,500	17,000	16,694	306
Other purchased services (400-500 series)	15,000	-	15,000	4,992	10,008
General supplies	97,762	(31,300)	66,462	54,961	11,501
Textbooks	37,000	5,800	42,800	42,761	39
Other objects - misc. exp.	8,496	5,000	13,496	10,717	2,779
Total Regular Programs - Instruction	1,654,303	(17,450)	1,636,853	1,564,511	72,342
Special Education - Instruction					
Resource Room/Resource Center:					
Salaries of teachers	508,543	11,800	520,343	505,962	14,381
Total Resource Room/Resource Center	508,543	11,800	520,343	505,962	14,381
Total Special Education - Instruction	508,543	11,800	520,343	505,962	14,381
Basic Skills/Remedial - Instruction					
Salaries of teachers	48,591	-	48,591	48,591	-
General supplies	-	-	-	-	-
Total Basic Skills/Remedial - Instruction	48,591	-	48,591	48,591	-
School Sponsored CoCurricular Act.-Instruction					
Salaries	46,627	(1,000)	45,627	27,782	17,845
Supplies and Materials	2,000	(1,000)	1,000	-	1,000
Other objects	-	-	-	-	-
Total School Sponsored Cocurricular Act.-Instruction	48,627	(2,000)	46,627	27,782	18,845
School Sponsored Athletics-Instruction					
Salaries	34,747	1,000	35,747	35,349	398
Purchased Services (300-500) Series	3,000	2,000	5,000	4,790	210
Supplies and Materials	3,000	125	3,125	3,123	2
Other Objects	3,000	(1,125)	1,875	1,507	368
Total School Sponsored Athletics-Instruction	43,747	2,000	45,747	44,769	978
Total Instruction	2,303,811	(5,650)	2,298,161	2,191,615	106,546

SEA GIRT SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Instruction:					
Tuition to other LEAs within the state-regular	\$ 928,053	\$ -	\$ 928,053	\$ 922,825	\$ 5,228
Tuition to other LEAs within the state - special	103,313	7,250	110,563	73,067	37,496
Tuition to County Voc. School Dist-regular	22,122	(7,250)	14,872	14,599	273
Tuition to private schools for the disabled - Within state	-	-	-	-	-
Total Undistributed Expenditures - Instruction:	1,053,488	-	1,053,488	1,010,491	42,997
Undist. Expend. - Attendance and social work services					
Salaries	24,309	1,975	26,284	26,096	188
Total Undist. Expend.- Attendance and social work services	24,309	1,975	26,284	26,096	188
Undist. Expend. - Health Services					
Salaries	75,893	-	75,893	75,818	75
Purchased professional and technical services	15,000	(8,200)	6,800	4,310	2,490
Supplies and materials	9,978	-	9,978	4,303	5,675
Total Undistributed Expenditures - Health Services	100,871	(8,200)	92,671	84,431	8,240
Undist. Expend. - Other Support Services - Students-Related Srvc					
Purchased professional - educational services	88,000	(15,000)	73,000	48,959	24,041
Total Undist. Expend.-Other Support Srvs-Students-Related Srvc	88,000	(15,000)	73,000	48,959	24,041
Undist. Expend.- Other Support Services -Students-Extraordinary Srvc					
Salaries	49,708	-	49,708	46,208	3,500
Supplies and materials	1,000	-	1,000	555	445
Total Undist. Expend.-Othr Sprr Srvc Students-Extraordinary Srvc	50,708	-	50,708	46,763	3,945
Undist. Expend.- Other Support Services Students-Regular					
Salaries of other professional staff	60,406	-	60,406	60,406	-
Salaries of secretarial and clerical assistants	5,535	670	6,205	6,199	6
Purchased professional - educational services	8,500	(4,750)	3,750	-	3,750
Supplies and materials	3,250	-	3,250	116	3,134
Total Undist. Expend. - Other Support Services - Students-Regular	77,691	(4,080)	73,611	66,721	6,890
Undist. Expend. - Other Support Services - Students-Special					
Salaries of other professional staff	-	-	-	-	-
Salaries of secretarial and clerical assistants	15,533	776	16,309	16,303	6
Other salaries	159,468	(1)	159,467	159,150	317
Purchased professional - educational services	27,765	(2,500)	25,265	3,951	21,314
Total Undist. Expend. - Other Support Services - Students-Special	202,766	(1,725)	201,041	179,404	21,637
Undist. Expend. - Improvement of Instr. Serv / other supp serv - inst staff					
Salaries Superv. Of Instr.	91,980	-	91,980	90,708	1,272
Sal Sec. & Clerical Asst	13,841	3,215	17,056	16,575	481
Other salaries	-	-	-	-	-
Purchased Prof - Educational services	12,750	(9,215)	3,535	608	2,927
Total Undst. Expend.-Imprvmt of Instr.-Srv/other supp srv-inst staff	118,571	(6,000)	112,571	107,891	4,680
Undist. Expend. - Educational Media Services/School Library					
Salaries of Technology Coordinators	78,280	8,970	87,250	87,250	-
Purchased professional and technical services	10,000	8,225	18,225	17,654	571
Supplies and materials	3,000	275	3,275	2,778	497
Total Undist. Expend. - Educational Media Services/School Library	91,280	17,470	108,750	107,682	1,068
Undist. Expend. - Instruction Staff Training Services					
Purchased professional - educational services	17,500	(675)	16,825	9,137	7,688
Other purchased services (400-500 series)	3,000	-	3,000	-	3,000
Other objects	3,000	675	3,675	3,665	10
Total Undist. Expend. - Instruction Staff Training Services	23,500	-	23,500	12,802	10,698
Undist. Expend. - Support Service - General Administration					
Salaries	70,436	1,325	71,761	71,297	464
Legal services	8,000	12,775	20,775	13,231	7,544
Audit fees	7,000	8,800	15,800	15,800	-
Other purchased professional services	1,000	1,500	2,500	1,474	1,026
Communications/Telephone - Bus	3,000	6,100	9,100	7,794	1,306
BOE other purchased prof. svc.	-	250	250	222	28
Other purchased services (400-500 series)	1,600	12,300	13,900	13,582	318
General supplies	3,500	3,500	7,000	6,517	483
Judgements Against School District	38,500	(36,700)	1,800	-	1,800
Miscellaneous expenditures - Board of Ed	1,000	2,850	3,850	3,830	20
Membership Dues and Fees	3,000	675	3,675	3,664	11
Total Undist. Expend. - Support Service - General Administration	137,036	13,375	150,411	137,411	13,000
Undist. Expend. - Support Service - School Administration					
Salaries of principals/Assistant principals	47,144	(795)	46,349	46,349	-
Salaries of secretarial and clerical assistants	29,374	2,895	32,269	31,801	468
Other purchased services (400-500 series)	1,000	3,100	4,100	3,109	991
Supplies and materials	1,000	2,475	3,475	256	3,219
Total Undist. Expend. - Support Service - School Administration	78,518	7,675	86,193	81,515	4,678

SEA GIRT SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Central Services					
Salaries	\$ 65,385	\$ (1,399)	\$ 63,986	\$ 63,985	\$ 1
Purchased professional services	7,775	16,535	24,310	24,304	6
Misc. Pur Serv (400-500 series)	150	(100)	50	-	50
Supplies and materials	1,750	1,924	3,674	2,940	734
Misc Expenditures	1,500	1,600	3,100	2,273	827
Total Undist. Expend. - Central Services	76,560	18,560	95,120	93,502	1,618
Undist. Expend. - Admin. Info. Technology					
Salaries	9,785	(9,785)	-	-	-
Purchased technical services	-	-	-	-	-
Other Objects	250	(250)	-	-	-
Total Undist. Expend - Admin. Info. Technology	10,035	(10,035)	-	-	-
Undist. Expend. - Required Maintenance for School Facilities					
Cleaning, repair and maintenance services	130,000	(14,875)	115,125	88,423	26,702
General supplies	20,350	-	20,350	7,296	13,054
Total Undist. Expend. - Allowed Maintenance for School Facilities	150,350	(14,875)	135,475	95,719	39,756
Undist. Expend. -Custodial Services					
Salaries	187,474	8,900	196,374	196,363	11
Salaries of non-Instructional Aides	26,008	(18,870)	7,138	6,504	634
Purchased professional and technical services	32,500	(16,300)	16,200	1,800	14,400
Cleaning, repair and maintenance services - up keep	36,787	(4,000)	32,787	5,702	27,085
Other purchased property services	20,000	-	20,000	8,839	11,161
Insurance	55,260	(10,000)	45,260	40,438	4,822
General supplies	22,090	(1,500)	20,590	13,602	6,988
Energy (Heat and Electricity)	40,000	11,000	51,000	42,342	8,658
Energy (Natural Gas)	22,648	5,500	28,148	20,000	8,148
Total Undist. Expend. -Custodial Services	442,767	(25,270)	417,497	335,590	81,907
Undist. Expend. - Security					
Purchased professional services	41,649	9,400	51,049	51,037	12
Cleaning, repair, and maintenance services	10,000	(9,400)	600	486	114
Total Undist. Expend. - Security	51,649	-	51,649	51,523	126
Undist. Expend. - Student Transportation Services					
Salaries for pupil trans. (other than between home and school)	25,116	-	25,116	24,766	350
Contract services (other than between home & school) - Vendors	10,000	4,150	14,150	13,842	308
Contract services -(between home and school)-Joint	2,000	-	2,000	795	1,205
Contract services-(special education students)-ESC's & CTSA's	23,809	17,041	40,850	19,538	21,312
Contract services-(regular students)ESC's & CTSA's	50,000	(31,191)	18,809	-	18,809
Miscellaneous expenditures	1,000	-	1,000	1,000	-
Total Undist. Expend. - Student Transportation Services	111,925	(10,000)	101,925	59,941	41,984
Undist. Expend. - Business and Other Support Services					
Other purchased services (300-500 series)	-	-	-	-	-
Miscellaneous expenditures	-	-	-	-	-
Total Undist. Expend. - Business and Other Support Services	-	-	-	-	-
Allocated Employee Benefits					
Health benefits	650,200	12,955	663,155	636,304	26,851
Tuition reimbursement	5,000	(5,000)	-	-	-
Unused sick payment to terminated/retired staff	2,475	-	2,475	2,475	-
Total Allocated Employee Benefits	657,675	7,955	665,630	638,779	26,851
Unallocated Employee Benefits					
Social security contributions	95,000	(34,555)	60,445	53,370	7,075
Other retirement contributions - regular	2,000	(2,000)	-	-	-
P.E.R.S. Contribution	36,000	13,200	49,200	48,272	928
Workmen's compensation	35,185	-	35,185	34,616	569
Tuition reimbursement	16,000	2,580	18,580	17,767	813
Other employee benefits	21,000	1,600	22,600	15,146	7,454
Total Unallocated Employee Benefits	205,185	(19,175)	186,010	169,171	16,839
On-behalf TPAF LTDI (non-budgeted)	-	-	-	378	(378)
On-behalf TPAF OPEB (post retirement med) (non-budgeted)	-	-	-	218,504	(218,504)
On-behalf TPAF Pension Contributions (non-budgeted)	-	-	-	747,787	(747,787)
Reimbursed TPAF social security contributions (non-budgeted)	-	-	-	175,067	(175,067)
Total On-Behalf Contributions	-	-	-	1,141,736	(1,141,736)
Total Personal Services - Employee Benefits	862,860	(11,220)	851,640	1,949,686	(1,098,046)
Total Undistributed Expenditures	3,752,884	(47,350)	3,705,534	4,496,127	(790,593)
Interest Earned on Maintenance Reserve	300	(300)	-	-	-
Total General Current Expenditures	6,056,995	(53,300)	6,003,695	6,687,742	(684,047)

SEA GIRT SCHOOL DISTRICT
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Capital Outlay					
Interest	\$ 5,000	\$ (5,000)	\$ -	\$ -	\$ -
Facilities Acquisition and Construction Services					
Current capital outlay transfer - Capital projects	-	-	-	-	-
Building and grounds equipment	-	-	-	-	-
Architectural/Engineering Services	40,000	(40,000)	-	-	-
Construction Services	443,600	(443,600)	-	-	-
Building and grounds equipment	-	53,000	53,000	52,521	479
Debt Service Assessment	7,952	-	7,952	7,952	-
Other objects	-	-	-	-	-
Total Facilities Acquisition and Construction Services	<u>491,552</u>	<u>(430,600)</u>	<u>60,952</u>	<u>60,473</u>	<u>479</u>
Total Capital Outlay	<u>496,552</u>	<u>(435,600)</u>	<u>60,952</u>	<u>60,473</u>	<u>479</u>
Total Expenditures	<u>6,553,547</u>	<u>(488,900)</u>	<u>6,064,647</u>	<u>6,748,215</u>	<u>(683,568)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,152,916)</u>	<u>488,900</u>	<u>(664,016)</u>	<u>100,651</u>	<u>2,131,803</u>
Other Financing Uses:					
Transfer to capital projects from capital reserve	-	(483,600)	(483,600)	(483,600)	-
Operating Transfer Out	-	-	-	-	-
Total Other Financing Sources:	<u>-</u>	<u>(483,600)</u>	<u>(483,600)</u>	<u>(483,600)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	<u>(1,152,916)</u>	<u>5,300</u>	<u>(1,147,616)</u>	<u>(382,949)</u>	<u>2,131,803</u>
Fund Balance, July 1	<u>4,596,683</u>	<u>-</u>	<u>4,596,683</u>	<u>4,596,683</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 3,443,767</u>	<u>\$ 5,300</u>	<u>\$ 3,449,067</u>	<u>\$ 4,213,734</u>	<u>\$ 2,131,803</u>
Recapitulation:					
Restricted Fund Balance:					
Capital reserve				\$ 2,612,036	
Maintenance reserve				200,000	
Unemployment compensation				52,673	
Excess surplus - Designated for subsequent year's expenditures				651,919	
Excess surplus - Current year				362,365	
Assigned Fund Balance:					
Year-end encumbrances				9,116	
Designated for subsequent year's expenditures				34,494	
Unassigned Fund Balance				<u>291,131</u>	
Reconciliation to governmental funds statements (GAAP)					
Fund balance per governmental funds (Budgetary)				4,213,734	
Last state aid payment not recognized on GAAP basis				(14,979)	
Fund balance per governmental funds (GAAP) - B-1				<u>4,198,755</u>	
Restricted fund balances				3,922,603	
Unrestricted fund balances				276,152	
Fund balance per governmental funds (GAAP) - B-1				<u>\$ 4,198,755</u>	

SEA GIRT SCHOOL DISTRICT
Budgetary Comparison Schedule
Special Revenue Fund
For the 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>
REVENUES					
Local sources	\$ 11,858	\$ 18,142	\$ 30,000	\$ 72,564	\$ 42,564
State sources	-	-	-	-	-
Federal sources	-	103,174	103,174	83,948	(19,226)
Total Revenues	<u>11,858</u>	<u>121,316</u>	<u>133,174</u>	<u>156,512</u>	<u>23,338</u>
EXPENDITURES					
Instruction:					
Salaries of teachers	-	22,447	22,447	22,447	-
Other salaries/instruction	-	-	-	-	-
Purchased professional services	29,750	(29,750)	-	-	-
Other purchased professional services	-	43,828	43,828	43,828	-
General supplies	-	6,764	6,764	5,791	973
Tuition	-	-	-	-	-
Textbooks	-	-	-	-	-
Miscellaneous expenses	-	93	93	93	-
Total instruction	<u>29,750</u>	<u>43,382</u>	<u>73,132</u>	<u>72,159</u>	<u>973</u>
Support services:					
Salaries - Support	-	-	-	-	-
Personal services	-	-	-	-	-
Purchased professional services	2,135	9,002	11,137	11,106	31
Other purchased professional services	-	-	-	-	-
Purchased technical services	-	-	-	-	-
Employee benefits	-	-	-	-	-
Travel	-	-	-	-	-
General supplies	-	684	684	683	1
Student activities	-	-	-	48,863	(48,863) Note 1
Miscellaneous expenditures	-	-	-	-	-
Total support services	<u>2,135</u>	<u>9,686</u>	<u>11,821</u>	<u>60,652</u>	<u>(48,831)</u>
Facilities acquisition and const. serv.:					
Instructional equipment	11,858	7,074	18,932	18,932	-
Total facilities acquisition and const. serv.	<u>11,858</u>	<u>7,074</u>	<u>18,932</u>	<u>18,932</u>	<u>-</u>
Total expenditures	<u>43,743</u>	<u>60,142</u>	<u>103,885</u>	<u>151,743</u>	<u>(47,858)</u>
Total outflows	<u>43,743</u>	<u>60,142</u>	<u>103,885</u>	<u>151,743</u>	<u>(47,858)</u>
Excess (deficiency) of revenues Over (under) expenditures	<u>\$ (31,885)</u>	<u>\$ 61,174</u>	<u>\$ 29,289</u>	<u>\$ 4,769</u>	<u>\$ (24,520)</u>
Fund Balance, July 1				<u>37,603</u>	
Fund Balance, June 30				<u>\$ 42,372</u>	
Recapitulation:					
Restricted:					
Student Activities				\$ 42,372	
Total Fund Balance				<u>\$ 42,372</u>	

Note 1 - Not required to budget for these funds.

SEA GIRT SCHOOL DISTRICT
Required Supplementary Information
Budget-to-GAAP Reconciliation
Note to Required Supplementary Information
For the 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	[C-1]	\$ 6,848,866	[C-2]	\$ 156,512
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		-		-
TPAF pension payments completely funded by the State of New Jersey are not included on the GAAP statements.		(747,787)		-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year		14,159		-
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes		(14,979)		-
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	[B-2]	<u>\$ 6,100,259</u>	[B-2]	<u>\$ 156,512</u>
Uses/outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	\$ 7,231,815	[C-2]	\$ 151,743
Differences - budget to GAAP				
TPAF pension payments completely funded by the State of New Jersey are not included on the GAAP statements.		(747,787)		-
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.		-		-
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	[B-2]	<u>\$ 6,484,028</u>	[B-2]	<u>\$ 151,743</u>

REQUIRED SUPPLEMENTARY INFORMATION - PART III

SEA GIRT SCHOOL DISTRICT
Required Supplementary Information
Schedule of the District's Proportionate Share of the Net Pension Liability-PERS
For the Year Ended June 30, 2025

Last 10 Fiscal Years*

	<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>
District's proportion of the net pension liability	0.0034715477%	0.0039267853%	0.0028697318%	0.0030405853%	0.0026340965%	0.0026038678%	0.0026418386%	0.0025756355%	0.0025421105%	0.0176365949%
District's proportionate share of the net pension liability	\$ 814,178	\$ 1,163,001	\$ 668,028	\$ 598,676	\$ 474,624	\$ 424,623	\$ 312,965	\$ 388,699	\$ 368,209	\$ 411,979
District's covered-employee payroll	\$ -	\$ 233,589	\$ 184,703	\$ 187,187	\$ 188,427	\$ 193,606	\$ 189,481	\$ 192,988	\$ 213,151	\$ 241,752
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	N/A	497.88%	361.68%	319.83%	251.89%	219.32%	165.17%	201.41%	172.75%	170.41%
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%

The amounts presented were determined as of the fiscal year-end that occurred one year before the District's fiscal year end.

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

SEA GIRT SCHOOL DISTRICT
Required Supplementary Information
Schedule of District Contributions-PERS
For the Year Ended June 30, 2025

Last 10 Fiscal Years*

	<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>
Contractually required contributions	\$ 29,846	\$ 35,427	\$ 26,866	\$ 30,578	\$ 25,822	\$ 28,485	\$ 30,939	\$ 32,480	\$ 33,976	\$ 41,256
Contributions in relation to the contractually required contribution	<u>29,846</u>	<u>35,427</u>	<u>25,977</u>	<u>30,578</u>	<u>12,000</u>	<u>38,293</u>	<u>36,081</u>	<u>32,480</u>	<u>35,148</u>	<u>48,272</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 889</u>	<u>\$ -</u>	<u>\$ 13,822</u>	<u>\$ (9,808)</u>	<u>\$ (5,142)</u>	<u>\$ -</u>	<u>\$ (1,172)</u>	<u>\$ (7,016)</u>
District's covered-employee payroll	\$ 233,589	\$ 184,703	\$ 187,187	\$ 188,427	\$ 193,606	\$ 189,481	\$ 192,988	\$ 213,151	\$ 241,752	\$ 242,630
Contributions as a percentage of covered-employee payroll	12.78%	19.18%	14.55%	16.23%	13.34%	15.03%	16.03%	15.24%	14.05%	17.00%

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

SEA GIRT SCHOOL DISTRICT
Required Supplementary Information
Schedule of the District's Proportionate Share of the Net Pension Liability-TPAF
For the Year Ended June 30, 2025

Last 10 Fiscal Years*

	<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>
State's proportion of the net pension liability associated with the District	0.0143399466%	0.0147099986%	0.0148587264%	0.0144563599%	0.0125776088%	0.0135910944%	0.0150788766%	0.0151781144%	0.0171230699%	0.0176365949%
State's proportionate share of the net pension liability associated with the District	\$ 9,063,459	\$ 11,571,821	\$ 10,018,289	\$ 9,196,826	\$ 7,718,997	\$ 8,949,572	\$ 7,249,198	\$ 7,381,059	\$ 8,738,360	\$ 8,716,906
District's covered-employee payroll	\$ 1,875,503	\$ 1,409,893	\$ 1,390,618	\$ 1,627,201	\$ 1,575,427	\$ 1,895,981	\$ 2,095,323	\$ 2,137,231	\$ 2,401,687	\$ 2,415,553
Proportionate share of the net pension liability as a percentage of District's covered-employee payroll	483.25%	820.76%	720.42%	565.19%	489.96%	472.03%	345.97%	345.36%	363.84%	360.87%
Plan fiduciary net position as a percentage of the total pension liability	27.81%	22.33%	25.41%	26.49%	26.95%	24.60%	35.52%	32.29%	34.68%	37.99%

The District has a special funding situation and is not required to make any payments for this liability therefore it is not recorded on the ACFR.

The amounts presented were determined as of the fiscal year-end that occurred one year before the District's fiscal year end.

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

SEA GIRT SCHOOL DISTRICT
Required Supplementary Information
Schedule of Changes in the Total OPEB Liability and Related Ratios
For the Year Ended June 30, 2025
(Unaudited)

Last 10 Fiscal Years*

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
State's proportion of the OPEB liability associated with the District								
Service cost	\$ 322,579	\$ 267,826	\$ 221,647	\$ 212,131	\$ 433,913	\$ 379,802	\$ 305,306	\$ 327,101
Interest cost	268,090	309,694	268,804	211,014	227,779	203,134	289,132	306,345
Changes of benefit terms	-	-	-	-	(9,346)	-	-	-
Differences between expected and actual experiences	-	(1,278,890)	(1,317,941)	1,569,108	(1,162,595)	552,537	16,547	(6,949)
Changes in assumptions	(1,109,633)	(781,615)	87,909	1,727,257	8,663	(2,056,240)	151,471	696,243
Member contributions	7,224	6,295	5,365	4,990	5,823	6,455	7,409	8,011
Gross benefit payments	<u>(196,183)</u>	<u>(182,128)</u>	<u>(180,988)</u>	<u>(164,618)</u>	<u>(179,426)</u>	<u>(201,211)</u>	<u>(225,383)</u>	<u>(233,960)</u>
Net change in total OPEB liability	(707,923)	(1,658,818)	(915,204)	3,559,882	(675,189)	(1,115,523)	544,482	1,096,791
Total State's OPEB liability - beginning	<u>9,177,904</u>	<u>8,469,981</u>	<u>6,811,163</u>	<u>5,895,959</u>	<u>9,455,841</u>	<u>8,780,652</u>	<u>7,665,129</u>	<u>8,209,611</u>
Total State's OPEB liability - ending	<u>\$ 8,469,981</u>	<u>\$ 6,811,163</u>	<u>\$ 5,895,959</u>	<u>\$ 9,455,841</u>	<u>\$ 8,780,652</u>	<u>\$ 7,665,129</u>	<u>\$ 8,209,611</u>	<u>\$ 9,306,402</u>
District's covered employee payroll	<u>\$ 2,342,002</u>	<u>\$ 2,441,082</u>	<u>\$ 2,507,913</u>	<u>\$ 2,715,056</u>	<u>\$ 2,774,424</u>	<u>\$ 2,897,752</u>	<u>\$ 3,058,258</u>	<u>\$ 3,112,919</u>
Total State's OPEB liability as a percentage of covered employee payroll	362%	279%	235%	348%	316%	265%	268%	299%

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

Sea Girt School District

Notes to Required Supplementary Information - Part III

For the Year Ended June 30, 2025

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None .

Changes in Assumptions - The discount rate changed from 7.00% as of June 30, 2023, to 7.00% as of June 30, 2024.

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None .

Changes in Assumptions - The discount rate changed from 7.00% as of June 30, 2023, to 7.00% as of June 30, 2024.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None .

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

OTHER SUPPLEMENTARY INFORMATION

D. School Based Budget Schedules
Not Applicable

E. Special Revenue Fund

SEA GIRT SCHOOL DISTRICT
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
Special Revenue Fund
For the Year Ended June 30, 2025

	Safety Grant 24/25	Sea Girt Boosters 24/25	ARP ESSER AL 24/25	ARP ESSER MH 24/25	ARP ESSER SL 24/25	ARP ESSER BSD 24/25
Revenues:						
Local sources	\$ 7,074	\$ 11,858	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-	-
Federal sources	-	-	840	4,789	8	1,605
Total revenues	<u>7,074</u>	<u>11,858</u>	<u>840</u>	<u>4,789</u>	<u>8</u>	<u>1,605</u>
Expenditures:						
Instruction:						
Salaries of teachers	-	-	-	4,777	-	607
Other salaries/instruction	-	-	-	-	-	-
Purchased professional services	-	-	-	-	-	-
Other purchased professional services	-	-	-	-	-	-
General supplies	-	-	-	12	8	905
Tuition	-	-	-	-	-	-
Textbooks	-	-	-	-	-	-
Miscellaneous expenses	-	-	-	-	-	93
Total instruction	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,789</u>	<u>8</u>	<u>1,605</u>
Support services:						
Salaries - Support	-	-	-	-	-	-
Personal services	-	-	-	-	-	-
Purchased professional services	-	-	157	-	-	-
Other purchased professional services	-	-	-	-	-	-
Purchased technical services	-	-	-	-	-	-
Employee benefits	-	-	-	-	-	-
Travel	-	-	-	-	-	-
General supplies	-	-	683	-	-	-
Student activities	-	-	-	-	-	-
Miscellaneous expenses	-	-	-	-	-	-
Total other support services - students - special	<u>-</u>	<u>-</u>	<u>840</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total support services	<u>-</u>	<u>-</u>	<u>840</u>	<u>-</u>	<u>-</u>	<u>-</u>
Equipment:						
Regular programs instruction	7,074	11,858	-	-	-	-
Non-instructional equipment	-	-	-	-	-	-
Total equipment	<u>7,074</u>	<u>11,858</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 7,074</u>	<u>\$ 11,858</u>	<u>\$ 840</u>	<u>\$ 4,789</u>	<u>\$ 8</u>	<u>\$ 1,605</u>
Excess (deficiency) of revenues Over (under) expenditures			-	-	-	-
Fund Balance, July 1			-	-	-	-
Fund Balance, June 30			<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SEA GIRT SCHOOL DISTRICT
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
Special Revenue Fund
For the Year Ended June 30, 2025

	IDEA Preschool 24/25	IDEA Basic 24/25	Title IIA 24/25	ARP CR Non-Title I 24/25	Student Activity 24/25	TOTAL
Revenues:						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 53,632	\$ 72,564
State sources	-	-	-	-	-	-
Federal sources	6,638	43,828	4,311	21,929	-	83,948
Total revenues	<u>6,638</u>	<u>43,828</u>	<u>4,311</u>	<u>21,929</u>	<u>53,632</u>	<u>137,580</u>
Expenditures:						
Instruction:						
Salaries of teachers	-	-	-	17,063	-	22,447
Other salaries/instruction	-	-	-	-	-	-
Purchased professional services	-	-	-	-	-	-
Other purchased professional services	-	43,828	-	-	-	43,828
General supplies	-	-	-	4,866	-	5,791
Tuition	-	-	-	-	-	-
Textbooks	-	-	-	-	-	-
Miscellaneous expenses	-	-	-	-	-	93
Total instruction	<u>-</u>	<u>43,828</u>	<u>-</u>	<u>21,929</u>	<u>-</u>	<u>72,159</u>
Support services:						
Salaries - Support	-	-	-	-	-	-
Personal services	-	-	-	-	-	-
Purchased professional services	6,638	-	4,311	-	-	11,106
Other purchased professional services	-	-	-	-	-	-
Purchased technical services	-	-	-	-	-	-
Employee benefits	-	-	-	-	-	-
Travel	-	-	-	-	-	-
General supplies	-	-	-	-	-	683
Student activities	-	-	-	-	48,863	-
Miscellaneous expenses	-	-	-	-	-	-
Total other support services - students - special	<u>6,638</u>	<u>-</u>	<u>4,311</u>	<u>-</u>	<u>48,863</u>	<u>11,789</u>
Total support services	<u>6,638</u>	<u>-</u>	<u>4,311</u>	<u>-</u>	<u>48,863</u>	<u>11,789</u>
Equipment:						
Regular programs instruction	-	-	-	-	-	18,932
Non-instructional equipment	-	-	-	-	-	-
Total equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,932</u>
Total expenditures	<u>\$ 6,638</u>	<u>\$ 43,828</u>	<u>\$ 4,311</u>	<u>\$ 21,929</u>	<u>\$ 48,863</u>	<u>\$ 132,811</u>
Excess (deficiency) of revenues						
Over (under) expenditures		-	-	-	4,769	4,769
Fund Balance, July 1		-	-	-	37,603	37,603
Fund Balance, June 30		<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 42,372</u>	<u>\$ 42,372</u>

F. Capital Projects Fund

Sea Girt School District
Capital Projects Fund
Summary Schedule of Project Expenditures
For the Year Ended June 30, 2025

Project Title/Issue	Approval Date	Revised Budgetary Appropriations	GAAP Expenditures to Date		Unexpended Appropriations June 30, 2025
			Prior Years	Current Year	
HVAC System Upgrades	1/4/2024	\$ 483,600	\$ -	\$ 255,276	\$ 228,324
Totals		\$ 483,600	\$ -	\$ 255,276	\$ 228,324

Sea Girt School District
Capital Projects Fund
Summary Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budgetary Basis
For the Year Ended June 30, 2025

Revenues and Other Financing Sources

Federal Sources - Grants	\$ -
Bond proceeds and transfers	-
Contribution from private source	-
Transfer from capital reserve	483,600
Transfer from capital outlay	-
Total revenues	<u>483,600</u>

Expenditures and Other Financing Uses

Purchased professional and technical services	6,917
Other objects	-
Construction services	248,359
Total expenditures	<u>255,276</u>

Excess of revenues over expenditures 228,324

Fund balance - beginning -

Fund balance - ending \$ 228,324

Reconciliation to Governmental Funds Statements (GAAP):

Fund Balance as of June 30, 2024	\$ 228,324
Unexpended Purchase Agreement Proceeds	<u>-</u>

Fund Balance per Governmental Funds (GAAP) \$ 228,324

SEA GIRT BOARD OF EDUCATION
Capital Projects Fund
Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budgetary Basis
Chiller Replacement
From Inception and For the Year Ended June 30, 2025

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
Federal Sources - Grant	\$ -	\$ -	\$ -	\$ 193,440
Bond proceeds and transfers	-	-	-	-
Contribution from private sources	-	-	-	-
Transfer from capital reserve	-	483,600	483,600	290,160
Transfer from capital outlay	-	-	-	-
Total revenues	-	483,600	483,600	483,600
Expenditures and Other Financing Uses				
Purchased prof. and tech. services	-	6,917	6,917	40,680
Other objects	-	-	-	-
Construction services	-	248,359	248,359	442,920
Total expenditures	-	255,276	255,276	483,600
Excess (deficiency) or revenues over (under) expenditures	\$ -	228,324	\$ 228,324	\$ -
Additional project information:				
DOE Project Number	4690-050-23-R501			
SDA Project Number	4690-050-23-G5SF			
Grant Date	1/4/2024			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 483,600			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 483,600			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	52.79%			
Original target completion date				
Revised target completion date				

G. Proprietary Funds
See B-4 through B-6

H. Fiduciary Funds
Not Applicable

I. Long-Term Debt
Not Applicable

STATISTICAL SECTION

**Sea Girt Board of Education
Statistical Section**

<u>Contents</u>	<u>Page</u>
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.	98-102
Revenue Capacity These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	103-106
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.	107-110
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.	111-112
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	113-117

***Sources:** Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports (ACFR) for the relevant year.*

SEA GIRT SCHOOL DISTRICT
Net Position by Component
Last Ten Fiscal Years
UNAUDITED
(accrual basis of accounting)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental activities										
Net capital assets	\$ 3,116,252	\$ 3,001,013	\$ 3,032,998	\$ 3,107,996	\$ 4,057,681	\$ 3,910,564	\$ 4,164,166	\$ 4,050,935	\$ 3,946,350	\$ 4,024,697
Restricted	1,711,585	2,343,610	2,941,786	3,460,483	3,007,613	3,537,031	3,773,502	3,899,493	4,229,634	4,149,689
Unrestricted	(648,488)	(656,677)	(612,057)	(598,327)	(340,161)	(276,646)	(254,037)	(25,598)	(136,386)	(160,985)
Total governmental activities net position	<u>\$ 4,179,349</u>	<u>\$ 4,687,946</u>	<u>\$ 5,362,727</u>	<u>\$ 5,970,152</u>	<u>\$ 6,725,133</u>	<u>\$ 7,170,949</u>	<u>\$ 7,683,631</u>	<u>\$ 7,924,830</u>	<u>\$ 8,039,598</u>	<u>\$ 8,013,401</u>
Business-type activities										
Net capital assets	\$ 993,334	\$ 966,155	\$ 926,956	\$ 888,907	\$ 850,998	\$ 856,861	\$ 828,290	\$ 803,477	\$ 782,566	\$ 754,036
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	544,004	616,493	706,984	714,005	712,020	698,663	723,056	728,490	780,127	798,458
Total business-type activities net position	<u>\$ 1,537,338</u>	<u>\$ 1,582,648</u>	<u>\$ 1,633,940</u>	<u>\$ 1,602,912</u>	<u>\$ 1,563,018</u>	<u>\$ 1,555,524</u>	<u>\$ 1,551,346</u>	<u>\$ 1,531,967</u>	<u>\$ 1,562,693</u>	<u>\$ 1,552,494</u>
District-wide										
Net capital assets	\$ 4,109,586	\$ 3,967,168	\$ 3,959,954	\$ 3,996,903	\$ 4,908,679	\$ 4,767,425	\$ 4,992,456	\$ 4,854,412	\$ 4,728,916	\$ 4,778,733
Restricted	1,711,585	2,343,610	2,941,786	3,460,483	3,007,613	3,537,031	3,773,502	3,899,493	4,229,634	4,149,689
Unrestricted	(104,484)	(40,184)	94,927	115,678	371,859	422,017	469,019	702,892	643,741	637,473
Total district net position	<u>\$ 5,716,687</u>	<u>\$ 6,270,594</u>	<u>\$ 6,996,667</u>	<u>\$ 7,573,064</u>	<u>\$ 8,288,151</u>	<u>\$ 8,726,473</u>	<u>\$ 9,234,977</u>	<u>\$ 9,456,797</u>	<u>\$ 9,602,291</u>	<u>\$ 9,565,895</u>

Source: ACFR Schedule A-1 and District records.

SEA GIRT SCHOOL DISTRICT
Changes in Net Position
Last Ten Fiscal Years
UNAUDITED
(accrual basis of accounting)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses										
Governmental activities										
Instruction										
Regular	\$ 1,363,674	\$ 1,278,279	\$ 1,255,802	\$ 1,265,531	\$ 1,274,043	\$ 1,421,496	\$ 1,529,622	\$ 1,591,926	\$ 1,684,108	\$ 1,636,670
Special education	251,642	244,471	242,475	295,425	312,295	416,855	452,438	421,040	471,917	505,962
Other special education	136,720	76,327	127,133	139,240	130,347	83,195	117,580	139,074	133,150	121,142
Support Services:										
Instruction	830,911	772,404	748,673	768,325	620,114	492,625	657,542	968,418	982,814	1,010,491
Attendance and social work	600	30,883	34,169	24,277	25,881	21,194	22,236	26,687	23,601	26,096
Health services	62,908	51,477	65,735	58,042	60,433	109,894	76,667	79,649	76,698	84,431
Improvement of instr. services	97,488	83,915	56,719	75,813	84,183	67,295	72,053	73,936	78,495	107,891
Educational media services	61,902	30,667	38,790	48,745	60,447	8,694	39,243	44,704	88,871	107,682
Instruction staff training	11,774	4,038	13,745	16,276	9,070	10,790	2,797	16,355	21,334	12,802
School Administrative services	75,321	81,175	79,535	40,524	36,168	72,255	81,189	77,217	65,345	81,515
General administration	106,870	139,387	120,340	76,824	98,934	170,584	135,301	135,112	131,978	137,411
Central Services	67,360	79,675	58,524	72,835	80,960	74,531	84,326	65,673	78,994	93,502
Plant operations and maintenance	429,801	474,178	400,644	487,957	576,289	950,726	665,934	659,015	640,781	739,166
Administrative information technology	3,414	3,500	2,997	3,288	3,379	6,196	9,118	9,340	10,690	-
Pupil transportation	90,316	75,919	156,297	154,068	84,296	61,459	50,033	64,737	54,488	59,941
Other support services	269,061	334,675	351,956	425,556	479,140	384,908	297,311	380,483	568,113	402,499
Interest on long-term debt	-	-	-	-	-	-	-	-	-	-
Allocated employee benefits	-	-	-	-	-	-	-	418,681	542,399	592,647
Unallocated employee benefits	399,590	447,205	382,805	411,171	450,677	440,002	441,220	134,310	158,128	169,171
Total governmental activities expenses	4,259,352	4,208,175	4,136,339	4,363,897	4,386,656	4,792,699	4,734,610	5,306,357	5,811,904	5,889,019
Business-type activities:										
Enterprise fund	(54,976)	(45,151)	(51,133)	31,188	46,513	17,937	4,337	19,539	(30,565)	10,291
Total business-type activities expense	(54,976)	(45,151)	(51,133)	31,188	46,513	17,937	4,337	19,539	(30,565)	10,291
Total district expenses	\$ 4,204,376	\$ 4,163,024	\$ 4,085,206	\$ 4,395,085	\$ 4,433,169	\$ 4,810,636	\$ 4,738,947	\$ 5,325,896	\$ 5,781,339	\$ 5,899,310
Net (Expense)/Revenue										
Governmental activities	(4,259,352)	(4,208,175)	(4,136,339)	(4,363,897)	(4,386,656)	(4,792,699)	(4,734,610)	(5,306,357)	(5,811,904)	(5,889,019)
Business-type activities	54,976	45,151	51,133	(31,188)	(46,513)	(17,937)	(4,337)	(19,539)	30,565	(10,291)
Total district-wide net expense	\$ (4,204,376)	\$ (4,163,024)	\$ (4,085,206)	\$ (4,395,085)	\$ (4,433,169)	\$ (4,810,636)	\$ (4,738,947)	\$ (5,325,896)	\$ (5,781,339)	\$ (5,899,310)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 4,338,065	\$ 4,424,826	\$ 4,513,322	\$ 4,603,588	\$ 4,666,328	\$ 4,759,655	\$ 4,759,655	\$ 4,845,037	\$ 4,941,938	\$ 5,040,776
Taxes levied for debt service	-	-	-	-	-	-	-	-	-	-
Unrestricted grants and contributions	104,878	172,299	213,947	209,996	273,842	308,343	328,215	449,551	412,808	281,998
State aid - restricted	66,520	-	-	-	-	-	-	-	-	-
Tuition Received	-	-	-	-	-	-	-	-	-	-
Investment earnings	224	897	2,651	11,414	17,131	550	1,777	40,650	95,691	73,342
Interest - restricted	-	-	-	-	-	16	52	1,192	1,774	1,633
Miscellaneous income	74,258	118,750	81,200	146,324	190,795	102,834	157,593	211,126	474,461	465,073
Transfers	-	-	-	-	-	-	-	-	-	-
Total governmental activities	4,583,945	4,716,772	4,811,120	4,971,322	5,148,096	5,171,398	5,247,292	5,547,556	5,926,672	5,862,822
Business-type activities:										
Investment earnings	159	159	159	160	160	160	159	160	161	92
Miscellaneous income	-	-	-	-	-	10,283	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	-
Total business-type activities	159	159	159	160	160	10,443	159	160	161	92
Total district-wide	\$ 4,584,104	\$ 4,716,931	\$ 4,811,279	\$ 4,971,482	\$ 5,148,256	\$ 5,181,841	\$ 5,247,451	\$ 5,547,716	\$ 5,926,833	\$ 5,862,914
Change in Net Position										
Governmental activities	324,593	508,597	674,781	607,425	761,440	378,699	512,682	241,199	114,768	(26,197)
Business-type activities	55,135	45,310	51,292	(31,028)	(46,353)	(7,494)	(4,178)	(19,379)	30,726	(10,199)
Total district	\$ 379,728	\$ 553,907	\$ 726,073	\$ 576,397	\$ 715,087	\$ 371,205	\$ 508,504	\$ 221,820	\$ 145,494	\$ (36,396)

Source: ACFR Schedule A-2 and District records.

SEA GIRT SCHOOL DISTRICT
Fund Balances, Governmental Funds
Last Ten Fiscal Years
UNAUDITED
(modified accrual basis of accounting)

	2016	2017	2018	2019	Fiscal Year Ending June 30,		2022	2023	2024	2025
					2020	2021				
General Fund										
Reserved	\$ 1,711,585	\$ 2,343,610	\$ 2,941,786	\$ 3,460,483	\$ 3,032,793	\$ 3,605,234	\$ 3,771,045	\$ 4,034,683	\$ 4,312,189	\$ 3,922,603
Unreserved	241,264	239,845	287,326	264,005	328,120	355,798	356,294	356,259	270,335	276,152
Total general fund	<u>\$ 1,952,849</u>	<u>\$ 2,583,455</u>	<u>\$ 3,229,112</u>	<u>\$ 3,724,488</u>	<u>\$ 3,360,913</u>	<u>\$ 3,961,032</u>	<u>\$ 4,127,339</u>	<u>\$ 4,390,942</u>	<u>\$ 4,582,524</u>	<u>\$ 4,198,755</u>
All Other Governmental Funds										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 22,757	\$ 46,198	\$ 37,369	\$ 37,603	\$ 42,372
Unreserved, reported in:										
Special revenue fund	-	-	-	-	-	-	-	-	-	-
Capital projects fund	-	-	-	-	-	-	-	-	-	228,324
Debt service fund	-	-	-	-	-	-	-	-	-	-
Permanent fund	-	-	-	-	-	-	-	-	-	-
Total all other governmental funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,757</u>	<u>\$ 46,198</u>	<u>\$ 37,369</u>	<u>\$ 37,603</u>	<u>\$ 270,696</u>

Source: ACFR Schedule B-1 and District records.

SEA GIRT SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
UNAUDITED
(modified accrual basis of accounting)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues										
Tax levy	\$ 4,338,065	\$ 4,424,826	\$ 4,513,322	\$ 4,603,588	\$ 4,666,328	\$ 4,759,655	\$ 4,759,655	\$ 4,845,037	\$ 4,941,938	\$ 5,040,776
Tuition charges	57,130	77,529	73,900	134,442	151,309	97,236	138,240	188,024	311,896	384,654
Interest earnings	224	897	2,651	11,414	17,131	566	1,829	41,842	97,465	74,975
Miscellaneous	17,128	41,221	7,300	11,882	33,027	56,497	72,839	89,234	162,565	80,419
State sources	354,438	360,134	406,391	388,017	448,795	530,181	577,797	618,759	567,562	591,999
Federal sources	66,520	63,459	53,648	56,306	52,555	57,560	55,973	172,681	229,032	83,948
Total revenue	4,833,505	4,968,066	5,057,212	5,205,649	5,369,145	5,501,695	5,606,333	5,955,577	6,310,458	6,256,771
Expenditures										
Instruction										
Regular Instruction	1,363,674	1,278,279	1,255,802	1,265,531	1,274,043	1,472,395	1,529,622	1,591,926	1,684,108	1,636,670
Special education instruction	251,642	244,471	242,475	295,425	312,295	416,855	452,438	421,040	471,917	505,962
Other special instruction	136,720	76,327	127,133	139,240	130,347	83,195	117,580	139,074	133,150	121,142
Support Services:										
Tuition	830,911	772,404	748,673	768,325	620,114	492,625	657,542	968,418	982,814	1,010,491
Student & inst. related services	234,672	200,980	209,158	223,153	240,014	217,867	212,996	241,331	288,999	338,902
General administration	106,870	139,387	120,340	76,824	98,934	170,584	135,301	135,112	131,978	137,411
School administrative services	75,321	81,175	79,535	40,524	36,168	72,255	81,189	77,217	65,345	81,515
Central services	67,350	79,675	58,524	72,835	80,960	74,531	84,326	65,673	78,994	93,502
Admin. information technology	3,414	3,500	2,997	3,288	3,379	6,196	9,118	9,340	10,690	-
Plant operations and maintenance	321,601	345,647	410,911	478,966	398,025	444,083	513,998	432,950	515,624	482,832
Pupil transportation	90,316	75,919	156,297	154,068	84,296	61,459	50,033	64,737	54,488	59,941
Other Support Services	269,061	334,675	351,956	425,556	479,140	384,908	350,797	446,615	568,113	402,499
Employee benefits	665,031	691,729	626,036	682,549	724,825	811,688	816,107	994,536	1,111,850	1,201,899
Special Schools	-	-	-	-	-	-	-	-	-	-
Debt service:										
Principal	-	-	-	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-	-	-	-
Capital outlay	36,937	13,292	21,718	83,989	1,127,949	359,526	405,538	112,834	20,572	334,681
Total expenditures	4,453,520	4,337,460	4,411,555	4,710,273	5,610,489	5,068,167	5,416,585	5,700,803	6,118,642	6,407,447
Excess (Deficiency) of revenues over (under) expenditures	379,975	630,606	645,657	495,376	(241,344)	433,528	189,748	254,774	191,816	(150,676)
Other Financing sources (uses)										
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Net change in fund balances	\$ 379,975	\$ 630,606	\$ 645,657	\$ 495,376	\$ (241,344)	\$ 433,528	\$ 189,748	\$ 254,774	\$ 191,816	\$ (150,676)
Debt service as a percentage of noncapital expenditures	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Source: ACFR Schedule B-2 and District records.

SEA GIRT SCHOOL DISTRICT
General Fund - Other Local Revenue by Source
Last Ten Fiscal Years
UNAUDITED
(modified accrual basis of accounting)

	<u>Sale of Capital Assets</u>	<u>Donations</u>	<u>Rentals</u>	<u>Prior Year Refunds</u>	<u>Sale and Leaseback of Textbooks</u>	<u>Miscellaneous</u>	<u>Annual Totals</u>
Fiscal Year Ending June 30,							
2016	-	-	-	-	-	17,128	17,128
2017	-	-	-	-	-	41,221	41,221
2018	-	-	-	-	-	7,300	7,300
2019	-	-	-	-	-	11,882	11,882
2020	-	-	-	-	-	33,027	33,027
2021	-	-	-	-	-	3,157	3,157
2022	-	-	-	-	-	16,617	16,617
2023	-	-	-	-	-	23,102	23,102
2024	-	-	-	-	-	37,124	37,124
2025	-	-	-	-	-	7,855	7,855

Source: District records

SEA GIRT SCHOOL DISTRICT
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
UNAUDITED

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Less : Tax Exempt Property	Public Utilities ^a	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate ^b
2016	39,816,300	2,209,488,700	-	-	40,259,800	-	-	2,289,564,800	372,903,100	-	1,916,661,700	2,295,763,361	0.193
2017	67,150,100	2,269,408,000	-	-	39,491,400	-	-	2,376,049,500	376,817,100	-	1,999,232,400	2,294,413,051	0.190
2018	76,089,500	2,335,155,800	-	-	39,953,500	-	-	2,451,198,800	377,144,000	-	2,074,054,800	2,451,198,800	0.188
2019	66,392,100	-	-	-	-	-	-	2,472,523,900	376,342,800	-	2,096,181,100	2,589,334,892	0.189
2020	65,011,000	2,505,371,100	-	-	41,528,900	-	-	2,611,911,000	385,896,200	-	2,226,014,800	2,646,977,600	0.182
2021	58,722,000	2,546,929,800	-	-	41,325,000	-	-	2,646,976,800	386,737,700	-	2,260,239,100	2,483,675,358	0.180
2022	61,092,600	2,722,458,900	-	-	37,188,000	-	-	2,820,739,500	404,784,700	-	2,415,954,800	2,734,763,509	0.172
2023	93,094,900	3,524,922,800	-	-	51,455,900	-	-	3,669,473,600	435,635,100	-	3,233,838,500	3,105,515,248	0.135
2024	101,630,600	3,732,702,900	-	-	50,609,800	-	-	3,884,943,300	457,876,500	-	3,427,066,800	3,771,298,664	0.130
2025	95,181,400	3,952,210,900	-	-	51,212,000	-	-	4,098,604,300	470,392,600	-	3,628,211,700	3,891,169,171	0.126

Source: Municipal Tax Assessor

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 the County Board of Taxation requests Treasury to order a reassessment

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

b Tax rates are per \$100

SEA GIRT SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
UNAUDITED
(rate per \$100 of assessed value)

	Sea Girt School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	(From J-6) Total Direct School Tax Rate	Municipal	Monmouth County	
Fiscal Year Ended June 30,						
2016	0.193	0.193	0.193	0.220	0.296	0.709
2017	0.190	0.190	0.190	0.212	0.279	0.681
2018	0.188	0.188	0.188	0.204	0.285	0.677
2019	0.189	0.189	0.189	0.202	0.297	0.688
2020	0.182	0.182	0.182	0.191	0.291	0.664
2021	0.182	-	0.180	0.215	0.241	0.636
2022	-	-	0.172	0.217	0.236	0.625
2023	-	-	0.135	0.176	0.190	0.501
2024	-	-	0.130	0.175	0.210	0.515
2025	-	-	0.126	0.172	0.201	0.499

Source: Municipal Tax Collector

R = Reevaluation

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.

SEA GIRT SCHOOL DISTRICT
Principal Property Taxpayers
Current Year and Nine Years Ago
UNAUDITED

	2025			2016		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Taxpayer 1	\$ -		0.00%	-		0.00%
Taxpayer 2	-		0.00%	-		0.00%
Taxpayer 3	-		0.00%	-		0.00%
Taxpayer 4	-		0.00%	-		0.00%
Taxpayer 5	-		0.00%	-		0.00%
Taxpayer 6	-		0.00%	-		0.00%
Taxpayer 7	-		0.00%	-		0.00%
Taxpayer 8	-		0.00%	-		0.00%
Taxpayer 9	-		0.00%	-		0.00%
Taxpayer 10	-		0.00%	-		0.00%
Total	<u>\$ -</u>		<u>0.00%</u>	<u>\$ -</u>		<u>0.00%</u>

Source: Municipal Tax Assessor

SEA GIRT SCHOOL DISTRICT
Property Tax Levies and Collections
Last Ten Fiscal Years
UNAUDITED

Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2016	16,322,079	16,143,372	98.90%	-
2017	16,356,455	16,190,884	98.91%	-
2018	16,775,476	16,626,566	99.11%	-
2019	17,341,858	17,111,211	98.67%	-
2020	16,814,675	16,705,380	99.35%	-
2021	17,009,413	16,861,787	99.13%	-
2022	-	-	0.00%	-
2023	18,359,405	-	0.00%	-
2024	19,979,756	-	0.00%	-
2025	5,040,776	5,040,776	100.00%	-

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

SEA GIRT SCHOOL DISTRICT
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
UNAUDITED

Year Ended June 30,	Governmental Activities				Business- Type Activities	Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds ^b	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases			
2016	-	-	-	-	-	-	-	-
2017	-	-	-	-	-	-	-	-
2018	-	-	-	-	-	-	-	-
2019	-	-	-	-	-	-	-	-
2020	-	-	-	-	-	-	-	-
2021	-	-	-	-	-	-	-	-
2022	-	-	-	-	-	-	-	-
2023	-	-	-	-	-	-	-	-
2024	-	-	-	-	-	-	-	-
2025	-	-	-	-	-	-	-	-

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

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

b Includes Early Retirement Incentive Plan (ERIP) refunding

SEA GIRT SCHOOL DISTRICT
Ratios of 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	-	-	-	-	-
2017	-	-	-	-	-
2018	-	-	-	-	-
2019	-	-	-	-	-
2020	-	-	-	-	-
2021	-	-	-	-	-
2022	-	-	-	-	-
2023	-	-	-	-	-
2024	-	-	-	-	-
2025	-	-	-	-	-

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

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

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

| Deductions are allowable for resources that are restricted to repaying the principal of debt outstanding.

SEA GIRT SCHOOL DISTRICT
Direct and Overlapping Governmental Activities Debt
As of June 30, 2025
UNAUDITED

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Sea Girt Borough's Share (100%)	\$ -	0.000%	\$ -
County of Monmouth - Borough's Share (1.62%)	N/A	0.000%	
Other debt			-
Subtotal, overlapping debt			-
Sea Girt School District Direct Debt			
Total direct and overlapping debt			\$ -

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

SEA GIRT SCHOOL DISTRICT
Legal Debt Margin Information
Last Ten Fiscal Years
UNAUDITED

Equalized valuation basis	
2025	3,891,169,171
2024	3,771,298,664
2023	3,105,515,248
[A]	<u>10,767,983,083</u>

Average equalized valuation of taxable property	[A/3]	\$ 3,589,327,694
Debt limit (4 % of average equalization value)	[B]	143,573,108
Total Net Debt Applicable to Limit	[C]	-
	[B-C]	<u>\$ 143,573,108</u>

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Debt limit	\$ 87,627,905	\$ 57,017,727	\$ 57,017,727	\$ 91,542,192	\$ 57,017,727	\$ 98,246,151	\$ 105,679,961	\$ 110,986,055	\$ 77,870,383	\$ 143,573,108
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	<u>\$ 87,627,905</u>	<u>\$ 57,017,727</u>	<u>\$ 57,017,727</u>	<u>\$ 91,542,192</u>	<u>\$ 57,017,727</u>	<u>\$ 98,246,151</u>	<u>\$ 105,679,961</u>	<u>\$ 110,986,055</u>	<u>\$ 77,870,383</u>	<u>\$ 143,573,108</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

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

SEA GIRT SCHOOL DISTRICT
Demographic and Economic Statistics
Last Ten Fiscal Years
UNAUDITED

Year	Population ^a	Personal Income ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2016	1,805	120,481,945	66,749	0.0%
2017	1,785	123,896,850	69,410	3.0%
2018	1,762	128,402,226	72,873	0.0%
2019	1,769	134,022,978	75,762	0.0%
2020	1,765	141,161,170	79,978	2.3%
2021	1,771	146,197,821	82,551	7.2%
2022	1,714	-	-	0.0%
2023	1,785	-	-	0.0%
2024	1,841	-	-	0.0%
2025	1,874	-	-	0.0%

Source:

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

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

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

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

SEA GIRT SCHOOL DISTRICT
Principal Employers
Current Year and Nine Years Ago
UNAUDITED

Employer	2025			2016		
	Employees	Rank [Optional]	Percentage of Total Municipal Employment	Employees	Rank [Optional]	Percentage of Total Municipal Employment
Sea Girt Borough	Information	Information	Information	Information	Information	Information
Sea Girt Board of Education	not	not	not	not	not	not
Rod's Tavern	available	available	available	available	available	available
Harrigan's						
Fratello's						
Wells Fargo						
Sitar Realty						
Ocean Pointe Associates						
Greg's Auto Care						
Dr. John Little						
	<u>-</u>		<u>0.00%</u>	<u>-</u>		<u>0.00%</u>

Source:

SEA GIRT 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	17.0	17.6	18.6	19.1	18.5	20.0	17.0	17.6	17.6	17.6
Special education	3.5	3.5	3.5	3.5	4.5	5.5	6.0	6.0	6.0	6.0
Support Services:										
Student & instruction related services	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
General administration	2.0	2.0	2.0	2.0	2.0	2.0	2.0	3.0	3.0	3.0
School administrative services	1.0	1.0	1.0	1.0	1.5	1.5	1.5	1.5	1.5	1.5
Other administrative services	2.0	2.5	2.5	2.5	2.0	2.0	2.0	2.0	2.0	2.0
Central services	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Administrative Information Technology	2.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Plant operations and maintenance	2.1	1.6	1.6	1.6	1.6	1.6	1.6	1.6	1.6	1.6
Total	<u>35.6</u>	<u>35.2</u>	<u>36.2</u>	<u>36.7</u>	<u>37.1</u>	<u>39.6</u>	<u>37.1</u>	<u>38.7</u>	<u>38.7</u>	<u>38.7</u>

Source: District Personnel Records

**SEA GIRT SCHOOL DISTRICT
Operating Statistics
Last Ten Fiscal Years
UNAUDITED**

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio		Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary					
2016	198	4,137,450	20,896	0.00%	20.10	7.6:1		153.7	146.9	-4.42%	95.58%
2017	185	4,022,707	21,744	0.00%	21.10	8.8:1		148.0	137.6	3.71%	92.97%
2018	184	4,111,815	22,347	0.00%	22.10	8.3:1		146.0	136.2	1.35%	93.26%
2019	177	4,626,284	26,137	0.00%	22.61	7.8:1		147.0	139.2	68.00%	94.66%
2020	154	4,482,540	29,107	11.36%	23.00	6.7:0		154.4	150.0	5.03%	97.13%
2021	150	4,708,641	31,391	10.18%	22.60	6.7:0		148.0	143.8	-4.14%	97.15%
2022	132	5,011,047	37,962	0.00%	22.00	7:00:01		133.0	126.7	-10.14%	95.26%
2023	144	6,091,792	42,304	0.00%	23.60	0:00:00		148.0	135.4	11.28%	91.49%
2024	141	6,312,157	44,767	0.00%	23.60	0:00:00		141.0	131.0	-4.73%	92.91%
2025	151	6,553,547	43,401	0.00%	23.60	0:00:00		149.5	141.1	1.01%	94.38%

Sources: District records

SEA GIRT SCHOOL DISTRICT
School Building Information
Last Ten Fiscal Years
UNAUDITED

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
District Building										
Elementary										
Sea Girt Elementary										
Square Feet	35,151	35,151	35,151	35,151	35,151	35,151	35,151	35,151	35,151	35,151
Capacity (students)	240	240	240	240	240	240	240	240	240	240
Enrollment	154	147	141	145	154	150	132	144	-	151
Other										
N/A										

Source: District Facilities Office

SEA GIRT SCHOOL DISTRICT
Schedule of Required Maintenance Expenditures by School Facility
Last Ten Fiscal Years
UNAUDITED

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

**** School Facilities**

Project # (s)	Sea Girt Elementary School	Total
2016	122,342	122,342
2017	98,129	98,129
2018	153,360	153,360
2019	193,493	193,493
2020	130,149	130,149
2021	98,394	98,394
2022	167,347	167,347
2023	148,374	148,374
2024	106,726	106,726
2025	95,719	95,719
Total School Facilities	<u>\$ 1,314,033</u>	<u>\$ 1,314,033</u>

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

Source: District records

SEA GIRT SCHOOL DISTRICT
Insurance Schedule
June 30, 2025
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
School package policy -		
Property-blanket building & contents	\$ 11,669,407	1,000
Blanket Extra expense	50,000,000	1,000
Blanket Valuable papers	10,000,000	1,000
Blanket Hardware/Software	350,000	1,000
Comprehensive General liability	11,000,000	-
Automobile	11,000,000	-
Medical coverage (per accident)	10,000	-
Flood	75,000,000	10,000
Earthquake	50,000,000	-
Terrorism	1,000,000	1,000
Boiler & Machinery:Eqp Breakdown/Business Interruption	100,000,000	1,000
Personal injury & Advertising liability	11,000,000	-
Employee benefits liability	11,000,000	1,000
Demolition/Increased Cost of Construction	25,000,000	1,000
Forgery and alteration	250,000	1,000
Money and securities	50,000	1,000
Public employee dishonesty - per employee	250,000	1,000
Student Accident	1,000,000 max benefit	-
Umbrella liability -		
Umbrella policy	11,000,000	-
School board legal liability		
Cov A - Limit of Liability	11,000,000	10,000
Cov B - Limit of Liability	\$100k ea claim/\$300 pol per	10,000
Public employee's faithful performance blanket:		
Business Administrator - NJSIG	175,000	-
Board secretary - Selective Insurance Co.	N/A	-
Treasurer - Selective Insurance Co.	175,000	-
Worker's compensation policy	3,000,000	
Bodily Injury by Accident	3,000,000	-
Bodily Injury by Disease	3,000,000	-
Source: District Records		

SINGLE AUDIT SECTION



K-1

**INDEPENDENT AUDITOR'S 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***

Honorable President and
Members of the Board of Education
Sea Girt School District
County of Monmouth
Sea Girt, New Jersey 07760

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Sea Girt School District in the County of Monmouth, State of New Jersey, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise of the Sea Girt School District basic financial statements, and have issued our report thereon dated December 1, 2025.

Report on Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the School 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 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 have not been identified.

Report on Compliance and Other Matters

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

Purpose of this Report

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

Respectfully Submitted,

Jump, Perry and Company, LLP
Toms River, New Jersey



Kathryn Perry, Partner
Licensed Public School Accountant
No. CS 20CS00226400

December 1, 2025



K-2

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

Honorable President and
Members of the Board of Education
Sea Girt School District
County of Monmouth
Sea Girt, New Jersey 07760

Report on Compliance for Each State Program
Opinion on Each Major State Program

We have audited Sea Girt School District's compliance with the types of compliance requirements identified as subject to audit in the New Jersey State Aid/Grant Compliance Supplement that could have a direct and material effect on each of Sea Girt School District's major state programs for the year ended June 30, 2025. Sea Girt School District's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Sea Girt School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the 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; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid; and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards and New Jersey 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 Sea Girt School 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 Sea Girt School District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and New Jersey 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 Sea Girt School District's, compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Sea Girt School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of Sea Girt School District's, internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

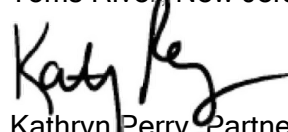
Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant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

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

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

Respectfully Submitted,

Jump, Perry and Company L.L.P.
Toms River, New Jersey



Kathryn Perry, Partner
Licensed Public School Accountant
No. CS 20CS00226400

December 1, 2025

SEA GIRT SCHOOL DISTRICT

Schedule of Expenditures of Federal Awards, Schedule A

For the Year Ended June 30, 2025

Federal Grantor/Pass-Through Grantor/ Program Title	Federal AL Number	Federal FAIN Number	Program or Award Amount	Grant Period		Balance at June 30, 2024	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	Balance at June 30, 2025		
				From	To							Accounts Receivable	Deferred Revenue	Due to Grantor
U.S. Department of Education														
Passed-through State Department of Education														
Title II, Part A	84.367	S367A240029	\$ 4,311	7/1/24	6/30/25	\$ -		\$ 4,311	\$ (4,311)	\$ -	\$ -	\$ -	\$ -	\$ -
Elementary and Secondary Education														
Cluster:														
ARP ESSER Mental Health	84.425U	S425U210027	45,000	3/13/20	9/30/24	(18,766)	-	23,555	(4,789)	-	-	-	-	-
ARP ESSER Accelerate Learning Coach	84.425U	S425U210027	50,000	3/13/20	9/30/24	(18,050)	-	18,890	(840)	-	-	-	-	-
ARP ESSER Summer Learning	84.425U	S425U210027	40,000	3/13/20	9/30/24	(28,628)	-	28,636	(8)	-	-	-	-	-
ARP ESSER Beyond the School Day	84.425U	S425U210027	40,000	3/13/20	9/30/24	(8,780)	-	10,385	(1,605)	-	-	-	-	-
ARP CR Non-Title I	84.425U	S425U210027	72,947	3/13/20	9/30/24	(21,114)	-	43,043	(21,929)	-	-	-	-	-
ESSER II - CR Learning Acceleration	84.425D	S425U210027	25,000	3/13/20	9/30/23	(9,217)	-	9,217	-	-	-	-	-	-
ESSER II - CR Mental Health	84.425D	S425U210027	45,000	3/13/20	9/30/23	-	-	-	-	-	-	-	-	-
CR Non-Title I	84.425D	S425U210027	36,474	3/13/20	9/30/23	-	-	-	-	-	-	-	-	-
Subtotal Elementary and Secondary Education Cluster						(104,555)	-	133,726	(29,171)	-	-	-	-	-
Special Education Cluster:														
I.D.E.A. Part B, Basic Regular	84.027	H027A240100	43,828	7/1/24	6/30/25	-	-	43,828	(43,828)	-	-	-	-	-
IDEA Preschool	84.173	H173A240114	6,638	7/1/24	6/30/25	-	-	6,638	(6,638)	-	-	-	-	-
Subtotal of Special Education Cluster						-	-	50,466	(50,466)	-	-	-	-	-
Total U.S. Department of Education						(104,555)	-	188,503	(83,948)	-	-	-	-	-
Total Expenditures of Federal Awards						\$ (104,555)	\$ -	\$ 188,503	\$ (83,948)	\$ -	\$ -	\$ -	\$ -	\$ -

See accompanying notes to schedules of expenditures.

SEA GIRT SCHOOL DISTRICT

Schedule of Expenditures of State Financial Assistance, Schedule B

For the Year Ended June 30, 2025

State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From To		Balance at June 30, 2024				Balance at June 30, 2025				MEMO	
					Deferred Revenue (Accts Receivable)	Due to Grantor	Carryover/ (Adjustment) Amount	Cash Received	Budgetary Expenditures	(Accounts Receivable)	Deferred Revenue/ Interfund Payable	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
State Department of Education														
General Fund:														
Transportation Aid	25-495-034-5120-014	\$ 13,842	7/1/24	6/30/25	\$ -	\$ -	\$ -	\$ 13,842	\$ (13,842)	\$ -	\$ -	\$ -	\$ -	\$ 13,842
Special Education Aid	24-495-034-5120-089	124,288	7/1/23	6/30/24	(14,159)	-	-	14,159	-	-	-	-	-	-
Special Education Aid	25-495-034-5120-089	132,485	7/1/24	6/30/25	-	-	-	117,506	(132,485)	-	-	-	(14,979)	132,485
Extraordinary Aid	25-495-034-5120-044	41,131	7/1/24	6/30/25	-	-	-	41,131	(41,131)	-	-	-	-	41,131
Extraordinary Aid	24-495-034-5120-044	34,494	7/1/23	6/30/24	(34,494)	-	-	34,494	-	-	-	-	-	-
Security Aid	25-495-034-5120-084	11,412	7/1/24	6/30/25	-	-	-	11,412	(11,412)	-	-	-	-	11,412
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	157,300	7/1/23	6/30/24	(35,187)	-	-	35,187	-	-	-	-	-	-
Reimbursed TPAF Social Security Contributions	25-495-034-5094-003	175,067	7/1/24	6/30/25	-	-	-	175,067	(175,067)	-	-	-	-	175,067
On-Behalf TPAF Pension Contribution	25-495-034-5094-002	747,787	7/1/24	6/30/25	-	-	-	747,787	(747,787)	-	-	-	-	747,787
On-Behalf TPAF Post-Retirement Medical	25-495-034-5094-001	218,504	7/1/24	6/30/25	-	-	-	218,504	(218,504)	-	-	-	-	218,504
On-Behalf TPAF Long-Term Disability Insu	25-495-034-5094-004	378	7/1/24	6/30/25	-	-	-	378	(378)	-	-	-	-	378
Total Expenditures of State Awards					\$ (83,840)	\$ -	\$ -	\$ 1,409,467	\$ (1,340,606)	\$ -	\$ -	\$ -	\$ (14,979)	\$ 1,340,606
State Financial Assistance Not Subject to Single Audit Determination														
On-Behalf TPAF Pension Contribution	25-495-034-5094-002	747,787	7/1/24	6/30/25	-	-	-	747,787	(747,787)	-	-	-	-	-
On-Behalf TPAF Post-Retirement Medical	25-495-034-5094-001	218,504	7/1/24	6/30/25	-	-	-	218,504	(218,504)	-	-	-	-	-
On-Behalf TPAF Long-Term Disability Insu	25-495-034-5094-004	378	7/1/24	6/30/25	-	-	-	378	(378)	-	-	-	-	-
Total State Financial Assistance Not Subject to Single Audit Determination					-	-	-	966,669	(966,669)	-	-	-	-	-
Total Expenditures of State Awards Subject to Single Audit Determination					\$ (83,840)	\$ -	\$ -	\$ 442,798	\$ (373,937)	\$ -	\$ -	\$ -	\$ (14,979)	\$ 1,340,606

See accompanying notes to schedules of expenditures.

Sea Girt School District

Notes to Schedules of Awards and Financial Assistance

June 30, 2025

1. General

The accompanying schedules of expenditures of award present the activity of all federal and state awards of the Board of Education, Sea Girt School District. The Board of Education is defined in Note 1(A) to the Board's general purpose financial statements. All federal and state awards received directly from federal and state agencies, as well as federal and state awards passed through other government agencies are included on the schedules of expenditures of federal and state awards.

2. Basis of Accounting

The accompanying schedules of expenditures of federal and state awards are presented on the budgetary basis of accounting with the exception of programs recorded in the enterprise fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements.

3. Relationship to General Purpose Financial Statements

Relationship to Basic Financial Statements

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

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

Sea Girt School District

Notes to Schedules of Awards and Financial Assistance (continued)

June 30, 2025

3. Relationship to General Purpose Financial Statements (continued)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(748,607) for the general fund and \$- for the special revenue fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the GAAP basis of accounting for the general and special revenue fund. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented below:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ -	\$ 591,999	591,999
Special Revenue Fund	83,948	-	83,948
Debt Service Fund	-	-	-
Enterprise Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total awards and financial assistance	\$ <u>83,948</u>	\$ <u>591,999</u>	\$ <u>675,947</u>

4. Relationship to Federal and State Financial Reports

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

5. Other

TPAF Social Security and Post Retirement/Medical Benefits Contributions represent the amounts reimbursed by the State for the employer's share of social security contributions and Post Retirement/Medical Benefits for TPAF members for the year ended June 30, 2025.

The TPAF post retirement/medical benefits expenditures are not subject to New Jersey OMB Circular 15-08.

6. Indirect Costs

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

Sea Girt School District

Schedule of Findings and Questioned Costs

June 30, 2025

Section I - Summary of Auditor's Results

Financial Statement Section

Type of auditor's report issued:

Unmodified Opinion

Internal control over financial reporting:

- 1) Material weakness(es) identified? yes x no
- 2) Significant deficiencies identified
that are not considered to be
material weaknesses? yes x none

Noncompliance material to general-purpose
financial statements noted? yes x noFederal Awards Section - N/A

Internal Control over major programs:

- 1) Material weakness(es) identified? yes no
- 2) Significant deficiencies identified
that are not considered to be
material weaknesses? yes none reported

Type of auditor's report issued on compliance for major programs: N/A

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

Identification of major programs:

Assistance Listing

NumberFAINName of Federal Program or Cluster

N/A

Dollar threshold used to distinguish between type A and type B programs: N/A

Auditee qualified as low-risk auditee? yes no

Sea Girt School District

Schedule of Findings and Questioned Costs (continued)

June 30, 2025

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

State Awards SectionDollar threshold used to distinguish between type A and type B programs: \$750,000Auditee qualified as low-risk auditee? X yes noType of auditor's report issued on compliance for major programs: Unmodified Opinion

Internal Control over major programs:

1) Material weakness(es) identified? yes X no2) Significant deficiencies identified that
are not considered to be material
weaknesses? yes X noneAny audit findings disclosed that are required
to be reported in accordance with NJOMB
Circular 15-08 yes X no

Identification of major programs:

State Grant/Project Number(s)

Name of State Program

State Aid Cluster
495-034-5120-089
495-034-5120-084Special Education Aid
Security Aid

Sea Girt School District

Schedule of Findings and Questioned Costs (Continued)

June 30, 2025

Section II - Financial Statements Findings - N/A

Section III - Federal Award and State Financial Assistance Findings and Questioned Costs - N/A

Sea Girt School District
Summary Schedule of Prior Audit Findings
June 30, 2025

Summary Schedule of Prior Audit Findings - N/A