

**Annual Comprehensive
Financial Report**

of the

City of Somers Point Board of Education

Somers Point, New Jersey

For the Fiscal Year Ended June 30, 2025

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Introductory Section

SOMERS POINT SCHOOL DISTRICT

ADMINISTRATIVE OFFICES

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Somers Point, New Jersey 08244
Phone: (609) 927-2053 ~ Fax: (609) 927-7351 ~ www.sptsd.org

Theodore Pugliese, Superintendent Ext: 3211
Mark Leung, Interim Business Administrator/ Board Secretary Ext: 3220

December 3, 2025

Honorable President
and Members of the Board of Education
City of Somers Point School District
County of Atlantic, New Jersey

Dear Board Members:

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

The Annual Comprehensive Financial Report is presented in four sections: Introductory, Financial, Statistical and Single Audit. The Introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The Financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The Statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget Circular Uniform Guidance, "Audits of State, Local Governments, and Nonprofit Organizations" 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

The City of Somers Point School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standings Board (GASB) as established by GASB Statement No. 14. All funds and account groups of the District are included in this report. The City of Somers Point Board of Education and all its schools constitute the District's reporting entity.

The district provides a full range of educational services appropriate to grade levels preschool through 8. These include regular, as well as special education for handicapped youngsters. The District sends students in grades 9 through 12 to Mainland Regional High School on a sending/receiving tuition basis. The District completed the 2024-25 fiscal year with an average daily enrollment of 658 students. The following details the changes in the student enrollment of the District over the last five years:

Fiscal Year	Student Enrollment	Percent Change
2024-2025	683	-2.57%
2023-2024	701	-8.99%

2022-2023	764	-3.40%
2021-2022	790	-2.03%
2020-2021	806	-5.83%

2. ECONOMIC OUTLOOK

The Somers Point School District, along with many districts in the area, continues to feel the impact of the closing of casinos in the Atlantic City area. As a result, enrollments are down, and the number of children qualifying for free and reduced lunch is close to 62.36%.

Costs to meet increases of students with special needs are also on the rise. The Special Services Department, along with the Superintendent and Board have made it a goal to keep as many students as possible in the district. This has proven to be most cost effective, as well as educationally prudent for our students.

3. INTERNAL ACCOUNTING CONTROLS

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

As a recipient of federal and state financial assistance, the District also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is also subject to periodic evaluation by the District management. As part of the District's single audit described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to federal and state financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.

4. BUDGETARY CONTROLS

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

5. ACCOUNTING SYSTEM AND REPORTS

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

6. 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.

7. DEBT ADMINISTRATION

On February 15, 2011, the District issued bonds in the amount of \$3,443,000 for a renovation project. The bonds are scheduled to be paid off February 15, 2026.

On December 13, 2016, the District issued bonds in the amount of \$9,235,000 for a renovation project. The bonds are scheduled to be paid off December 1, 2036.

8. 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.

9. RISK MANAGEMENT

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

10. OTHER INFORMATION

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Ford, Scott & Associates, L.L.C., CPAs, was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1984 and the related Office of Management & Budget (OMB) Circular Uniform Guidance and New Jersey OMB's Circular 15-08. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

11. ACKNOWLEDGMENTS

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

We would like to thank the City Council for their continued support of local funds to strengthen the educational endeavors of the community.

Respectfully submitted,



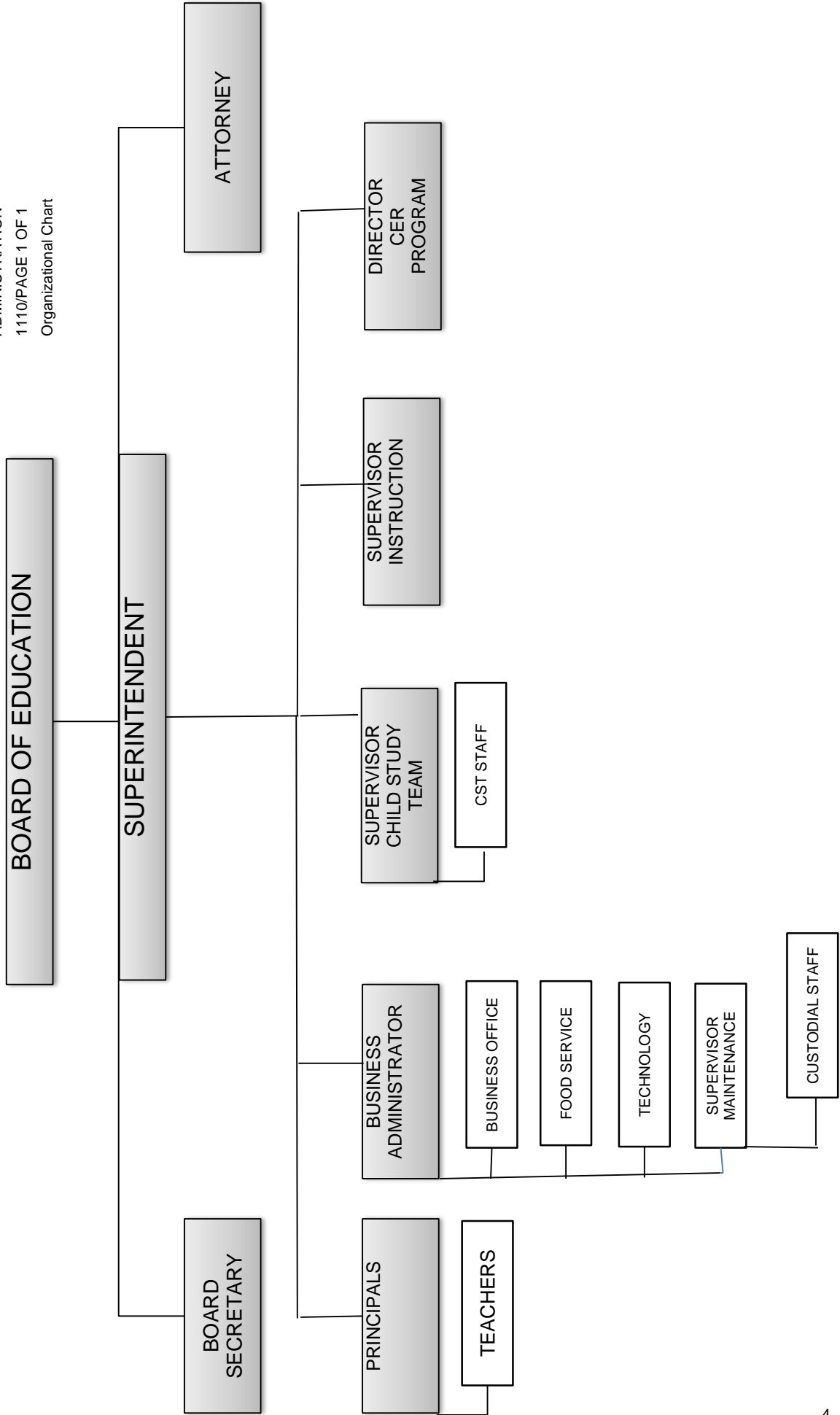
Theodore Pugliese
Superintendent of Schools



Mark Leung
Interim Business Administrator/ Board Secretary

1110 ORGANIZATIONAL CHART

ADMINISTRATION
1110/PAGE 1 OF 1
Organizational Chart



SOMERS POINT SCHOOL DISTRICT
COUNTY OF ATLANTIC, NEW JERSEY

ROSTER OF OFFICIALS

<u>MEMBERS OF THE BOARD OF EDUCATION</u>	<u>TERM EXPIRES</u>
Staci Endicott, President	2025
Dr. Alice Myers, Vice President	2025
John Conover	2028
Dr. Kathleen Dolton	2026
Joyce Klemic	2028
Emerald Hornig	2028
Judson Moore	2026
Nicholas Wagner	2026
Karen Tomasello	2025

Previous Members of the Board of Education (During 2024-2025 School Year)
Kenyatta Brown

OTHER OFFICIALS

Theodore Pugliese, Superintendent

Mark Leung, Interim Business Administrator/ Board Secretary

**SOMERS POINT SCHOOL DISTRICT
CONSULTANTS AND ADVISORS**

ARCHITECT

The Design Collaborative
1940 Route 9 North,
Cape May Court House, NJ 08210

AUDIT FIRM

Ford, Scott, & Associates, L.L.C.
Certified Public Accountants
1535 Haven Avenue
Ocean City, NJ 08226-0538

ATTORNEY

Cooper Levenson
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Atlantic City, New Jersey 08401

BOND COUNSEL

Wilentz, Goldman & Spitzer, P.A.
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Woodbridge, NJ 07095

RISK MANAGEMENT CONSULTANT

Dennis Brown
Glenn Insurance Agency
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Absecon, NJ 08201

OFFICIAL DEPOSITORY

Fulton Bank
199 New Road
Somers Point, NJ 08244

Financial Section



FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

1535 HAVEN AVENUE • OCEAN CITY, NJ • 08226

PHONE 609.399.6333 • FAX 609.399.3710

www.ford-scott.com

Independent Auditor's Report

Honorable President and
Members of the Board of Education
City of Somers Point School District
County of Atlantic
Somers Point, New Jersey

Report on the Audit of Financial Statements

Opinions

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

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

Basis for Opinions

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

Responsibility of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, we:

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

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Required Supplementary Information identified in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we

obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Somers Point School District's basic financial statements. The combining and individual non-major fund financial statements and schedule of expenditures of federal awards as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and the schedule of state financial assistance as required by NJ OMB 15-08 and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by the Uniform Guidance, and the schedule of state financial assistance as required by NJ OMB 15-08 is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the Annual Comprehensive Financial Report. The other information comprises of the introductory and statistical sections and have not been subject to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 3, 2025, on our consideration of the City of Somers Point School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Somers Point School District's internal control over financial reporting and compliance.

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

Michael S. Garcia

Michael S. Garcia
Certified Public Accountant
Licensed Public School Accountant
No. 2080

December 3, 2025

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Required Supplementary Information – Part I

**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED**

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

Financial Highlights

Key financial highlights for 2025 are as follows:

- In total, net position decreased \$337,852.05, which represents a 3% increase from 2024.
- General revenues accounted for \$19,073,686.90 of total revenue or 91% of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$1,805,881.12 or 9% of total revenues of \$20,879,568.02.
- Total assets of governmental activities decreased by \$1,928,918.68 as cash and cash equivalents increased by \$281,892.24, receivables decreased by \$1,227,883.31, inventory increased \$1,097.16, right to use leased assets decreased \$43,542.24, subscription assets decreased \$12,390.96 and capital assets decreased by \$928,091.57.
- The School District had \$21,215,322.46 in expenses; only \$1,805,881.12 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily taxes and state aid) of \$19,073,686.90 were adequate to provide for these programs.
- Among governmental funds, the General Fund had \$18,686,734.51 in revenues and \$18,827,358.69 in expenditures. The General Fund's fund balance decreased \$233,411.79 from 2024.

Using this Annual Comprehensive Financial Report (ACFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Somers Point 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 whole School district, presenting both an aggregate view of the School district's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental 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 district's most significant funds with all other non-major funds presented in total in one column. In the case of Somers Point School District, the General Fund is by far the most significant fund.

**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED (CONTINUED)**

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District, as a whole looks at all financial transactions and asks the question, "How did we do financially during 2025?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all position and liabilities 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 School District's net position and changes in that position. This change in net position is important because it tells the reader that, for the school district as a whole, the financial position of the School district has improved or diminished. The causes of this change may be the result of many factors, some financial and some not. Non-financial factors include the School District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

In the Statement of Net Position and the Statement of Activities, the School District is divided into two distinct kinds of activities:

- Governmental Activities - All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- Business-Type Activity - This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided.

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the School District's funds. The School District uses many funds to account for a multitude of financial transaction. The School District's governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund.

Governmental Funds

The School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in the future years. These funds are reported using an accounting method called modified accrual accounting, 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 district's general government operations and the basic services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) 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; therefore, these statements are essentially the same.

**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED (CONTINUED)**

Notes to the Financial Statements

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

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole. Net position may serve over time as a useful indicator of a government's financial position.

The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

Table 1 provides a summary of the School District's net position for 2025 and 2024.

**Table 1
Net Position**

	<u>2025</u>	<u>2024</u>
Assets		
Current and Other Assets	\$ 6,052,646.72	7,053,473.83
Capital Assets	16,437,073.96	17,365,165.53
Total Assets	<u>22,489,720.68</u>	<u>24,418,639.36</u>
Deferred Outflows of Resources		
Deferred Outflows Related to Pensions	227,675.00	293,627.00
Liabilities		
Long-Term Liabilities	9,992,569.29	11,156,692.83
Other Liabilities	952,678.52	1,529,687.61
Total Liabilities	<u>10,945,247.81</u>	<u>12,686,380.44</u>
Deferred Inflows of Resources		
Deferred Inflows Related to Pensions	454,034.00	369,920.00
Net Position		
Invested in Capital Assets, Net of Debt	9,699,073.96	9,902,165.53
Restricted	4,450,541.24	4,944,498.39
Unrestricted	(2,831,501.33)	(3,190,698.00)
Total Net Position	<u>\$ 11,318,113.87</u>	<u>11,655,965.92</u>

The District's combined net position was \$11,318,113.87 on June 30, 2025. This was a 3% decrease from the prior year.

**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED (CONTINUED)**

Table 2 shows changes in net position for fiscal year 2025 and 2024.

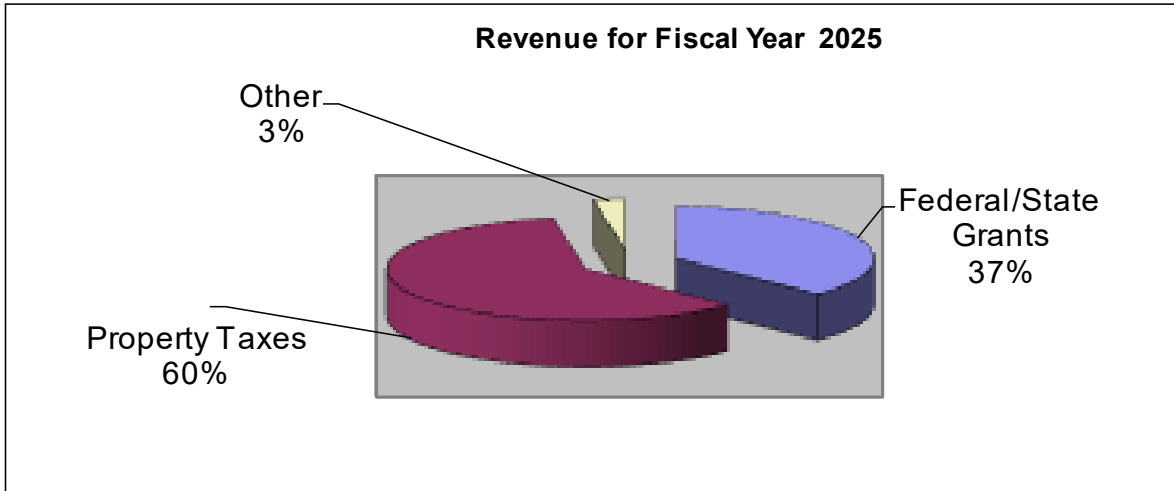
**Table 2
Changes in Net Position**

	<u>2025</u>	<u>2024</u>
Revenues		
Program Revenues:		
Charges for Services	\$ 308,567.85	426,145.34
Operating Grants and Contributions	1,497,313.27	2,382,264.53
General Revenues:		
Property Taxes	12,249,606.00	11,319,777.00
Grants and Entitlements	6,563,802.20	7,928,094.99
Other	260,278.70	465,584.96
Total Revenues	<u>20,879,568.02</u>	<u>22,521,866.82</u>
Program Expenses		
Instruction	11,232,080.04	11,657,951.10
Support Services:		
Tuition	372,136.20	322,110.87
Related Services - Pupils and Instructional Staff	3,930,383.81	4,826,513.46
General Administration, School Administration	1,233,338.58	1,372,885.21
Maintenance of Facilities	2,513,341.18	1,666,873.14
Pupil Transportation	524,144.40	963,899.94
Business and Other Support Services	623,421.34	542,344.43
Interest on Debt	229,380.00	250,292.00
Food Service Program	557,096.91	501,179.67
Special Items	2,097.61	(3,315.61)
Total Expenses	<u>21,217,420.07</u>	<u>22,100,734.21</u>
Increase/(Decrease) in Net Position	<u>\$ (337,852.05)</u>	<u>421,132.61</u>

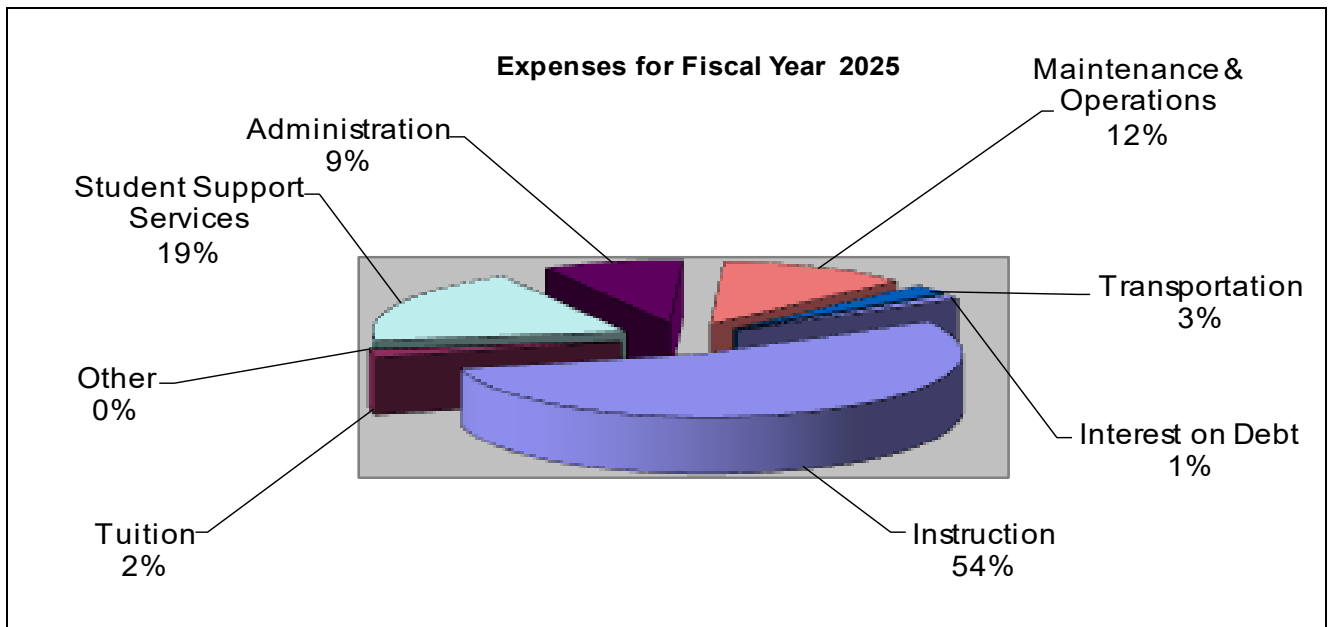
**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED (CONTINUED)**

Governmental Activities

The District's total revenues were \$20,393,901.54 for the year ended June 30, 2025. Property taxes made up 60 percent of revenues for governmental activities for the City of Somers Point School District for fiscal year 2025. Federal, state, and local grants accounted for 37 percent of the revenue. Local revenue and charges for service make up 3 percent of the revenue.



The total cost of all program and services was \$20,660,323.16. Instruction comprises 54 percent of District expenses.



**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED (CONTINUED)**

Business-Type Activities

Revenues for the District's business-type activities (food service) were comprised of charges for services and federal and state reimbursements.

- Expenses exceeded revenues before investment income by \$73,858.11.
- Charges for services represent \$33,673.78 of revenue. This represents amounts paid by patrons for daily food service.
- For the food service operation, federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast, and donated commodities was \$449,565.02.

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 cost of services and the net cost of services. The net cost shows the financial burden that was placed on the District's taxpayers by each of these functions.

Table 3

	<u>Total Cost of Services 2025</u>	<u>Net Cost of Services 2025</u>	<u>Total Cost of Services 2024</u>	<u>Net Cost of Services 2024</u>
Instruction	\$ 11,232,080.04	10,635,829.67	11,657,951.10	10,209,191.07
Support Services:				
Tuition	372,136.20	372,136.20	322,110.87	322,110.87
Pupils and Instructional Staff	3,930,383.81	3,879,174.62	4,826,513.46	4,639,209.43
General Administration, School				
Administration, Business				
Operations and Maintenance				
of Facilities	4,370,101.10	3,910,054.34	3,582,102.78	3,121,528.73
Pupil Transportation	524,144.40	524,144.40	963,899.94	963,899.94
Interest and Fiscal Charges	229,380.00	14,244.00	250,292.00	30,822.00
Total Expenses	<u>\$ 20,658,225.55</u>	<u>19,335,583.23</u>	<u>21,602,870.15</u>	<u>19,286,762.04</u>

Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student, including 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 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, as well as to and from school activities, as provided by State law.

**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED (CONTINUED)**

Interest on debt involves the transactions associated with the payment of interest and other related charges to debt of the School District.

"Other" includes special schools and unallocated depreciation.

The School District's Funds

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$23,381,341.54 and expenditures were \$23,594,828.20. The net decrease in fund balance for the year was \$215,584.27.

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. The following schedules present a summary of the revenues of the governmental funds for the fiscal year ended June 30, 2025, and the amount and percentage of increases and decreases in relation to prior year revenues.

Revenue	Amount	Percent of Total	Increase (Decrease) from 2024	Percent of Increase (Decrease)
Local Sources	\$ 12,567,215.09	53.7%	647,394.90	5%
State Sources	8,909,972.85	38.1%	(1,114,971.94)	-13%
Federal Sources	1,904,153.60	8.1%	(475,388.32)	-25%
Total	<u>\$ 23,381,341.54</u>	<u>100.0%</u>	<u>(942,965.36)</u>	<u>-4%</u>

The following schedule represents a summary of general fund, special revenue fund, capital projects fund and debt service fund expenditures for the fiscal year ended June 30, 2025, and the percentage of increases and decreases in relation to prior year amounts.

Expenditures	Amount	Percent of Total	Increase (Decrease) from 2024	Percent of Increase (Decrease)
Current expense:				
Instruction	\$ 7,438,962.20	31.5%	(120,507.71)	-1.6%
Undistributed expenditures	14,579,934.26	61.8%	(379,988.53)	-2.6%
Capital Outlay	601,993.74	2.6%	(358,340.74)	-59.5%
Debt Service	955,670.00	4.1%	(14,350.00)	-1.5%
Transfer to Charter Schools	18,268.00	0.1%	18,268.00	0.0%
Total	<u>\$ 23,594,828.20</u>	<u>100.0%</u>	<u>(854,918.98)</u>	<u>-3.6%</u>

Changes in expenditures were the results of varying factors. The current expense of undistributed expenditures is attributed to tuition, transportation and health benefits.

**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED (CONTINUED)**

General Fund Budgeting Highlights

The School District'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 District revised the annual operating budget several times. Revisions in the budget were made to recognize revenues that were not anticipated and to prevent over-expenditures in specific line item accounts.

Capital Assets

At the end of the fiscal year 2025, the School District had \$16,437,073.96 invested in land, building and machinery and equipment. Table 4 shows fiscal year 2025 balances compared to 2024.

**Table 4
Capital Assets (Net of Depreciation) at June 30**

	2025	2024
Land and Land Improvements	\$ 500,289.63	514,118.94
Building and Building Improvements	15,269,110.10	16,252,098.40
Machinery and Equipment	667,674.23	598,948.19
Total	\$ 16,437,073.96	17,365,165.53

Overall capital assets decreased \$928,091.57 from fiscal year 2024 to fiscal year 2025. The decrease in capital assets is primarily due to annual depreciation. For more detailed information, please refer to the Notes to the Financial Statements.

Debt Administration

At June 30, 2025, the School District had \$7,383,967.29 of outstanding debt. Of this amount, \$534,042.93 is for compensated absences, \$6,738,000.00 of serial bonds relating to several capital improvement projects, \$101,598.56 is for right to use leased assets and \$10,325.80 is for subscription liabilities.

**Table 5
Bonded Outstanding Debt at June 30**

	2025	2024
2011 School Bonds	\$ 273,000.00	573,000.00
2016 School Bonds	6,465,000.00	6,890,000.00
Total	\$ 6,738,000.00	7,463,000.00

At June 30, 2025, the School District's remaining legal debt margin available was \$43,038,064.00. For more detailed information, please refer to the Notes to the Financial Statements.

**SOMERS POINT SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED (CONTINUED)**

For the Future

The Somers Point School District is in good financial condition presently. The School District is proud of its community support of the public schools.

The District continues to provide quality education programs while continuing to stabilize the tax rate in Somers Point. In conclusion, the Somers Point School District has committed itself to financial excellence for many years. In addition, the School District's system for financial planning, budgeting, and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenges of the future.

Contacting the School District's Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact Mark Leung, Interim Business Administrator at Somers Point School District, 121 West New York Avenue, Somers Point, New Jersey 08244.

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Basic Financial Statements

DISTRICT – WIDE FINANCIAL STATEMENTS

The statement of net position and the statement of activities display information about the District. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business – type activities of the District.

CITY OF SOMERS POINT SCHOOL DISTRICT
Statement of Net Position
June 30, 2025

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 5,188,633.90	51,363.75	5,239,997.65
Receivables, Net	633,631.19	62,951.08	696,582.27
Inventory		4,142.44	4,142.44
Internal Balances	(1,885.00)	1,885.00	-
Right to Use Leased Assets	101,598.56		101,598.56
Subscription Assets	10,325.80		10,325.80
Capital Assets, Net			
Land & Construction in Progress	27,012.00		27,012.00
Depreciable assets, net of depreciation	16,201,819.60	208,242.36	16,410,061.96
Total Assets	22,161,136.05	328,584.63	22,489,720.68
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflows Related to Pensions	227,675.00		227,675.00
Total Deferred Outflows of Resources	227,675.00	-	227,675.00
LIABILITIES			
Accounts Payable	20,457.98	28,934.88	49,392.86
Payable to State Government	16,717.00		16,717.00
Unemployment Compensation Claims Payable	78,555.61		78,555.61
Payroll Deductions and Withholdings Payable	429.42		429.42
Unearned Revenue	779,522.63		779,522.63
Accrued Interest	28,061.00		28,061.00
Noncurrent Liabilities			
Due Within One Year	751,868.04		751,868.04
Due Beyond One Year	6,621,773.45		6,621,773.45
Subscription Liabilities	10,325.80		10,325.80
Net Pension Liability	2,608,602.00		2,608,602.00
Total Liabilities	10,916,312.93	28,934.88	10,945,247.81
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows Related to Pensions	454,034.00		454,034.00
NET POSITION			
Net Investment in Capital Assets	9,490,831.60	208,242.36	9,699,073.96
Restricted for:			
Other Purposes	4,450,541.24		4,450,541.24
Unrestricted	(2,922,908.72)	91,407.39	(2,831,501.33)
Total Net Position	\$ 11,018,464.12	299,649.75	11,318,113.87

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Statement of Activities
For the Year Ended June 30, 2025

Function/Programs	Expenses	Indirect Expense Allocation	Program Revenue			Net (Expense) Revenue and Changes in Net Assets	
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities
Governmental Activities:							
Instruction:							
Regular	\$ 3,208,987.24	2,989,244.07	6,421.92	796,566.18		(5,395,243.21)	(5,395,243.21)
Special Education	2,500,907.17	2,068,198.36		(270,464.45)		(4,839,569.98)	(4,839,569.98)
Other Special Instruction	236,737.66	228,005.54		63,726.72		(401,016.48)	(401,016.48)
Support Services:							
Tuition	353,868.20					(353,868.20)	(353,868.20)
Student & Instruction Related Services	2,327,116.69	1,603,267.12	53,336.15	(2,126.96)		(3,879,174.62)	(3,879,174.62)
School Administrative Services	351,663.79	270,626.52		178,690.85		(443,599.46)	(443,599.46)
General Administrative Services	443,739.08	167,309.19		110,471.88		(500,576.39)	(500,576.39)
Plant Operation and Maintenance	1,920,559.25	592,781.93		3,643.85		(2,509,697.33)	(2,509,697.33)
Pupil Transportation	524,144.40					(524,144.40)	(524,144.40)
Central Services	370,136.83	253,284.51		167,240.18		(456,181.16)	(456,181.16)
Unallocated Benefits	8,172,717.24	(8,172,717.24)				-	-
Interest on Long-Term Debt	229,380.00		215,136.00			(14,244.00)	(14,244.00)
Transfer to Charter Schools	18,268.00					(18,268.00)	(18,268.00)
Total Governmental Activities	<u>20,658,225.55</u>	<u>-</u>	<u>274,894.07</u>	<u>1,047,748.25</u>	<u>-</u>	<u>(19,335,583.23)</u>	<u>(19,335,583.23)</u>
Business-Type Activities:							
Food Service	557,096.91		33,673.78	449,565.02		(73,858.11)	(73,858.11)
Total Business-Type Activities	<u>557,096.91</u>	<u>-</u>	<u>33,673.78</u>	<u>449,565.02</u>	<u>-</u>	<u>(73,858.11)</u>	<u>(73,858.11)</u>
Total Primary Government	\$ 21,215,322.46	\$ -	\$ 308,567.85	\$ 1,497,313.27	\$ -	\$ (19,335,583.23)	\$ (19,409,441.34)

General Revenues:

Property Taxes, Levied for General Purposes, Net	\$ 11,501,679.00	11,501,679.00
Taxes Levied for Debt Service	747,927.00	747,927.00
Federal and State Aid not Restricted	6,563,802.20	6,563,802.20
Miscellaneous Income	257,851.02	257,851.02
Extraordinary Items:		
Prior Year Payable Canceled	(2,097.61)	(2,097.61)
Total General Revenues, Special Items, Extraordinary Items and Transfers	<u>19,069,161.61</u>	<u>19,069,161.61</u>
Change in Net Assets	<u>(266,421.62)</u>	<u>(71,430.43)</u>
Net Position - Beginning	11,284,885.74	371,080.18
Net Position - Ending	<u>\$ 11,018,464.12</u>	<u>\$ 299,649.75</u>

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

FUND FINANCIAL STATEMENTS

The individual Fund statements and schedules present more detailed information for the individual fund in a format that segregates information by fund type.

CITY OF SOMERS POINT 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	\$ 2,700,991.20	188,359.80	38,130.67	7,393.00	2,934,874.67
Receivables from Other Governments	115,228.38	456,688.91			571,917.29
Other Receivables	61,713.90				61,713.90
Interfunds Receivable	49,089.84	18,956.00	13,726.76	32,901.43	114,674.03
Restricted Cash and Cash Equivalents	2,153,476.36	100,282.87			2,253,759.23
Total Assets	5,080,499.68	764,287.58	51,857.43	40,294.43	5,936,939.12
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	20,457.98				20,457.98
Unemployment Compensation Claims Payable	78,555.61				78,555.61
Payroll Deductions and Withholdings Payable	429.42				429.42
Payable to State Government		16,717.00			16,717.00
Payable to Federal Government					-
Interfunds Payable	15,611.76	17,403.58	51,857.43	31,686.26	116,559.03
Unearned Revenue		779,522.63			779,522.63
Total Liabilities	115,054.77	813,643.21	51,857.43	31,686.26	1,012,241.67
Fund Balances:					
Nonspendable:					
None	-				-
Restricted for:					
Excess Surplus - Current Year	872,674.72				872,674.72
Excess Surplus - Prior Year - Designated for Subsequent Year's Expenditures	1,363,229.00				1,363,229.00
Debt Service				8,608.17	8,608.17
Capital Projects			-		-
Unemployment Compensation	80,935.53				80,935.53
Student Activities		100,282.87			100,282.87
Committed to:					
Maintenance Reserve	577,190.53				577,190.53
Capital Reserve	1,003,730.00				1,003,730.00
Assigned to:					
Designated by BOE for Subsequent Expenditures	91,015.00				91,015.00
Maintenance Reserve Designated by BOE for Subsequent Expenditures	250,000.00				250,000.00
Other Purposes	102,875.42				102,875.42
Unassigned:					
General Fund	623,794.71				623,794.71
Special Revenue Fund		(149,638.50)			(149,638.50)
Total Fund Balances	4,965,444.91	(49,355.63)	-	8,608.17	4,924,697.45
Total Liabilities and Fund Balances	\$ 5,080,499.68	764,287.58	51,857.43	40,294.43	

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. 16,228,831.60

Long - term liabilities, including bonds and capital leases payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. (7,383,967.29)

Right to use leased assets used in governmental activities are not financial resources and therefore are not reported in the funds. 101,598.56

Subscription assets used in governmental activities are not financial resources and therefore are not reported in the funds. 10,325.80

Pension Liabilities Net of Deferred Outflows & Inflows (2,834,961.00)

Interest on long-term debt in the statement of activities is accrued, regardless of when due. (28,061.00)

Net position of governmental activities \$ 11,018,464.12

CITY OF SOMERS POINT SCHOOL DISTRICT
Statement of Revenues, Expenditures, and Changes in Fund Balance
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	\$ 11,501,679.00			747,927.00	12,249,606.00
Tuition From Other LEAs Within the State	6,421.92				6,421.92
Rent and Royalties	3,000.00				3,000.00
Other Restricted Miscellaneous Revenues	24,606.88				24,606.88
Unrestricted Miscellaneous Revenues	225,674.20	56,690.92	1,215.17		283,580.29
Total Local Sources	11,761,382.00	56,690.92	1,215.17	747,927.00	12,567,215.09
State Sources	6,883,185.55	1,811,651.30		215,136.00	8,909,972.85
Federal Sources	42,166.96	1,861,986.64			1,904,153.60
Total Revenues	18,686,734.51	3,730,328.86	1,215.17	963,063.00	23,381,341.54
EXPENDITURES					
Current:					
Regular Instruction	4,012,853.80				4,012,853.80
Special Education Instruction	1,225,312.91	1,904,832.56			3,130,145.47
Other Special Instruction	295,962.93				295,962.93
Support Services:					
Tuition	353,868.20				353,868.20
Student & Instruction Related Serv.	2,257,619.10	658,387.01			2,916,006.11
School Administrative Services	352,133.87				352,133.87
General Administrative Services	445,796.74				445,796.74
Plant Operation and Maintenance	1,486,240.28				1,486,240.28
Pupil Transportation	482,274.87				482,274.87
Central Services	370,896.95				370,896.95
Employee Benefits	7,492,066.04	680,651.20			8,172,717.24
Debt Service:					
Principal				725,000.00	725,000.00
Interest and Other Charges				230,670.00	230,670.00
Capital Outlay	34,065.00	567,928.74	-		601,993.74
Transfer to Charter Schools	18,268.00				18,268.00
Total Expenditures	18,827,358.69	3,811,799.51	-	955,670.00	23,594,828.20
Excess (Deficiency) of Revenues Over Expenditures	(140,624.18)	(81,470.65)	1,215.17	7,393.00	(213,486.66)
OTHER FINANCING SOURCES (USES)					
Prior Year Accounts Receivable Canceled	(2,097.61)				(2,097.61)
Transfer in		90,690.00		1,215.17	91,905.17
Transfer out	(90,690.00)		(1,215.17)		(91,905.17)
Total Other Financing Sources and Uses	(92,787.61)	90,690.00	(1,215.17)	1,215.17	(2,097.61)
Net Changes in Fund Balance	(233,411.79)	9,219.35	-	8,608.17	(215,584.27)
Fund Balance - July 1	5,198,856.70	(58,574.98)	-	-	5,140,281.72
Fund Balance - June 30	\$ 4,965,444.91	(49,355.63)	-	8,608.17	4,924,697.45

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance
of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2025

Total Net Change in Fund Balance - Governmental Funds (from B-2)	\$	(215,584.27)
<p>Amounts reported for governmental activities in the statement of activities (A-2) are different because:</p>		
<p>Capital outlays are reported in governmental funds as expenditures. However, on 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 current fiscal year.</p>		
Depreciation expense	(1,171,358.33)	
Capital Outlay	<u>161,106.64</u>	(1,010,251.69)
<p>Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long - term liabilities in the statement of net assets and is not reported in the statement of activities.</p>		
Bonds Payable	<u>725,000.00</u>	725,000.00
<p>Governmental funds report district pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of of employee contributions is reported as pension expense.</p>		
District pension contributions - PERS		
Cost of benefits earned net of employee contributions	<u>251,073.00</u>	251,073.00
<p>In the statement of activities, certain operating expenses, e.g., compensated absences (vacations and sick pay) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation; when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation.</p>		
		(17,948.66)
<p>In the statement of activities, interest on long - term debt is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is a deduction in the reconciliation.</p>		
		1,290.00
Change in Net Position of Governmental Activities	\$	<u><u>(266,421.62)</u></u>

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Proprietary Funds
Statement of Net Position
June 30, 2025

	Business-Type Activities - Enterprise Fund	
	Non Major Fund	
	Food Service	Total
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 51,363.75	51,363.75
Accounts Receivable	62,951.08	62,951.08
Interfund Receivable	1,885.00	1,885.00
Inventories	4,142.44	4,142.44
Total Current Assets	120,342.27	120,342.27
Noncurrent Assets:		
Furniture, Machinery & Equipment	337,608.61	337,608.61
Less: Accumulated Depreciation	(129,366.25)	(129,366.25)
Total Noncurrent Assets	208,242.36	208,242.36
Total Assets	328,584.63	328,584.63
LIABILITIES		
Current Liabilities:		
Accounts Payable	28,934.88	28,934.88
Total Current Liabilities	28,934.88	28,934.88
Noncurrent Liabilities:		
None	-	-
Total Noncurrent Liabilities	-	-
Total Liabilities	28,934.88	28,934.88
NET POSITION		
Net Investment in Capital Assets	208,242.36	208,242.36
Unrestricted	91,407.39	91,407.39
Total Net Position	\$ 299,649.75	299,649.75

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Proprietary Funds
Statement of Revenues, Expenses, and Changes in Fund Net Position
For the Year Ended June 30, 2025

	Business-Type Activities - Enterprise Fund	
	Non Major Fund	
	Food Service	Total Enterprise
Operating Revenues:		
Charges for Services:		
Daily Sales - Reimbursable Programs	\$ 15,825.35	15,825.35
Daily Sales - Non-reimbursable Programs	16,740.43	16,740.43
Miscellaneous	1,108.00	1,108.00
Total Operating Revenue	33,673.78	33,673.78
Operating Expenses:		
Cost of Sales - Reimbursable Programs	227,434.21	227,434.21
Cost of Sales - Non-reimbursable Programs	8,180.97	8,180.97
Salaries and Benefits	192,269.41	192,269.41
Management Fee	59,450.00	59,450.00
Supplies and Materials	49,994.32	49,994.32
Depreciation	19,768.00	19,768.00
Total Operating Expenses	557,096.91	557,096.91
Operating Income (Loss)	(523,423.13)	(523,423.13)
Nonoperating Revenues (Expenses):		
State Sources:		
State School Lunch Program	9,398.84	9,398.84
State School Breakfast Program	2,366.45	2,366.45
State School After Bell Program	5,191.80	5,191.80
Federal Sources:		
School Lunch Program	248,445.04	248,445.04
School Breakfast Program	133,626.92	133,626.92
Food Distribution Program	48,863.97	48,863.97
Summer-EBT Administrative Cost	643.00	643.00
Local Food for Schools Cooperative	1,029.00	1,029.00
Interest and Investment Income	2,427.68	2,427.68
Total Nonoperating Revenues (Expenses)	451,992.70	451,992.70
Income (Loss) before Contributions & Transfers	(71,430.43)	(71,430.43)
Other Financing Sources/(Uses):		
None	-	-
Total Other Financing sources	-	-
Changes in Net Position	(71,430.43)	(71,430.43)
Total Net Position - Beginning	371,080.18	371,080.18
Total Net Position - Ending	\$ 299,649.75	299,649.75

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Proprietary Funds
Statement of Cash Flows
For the Year Ended June 30, 2025

	Business-Type Activities - Enterprise Fund	
	Non Major Fund	
	Food Service	Total Enterprise
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers	\$ 34,081.14	34,081.14
Payments for Suppliers & Payroll	(499,907.00)	(499,907.00)
Net Cash Provided by (Used for) Operating Activities	(465,825.86)	(465,825.86)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State Sources	16,930.39	16,930.39
Federal Sources	382,347.82	382,347.82
Net Cash Provided by (Used for) Noncapital Financing Activities	399,278.21	399,278.21
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchase of Capital Assets	(101,928.12)	(101,928.12)
Net Cash (Used for) Capital and Related Financing Activities	(101,928.12)	(101,928.12)
CASH FLOW FROM INVESTING ACTIVITIES		
Interest and Investment Income	2,427.68	2,427.68
Net Cash Provided by (Used for) Investing Activities	2,427.68	2,427.68
Net Increase (Decrease) in Cash and Cash Equivalents	(166,048.09)	(166,048.09)
Balance - Beginning of Year	217,411.84	217,411.84
Balance - End of Year	51,363.75	51,363.75
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Operating Income (Loss)	(523,423.13)	(523,423.13)
Adjustments to Reconcile Operating Income(Loss) to Net Cash Provided by (Used for) Operating Activities:		
Depreciation and Net Amortization	19,768.00	19,768.00
Federal Commodities	48,863.97	48,863.97
(Increase) Decrease in Inventory	(1,097.16)	(1,097.16)
Decrease (Increase) in Accounts Receivable	407.36	407.36
(Decrease) Increase in Accounts Payable	(10,344.90)	(10,344.90)
Total Adjustments	57,597.27	57,597.27
Net Cash Provided by (Used for) Operating Activities	\$ (465,825.86)	(465,825.86)

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. REPORTING ENTITY

The City of Somers Point School District is a Type II district located in the County of Atlantic, State of New Jersey. As a Type II District, the School District functions independently through a Board of Education. The board is comprised of nine members elected to three-year terms. The purpose of the district is to educate students in grades K-8. The City of Somers Point School District had an enrollment at June 30, 2025 of 701 students.

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

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

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

B. BASIC FINANCIAL STATEMENTS – GOVERNMENT-WIDE STATEMENTS

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The District's general and special revenue activities are classified as governmental activities. The District's Food Service program is classified as business-type activities.

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

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

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

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

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

C. BASIC FINANCIAL STATEMENTS – FUND FINANCIAL STATEMENTS

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

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

The following fund types are used by the District:

1. Governmental Funds:

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

- a. **General Fund** is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. The District's Unemployment Compensation Trust Fund, Payroll Agency, and Net Payroll accounts are also accounted for in the General Fund.
- b. **Special Revenue** funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for a specific purpose. The special revenue fund is specifically used to account for state and federal grant monies that have been allocated to the District. The District's Student Activity Fund are also accounted for in the Special Revenue Fund.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

- c. **Capital Projects** funds are used to account for all financial resources to be used for the acquisition or construction of major capital facilities. 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.
- d. **Debt Service** funds are 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.

Fund Balances – Governmental Funds

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

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

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

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

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

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

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

2. Proprietary Funds:

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

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

3. Fiduciary Funds:

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

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

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

D. BASIS OF ACCOUNTING

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

1. Accrual:

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

2. Modified Accrual:

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

E. FINANCIAL STATEMENT AMOUNTS

1. Cash and Cash Equivalents:

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

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

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

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

2. Investments:

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

3. Inventories:

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

Food	\$	2,453.12
Supplies		1,689.32
	\$	4,142.44

The value of Federal donated commodities is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements.

4. Capital Assets:

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

Buildings	20-50 years
Machinery and equipment	5-10 years
Improvements	10-20 years
Infrastructure Assets	50-65 years

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

5. Revenues:

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

6. Expenditures:

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

7. Compensated Absences:

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

In governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as both an expenditure and a fund liability in the fund that will pay for the compensated absences. The remainder of the compensated absences liability is reported in the District-wide Financial Statements as a Governmental Activity.

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

8. Interfund Activity:

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

9. Budgets/Budgetary Control:

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

Significant transfers approved by the Board of Education during the fiscal year were as follows:

Regular Programs - Instruction	
Grades 1 - 5 Salaries of Teachers	\$ 305,124.79
Grades 6 - 8 Salaries of Teachers	(267,202.69)
Regular Programs - Undistributed Instruction	
General Supplies	(268,762.48)
Special Education - Instruction - Multiple Disabilities	
Salaries of Teachers	95,025.41
Other Salaries for Instruction	63,146.64
Resource Room/Resource Center	
Salaries of Teachers	(97,102.50)
Undistributed Expenditures - Instruction	
Tuition to Private Schools for the Disbalded - Within State	131,793.26
Undist. Expend. - Other Support Serv. Students - Speech, OT, PT, & Related Services	
Purchased Professional - Educational Services	(72,235.00)
Undist. Expend. - Other Support Serv. Students - Extraordinary Services	
Salaries	148,582.46
Purchased Professional - Educational Services	167,770.83
Undist. Expend. - Required Maint. School Fac.	
Cleaning, Repair and Maintenance Service	(93,034.00)
Undist. Expend. - Unallocated Benefits	
Unemployment Compensation	60,000.00
Health Benefits	(142,218.78)
Other Employee Benefits	(72,181.92)

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(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 payments 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 a grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

10. Tuition Receivable:

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. The final cost is based on agreements with the sending districts with a negotiated amount up to the final cost as determined by the State of New Jersey.

11. Tuition Payable:

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

12. Use of Estimates:

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

13. Allocation of Costs:

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

14. Pensions:

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

F. IMPACT OF RECENTLY ISSUED ACCOUNTING PRINCIPLES

Adopted Accounting Pronouncements

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

In December 2023, the Governmental Accounting Standards Board (GASB) issued Statement No. 102, "Certain Risk Disclosures". This statement, which is effective for fiscal years beginning after June 15, 2024, did not have any effect on the School District's financial reporting.

G. RECENT ACCOUNTING PRONOUNCEMENTS NOT YET EFFECTIVE

In April 2024, the Governmental Accounting Standards Board (GASB) issued Statement No. 103, "Financial Reporting Model Improvements". This statement, which is effective for fiscal years beginning after June 15, 2025, and all reporting periods, thereafter.

In September 2024, the Governmental Accounting Standards Board (GASB) issued Statement No. 104, "Disclosure of Certain Capital Assets". This statement, which is effective for fiscal years beginning after June 15, 2025, and all reporting periods, thereafter.

NOTE 2 – CASH AND CASH EQUIVALENTS

Custodial Credit Risk—Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The district's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in the New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 18A:20-37 that are treated as cash equivalents. As of June 30, 2025, \$0.00 of the government's bank balance of \$5,990,854.02 was exposed to custodial credit risk.

NOTE 3 – RECEIVABLES

Receivables at June 30, 2025, consisted of accounts (rent, tuition, and fees), accrued interest, interfund, intergovernmental, and property taxes. All receivables are considered collectible in full. A summary of the principal items of intergovernmental receivables follows:

	<u>Governmental Fund Financial Statements</u>	<u>District Wide Financial Statements</u>
State Aid	\$ 115,228.38	116,376.13
Federal Aid	456,688.91	482,407.31
Other	61,713.90	97,798.83
Gross Receivables	633,631.19	696,582.27
Less: Allowance for Uncollectibles		
Total Receivables, Net	<u>\$ 633,631.19</u>	<u>696,582.27</u>

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

NOTE 4 – INTERFUND TRANSFERS AND BALANCES

Transfers between funds are used to (1) move investment income earned in the Capital Projects Fund that is required to be expended in the Debt Service Fund; (2) repay expenses paid by another fund.

The following interfund balances remained on the fund financial statements at June 30, 2025.

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 49,089.84	15,611.76
Debt Service Fund	32,901.43	31,686.26
Special Revenue Fund	18,956.00	17,403.58
Capital Projects Fund	13,726.76	51,857.43
Food Service Fund	1,885.00	
	<u>\$ 116,559.03</u>	<u>116,559.03</u>

NOTE 5 – CAPITAL ASSETS

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

	Beginning Balance	Additions	Deletions/ Adjustments	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 27,012.00			27,012.00
Construction in Progress	-		-	-
Total capital assets not being depreciated	<u>27,012.00</u>	<u>-</u>	<u>-</u>	<u>27,012.00</u>
Capital assets being depreciated:				
Land Improvements	654,627.34	13,225.00		667,852.34
Buildings and building improvements	28,384,346.88	91,913.84		28,476,260.72
Equipment	1,014,512.05	55,967.80	(27,838.00)	1,042,641.85
Total capital assets being depreciated at historical cost	<u>30,053,486.27</u>	<u>161,106.64</u>	<u>(27,838.00)</u>	<u>30,186,754.91</u>
Less accumulated depreciation for:				
Land Improvements	(167,520.40)	(27,054.31)		(194,574.71)
Buildings and improvements	(12,132,248.48)	(1,074,902.14)		(13,207,150.62)
Equipment	(541,646.10)	(69,401.88)	27,838.00	(583,209.98)
Total capital assets being depreciated, net of accumulated depreciation	<u>17,212,071.29</u>	<u>(1,010,251.69)</u>	<u>-</u>	<u>16,201,819.60</u>
Governmental activity capital assets, net	<u>17,239,083.29</u>	<u>(1,010,251.69)</u>	<u>-</u>	<u>16,228,831.60</u>
Business-type activities:				
Capital assets being depreciated:				
Equipment	243,580.49	101,928.12	(7,900.00)	337,608.61
Less accumulated depreciation	(117,498.25)	(19,768.00)	7,900.00	(129,366.25)
Enterprise Fund capital assets, net	<u>\$ 126,082.24</u>	<u>82,160.12</u>	<u>-</u>	<u>208,242.36</u>

**CITY OF SOMERS POINT SCHOOL DISTRICT
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Depreciation expense is charged to governmental functions as follows:

Regular Instruction	\$	348,382.85
Special Education		271,749.00
Other Special Instruction		25,694.53
Student & Instruction Related Service		253,158.12
School Administrative Services		30,571.11
General Administrative Services		38,702.62
Plant Operations and Maintenance		129,030.52
Pupil Transportation		41,869.53
Central Services		32,200.05
	\$	<u>1,171,358.33</u>

NOTE 6 – LONG-TERM OBLIGATIONS

Changes in long-term obligations for the year ended June 30, 2025 are as follows:

	Balance July 1, 2024	Issues or Additions	Payments or Expenditures	Balance June 30, 2025	Amounts Due Within One Year
Compensated Absences	\$ 516,094.27	17,948.66		534,042.93	
Bonds Payable	7,463,000.00		725,000.00	6,738,000.00	698,000.00
Lease Liability	145,140.80		43,542.24	101,598.56	43,542.24
Subscription Liabilities	22,716.76		12,390.96	10,325.80	10,325.80
Net Pension Liability	<u>3,009,741.00</u>	<u>314,123.00</u>	<u>715,262.00</u>	<u>2,608,602.00</u>	
	<u>\$ 11,156,692.83</u>	<u>332,071.66</u>	<u>1,496,195.20</u>	<u>9,992,569.29</u>	<u>751,868.04</u>

Compensated absences have been liquidated in the General Fund.

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 District are general obligation bonds.

At June 30, 2025, bonds payable consisted of the following issues:

\$3,443,000 School Bonds dated February 15, 2011, due in annual installments beginning February 15, 2011 through February 15, 2026, bearing interest at variable rates from 2.00% to 4.00% per annum. The balance remaining as of June 30, 2025 is \$273,000.00.

\$9,235,000 School Bonds dated December 13, 2016, due in annual installments beginning December 1, 2018 through December 1, 2036, bearing interest at variable rates from 2.50% to 3.50% per annum. The balance remaining as of June 30, 2025 is \$6,465,000.00.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

Debt service requirements on serial bonds payable at June 30, 2025 are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2026	\$ 698,000.00	205,920.00	903,920.00
2027	540,000.00	180,525.00	720,525.00
2028	550,000.00	164,175.00	714,175.00
2029	550,000.00	147,675.00	697,675.00
2030	550,000.00	131,175.00	681,175.00
2031-2035	2,750,000.00	404,662.50	3,154,662.50
2035-2037	1,100,000.00	37,950.00	1,137,950.00
	<u>\$ 6,738,000.00</u>	<u>1,272,082.50</u>	<u>8,010,082.50</u>

Lease Liability

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

The agreement was executed in November 2022, to lease certain office equipment across the different locations within the school district. The term of the lease is 60 months and matures in October 2027. The remaining liability as of June 30, 2025, is \$101,598.56.

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

Year Ending June 30,	Principal	Interest	Total
2026	43,542.24	-	43,542.24
2027	43,542.24	-	43,542.24
2028	14,514.08	-	14,514.08
	<u>\$ 101,598.56</u>	<u>-</u>	<u>101,598.56</u>

NOTE 7 – PENSION PLANS

Description of Plans - All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pension and Benefits, PO Box 295, Trenton, New Jersey, 08625 or the reports can be accessed on the internet at: <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
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(CONTINUED)**

Teachers' Pension and Annuity Fund (TPAF)

The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

Public Employees' Retirement System (PERS)

The Public Employees' Retirement System (PERS) was established as of January 1, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction.

Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program (DCRP) was established as of 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.). The DCRP is a cost-sharing multiple-employer defined contribution pension fund. The DCRP provides eligible members, and their beneficiaries with a 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.

Funding Policy

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 7.50% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The current TPAF rate is 46.70% and the PERS rate is 17.61% of covered payroll. The School District's contributions to TPAF for the years ending June 30, 2025, 2024 and 2023 were \$2,716,809.00, \$2,907,680.00, and \$2,897,222.00, respectively, and paid by the State of New Jersey on behalf of the board, equal to the required contributions for each year. The School District's contributions to PERS for the years ending June 30, 2025, 2024, and 2023 were \$261,228.00, \$277,721.00, and \$244,227.93, respectively, equal to the required contributions for each year.

During the fiscal years ended June 30, 2025, 2024, and 2023, the State of New Jersey contributed \$793,854.00, \$791,364.00, and \$761,093.00, respectively, to the TPAF for post-retirement medical benefits on behalf of the Board. Also, in accordance with NJSA 18A:66-66 the State of New Jersey reimbursed the Board \$523,471.25, \$556,819.72 and \$569,118.88, during the same fiscal years for the employer's share of social security contributions for TPAF members as calculated on their base salaries. These amounts, which are not required to be budgeted, have been included in the financial statements, and the combining and individual fund statements and schedules as revenues and expenditures in accordance with GASB Standards.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
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(CONTINUED)**

For the DCRP, members contribute at a uniform rate of 5.5% of their base salary. Employers are required to contribute at a set rate of 3.0% of base salary. There were employees enrolled in the DCRP for the year ended June 30, 2025.

Vesting and Benefit Provisions - The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System. 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.

Significant Legislation

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

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

- New members of the PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of $\frac{1}{4}$ of 1% for each month that the member is under age 65.
- The eligibility age to qualify for a service retirement in the PERS is increased from age 63 to 65 for Tier 5 members.
- Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years; PERS active member rate increase from 8.5% to 10%. For fiscal year 2013, the member contribution rates increased in October 2012. The phase-in of the additional incremental member contribution rates for PERS members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.
- New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary.
- In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
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Also, Chapter 1, P.L. 2010 changed the membership eligibility criteria for new members of PERS and TPAF from the amount of annual compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for new members of PERS and TPAF to 1/60th from 1/55th, and it provided that new members of PERS and TPAF have the retirement allowance calculated using the average annual compensation for the last five years of service instead of the last three years of service. New members of PERS and TPAF will no longer receive pension service credit from more than one employer. Pension service credit will be earned for the highest paid position only. The law also requires the State to make its full pension contribution, defined a 1/7th of the required amount, beginning in fiscal years 2012.

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

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

NOTE 8: PENSION LIABILITIES – PUBLIC EMPLOYEES’ RETIREMENT SYSTEM (PERS)

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

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

Public Employees’ Retirement System

The District has a liability of \$2,608,602 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023, that was rolled forward to June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2024, the District's proportion is 0.01919777100%, which is a decrease of 7.61% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2024, the District recognized pension expense of \$10,154. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected & actual experience	\$ 52,255	(6,945)
Changes of assumptions	3,241	(29,680)
Net difference between projected and actual earnings on pension plan investments	-	(120,954)
Changes in proportion	172,179	(296,455)
Total	\$ 227,675	\$ (454,034)

**CITY OF SOMERS POINT SCHOOL DISTRICT
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Amounts that would be reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense as follows:

Year ended June 30,		
2025	\$	(19,305)
2026		(173,718)
2027		(30,367)
2028		(950)
2029		(2,018)
Total	\$	<u><u>(226,359)</u></u>

Actuarial Assumptions

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

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

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

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
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(CONTINUED)**

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. equity	28.00%	8.63%
Non-U.S. developed markets equity	12.75%	8.85%
International small cap equity	1.25%	8.85%
Emerging markets equity	5.50%	10.66%
Private equity	13.00%	12.40%
Real estate	8.00%	10.95%
Real assets	3.00%	8.20%
High yield	4.50%	6.74%
Private credit	8.00%	8.90%
Investment grade credit	7.00%	5.37%
Cash Equivalents	2.00%	3.57%
U.S. Treasuries	4.00%	3.57%
Risk mitigation strategies	3.00%	7.10%

Discount Rate

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
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(CONTINUED)**

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

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	\$ 3,173,615	2,608,602	2,128,219

Pension plan fiduciary net position.

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

NOTE 9 – PENSION LIABILITIES - TEACHERS' PENSION AND ANNUITY FUND (TPAF)

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

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

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

District's proportionate share of the net pension liability	\$	-
State's proportionate share of the net position liability associated with the District		33,444,462.00
Total	\$	33,444,462.00

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
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(CONTINUED)**

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

For the year ended June 30, 2024, the District recognized pension benefit of (\$121,635) and revenue in the same amount for support provided by the State.

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

Inflation Rate	
Price	2.75%
Wage	3.25%
Salary increases	2.75% - 5.65% (based on years of service)
Investment rate of return	7.00%

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

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

Long-Term Expected Rate of Return

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

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NOTES TO BASIC FINANCIAL STATEMENTS
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(CONTINUED)**

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

Discount rate.

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

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

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

	1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
District's proportionate share of the net pension liability	\$ -	-	-
State's proportionate share of the net position liability associated with the District	\$ 39,753,477.71	33,444,462.00	28,131,078.12

Pension plan fiduciary net position.

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

Additional Information

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

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

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

NOTE 10 – OTHER POST-RETIREMENT BENEFITS

General Information about the OPEB Plan

State Health Benefit State Retired Employees Plan:

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

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

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

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

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

Total OPEB Liability

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

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

Salary Increases

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

Mortality Rates

Preretirement mortality rates were based on the Pub-2010 Healthy "Teachers" (TPAF/ABP), "General" (PERS), and "Safety" (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Postretirement mortality rates were based on the Pub-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Disability mortality was based on the Pub-2010 "General" classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021 for current disabled retirees. Future disabled retirees was based on the Pub-2020 "Safety" (PFRS), "General" (PERS), and "Teachers" (TPAF/ABP) classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021.

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

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

Health Care Trend Assumptions

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

Discount Rate

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

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

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

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

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

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

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

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

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

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

For the year ended June 30, 2024, the board of education recognized OPEB expense of \$844,092 determined by the State as the total OPEB liability for benefits provided through a defined OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB 75 and in which there is a special funding situation.

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

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

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

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

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

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

**CITY OF SOMERS POINT SCHOOL DISTRICT
 NOTES TO BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2025
 (CONTINUED)**

NOTE 11 – COMPENSATED ABSENCES

The district accounts for compensated absences (e.g., unused vacation, sick leave) as directed by Governmental Accounting Standards Board Statement No. 101 (GASB 101), “Compensated Absences”. A liability for compensated absences is recognized for leave that has not been used and leave that has been used but not yet paid in cash or settled through noncash means.

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 as long as it does not violate Title 18A. Upon retirement, employees, shall be paid by the District for unused sick leave in accordance with the District’s agreements with the various employee unions.

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

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 Food Service Fund.

NOTE 12 – DEFERRED COMPENSATION

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

Lincoln Investments	NY Life
Equitable Insurance	Siracusa Insurance

NOTE 13 – COMMITMENTS

The District does not have encumbrance policy for the fiscal year end to determine significant encumbrances. All encumbrances are classified as either Assigned Fund Balance in the General Fund and Special Revenue Fund. Significant encumbrances at June 30th are as follows:

Fund	Amount
General Fund Encumbered Orders	\$ 102,875.42
Special Revenue Fund Encumbered Orders	219,694.92
	\$ 322,570.34

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

NOTE 14 – CAPITAL RESERVE ACCOUNT

A capital reserve account was established by City of Somers Point Board of Education by the inclusion of \$100.00 on September 21, 2000 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.

Beginning balance, July 1, 2024		\$ 1,003,730.00
Deposits:		
None		-
Withdrawals:		
None		-
Ending balance, June 30, 2025		<u>\$ 1,003,730.00</u>

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP) and updated annually in the Quality Assurance Annual Report (QAAR). Upon submission of the LRFP to the department, a district may deposit funds into the capital reserve account 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. Pursuant to N.J.A.C. 6:23A-5.1(d) 7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its LRFP.

NOTE 15 – MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account was established by the City of Somers Point Board of Education for the accumulation of funds for use as required maintenance expenditures in subsequent fiscal years. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

Beginning balance, July 1, 2024		\$ 1,077,190.53
Deposits:		
None		-
Withdrawals:		
2024-2025 Budget		(250,000.00)
Ending balance, June 30, 2025		<u>\$ 827,190.53</u>

NOTE 16 – RISK MANAGEMENT

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

Property and Liability Insurance - The District maintains insurance coverage for property, liability and surety bonds through the Atlantic & Cape May Counties Association of School Business Officials Joint Insurance Fund (ACCASBOJIF). A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

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

Fiscal Year	Interest on Investments	Employee Contributions	Adjustment	Amount Reimbursed	Ending Balance
2024-2025	\$ 5,555.80	19,051.08	22,736.75	79,000.41	80,935.53
2023-2024	6,963.59	19,458.78	19,893.06	33,035.54	112,592.31
2022-2023	2,740.37	25,721.13	48,457.27	11,637.74	99,312.42

NOTE 17 – CONTINGENT LIABILITIES

Federal and State Grants

The District participates in several federal and state grant programs. The grant 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 would result in the disallowance of program expenditures.

NOTE 18 – ECONOMIC DEPENDENCY

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

NOTE 19 – LITIGATION

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

NOTE 20 – FUND BALANCE APPROPRIATED

General Fund – Of the \$4,965,444.91 General Fund fund balance, at June 30, 2025, \$102,875.42 is reserved for encumbrances; \$2,235,903.72 is reserved as excess surplus in accordance with NJSA 18A:7F-7 (\$1,363,229.00 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2026), \$80,935.53 is reserved in the Unemployment Compensation Fund; \$827,190.53 has been reserved in the Maintenance Reserve Account (\$250,000.00 of the total maintenance reserve has been used in the fiscal year 2026 budget); \$1,003,730.00 has been reserved in the Capital Reserve Account; \$91,015.00 is designated by BOE for subsequent expenditures; and \$623,794.71 is classified and Unassigned.

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

NOTE 21 – 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 of budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2025 is \$872,674.72.

NOTE 22 – DEFICIT FUND BALANCES

The District has a deficit unassigned fund balance of (\$149,638.50) in the Special Revenue Fund as of June 30, 2025 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last payment as revenue, for budget purposes only, in the current school budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the school district cannot recognize the June state aid payments on the GAAP financial statements until the year the state records the payable. Due to the timing difference of recording the last state aid payment, the Special Revenue Fund balance deficit does not alone indicate that the district is facing financial difficulties. The District deficit in the Special revenue fund in the GAAP fund statements of (\$149,638.50) is equal to the last state aid payment for that fund and the student activity fund balance.

NOTE 23 – RIGHT TO USE ASSETS

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

	Beginning Balance	Increases	Decreases	Ending Balance
Copiers	\$ 145,140.80		43,542.24	101,598.56
Right to use assets, net	\$ 145,140.80	-	43,542.24	101,598.56

**CITY OF SOMERS POINT SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

NOTE 24 – SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

The District has entered into Subscription-Based Information Technology Arrangements (SBITAs) involving:

- Xtel Phone Services

The total of the District’s subscription assets are recorded at a cost of \$61,954.80, less accumulated amortization of \$51,629.00.

The future subscription payments under SBITA agreements are as follows:

Subscriptions			
	Principal	Interest	Total
2026	10,325.80		10,325.80
	\$ 10,325.80	-	10,325.80

NOTE 25 – SUBSEQUENT EVENTS

Management has reviewed and evaluated all events and transactions that occurred through December 3, 2025, the date that the financial statements were available to be issued for possible disclosure and recognition in the financial statements.

Building Lease – At the September 21, 2025, board of education meeting a three-year building lease of the New York Avenue School was approved. The lease commenced on September 1, 2025. Monthly lease payments in the amount of \$8,500 are due through August 31, 2028.

Bond Referendum – On November 4, 2025, the district’s Bond Referendum was voted on and approved by the voters. The district will issue \$5,575,000 in school bonds to finance capital projects throughout the district.

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Budgetary Comparison Schedules

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 11,501,679.00		11,501,679.00	11,501,679.00	-
Tuition From Other LEAs Within the State			-	6,421.92	6,421.92
Rent and Royalties	65,000.00		65,000.00	3,000.00	(62,000.00)
Other Restricted Miscellaneous Revenues	145,000.00		145,000.00	24,606.88	24,606.88
Unrestricted Miscellaneous Revenues				225,674.20	80,674.20
Total Local Sources	11,711,679.00	-	11,711,679.00	11,761,382.00	49,703.00
State Sources:					
Categorical Special Education Aid	568,696.00		568,696.00	568,696.00	-
Equalization Aid	1,340,682.00		1,340,682.00	1,340,682.00	-
Categorical Security Aid	114,624.00		114,624.00	114,624.00	-
Categorical Transportation Aid	142,184.00		142,184.00	142,184.00	-
Extraordinary Aid	200,000.00		200,000.00	53,797.00	(146,203.00)
Stabilization Aid	510,957.00		510,957.00	510,957.00	-
Nonpublic Transportation Aid			-	6,071.00	6,071.00
TPAF Post Retirement Pension (On-Behalf - Non-Budgeted)			-	793,854.00	793,854.00
TPAF Pension (On-Behalf - Non-Budgeted)			-	2,716,809.00	2,716,809.00
TPAF Long-Term Disability Insurance (On-Behalf - Non-Budgeted)			-	1,054.00	1,054.00
Reimbursed TPAF Social Security Contributions (non-budgeted)			-	523,471.25	523,471.25
Total State Sources	2,877,143.00	-	2,877,143.00	6,772,199.25	3,895,056.25
Federal Sources:					
Medicaid Reimbursement	28,053.00		28,053.00	42,166.96	14,113.96
Total Federal Sources	28,053.00	-	28,053.00	42,166.96	14,113.96
Total Revenues	\$ 14,616,875.00	-	14,616,875.00	18,575,748.21	3,958,873.21

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
EXPENDITURES:					
CURRENT EXPENSE					
REGULAR PROGRAMS - INSTRUCTION					
Kindergarten - Salaries of Teachers	\$ 313,207.00	14,604.97	327,811.97	327,437.72	374.25
Grades 1 - 5 Salaries of Teachers	1,699,421.00	305,124.79	2,004,545.79	2,004,545.79	-
Grades 6 - 8 Salaries of Teachers	1,645,437.00	(267,202.69)	1,378,234.31	1,372,412.46	5,821.85
Regular Programs - Home Instruction					
Salaries of Teachers	10,000.00	2,877.51	12,877.51	9,533.01	3,344.50
Purchased Professional - Educational Services	5,000.00	(4,797.51)	202.49	202.49	
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	44,440.00	16,126.27	60,566.27	30,671.27	29,895.00
Other Purchased Services (400-500 series)	229,400.00	(19,375.81)	210,024.19	203,188.49	6,835.70
General Supplies	344,773.00	(268,762.48)	76,010.52	64,764.54	11,245.98
Textbooks	2,000.00	(2,000.00)	-	-	
Other Objects	585.00	2,517.00	3,102.00	300.52	2,801.48
TOTAL REGULAR PROGRAMS - INSTRUCTION	4,294,263.00	(220,887.95)	4,073,375.05	4,012,853.80	60,521.25
SPECIAL EDUCATION - INSTRUCTION					
Multiple Disabilities					
Salaries of Teachers	317,502.00	95,025.41	412,527.41	409,411.51	3,115.90
Other Salaries for Instruction		63,146.64	63,146.64	63,057.09	89.55
General Supplies	3,400.00	(2,495.00)	905.00	900.00	5.00
Total Multiple Disabilities	320,902.00	155,677.05	476,579.05	473,368.60	3,210.45
Resource Room/Resource Center					
Salaries of Teachers	668,649.00	(97,102.50)	571,546.50	535,832.70	35,713.80
Other Salaries for Instruction		3,312.50	3,312.50	3,232.45	80.05
General Supplies	3,400.00	(1,750.00)	1,650.00		1,650.00
Total Resource Room/Resource Center	672,049.00	(95,540.00)	576,509.00	539,065.15	37,443.85
Preschool Disabilities - Full-Time					
Salaries of Teachers	152,001.00		152,001.00	152,000.86	0.14
Other Salaries for Instruction	79,852.00	(27,222.00)	52,630.00	52,629.94	0.06
General Supplies	3,400.00		3,400.00	361.36	3,038.64
Total Preschool Disabilities - Full-Time	\$ 235,253.00	(27,222.00)	208,031.00	204,992.16	3,038.84

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Special Education - Home Instruction					
Salaries of Teachers	\$ 15,000.00	(13,500.00)	1,500.00		1,500.00
Purchased Professional - Educational Services	1,500.00	13,500.00	15,000.00	7,887.00	7,113.00
Total Special Education - Home Instruction	16,500.00	-	16,500.00	7,887.00	8,613.00
TOTAL SPECIAL EDUCATION - INSTRUCTION	1,244,704.00	32,915.05	1,277,619.05	1,225,312.91	52,306.14
Bilingual Education - Instruction					
Salaries of Teachers	159,076.00	26,306.49	185,382.49	185,382.49	-
Purchased Professional - Educational Services	1,895.00	(1,895.00)	-		-
Total Bilingual Education - Instruction	160,971.00	24,411.49	185,382.49	185,382.49	-
School-Spon. Co/Extra-curr. Activities - Instruction					
Salaries	55,000.00		55,000.00	54,925.08	74.92
Purchased Services (300-500 series)	1,000.00		1,000.00	400.00	600.00
Supplies & Materials	1,000.00		1,000.00		1,000.00
Total School-Spon. Co/Extra-curr. Activities - Inst.	57,000.00	-	57,000.00	55,325.08	1,674.92
School-Sponsored Athletics - Instruction					
Salaries	50,000.00		50,000.00	45,270.00	4,730.00
Purchased Services (300-500 series)	500.00	(400.00)	100.00	45.00	55.00
Supplies & Materials	4,250.00	(650.00)	3,600.00	3,575.11	24.89
Other Objects	5,500.00	1,050.00	6,550.00	6,322.25	227.75
Total School-Spon. Co/Extra-curr. Activities - Inst.	60,250.00	-	60,250.00	55,212.36	5,037.64
Summer School - Instruction					
Salaries of Teachers	41,350.00		41,350.00	43.00	41,307.00
Other Salaries for Instruction	20,000.00	(17,700.00)	2,300.00		2,300.00
General Supplies	850.00		850.00		850.00
Total Summer School - Instruction	62,200.00	(17,700.00)	44,500.00	43.00	44,457.00
TOTAL INSTRUCTION	\$ 5,879,388.00	(181,261.41)	5,698,126.59	5,534,129.64	163,996.95

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
UNDISTRIBUTED EXPENDITURES					
Undistributed Expenditures - Instruction					
Tuition to Other LEAs-Within the State-Regular	\$ 40,000.00	11,554.78	51,554.78	51,554.78	-
Tuition to Other LEAs-Within the State-Special		91.06	91.06		91.06
Tuition to CSSD & Regional Day Schools	187,785.60	(11,500.00)	176,285.60	173,800.16	2,485.44
Tuition to Private Schools for the Disabled - Within State		131,793.26	131,793.26	128,513.26	3,280.00
Total Undistributed Expenditures - Instruction	227,785.60	131,939.10	359,724.70	353,868.20	5,856.50
Undistributed Expend. - Health Services					
Salaries	135,050.00	3,199.22	138,249.22	138,249.02	0.20
Purchased Professional and Technical Services	1,200.00	1,970.00	3,170.00	1,959.25	1,210.75
Supplies & Materials	3,275.43	(2,926.00)	349.43	346.99	2.44
Total Undistributed Expend. - Health Services	139,525.43	2,243.22	141,768.65	140,555.26	1,213.39
Undist. Expend. - Other Support Serv. Students - Speech, OT, PT & Related Services					
Salaries	254,994.00	(4,443.84)	250,550.16	250,549.78	0.38
Purchased Professional - Educational Services	142,850.00	(72,235.00)	70,615.00	64,514.08	6,100.92
Supplies & Materials	3,400.00	(1,922.00)	1,478.00	1,466.73	11.27
Total Undist. Expend. - Other Support Services	401,244.00	(78,600.84)	322,643.16	316,530.59	6,112.57
Undist. Expend. - Other Support Serv. Students - Extraordinary Services					
Salaries	269,161.00	148,582.46	417,743.46	389,683.04	28,060.42
Purchased Professional - Educational Services	321,300.00	167,770.83	489,070.83	452,100.59	36,970.24
Total Undist. Expend. - Other Support Services	590,461.00	316,353.29	906,814.29	841,783.63	65,030.66
Undist. Expend. - Guidance					
Salaries of Other Professional Staff	356,047.00	(32,266.38)	323,780.62	323,780.24	0.38
Other Purchased Prof. & Tech. Services	10,000.00		10,000.00	10,000.00	-
Other Purchased Services (400-500 series)	750.00	(750.00)	-		-
Supplies & Materials	1,500.00	(1,500.00)	-		-
Total Undist. Expend. - Guidance	\$ 368,297.00	(34,516.38)	333,780.62	333,780.24	0.38

**CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undist. Expend. - Child Study Teams	\$ 272,398.00	10,489.91	282,887.91	275,597.57	7,290.34
Salaries of Other Professional Staff	53,553.00	326.62	53,879.62	53,870.78	8.84
Other Salaries	3,000.00	(2,998.34)	1.66		1.66
Purchased Professional - Educational Services	20,000.00	34,256.47	54,256.47	53,680.43	576.04
Other Purchased Services (400-500 series)	18,000.00	(16,835.00)	1,165.00	122.54	1,042.46
Supplies & Materials	4,925.00	(1,705.00)	3,220.00	3,078.64	141.36
Other Objects	800.00	(600.00)	200.00	200.00	-
Total Undist. Expend. - Child Study Teams	372,676.00	22,934.66	395,610.66	386,549.96	9,060.70
Undist. Expend. - Improvement of Inst. Services	146,625.00	(29,601.16)	117,023.84	107,346.47	9,677.37
Salaries Supervisor of Instruction	75,684.00	449.92	76,133.92	76,133.92	-
Other Salaries	6,750.00		6,750.00	3,806.40	2,943.60
Other Purchased Services (400-500 series)	1,275.00		1,275.00	330.80	944.20
Supplies & Materials	1,900.00		1,900.00		1,900.00
Other Objects	232,234.00	(29,151.24)	203,082.76	187,617.59	15,465.17
Total Undist. Expend. - Improvement of Inst. Serv.	146,625.00	(29,601.16)	117,023.84	107,346.47	9,677.37
Undist. Expend. - Edu. Media Serv./Sch. Library	1,600.00	(1,600.00)	-		-
Purchased Professional and Technical Services	54,115.70	(6,166.00)	47,949.70	40,771.49	7,178.21
Other Purchased Services (400-500 series)	1,500.00	600.00	2,100.00	901.21	1,198.79
Supplies & Materials					
Total Undistributed Expenditures - Educational Media Services - School Library	57,215.70	(7,166.00)	50,049.70	41,672.70	8,377.00
Undist. Expend. - Instructional Staff Training Serv.					
Purchased Professional - Educational Services	5,500.00	5,112.50	5,112.50	4,849.85	262.65
Other Purchased Services (400-500 series)	170.00	380.00	5,880.00	4,279.28	1,600.72
Supplies & Materials		(80.00)	90.00		90.00
Other Objects		212.00	212.00		212.00
Total Undistributed Expenditures - Instructional Staff Training Services	\$ 5,670.00	5,624.50	11,294.50	9,129.13	2,165.37

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undist. Expend. - Supp. Serv. - General Admin.					
Salaries	\$ 219,587.00	(10,000.00)	209,587.00	209,586.78	0.22
Legal Services	41,878.76	(10,585.93)	31,292.83	31,292.50	0.33
Audit Fees	28,500.00		28,500.00	28,500.00	-
Architectural/Engineering Services	4,000.00	24,350.00	28,350.00	25,937.50	2,412.50
Other Purchased Professional Services	2,500.00	7,500.00	10,000.00	10,000.00	-
Purchased Technical Services	13,400.00	13,037.68	26,437.68	26,437.51	0.17
Communications/Telephone	67,800.00	698.03	68,498.03	68,330.10	167.93
BOE Other Purchased Services	5,000.00	(4,007.33)	992.67	992.67	-
Misc. Purch Services (400-500 series)(Other than 530&585)	13,000.00	(133.33)	12,866.67	12,826.03	40.64
General Supplies	3,400.00	(2,650.54)	749.46	749.09	0.37
BOE In-House Training/Meeting Supplies	1,500.00	(1,043.68)	456.32	408.90	47.42
Judgements Against the School		18,467.49	18,467.49	18,467.49	-
Miscellaneous Expenditures	3,000.00	2,768.76	5,768.76	5,167.00	601.76
BOE Membership Dues and Fees	5,000.00	2,101.17	7,101.17	7,101.17	-
Total Undistributed Expenditures - Support Services - General Administration	408,565.76	40,502.32	449,068.08	445,796.74	3,271.34
Undist. Expend. - Supp. Serv. - School Admin.					
Salaries of Principals/Assistant Principals/Prog Dir	198,317.00	(11,435.21)	186,881.79	186,881.59	0.20
Salaries of Secretarial and Clerical Assistants	151,034.00	1,096.31	152,130.31	152,129.91	0.40
Other Purchased Services (400-500 series)	13,400.00	(6,620.68)	6,779.32	6,776.00	3.32
Supplies & Materials	2,550.00	-	2,550.00	1,931.37	618.63
Other Objects	3,750.00	670.00	4,420.00	4,415.00	5.00
Total Undistributed Expenditures - Support Services - School Administration	369,051.00	(16,289.58)	352,761.42	352,133.87	627.55
Undist. Expend - Central Services					
Salaries	219,006.00	21,526.20	240,532.20	241,153.66	(621.46)
Purchased Technical Services	27,900.00	7,220.00	35,120.00	33,118.05	2,001.95
Misc. Purchased Services (400-500 series)(O/T 594)	1,000.00	3,745.24	4,745.24	4,745.21	0.03
Supplies and Materials	4,845.00	(76.74)	4,768.26	4,628.03	140.23
Miscellaneous Expenditures	1,425.00	833.80	2,258.80	1,783.80	475.00
Total Undistributed Expenditures - Central Services	\$ 254,176.00	33,248.50	287,424.50	285,428.75	1,995.75

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undist. Expend - Admin. Info Technology					
Salaries	\$ 75,684.00	449.66	76,133.66	76,133.66	-
Other Purchased Services (400-500 series)	7,000.00	84.41	7,084.41	6,524.41	560.00
Supplies and Materials	2,975.00	(69.91)	2,905.09	2,810.13	94.96
Total Undistributed Expenditures - Administration					
Information Technology	85,659.00	464.16	86,123.16	85,468.20	654.96
Undist. Expend. - Required Maint. School Fac.					
Salaries	225,494.00	(9,994.08)	215,499.92	215,499.92	-
Cleaning, Repair and Maintenance Service	262,271.50	(93,034.00)	169,237.50	129,126.53	40,110.97
General Supplies	33,700.00	3,620.00	37,320.00	24,704.50	12,615.50
Other Objects	2,125.00	(1,965.00)	160.00	160.00	-
Total Undistributed Expenditures - Allowable					
Maintenance for School Facilities	523,590.50	(101,373.08)	422,217.42	369,490.95	52,726.47
Undistributed Expenditures - Custodial Services					
Salaries	447,664.00	28,995.52	476,659.52	475,959.93	699.59
Purchased Professional and Technical Services	500.00	(500.00)	-	-	-
Cleaning, Repair and Maintenance Service	6,500.00	(4,000.00)	2,500.00	2,138.15	361.85
Rental of Land & Bldg. Oth. then Lease Pur Agrmt	4,000.00	(2,026.00)	1,974.00	1,973.78	0.22
Other Purchased Property Services	25,600.00	10,000.00	35,600.00	27,053.10	8,546.90
Insurance	150,000.00	(1,000.00)	149,000.00	149,000.00	-
Other Purchased Services (400-500 series)					
Miscellaneous Purchased Services	11,000.00	(5,500.00)	5,500.00	4,366.81	1,133.19
General Supplies	70,000.00	(26,341.40)	43,658.60	41,281.05	2,377.55
Energy (Natural Gas)	128,858.49	(11,363.68)	117,494.81	77,213.56	40,281.25
Energy (Electricity)	360,000.00	(27,994.95)	332,005.05	247,711.07	84,293.98
Energy (Gasoline)	2,516.44		2,516.44	1,456.54	1,059.90
Total Undistributed Expenditures - Custodial Services	1,206,638.93	(39,730.51)	1,166,908.42	1,028,153.99	138,754.43
Undist. Expend. - Care & Upkeep of Grounds					
Cleaning, Repair and Maintenance Services	18,500.00	(4,000.00)	14,500.00	12,915.15	1,584.85
General Supplies	10,108.28	(500.00)	9,608.28	6,040.77	3,567.51
Total Care and Upkeep of Grounds	\$ 28,608.28	(4,500.00)	24,108.28	18,955.92	5,152.36

**CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
Undist. Expend. - Security					
Salaries	\$ 51,379.00		51,379.00	51,112.96	266.04
Cleaning, Repair and Maintenance Services	15,000.00	2,974.10	17,974.10	17,974.10	-
Travel - All Other					
General Supplies	28,454.74	(14,047.65)	14,407.09	552.36	13,854.73
Other Objects					
Total Security	<u>94,833.74</u>	<u>(11,073.55)</u>	<u>83,760.19</u>	<u>69,639.42</u>	<u>14,120.77</u>
Total Undistributed Expenditures					
Operations and Maintenance of Plant	1,853,671.45	(156,677.14)	1,696,994.31	1,486,240.28	210,754.03
Undist. Expend. - Student Transportation Serv.					
Other Purchased Professional and Technical Services	26,388.48	125.00	26,513.48	22,548.22	3,965.26
Contr. Serv. - Aid in Lieu Pymts-NonPub Sch	27,000.00	(18,000.00)	9,000.00	6,244.70	2,755.30
Contr. Serv. - (Oth than Bet Home & Sch)-Vend	177.28	40,810.16	40,987.44	31,718.40	9,269.04
Contr. Serv. - (Bet. Home & School) Joint Agrm.	252,343.14	45,389.84	297,732.98	278,336.17	19,396.81
Contr. Serv. - (Spc Ed. Students) - Joint Agrmt	258,967.96	(37,825.00)	221,142.96	143,427.38	77,715.58
Total Undistributed Expenditures - Student Transportation Services	<u>564,876.86</u>	<u>30,500.00</u>	<u>595,376.86</u>	<u>482,274.87</u>	<u>113,101.99</u>
Undist. Expend. - Unallocated Benefits					
Social Security Contributions	205,000.00	30,441.97	235,441.97	229,652.39	5,789.58
Other Retirement Contributions - PERS	250,000.00	17,087.58	267,087.58	267,087.58	-
Unemployment Compensation		60,000.00	60,000.00	56,263.66	3,736.34
Workmen's Compensation	150,000.00	16,411.00	166,411.00	166,411.00	-
Health Benefits	2,732,050.00	(142,218.78)	2,589,831.22	2,574,938.35	14,892.87
Tuition Reimbursement	37,109.00	(7,955.01)	29,153.99	25,185.64	3,968.35
Other Employee Benefits	220,700.00	(72,181.92)	148,518.08	137,339.17	11,178.91
Unused Vacation Payment to Terminated / Retired Staff					
Total Unallocated Benefits	<u>\$ 3,594,859.00</u>	<u>(98,415.16)</u>	<u>3,496,443.84</u>	<u>3,456,877.79</u>	<u>39,566.05</u>

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
On-Behalf Contributions:					
On-behalf TPAF Postretirement Contributions (non-budgeted)	\$ -		-	793,854.00	(793,854.00)
On-Behalf TPAF Pension Contribution (non-bud)	-		-	2,716,809.00	(2,716,809.00)
On-Behalf TPAF Long-Term Disability Insurance Contribution (non-bud)	-		-	1,054.00	(1,054.00)
Reimbursed TPAF Social Security Contributions (non-budgeted)	-		-	523,471.25	(523,471.25)
Total Personal Services - Unallocated Benefits	-	-	-	4,035,188.25	(4,035,188.25)
TOTAL PERSONAL SERVICES-EMPLOYEE BENEFITS	3,594,859.00	(98,415.16)	3,496,443.84	7,492,066.04	(3,995,622.20)
TOTAL UNDISTRIBUTED EXPENDITURES	9,525,967.80	162,993.41	9,688,961.21	13,240,896.05	(3,551,934.84)
TOTAL GENERAL CURRENT EXPENSE	15,405,355.80	(18,268.00)	15,387,087.80	18,775,025.69	(3,387,937.89)
Equipment:					
Undistributed Expenditures-Administrative Information Technology	53,400.00		53,400.00		53,400.00
Total Equipment	53,400.00	-	53,400.00	-	53,400.00
Facilities Acquisition and Construction Services					
Legal Services	15,000.00		15,000.00		15,000.00
Architectural/Engineering Services	75,000.00		75,000.00		75,000.00
Construction Services	501,122.00		501,122.00		501,122.00
Assessment for Debt Service on SDA Funding	34,065.00		34,065.00	34,065.00	-
Total Facilities Acquisition and Construction Services	625,187.00	-	625,187.00	34,065.00	591,122.00
TOTAL CAPITAL OUTLAY	678,587.00	-	678,587.00	34,065.00	644,522.00
Transfer of Funds to Charter Schools	-	18,268.00	18,268.00	18,268.00	-
TOTAL EXPENDITURES	\$ 16,083,942.80	0.00	16,083,942.80	18,827,358.69	(2,743,415.89)

**CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Under/(Over) Final to Actual
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ (1,467,067.80)</u>	<u>(0.00)</u>	<u>(1,467,067.80)</u>	<u>(251,610.48)</u>	<u>1,215,457.32</u>
Other Financing Sources (Use):					
Local Contribution- Transfer to Special Revenue	(90,690.00)		(90,690.00)	(90,690.00)	-
Prior Year Accounts Receivable Canceled			-	(2,097.61)	2,097.61
Total Other Financing Sources (Use)	<u>(90,690.00)</u>	<u>-</u>	<u>(90,690.00)</u>	<u>(92,787.61)</u>	<u>2,097.61</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(1,557,757.80)	(0.00)	(1,557,757.80)	(344,398.09)	1,217,554.93
Fund Balance July 1	5,500,733.50		5,500,733.50	5,500,733.50	-
Fund Balance June 30	<u>\$ 3,942,975.70</u>	<u>(0.00)</u>	<u>3,942,975.70</u>	<u>5,156,335.41</u>	<u>1,217,554.93</u>
Recapitulation:					
Nonspendable Fund Balance:					
None					
Restricted Fund Balance:					
Excess Surplus - Designated for Subsequent Year's Expenditures				1,363,229.00	
Excess Surplus - Current Year				872,674.72	
Reserve for Unemployment Compensation				80,935.53	
Committed Fund Balance:					
Maintenance Reserve				577,190.53	
Capital Reserve				1,003,730.00	
Assigned Fund Balance:					
Designated by BOE for Subsequent Expenditures				91,015.00	
Maintenance Reserve Designated for Subsequent Year's Expenditures				250,000.00	
Year-End Encumbrances				102,875.42	
Unassigned Fund Balance				814,685.21	
				<u>5,156,335.41</u>	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payment not Recognized on GAAP basis				(190,890.50)	
Fund Balance per Governmental Funds (GAAP)				<u>4,965,444.91</u>	

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
State Sources	\$ 1,815,688.00	85,393.00	1,901,081.00	1,784,411.52	(116,669.48)
Federal Sources	1,093,844.00	371,136.52	1,464,980.52	1,327,636.09	(137,344.43)
Local Sources	29,499.00	12,976.28	42,475.28	53,438.15	10,962.87
Total Revenues	2,939,031.00	469,505.80	3,408,536.80	3,165,485.76	(243,051.04)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	1,020,514.00	106,896.16	1,127,410.16	1,097,445.22	29,964.94
Other Salaries for Instruction	326,556.00	(17,336.58)	309,219.42	277,204.47	32,014.95
Purchased Professional and Technical Services		13,601.00	13,601.00	8,794.00	4,807.00
Purchased Professional - Educational Services					
Other Purchased Services (400-500 series)	231,000.00	20,795.15	251,795.15	235,142.75	16,652.40
General Supplies	162,840.00	99,111.14	261,951.14	240,977.48	20,973.66
Textbooks	15,500.00	1,632.00	17,132.00	17,124.45	7.55
Other Objects	1,200.00	4,310.00	5,510.00	4,310.00	1,200.00
Total Instruction	1,757,610.00	229,008.87	1,986,618.87	1,880,998.37	105,620.50
Support Services:					
Salaries of Supervisors of Instruction					
Salaries of Program Director	59,067.00	227.03	59,294.03	59,294.03	-
Salaries of Principals					
Salaries of Other Professional Staff	50,052.00	21,497.72	71,549.72	70,549.72	1,000.00
Salaries of Secretarial and Clerical Assistants	55,713.00	(1,000.00)	54,713.00	54,713.00	-
Other Salaries	127,063.00	47,114.83	174,177.83	169,677.78	4,500.05
Salaries of Community Parent Involvement Spec.	43,277.00	-	43,277.00	40,394.50	2,882.50
Salaries of Master Teachers	70,319.00	(63,319.00)	7,000.00	(1,440.96)	8,440.96
Personal Services - Employee Benefits	694,421.00	(12,279.80)	682,141.20	680,651.20	1,490.00
Purchased Professional and Technical Services		51,385.84	51,385.84	47,459.84	3,926.00
Purchased Professional - Educational Services	10,000.00	56,721.37	66,721.37	41,831.28	24,890.09
Other Purchased Professional Services	1,500.00		1,500.00	(9,060.00)	10,560.00
Other Purchased Services (400-500 series)		62,037.73	62,037.73	45,243.73	16,794.00
Cleaning, Repair & Maintenance Svcs.					
Contr Serv-Trans (Bet. Home & School)	1,000.00		1,000.00	-	1,000.00
Contr Serv-Trans (Field Trips)	500.00		500.00	233.87	266.13
Travel					
Miscellaneous Purchased Services					
Supplies and Materials	57,000.00	61,794.21	118,794.21	107,364.48	11,429.73
Other Objects	500.00	7,000.00	7,500.00	5,050.00	2,450.00
Student Activities	21,699.00	11,000.00	32,699.00	33,052.50	(353.50)
Total Support Services	\$ 1,192,111.00	242,179.93	1,434,290.93	1,345,014.97	89,275.96

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Budgetary Comparison Schedule
For the Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES(cont'd):					
Facilities Acquisitions and Construction Services:					
Construction Services	\$ 30,000.00	9,418.00	9,418.00	(9,396.23)	18,814.23
Instructional Equipment	50,000.00	13,898.00	43,898.00	19,275.00	24,623.00
Non-Instructional Equipment	80,000.00	(24,999.00)	25,001.00	-	25,001.00
Total Facilities Acquisitions and Const. Services:	80,000.00	(1,683.00)	78,317.00	9,878.77	68,438.23
Other Financing Sources (Uses)					
Transfer in from General Fund	90,690.00		90,690.00	90,690.00	-
Total Other Financing Sources (Uses)	90,690.00	-	90,690.00	90,690.00	-
Total Outflows	3,029,721.00	469,505.80	3,499,226.80	3,235,892.11	263,334.69
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	-	-	20,283.65	20,283.65
Fund Balance, July 1				\$ 79,999.22	
Fund Balance, June 30				100,282.87	
Recapitulation:					
Restricted:				100,282.87	
Student Activities				100,282.87	
Total Fund Balance				\$ 100,282.87	

Required Supplementary Information – Part II

Notes to the Required Supplementary Information

CITY OF SOMERS POINT SCHOOL DISTRICT
Required Supplementary Information
Budget-to-GAAP Reconciliation
Notes to the Required Supplementary Information
For the Year Ended June 30, 2025

Note A - Explanation of Differences Between Budgetary Inflows and Outflows GAAP Revenue and Expenditures

		General Fund		Special Revenue Fund
Sources / inflows of resources				
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	[C-1]	\$ 18,575,748.21	[C-2]	\$ 3,165,485.76
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.				
Prior Year				795,602.32
Current Year				(219,694.92)
Prior year final State Aid payments were delayed until July 2024 and is recorded as revenue in current year under GAAP.				
		301,876.80		138,574.20
Final State Aid payments were delayed until July 2025 is recorded as budgetary revenue but are not recognized under GAAP.				
		(190,890.50)		(149,638.50)
Total revenues as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds.	[B-2]	\$ 18,686,734.51	[B-2]	\$ 3,730,328.86
Uses / outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	\$ 18,827,358.69	[C-2]	\$ 3,235,892.11
Difference - budget to GAAP:				
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for GAAP financial reporting purposes.				
Prior Year				795,602.32
Current Year				(219,694.92)
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balance - governmental funds.	[B-2]	\$ 18,827,358.69	[B-2]	\$ 3,811,799.51

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Required Supplementary Information – Part III

CITY OF SOMERS POINT SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability
Public Employee Retirement System
Last Ten Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability (asset)	0.01919177710%	0.0207792245%	0.01936631801%	0.0206693405%	0.0200639049%	0.0204976751%	0.0208702943%	0.0204391612%	0.0212258028%	0.0207598462%
District's proportionate of the net pension liability (asset)	\$ 2,608,602	\$ 3,009,741	\$ 2,922,170	\$ 2,448,593	\$ 3,271,898	\$ 3,693,370	\$ 4,109,257	\$ 4,757,910	\$ 6,286,474	\$ 4,660,169
District's covered payroll	\$ 1,768,297	\$ 1,546,642	\$ 1,524,567	\$ 1,372,640	\$ 1,487,775	\$ 1,437,976	\$ 1,426,032	\$ 1,353,514	\$ 1,418,613	\$ 1,441,882
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	147.52%	194.60%	191.67%	178.39%	219.92%	256.85%	288.16%	351.52%	443.14%	323.20%
Plan fiduciary net position as a percentage of the total pension liability	68.22%	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%

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

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

CITY OF SOMERS POINT SCHOOL DISTRICT
 Schedule of District Contributions
 Public Employee Retirement System
 Last Ten Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 261,228	\$ 277,720	\$ 244,179	\$ 242,062	\$ 219,489	\$ 199,382	\$ 207,592	\$ 189,347	\$ 188,567	\$ 178,479
Contributions in relation to the contractually required contribution	\$ 261,228	\$ 277,720	\$ 244,179	\$ 242,062	\$ 219,489	\$ 199,382	\$ 207,592	\$ 189,347	\$ 188,567	\$ 178,479
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 1,766,297	\$ 1,546,642	\$ 1,524,567	\$ 1,372,640	\$ 1,487,775	\$ 1,437,976	\$ 1,426,032	\$ 1,353,514	\$ 1,418,613	\$ 1,441,882
Contributions as a percentage of covered-employee payroll	14.77%	17.96%	16.02%	17.63%	14.75%	13.87%	14.56%	13.99%	13.29%	12.38%

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

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability
Teachers' Pension and Annuity Fund
Last Ten Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability (asset)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
District's proportionate of the net pension liability (asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability (asset) associated with the District	33,444,462	35,672,108	37,075,574	35,023,842	47,895,606	43,314,073	44,832,228	50,602,097	54,356,437	45,267,958
Total	<u>\$ 33,444,462</u>	<u>\$ 35,672,108</u>	<u>\$ 37,075,574</u>	<u>\$ 35,023,842</u>	<u>\$ 47,895,606</u>	<u>\$ 43,314,073</u>	<u>\$ 44,832,228</u>	<u>\$ 50,602,097</u>	<u>\$ 54,356,437</u>	<u>\$ 45,267,958</u>
District's covered payroll	\$ 7,566,295	\$ 7,847,918	\$ 7,931,004	\$ 7,937,837	\$ 8,066,591	\$ 7,925,247	\$ 7,683,554	\$ 7,211,358	\$ 7,403,055	\$ 7,165,179
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	37.99%	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%

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

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

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

	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's proportion of the net OPEB liability (asset)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
District's proportionate share of the net OPEB liability (asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net OPEB liability (asset) associated with the District	\$ 46,111,604.00	\$ 41,870,357.00	\$ 41,475,789.00	\$ 50,899,330.00	\$ 57,821,597.00	\$ 35,448,919.00	\$ 39,285,304.00	\$ 45,391,716.00	\$ 49,173,103.00
Total	\$ 46,111,604.00	\$ 41,870,357.00	\$ 41,475,789.00	\$ 50,899,330.00	\$ 57,821,597.00	\$ 35,448,919.00	\$ 39,285,304.00	\$ 45,391,716.00	\$ 49,173,103.00
District's covered payroll	\$ 9,334,591.50	\$ 9,394,560.00	\$ 9,455,571.00	\$ 9,310,477.00	\$ 9,554,366.00	\$ 9,363,223.00	\$ 9,109,586.00	\$ 8,564,872.00	\$ 8,821,868.00
District's proportionate share of the net OPEB liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
State's proportionate share of OPEB associated with the District:									
Service Cost	1,505,161.00	1,493,949.00	1,966,455.00	2,364,064.00	1,335,530.00	1,342,616.00	1,503,124.00	1,813,242.00	
Interest Cost	1,517,885.00	1,474,623.00	1,099,154.00	1,320,382.00	1,270,821.00	1,552,062.00	1,660,841.00	1,438,782.00	
Change in Benefit Terms				(64,176.00)					
Differences between Expected & Actual	(1,112,020.00)	(1,546,694.00)	(339,079.00)	(9,596,418.00)	10,180,723.00	(6,203,690.00)	(3,748,023.00)	(6,020,757.00)	
Changes in Assumptions	3,449,761.00	84,393.00	(11,126,253.00)	50,216.00	10,562,019.00	528,546.00	(4,508,185.00)		
Member Contributions	39,693.00	37,789.00	34,927.00	33,756.00	30,511.00	32,257.00	36,306.00	38,714.00	
Benefit Payments	(1,159,233.00)	(1,149,492.00)	(1,088,745.00)	(1,040,091.00)	(1,006,626.00)	(1,088,176.00)	(1,050,475.00)	(1,051,368.00)	
Change in Total Opeb Liability	4,241,247.00	394,568.00	(9,423,541.00)	(6,922,267.00)	22,372,678.00	(3,836,385.00)	(6,106,412.00)	(3,781,387.00)	
State's proportionate share of the net OPEB liability (asset) associated with the District - Beginning Balance	41,870,357.00	41,475,789.00	50,899,330.00	57,821,597.00	35,448,919.00	39,285,304.00	45,391,716.00	49,173,103.00	
Ending Balance	\$ 46,111,604.00	\$ 41,870,357.00	\$ 41,475,789.00	\$ 50,899,330.00	\$ 57,821,597.00	\$ 35,448,919.00	\$ 39,285,304.00	\$ 45,391,716.00	
State's proportionate share of the net OPEB liability associated with the District - as a percentage of its covered-employee payroll	493.99%	445.69%	438.64%	546.69%	605.19%	378.60%	431.25%	529.98%	

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

Note: This schedule is required by GASB 75 to be show information for a 10 year period. However, information is only currently available for nine years. Additional years will be presented as they become available.

Other Supplementary Information

SPECIAL REVENUE FUND DETAIL STATEMENTS

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2025

	Total Brought Forward (Ex. E-1a)	Title I	Title I S/A	Title II Part A	Title III	Title III Immigrant	Title IV	Totals 2025
REVENUES:								
State Sources	1,784,411.52	653,181.56	82,700.66	80,669.06	26,903.28	332.04	55,335.90	1,784,411.52
Federal Sources	428,513.59	-	-	-	-	-	-	1,327,636.09
Local Sources	53,438.15	653,181.56	82,700.66	80,669.06	26,903.28	332.04	55,335.90	53,438.15
Total Revenues	2,266,363.26	653,181.56	82,700.66	80,669.06	26,903.28	332.04	55,335.90	3,165,485.76
EXPENDITURES:								
Instruction:								
Salaries of Teachers	737,504.11	274,261.00	13,510.20	23,652.85	21,037.06	-	27,480.00	1,097,445.22
Other Salaries for Instruction	277,204.47	-	-	-	-	-	-	277,204.47
Purchased Professional and Technical Services	-	-	8,794.00	-	-	-	-	8,794.00
Purchased Professional - Educational Services	235,142.75	136,266.80	9,915.10	-	2,809.22	-	25,753.90	235,142.75
Other Purchased Services (400-500 series)	66,232.46	-	-	-	-	-	-	240,977.48
General Supplies	17,124.45	-	-	-	-	-	-	17,124.45
Textbooks	4,310.00	-	-	-	-	-	-	4,310.00
Other Objects	-	-	-	-	-	-	-	-
Total Instruction	1,337,518.24	410,527.80	32,219.30	23,652.85	23,846.28	-	53,233.90	1,880,988.37
Support Services:								
Salaries of Supervisors of Instruction	59,294.03	-	-	-	-	-	-	59,294.03
Salaries of Program Director	-	-	-	-	-	-	-	-
Salaries of Principals	64,099.72	-	6,450.00	-	-	-	-	70,549.72
Salaries of Other Professional Staff	54,713.00	-	-	-	-	-	-	54,713.00
Salaries of Secretarial and Clerical Assistants	128,683.78	-	-	40,994.00	-	-	-	169,677.78
Other Salaries	40,394.50	-	-	-	-	-	-	40,394.50
Salaries of Community Parent Involvement Spec.	(1,440.96)	-	-	-	-	-	-	(1,440.96)
Salaries of Master Teachers	498,962.20	175,527.00	2,418.00	-	1,642.00	-	2,102.00	680,651.20
Personal Services - Employee Benefits	20,151.22	13,883.37	9,715.00	3,710.25	-	-	-	47,459.84
Purchased Professional and Technical Services	41,831.28	-	-	-	-	-	-	41,831.28
Purchased Professional - Educational Services	(9,060.00)	-	-	-	-	-	-	(9,060.00)
Other Purchased Services (400-500 series)	-	29,984.73	1,200.00	12,311.96	1,415.00	-	-	45,243.73
Cleaning, Repair & Maintenance Svcs.	-	-	-	-	-	-	-	-
Contr Serv-Trans (Bet. Home & School)	-	-	-	-	-	-	-	-
Contr Serv-Trans (Field Trips)	233.87	-	-	-	-	-	-	233.87
Travel	-	-	-	-	-	-	-	-
Miscellaneous Purchased Services	77,732.46	23,258.66	6,373.36	-	-	-	-	107,364.48
Supplies and Materials	-	-	5,050.00	-	-	-	-	5,050.00
Other Objects	33,052.50	-	-	-	-	-	-	33,052.50
Student Activities	-	-	-	-	-	-	-	-
Total Support Services	1,008,647.60	242,653.76	31,206.36	57,016.21	3,057.00	332.04	2,102.00	1,345,014.97
Facilities Acquisition and Constr. Services:								
Construction Services	(9,396.23)	-	-	-	-	-	-	(9,396.23)
Instructional Equipment	-	-	19,275.00	-	-	-	-	19,275.00
Non-Instructional Equipment	-	-	-	-	-	-	-	-
Total Facilities Acquisition and Constr. Services	(9,396.23)	-	19,275.00	-	-	-	-	9,878.77
Total Outflows	2,336,769.61	653,181.56	82,700.66	80,669.06	26,903.28	332.04	55,335.90	3,235,892.11
Other Financing Sources (Uses)								
Transfer from Operating Budget - PreK	90,690.00	-	-	-	-	-	-	90,690.00
Total Other Financing Sources (Uses)	90,690.00	-	-	-	-	-	-	90,690.00
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	20,283.65	-	-	-	-	-	-	20,283.65
Fund Balance, July 1	79,999.22	-	-	-	-	-	-	79,999.22
Fund Balance, June 30	100,282.87	-	-	-	-	-	-	100,282.87

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2025

	Total Brought Forward (Ex. E-1b)	IDEA Part B Basic	IDEA Preschool	Nonpublic Technology	Nonpublic Corrective Speech	Nonpublic Auxiliary Compensatory Education	Nonpublic Security	Total Carried Forward
REVENUES:								
State Sources	\$ 1,614,533.16			16,407.84	26,040.00	59,398.99	68,031.53	1,784,411.52
Federal Sources	115,670.96	303,625.55	9,217.08					428,513.59
Local Sources	53,438.15							53,438.15
Total Revenues	1,783,642.27	303,625.55	9,217.08	16,407.84	26,040.00	59,398.99	68,031.53	2,266,363.26
EXPENDITURES:								
Instruction:								
Salaries of Teachers	675,882.77	38,871.80	7,560.08		22,749.54	49,678.75		737,504.11
Other Salaries for Instruction	219,963.64							217,204.47
Purchased Professional and Technical Services	-							-
Purchased Professional - Educational Services	-	235,142.75		15,587.09				235,142.75
Other Purchased Services (400-500 series)	50,645.37							66,232.46
General Supplies	17,124.45							17,124.45
Textbooks	4,310.00							4,310.00
Other Objects								
Total Instruction	967,928.23	274,014.55	7,560.08	15,587.09	22,749.54	49,678.75	-	1,337,518.24
Support Services:								
Salaries of Supervisors of Instruction	-							-
Salaries of Program Director	59,294.03							59,294.03
Salaries of Principals	-							-
Salaries of Other Professional Staff	64,099.72							64,099.72
Salaries of Secretarial and Clerical Assistants	54,713.00							54,713.00
Other Salaries	122,127.51			820.75	1,417.92	4,317.60		128,683.78
Salaries of Community Parent Involvement Spec.	40,394.50							40,394.50
Salaries of Master Teachers	(1,440.96)							(1,440.96)
Personal Services - Employee Benefits	460,647.02	29,611.00	1,657.00		1,872.54	5,174.64		498,962.20
Purchased Professional and Technical Services	20,151.22					228.00		20,151.22
Purchased Professional - Educational Services	41,603.28							41,603.28
Other Purchased Professional Services	(9,060.00)							(9,060.00)
Other Purchased Services (400-500 series)	-							-
Cleaning, Repair & Maintenance Svcs.	-							-
Contr Serv-Trans (Bet. Home & School)	-							-
Contr Serv-Trans (Field Trips)	-							-
Travel	233.87							233.87
Miscellaneous Purchased Services	-							-
Supplies and Materials	9,700.93						66,031.53	77,732.46
Other Objects	-							-
Student Activities	33,052.50							33,052.50
Total Support Services	895,516.62	29,611.00	1,657.00	820.75	3,290.46	9,720.24	66,031.53	1,008,647.60
Facilities Acquisition and Constr. Services:								
Construction Services	(9,396.23)							(9,396.23)
Instructional Equipment	-							-
Non-Instructional Equipment	-							-
Total Facilities Acquisition and Constr. Services	(9,396.23)	-	-	-	-	-	-	(9,396.23)
Total Outflows	1,854,048.62	303,625.55	9,217.08	16,407.84	26,040.00	59,398.99	66,031.53	2,336,769.61
Other Financing Sources (Uses)								
Transfer from Operating Budget - Prek	90,690.00							90,690.00
Total Other Financing Sources (Uses)	90,690.00							90,690.00
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	20,283.65							20,283.65
Fund Balance, July 1	79,999.22							79,999.22
Fund Balance, June 30	\$ 100,282.87							100,282.87

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2025

	Total Brought Forward (Ex. E-1c)	Nonpublic Supplementary Instruction	Nonpublic Exam & Class	Nonpublic Textbooks	Nonpublic Nurse	Preschool Education Aid	Total Carried Forward
REVENUES:							
State Sources	\$ -	23,954.00	36,970.00	17,124.45	40,051.83	1,496,432.88	1,614,533.16
Federal Sources	115,670.96	-	-	-	-	-	115,670.96
Local Sources	53,438.15	-	-	-	-	-	53,438.15
Total Revenues	169,109.11	23,954.00	36,970.00	17,124.45	40,051.83	1,496,432.88	1,783,642.27
EXPENDITURES:							
Instruction:							
Salaries of Teachers	77,676.29	20,931.02	-	-	-	577,275.46	675,882.77
Other Salaries for Instruction	-	-	-	-	-	219,965.64	219,965.64
Purchased Professional and Technical Services	-	-	-	-	-	-	-
Purchased Professional - Educational Services	-	-	-	-	-	-	-
Other Purchased Services (400-500 series)	27,955.71	-	-	17,124.45	-	22,689.66	50,645.37
General Supplies	-	-	-	-	-	-	-
Textbooks	4,310.00	-	-	-	-	-	17,124.45
Other Objects	-	-	-	-	-	-	4,310.00
Total Instruction	109,942.00	20,931.02	-	17,124.45	-	819,930.76	967,928.23
Support Services:							
Salaries of Supervisors of Instruction	-	-	-	-	-	59,294.03	59,294.03
Salaries of Program Director	-	-	-	-	-	-	-
Salaries of Principals	-	-	34,448.12	-	-	29,651.60	64,099.72
Salaries of Other Professional Staff	-	-	-	-	36,229.00	54,713.00	54,713.00
Salaries of Secretarial and Clerical Assistants	-	-	-	-	-	84,538.67	122,127.51
Other Salaries	-	1,359.84	-	-	-	40,394.50	40,394.50
Salaries of Community Parent Involvement Spec.	-	-	-	-	-	(1,440.96)	(1,440.96)
Salaries of Master Teachers	-	1,663.14	2,521.88	-	3,280.00	453,182.00	460,647.02
Personal Services - Employee Benefits	19,956.23	-	-	-	194.99	-	20,151.22
Purchased Professional and Technical Services	-	-	-	-	-	41,603.28	41,603.28
Purchased Professional - Educational Services	(10,560.00)	-	-	-	-	1,500.00	(9,060.00)
Other Purchased Professional Services	-	-	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	-	-	-
Cleaning, Repair & Maintenance Svcs.	-	-	-	-	-	233.87	233.87
Contr Serv-Trans (Bet. Home & School)	-	-	-	-	-	3,522.13	3,522.13
Contr Serv-Trans (Field Trips)	-	-	-	-	-	-	-
Travel	-	-	-	-	-	-	-
Miscellaneous Purchased Services	-	-	-	-	-	-	-
Supplies and Materials	5,830.96	-	-	-	347.84	-	9,700.93
Other Objects	-	-	-	-	-	-	-
Student Activities	33,052.50	-	-	-	-	-	33,052.50
Total Support Services	48,279.69	3,022.98	36,970.00	-	40,051.83	767,192.12	895,516.62
Facilities Acquisition and Constr. Services:							
Construction Services	(9,396.23)	-	-	-	-	-	(9,396.23)
Instructional Equipment	-	-	-	-	-	-	-
Non-Instructional Equipment	-	-	-	-	-	-	-
Total Facilities Acquisition and Constr. Services	(9,396.23)	-	-	-	-	-	(9,396.23)
Total Outflows	148,825.46	23,954.00	36,970.00	17,124.45	40,051.83	1,587,122.88	1,854,048.62
Other Financing Sources (Uses)							
Transfer from Operating Budget - PreK	-	-	-	-	-	90,690.00	90,690.00
Total Other Financing Sources (Uses)	-	-	-	-	-	90,690.00	90,690.00
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	20,283.65	-	-	-	-	-	20,283.65
Fund Balance, July 1	79,999.22	-	-	-	-	-	79,999.22
Fund Balance, June 30	\$ 100,282.87	-	-	-	-	-	100,282.87

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2025

	ARP ESSER	ARP ESSER Learning Acceleration	ARP ESSER Summer Learning	ARP ESSER Compreh Beyond Sch Day	ARP ESSER Mental Health	Renaissance School	Student Activities	Total Carried Forward
REVENUES:								
State Sources	\$ 30,258.40	42,717.13	35,393.00	6,929.13	373.30	102.00	53,336.15	115,670.96
Federal Sources								53,438.15
Local Sources								169,109.11
Total Revenues	30,258.40	42,717.13	35,393.00	6,929.13	373.30	102.00	53,336.15	169,109.11
EXPENDITURES:								
Instruction:								
Salaries of Teachers	29,967.79	15,315.50	32,393.00					77,676.29
Other Salaries for Instruction								-
Purchased Professional and Technical Services								-
Purchased Professional - Educational Services								-
Other Purchased Services (400-500 series)								-
General Supplies	32.21	23,091.63	3,000.00	1,729.87		102.00		27,955.71
Textbooks								-
Other Objects		4,310.00						4,310.00
Total Instruction	30,000.00	42,717.13	35,393.00	1,729.87	-	102.00	-	109,942.00
Support Services:								
Salaries of Supervisors of Instruction								-
Salaries of Program Director								-
Salaries of Principals								-
Salaries of Other Professional Staff								-
Salaries of Secretarial and Clerical Assistants								-
Other Salaries								-
Salaries of Community Parent Involvement Spec.								-
Salaries of Master Teachers								-
Personal Services - Employee Benefits								-
Purchased Professional and Technical Services	19,956.23							19,956.23
Purchased Professional - Educational Services								-
Other Purchased Professional Services	(10,560.00)							(10,560.00)
Other Purchased Services (400-500 series)								-
Cleaning, Repair & Maintenance Svcs.								-
Contr Serv-Trans (Bet. Home & School)								-
Contr Serv-Trans (Field Trips)								-
Travel								-
Miscellaneous Purchased Services	258.40			5,199.26	373.30		33,052.50	5,830.96
Supplies and Materials								-
Other Objects								-
Student Activities								-
Total Support Services	9,654.63	-	-	5,199.26	373.30	-	33,052.50	48,279.69
Facilities Acquisition and Constr. Services:								
Construction Services	(9,396.23)							(9,396.23)
Instructional Equipment								-
Non-Instructional Equipment								-
Total Facilities Acquisition and Constr. Services	(9,396.23)	-	-	-	-	-	-	(9,396.23)
Total Outflows	30,258.40	42,717.13	35,393.00	6,929.13	373.30	102.00	33,052.50	148,825.46
Other Financing Sources (Uses)								
Transfer from Operating Budget - PreK								-
Total Other Financing Sources (Uses)								-
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)								20,283.65
Fund Balance, July 1								79,999.22
Fund Balance, June 30								100,282.87

CITY OF SOMERS POINT SCHOOL DISTRICT
Special Revenue Fund
Schedule of Preschool Education Aid Expenditures
Preschool - All Programs
Budgetary Basis
For the Year Ended June 30, 2025

<u>District-Wide Total</u>	Total		
	Budgeted	Actual	Variance
EXPENDITURES:			
Instruction:			
Salaries of Teachers	\$ 585,251.46	577,275.46	7,976.00
Other Salaries for Instruction	224,975.02	219,965.64	5,009.38
Other Purchased Services (400-500 series)	1,000.00	-	1,000.00
General Supplies	23,039.00	22,689.66	349.34
Other Objects	1,200.00	-	1,200.00
Total Instruction	835,465.48	819,930.76	15,534.72
Support Services:			
Salaries of Program Director	59,294.03	59,294.03	-
Salaries of Other Professional Staff	29,651.60	29,651.60	-
Salaries of Secretarial and Clerical Assistants	54,713.00	54,713.00	-
Other Salaries	84,688.85	84,538.67	150.18
Salaries of Community Parent Involvement Spec.	43,277.00	40,394.50	2,882.50
Salaries of Master Teachers	7,000.00	(1,440.96)	8,440.96
Personal Services - Employee Benefits	453,182.00	453,182.00	-
Purchased Professional - Educational Services	66,493.37	41,603.28	24,890.09
Other Purchased Professional Services	1,500.00	1,500.00	-
Contr Serv-Trans (Field Trips)	1,000.00	-	1,000.00
Travel	500.00	233.87	266.13
Supplies and Materials	3,807.67	3,522.13	285.54
Other Objects	500.00	-	500.00
Total Support Services	805,607.52	767,192.12	38,415.40
Facilities Acquisition and Constr. Services:			
Instructional Equipment	21,001.00	-	21,001.00
Non-Instructional Equipment	25,001.00	-	25,001.00
Total Facilities Acquisition and Constr. Services	46,002.00	-	46,002.00
Total Expenditures	\$ 1,687,075.00	1,587,122.88	99,952.12

CALCULATION OF BUDGET & CARRYOVER

Total Revised 2024-25 Preschool Education Aid Allocation	1,496,385.00
Add: Actual ECPA/PEA Carryover (June 30, 2024)	366,322.13
Add: Budgeted Transfer from the General Fund 2024-25	90,690.00
Total Preschool Education Aid Funds Available for 2024-25 Budget	1,953,397.13
Less: 2024-25 Budgeted Preschool Education Aid (Including prior year budgeted carryover)	(1,687,075.00)
Available & Unbudgeted Preschool Education Aid Funds as June 30, 2025	266,322.13
Add: June 30, 2025 Unexpended Preschool Education Aid	99,952.12
2024-25 Carryover – Preschool Education Aid/Preschool	366,274.25
2024-25 Preschool Education Aid Carryover Budgeted in 2025-26	100,000.00

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CAPITAL PROJECTS FUND DETAIL STATEMENTS

The capital projects fund is used to account for the acquisition and construction of major capital facilities and equipment purchases other than those financed by proprietary funds.

CITY OF SOMERS POINT SCHOOL DISTRICT
Capital Projects Funds
Summary Schedule of Project Revenues, Expenditures, and
Changes in Fund Balance - Budgetary Basis
For the Year Ended June 30, 2025

Revenues and Other Financing Sources:	
Miscellaneous	\$ 1,215.17
Total Revenues	1,215.17
Expenditures and Other Financing Uses:	
Other Purchased Professional and Technical Services	-
Construction Services	-
Legal Services	-
Architectural/Engineering Services	-
Other Objects	-
Total Expenditures	-
Excess (deficiency) of revenues over (under) expenditures	1,215.17
Other Financing Sources (Uses):	
Transfer Out to the Debt Service Fund	(1,215.17)
Total Other Financing Sources (Uses)	(1,215.17)
Excess (Deficiency) of revenues and other financing sources sources over (under) expenditures and other financing sources (uses)	-
Fund Balance - July 1	-
Fund Balance - June 30	\$ -

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LONG-TERM DEBT SCHEDULES

The long-term debt schedules are used to reflect the outstanding principal balance of the general long-term liabilities of the school district. This includes serial bonds outstanding, the outstanding principal balance on capital leases.

CITY OF SOMERS POINT SCHOOL DISTRICT
Schedule of General Serial Bonds
As of June 30, 2025

Improvement Description	Date of Issue	Amount of Original Issue	Maturities of Bonds				Balance June 30, 2025
			Date	Outstanding June 30, 2025	Interest Rate	Balance June 30, 2024	
Renovations Project	2/15/2011	\$ 3,443,000	2/15/2026	273,000	4.000%	\$ 573,000.00	273,000.00
			12/1/2025	425,000	3.000%	6,890,000.00	6,465,000.00
Renovations Project	12/13/2016	9,235,000	12/1/2026	540,000	3.000%		
			12/1/2027	550,000	3.000%		
			12/1/2028	550,000	3.000%		
			12/1/2029	550,000	3.000%		
			12/1/2030	550,000	3.000%		
			12/1/2031	550,000	3.000%		
			12/1/2032	550,000	3.100%		
			12/1/2033	550,000	3.200%		
			12/1/2034	550,000	3.250%		
			12/1/2035	550,000	3.300%		
12/1/2036	550,000	3.500%					
						\$ 7,463,000.00	273,000.00
						-	300,000.00
						725,000.00	6,738,000.00

CITY OF SOMERS POINT SCHOOL DISTRICT
Budgetary Comparison Schedule
Debt Service Fund
For the Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 747,927.00		747,927.00	747,927.00	-
Total - Local Sources	747,927.00	-	747,927.00	747,927.00	-
State Sources:					
Debt Service Aid Type II	215,136.00		215,136.00	215,136.00	-
Total - State Sources	215,136.00	-	215,136.00	215,136.00	-
Total Revenues	963,063.00	-	963,063.00	963,063.00	-
EXPENDITURES:					
Regular Debt Service:					
Interest on Bonds	230,670.00		230,670.00	230,670.00	-
Redemption of Principal	725,000.00		725,000.00	725,000.00	-
Amounts Paid Into Sinking Fund	7,393.00		7,393.00		7,393.00
Total Regular Debt Service	963,063.00	-	963,063.00	955,670.00	7,393.00
Total Expenditures	963,063.00	-	963,063.00	955,670.00	7,393.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	7,393.00	(7,393.00)
Other Financing Sources(Uses):					
Operating Transfers In:					
Transfer from General Fund			-		-
Transfer from Capital Projects	-		-	1,215.17	1,215.17
Excess (Deficiency) of Revenues and Other Financing Sources Over(Under) Expenditures	-	-	-	8,608.17	(6,177.83)
Fund Balance, July 1	-		-	-	-
Fund Balance, June 30	\$ -	-	-	8,608.17	(6,177.83)

CITY OF SOMERS POINT SCHOOL DISTRICT
Schedule of Obligations Under Subscription-Based Information Technology Arrangements
As of June 30, 2025

Description	Amount of Original Issue	Balance June 30, 2024	Issued Current Year	Retired Current Year	Balance June 30, 2025
Xtel Phone Services	\$ 61,954.80	\$ 22,716.76		12,390.96	10,325.80
	\$	<u>22,716.76</u>	<u>-</u>	<u>12,390.96</u>	<u>10,325.80</u>

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Statistical Section

CITY OF SOMERS POINT SCHOOL DISTRICT
Net Position by Component,
Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-1

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2024
Governmental activities										
Invested in capital assets, net of related debt	\$ 7,484,476	679,113	4,512,199	6,770,837	6,684,566	8,301,238	9,032,500	9,398,156	9,776,083	9,490,832
Restricted	1,335,356	1,465,870	1,341,622	1,430,675	2,336,525	4,238,239	3,515,839	4,520,603	4,944,498	4,450,541
Unrestricted	(4,461,985)	1,578,587	(2,698,482)	(4,042,963)	(4,589,876)	(4,656,342)	(3,949,400)	(3,055,202)	(3,435,696)	(2,922,909)
Total governmental activities net position	<u>4,358,248</u>	<u>3,723,570</u>	<u>3,155,339</u>	<u>4,218,549</u>	<u>4,431,214</u>	<u>7,883,134</u>	<u>8,598,939</u>	<u>10,863,557</u>	<u>10,863,557</u>	<u>11,018,464</u>
Business-type activities										
Invested in capital assets, net of related debt	45,003	41,567	38,130	34,694	31,257	27,821	145,850	137,308	126,082	208,242
Restricted	61,370	61,357	48,443	24,844	25,075	182,685	188,806	233,968	244,998	91,407
Unrestricted	<u>106,374</u>	<u>102,924</u>	<u>86,574</u>	<u>59,538</u>	<u>57,332</u>	<u>210,505</u>	<u>334,656</u>	<u>371,276</u>	<u>371,276</u>	<u>299,650</u>
Total business-type activities net position										
District-wide										
Invested in capital assets, net of related debt	7,529,480	720,680	720,680	4,550,329	6,715,823	8,329,058	9,178,350	9,535,464	9,902,166	9,699,074
Restricted	1,335,356	1,465,870	1,465,870	1,341,622	2,336,525	4,238,239	3,515,839	4,520,603	4,944,498	4,450,541
Unrestricted	(4,400,215)	1,639,944	1,639,944	(2,650,039)	(4,563,801)	(4,473,658)	(3,760,594)	(2,821,233)	(3,190,698)	(2,831,501)
Total district net position	<u>4,464,621</u>	<u>3,826,494</u>	<u>3,826,494</u>	<u>3,241,913</u>	<u>4,488,548</u>	<u>8,083,640</u>	<u>8,933,595</u>	<u>11,234,833</u>	<u>11,655,966</u>	<u>11,318,174</u>

* as restated

Source: ACFR Schedule A-1

CITY OF SOMERS POINT SCHOOL DISTRICT
Changes in Net Position,
Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses										
Governmental activities:										
Instruction:										
Regular	8,452,784	9,189,237	9,263,126	8,748,776	7,966,843	9,837,412	7,783,253	6,627,238	6,962,197	6,198,231
Special education	4,316,931	4,746,136	5,608,193	4,823,343	4,598,509	4,966,737	5,147,493	5,334,530	4,211,702	4,569,106
Other special instruction	573,695	660,415	753,213	990,338	750,844	601,231	653,402	561,025	484,053	464,743
Support Services:										
Tuition	354,871	348,844	285,218	253,816	211,509	181,592	174,624	399,800	322,111	353,868
Student & instruction related services	3,454,182	3,664,563	4,178,232	4,336,996	4,133,515	4,718,027	5,081,308	4,101,554	4,826,513	3,930,384
General administrative services	836,546	928,691	984,410	514,119	936,003	856,619	849,895	670,404	567,005	611,048
School administrative services	461,274	477,700	531,410	1,016,645	505,930	581,594	618,364	530,125	805,880	622,290
Central services	534,663	549,162	555,136	592,875	654,820	609,992	561,564	592,799	542,344	623,421
Plant operations and maintenance	1,987,073	1,990,805	2,195,264	406,950	2,466,805	460,119	2,231,472	545,556	1,666,873	2,513,341
Pupil transportation	428,569	459,261	451,555	556,965	327,566	260,237	431,895	958,765	963,900	524,144
Food Service										
Charter Schools	39,717	25,417	71,284	21,993	33,621	72,584	54,774	36,528	-	18,268
Interest on long-term debt	121,692	371,958	383,956	247,076	338,995	319,116	297,449	274,411	250,292	229,380
Unallocated depreciation										
Total governmental activities expenses	21,563,987	23,412,189	25,260,997	22,509,892	22,924,960	23,467,259	23,885,592	20,632,435	20,632,435	20,658,226
Business-type activities:										
Food Service	429,714	489,358	443,863	431,000	343,257	355,769	507,724	478,552	501,180	557,097
Community Education Recreation Program	166,005	163,254	166,778	199,163	221,332	-	-	-	-	-
Total business-type activities expenses	595,719	652,611	610,641	630,163	564,589	355,769	507,724	478,552	478,552	557,097
Total district expenses	22,159,717	24,064,800	25,891,638	23,140,055	23,489,549	23,823,028	24,393,317	21,110,987	21,110,987	21,215,322
Program Revenues										
Governmental activities:										
Charges for services:										
Operating grants and contributions	139,241	73,054	144,153	211,910	310,151	309,259	327,266	311,708	362,610	274,894
Capital grants and contributions	5,590,479	7,050,942	8,473,628	6,594,092	6,356,975	6,733,847	4,798,761	2,271,265	1,953,498	1,047,748
Total governmental activities program revenues	5,729,721	7,123,995	8,617,781	6,806,002	6,667,126	7,043,106	5,126,027	2,582,973	2,582,973	1,322,642
Business-type activities:										
Charges for services:										
Food Service	46,036	63,539	41,144	24,553	27,040	10	1,260	36,086	63,535	33,674
Community Education Recreation Program	177,734	173,337	168,208	200,263	225,257	970	630,226	476,768	428,767	449,565
Operating grants and contributions	386,394	394,192	404,811	378,184	294,263	517,353				
Capital grants and contributions										
Total business-type activities program revenue	622,163	631,067	614,162	603,001	546,560	518,332	631,486	512,854	512,854	483,239
Total district program revenue	6,351,884	7,755,063	9,231,943	7,409,002	7,213,686	7,561,439	5,757,513	3,095,826	3,095,826	1,805,881

CITY OF SOMERS POINT SCHOOL DISTRICT
Changes in Net Position,
Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Net (Expense)/Revenue										
Governmental activities	(16,288,193)	(16,643,216)	(15,703,890)	(16,257,835)	(16,424,153)	(18,759,565)	(18,049,462)	(18,049,462)	(19,286,762)	(19,335,563)
Business-type activities	(41,544)	(16,480)	(27,163)	(18,029)	162,563	123,762	34,301	34,301	(8,878)	(73,859)
Total district-wide net expense	(16,329,737)	(16,659,695)	(15,731,053)	(16,275,864)	(16,261,590)	(18,635,804)	(18,015,161)	(18,015,161)	(18,015,161)	(19,409,441)
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Property taxes levied for general purposes, net	9,383,122	9,613,369	9,793,339	9,989,206	10,188,990	10,392,770	10,392,770	10,392,770	10,600,625	11,501,679
Taxes levied for debt service	389,202	656,543	732,346	799,122	750,316	752,495	752,184	742,829	719,152	747,927
Unrestricted grants and contributions	5,661,344	5,663,917	5,651,538	5,946,647	5,462,044	8,421,956	8,471,075	9,119,487	7,928,095	6,563,802
Investment earnings	3,046	10,873								
Miscellaneous income	2,621	1,888	42,776	30,252	(15,439)	77,679	30,232	198,882	456,903	257,851
Transfers						9,604				
Prior Year Receivables Cancelled		(56,981)				(3,000)				
Prior Year Payable		(37,988)	61						6,548	(2,096)
Loss on Disposal of Assets			(144,946)				(167,503)	(139,887)	(3,233)	
Special Item - NonCash Equipment	(11,004)				(5,777)					
Total governmental activities	15,428,331	15,653,622	16,075,114	16,767,228	16,470,883	19,654,507	19,475,758	20,314,081	20,317,571	19,069,162
Business-type activities:										
Transfers					15,439	(9,604)			8,682	2,428
Miscellaneous income	(1,120)									
Special Item - NonCash Equipment										
Loss on Disposal of Assets										
Prior Year Payable		37,988			15,439	(9,604)		(1,171)		
Total business-type activities	(1,120)	37,988			15,439	(9,604)		(1,171)		2,428
Total district-wide	(15,427,211)	(15,691,610)	(16,075,114)	(16,767,228)	(16,486,323)	(19,644,902)	(19,475,758)	(20,312,910)	(20,316,400)	(19,071,569)
Changes in Net Position										
Governmental activities	(859,863)	(989,594)	371,224	509,393	46,730	894,941	1,426,296	2,264,619	1,030,809	(266,422)
Business-type activities	(42,664)	(21,508)	(27,163)	(18,029)	178,003	114,159	34,301	33,130	(10,049)	(71,430)
Total district	(902,527)	(966,086)	344,061	491,364	224,733	1,009,099	1,460,597	2,297,749	1,020,760	(337,852)

Source: ACFR Schedule A-2

CITY OF SOMERS POINT SCHOOL DISTRICT
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

Exhibit J-3

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund										
Restricted	1,051,756	1,182,270	1,058,022	816,857	784,844	1,007,079	1,025,687	1,565,893	2,443,733	2,316,839
Committed	183,600	283,600	283,600	668,609	1,529,028	1,853,450	1,928,450	830,921	1,830,921	1,580,921
Assigned	100,000	-	-	111,009	544,493	593,106	461,966	2,027,613	589,846	443,890
Unassigned	(161,514)	(93,237)	(28,116)	27,245	(66,752)	155,745	532,182	862,725	334,358	623,795
Reserved										
Unreserved										
Total general fund	1,173,842	1,372,633	1,313,506	1,623,720	2,791,613	3,609,380	3,948,285	5,287,152	5,198,857	4,965,445
All Other Governmental Funds										
Restricted										
Capital Projects Fund	12	7,304,308	722,373	305,821	149,573	4,818	-	-	-	-
Debt Service Fund	5,878	7,323	12,984	9,617	8,875	6,108	30,352	21,848	-	8,608
Student Activities						75,139	69,384	74,328	79,989	100,283
Committed										
Assigned										
Unassigned	(30,259)	(23,488)	1,625,534	490,746	13,550	24,727	(178,130)	-	-	-
Reserved			(26,673)	(23,842)	(70,364)	(113,798)	(124,154)	(138,574)	(149,639)	
Unreserved, reported in:										
Special revenue fund										
Capital projects fund										
Debt service fund										
Permanent fund										
Total all other governmental funds	(24,370)	7,288,144	2,334,218	782,342	101,634	(3,006)	(78,392)	(27,976)	(68,575)	(40,747)

Source: ACFR Schedule B-1

CITY OF SOMERS POINT SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years

Exhibit J-4

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues										
Tax Levy	9,752,324	10,071,912	10,525,685	10,788,328	10,939,306	11,145,265	11,144,954	11,135,599	11,319,777	12,249,606
Tuition charges	139,241	73,054	5,000	24,702	83,311	82,462	95,428	59,210	90,489	6,422
Rent and Royalties										3,000
Other Tuition	3,046	10,767	9,379	7,531	30,311	30,311	23,870	8,718	257,614	257,614
Interest earnings								8,855	24,607	24,607
Other Restricted Miscellaneous Revenues	2,621	1,888	33,329	22,595	60,055	46,088	350	76,919	26,422	25,966
Miscellaneous Revenue from Local Sources	7,967,263	8,311,814	8,741,662	9,279,574	9,773,334	10,622,581	11,407,258	11,436,254	10,024,945	8,909,973
State sources	925,458	869,206	945,406	947,391	1,008,871	1,432,445	1,576,349	2,133,648	2,379,542	1,904,154
Federal sources	18,789,953	19,338,640	20,260,462	21,070,121	21,895,188	23,360,218	24,261,031	24,994,011	24,324,307	23,381,342
Total revenue										
Expenditures										
Instruction:										
Regular instruction	4,829,866	4,959,099	4,786,254	4,679,002	4,583,424	5,061,858	4,579,210	4,223,345	4,274,292	4,012,854
Special education instruction	2,508,340	2,614,097	2,939,729	2,623,887	2,762,316	2,852,134	3,264,472	3,632,938	2,986,480	3,130,145
Other special education instruction	324,498	350,231	377,663	515,426	423,756	298,285	364,020	344,028	296,698	295,963
Support Services:										
Tuition	354,871	348,844	285,218	253,816	211,509	181,592	174,624	399,800	322,111	353,868
Student & instruction related services	2,071,638	2,049,124	2,275,437	2,471,137	2,585,199	2,649,465	3,386,002	2,832,945	3,282,235	2,916,006
General administrative services	314,968	313,594	359,864	341,047	366,581	410,500	515,879	412,931	415,254	445,797
School administrative services	512,709	544,723	548,767	572,379	570,338	476,925	504,931	414,065	475,254	352,134
Central services	334,059	334,167	326,415	343,502	409,967	358,369	359,808	392,104	342,047	370,897
Plant operations and maintenance	1,421,562	1,313,146	1,305,803	1,430,121	1,437,057	1,540,457	1,468,848	1,435,349	1,562,653	1,486,240
Pupil transportation	399,667	442,283	435,470	495,517	309,116	245,024	429,895	468,740	436,990	482,275
Food Service Program										
Unallocated employee benefits	5,170,087	5,237,358	5,693,678	5,952,540	6,030,341	6,692,044	7,866,363	7,865,573	8,123,379	8,172,717
Charter schools	39,717	25,417	71,284	21,993	33,621	72,584	54,774	36,528	-	18,268
Capital outlay	59,305	2,060,941	4,996,356	1,617,840	686,444	270,467	828,473	172,687	960,334	601,994
Debt service:										
Principal	340,000	350,000	360,000	628,000	640,000	660,000	680,000	695,000	715,000	725,000
Interest and other charges	126,083	114,343	511,576	365,575	342,895	323,170	301,820	278,695	255,020	230,670
Total Expenditures	18,807,369	21,057,368	25,273,514	22,311,782	21,392,564	22,093,872	24,779,119	23,604,728	24,449,747	23,594,828
Excess (Deficiency) of revenues over (under) expenditures	(17,416)	(1,718,728)	(5,013,053)	(1,241,661)	502,624	1,266,346	(518,088)	1,389,283	(125,440)	(213,487)
Other Financing Sources (Uses)										
Transfers in	96,935	109,678	91,579	3,878	4,997	1,111	29,241	282	9,550	91,905
Transfers out	(96,935)	(109,678)	(91,579)	(3,878)	(20,436)	8,493	(29,241)	(282)	(9,550)	(91,905)
Capital Leases (non-budgeted)		90,000		-	-	-	-	-	-	-
Canceled accounts receivable		(56,981)		9,604	-	-	(3,000)	-	6,548	(2,098)
Bond proceeds		9,235,000		-	-	-	-	-	-	-
Prior Year Payable		(37,988)		-	-	-	-	-	-	-
Total other financing sources (uses)	-	9,230,032	-	9,604	(15,439)	9,604	(3,000)	-	6,548	(2,098)
Net change in fund balances	(17,416)	7,511,304	(5,013,053)	(1,232,057)	487,184	1,275,950	(521,088)	1,389,283	(118,892)	(215,584)
Debt service as a percentage of noncapital expenditures	2.49%	2.44%	4.30%	4.80%	4.75%	4.51%	4.10%	4.16%	4.13%	4.16%

Source: ACFR Schedule B-2

Exhibit J-5

CITY OF SOMERS POINT SCHOOL DISTRICT
General Fund Other Local Revenue by Source,
Last Ten Fiscal Years
 Unaudited

Fiscal Year Ended June 30,	Interest on		Tuition		Miscellaneous	Totals
	Investments	Revenue	Revenue	Revenue		
2016	3,521.26	139,241.49	2,620.72	145,383.47		
2017	10,766.57	73,053.78	1,888.45	85,708.80		
2018	3,652.60	7,718.99	2,837.63	14,209.22		
2019	7,340.38	-	11,616.68	18,957.06		
2020	30,311.20	9,741.99	439.28	40,492.47		
2021	23,870.45		39,739.78	63,610.23		
2022	8,854.75		16,137.94	24,992.69		
2023	80,342.98		112,776.28	193,119.26		
2024	257,614.00		99,067.60	356,681.60		
2025	213,577.71		6,421.92	264,207.06		

Source: District Records

CITY OF SOMERS POINT SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property,
Last Ten Fiscal Years

Exhibit J-6

Fiscal Year Ended June 30,	Vacant Land	Residential	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Total District School Tax Rate	Estimated County Equalized Value
2016	10,385,800	804,520,400	285,895,900	-	71,576,000	1,172,378,100	-	1,172,378,100	0.824	1,124,475,446
2017	9,882,200	802,639,800	274,773,700	7,149,800	71,576,000	1,166,021,500	-	1,166,021,500	0.883	1,120,420,390
2018	10,101,700	797,852,527	269,263,200	7,029,800	62,615,000	1,146,862,227	-	1,146,862,227	0.930	1,104,676,623
2019	8,877,800	790,348,300	270,065,800	7,029,800	62,551,500	1,138,873,200	-	1,138,873,200	0.954	1,129,168,620
2020	9,133,500	789,045,100	265,904,800	6,946,900	61,551,500	1,132,581,800	-	1,132,581,800	0.974	1,141,669,878
2021	9,045,500	790,952,200	259,564,200	6,946,900	64,394,833	1,130,903,633	100	1,130,903,733	0.985	1,160,209,541
2022	9,142,500	793,488,100	259,734,700	7,279,200	64,959,333	1,134,603,833	100	1,134,603,933	0.982	1,268,997,107
2023	9,840,000	792,342,400	260,307,800	7,279,200	76,633,000	1,146,402,400	100	1,146,402,500	0.980	1,470,611,068
2024	10,411,900	798,478,500	260,373,400	7,279,200	62,633,000	1,139,176,000	100	1,139,176,100	1.034	1,684,125,702
2025	9,912,000	806,000,700	260,419,100	7,279,200	63,633,000	1,147,244,000	100	1,147,244,100	1.093	1,849,778,122

Source: County Abstract of Ratables & Municipal Tax Assessor

CITY OF SOMERS POINT SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates,
Last Ten Fiscal Years
(rate per \$100 of assessed value)

Exhibit J-7

Fiscal Year Ended June 30,	CITY OF SOMERS POINT SCHOOL DISTRICT				Overlapping Rates					Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct	County General	County Open Space	County Other	Regional School	Municipal Local Purpose		
2016	0.793	0.031	0.824	0.444	0.002	0.053	0.594	0.906	2.823	
2017	0.844	0.039	0.883	0.477	0.002	0.054	0.619	0.922	2.957	
2018	0.866	0.064	0.930	0.478	0.001	0.051	0.640	0.967	3.067	
2019	0.884	0.070	0.954	0.473	0.002	0.058	0.657	0.989	3.133	
2020	0.908	0.066	0.974	0.478	0.002	0.059	0.703	1.008	3.224	
2021	0.918	0.067	0.985	0.487	0.005	0.063	0.743	1.008	3.291	
2022	0.916	0.066	0.982	0.517	0.006	0.062	0.749	1.025	3.341	
2023	0.915	0.065	0.980	0.565	0.007	0.066	0.743	1.109	3.470	
2024	0.971	0.063	1.034	0.576	0.007	0.070	0.765	1.124	3.576	
2025	1.028	0.065	1.093	0.591	0.016	0.067	0.811	1.144	3.722	

Source: District Records and Municipal Tax Collector

CITY OF SOMERS POINT SCHOOL DISTRICT
Principal Property Tax Payers,
Current Year and Ten Years Ago

Exhibit J-8

Taxpayer	2025			2015		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Village Plaza, LLC	\$ 24,080,000	1	2.10%	\$ 23,486,000	1	1.99%
Sea Aire Apartments, LLC	20,160,000	2	1.76%	14,760,000	2	1.25%
West America, LTD	10,272,000	3	0.90%	10,272,000	4	0.87%
IDA Development Associates, LLC	10,000,000	4	0.87%			
Harbour Cove Marina LLC	8,849,800	5	0.77%			
MP R.E. Fund %Management Office	8,833,000	6	0.77%			
Ocean Heights Manor, LLC	8,660,100	7	0.75%	9,189,000	7	0.78%
American Stores Realty Co LLC	8,300,000	8	0.72%	9,506,000	6	0.81%
Groveland Manor 2022 LLC	8,000,000	9	0.70%			
Avia NJ Mays Landing LLC	7,700,000	10	0.67%			
IDA Kmart Sears				13,586,000	3	1.15%
Related Somers Point, LLC				10,244,000	5	0.87%
WWV Associates				8,835,000	8	0.75%
EQI Financial Partners, LP				7,601,000	9	0.65%
Somers Point, LLC				7,081,000	10	0.60%
Totals	\$ 114,854,900		10.01%	\$ 114,560,000		9.72%
	District Assessed Value		\$ 1,147,244,100			\$ 1,178,038,500

Source: District ACFR & Municipal Tax Assessor

CITY OF SOMERS POINT SCHOOL DISTRICT
Property Tax Levies and Collections,
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2016	9,752,324.00	9,248,615.00	95%	-
2017	10,071,912.00	9,752,324.00	97%	-
2018	10,525,685.00	10,071,912.00	96%	-
2019	10,788,328.00	10,525,685.00	98%	-
2020	10,939,306.00	10,788,328.00	99%	-
2021	11,145,265.00	10,939,306.00	98%	-
2022	11,144,954.00	11,145,265.00	100%	-
2023	11,135,599.00	11,135,599.00	100%	-
2024	11,319,777.00	11,319,777.00	100%	-
2025	12,249,606.00	12,249,606.00	100%	-

Source: District records including the Certificate and Report of School Taxes (A-4F form)

CITY OF SOMERS POINT SCHOOL DISTRICT
Ratios of Outstanding Debt by Type,
Last Ten Fiscal Years

Exhibit J-10

Fiscal Year Ended June 30,	Governmental Activities			Business-Type Activities		Total District	Percentage of Personal Income	Per Capita Personal Income
	General Obligation Bonds	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases			
2016	2,956,000		90,556			3,046,556	1.42%	43,138
2017	11,841,000		119,986			11,960,986	0.37%	44,387
2018	11,481,000		60,948			11,541,948	0.40%	46,186
2019	10,853,000		-			10,853,000	0.45%	49,154
2020	10,213,000		-			10,213,000	0.53%	54,547
2021	9,553,000		-			9,553,000	0.60%	57,601
2022	8,873,000		-			8,873,000	0.65%	57,267
2023	8,178,000		-			8,178,000	0.74%	60,493
2024	7,463,000		-			7,463,000	0.81%	60,493
2025	6,738,000		-			6,738,000	0.90%	60,493

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

CITY OF SOMERS POINT SCHOOL DISTRICT
Ratios of Net General Bonded Debt Outstanding,
Last Ten Fiscal Years

Exhibit J-11

Fiscal Year Ended June 30,	Governmental Activities			Percentage of Actual Taxable Value of Property	Per Capita Personal Income
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2016	2,956,000	-	2,956,000	0.25%	43,138
2017	11,841,000	-	11,841,000	1.02%	44,387
2018	11,481,000	-	11,481,000	1.00%	46,186
2019	10,853,000	-	10,853,000	0.95%	49,154
2020	10,213,000	-	10,213,000	0.90%	54,547
2021	9,553,000	-	9,553,000	0.84%	57,601
2022	8,873,000	-	8,873,000	0.78%	57,267
2023	8,178,000	-	8,178,000	0.71%	60,493
2024	7,463,000	-	7,463,000	0.66%	60,493
2025	6,738,000	-	6,738,000	0.59%	60,493

CITY OF SOMERS POINT SCHOOL DISTRICT
Direct and Overlapping Governmental Activities Debt,
As of December 31, 2024

Exhibit J-12

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes			
City of Somers Point	\$ 19,906,387	100.00%	\$ 19,906,387
Other Debt			
Mainland Regional High School District	13,170,000	41.73%	5,496,482
County of Atlantic	249,783,988	3.64%	9,101,587
Subtotal, Overlapping Debt			34,504,456
City of Somers Point School District Direct Debt			<u>6,738,000</u>
Total Direct and Overlapping Debt			<u>\$ 41,242,456</u>

Sources:
 County of Atlantic
 Mainland Regional High School District
 Annual Debt Statement - City of Somers Point

CITY OF SOMERS POINT SCHOOL DISTRICT
 Legal Debt Margin Information,
 Last Ten Fiscal Years

Exhibit J-13

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Debt limit	34,788,181	34,417,011	33,856,323	33,793,921	34,003,186	34,392,613.00	35,670,752	38,744,310	44,066,754	49,776,064
Total net debt applicable to limit	2,956,000	11,841,000	11,481,000	10,853,000	10,213,000	9,553,000.00	8,873,000	8,178,000	7,463,000	6,738,000
Legal debt margin	31,832,181	22,576,011	22,375,323	22,940,921	23,790,186	24,839,613	26,797,752	30,566,310	36,603,754	43,038,064
	8.50%	34.40%	33.91%	32.12%	30.04%	27.78%	24.87%	21.11%	16.94%	13.54%

	2024	2023	2022
Equalized valuation basis	\$ 1,833,241,069	\$ 1,691,607,496	\$ 1,452,757,789
Average equalized valuation of taxable property	\$ 1,659,202,118		
Debt limit (3% of average)	49,776,064		
Net bonded school debt	6,738,000		
Legal debt margin	\$ 43,038,064		

Total net debt applicable to the limit
 as a percentage of debt limit

Source: Abstract of Ratables and District Records ACFR Schedule J-7

CITY OF SOMERS POINT SCHOOL DISTRICT
Demographic and Economic Statistics,
Last Ten Fiscal Years

Exhibit J-14

<u>Fiscal Year Ended June 30,</u>	<u>Population (a)</u>	<u>Personal Income (thousands of dollars) (b)</u>	<u>Per Capita Personal Income (c)</u>	<u>Unemployment Rate</u>
2016	10,399	448,592,062	43,138	6.8%
2017	10,304	457,363,648	44,387	6.5%
2018	10,229	472,436,594	46,186	5.3%
2019	10,173	500,043,642	49,154	4.6%
2020	10,153	553,815,691	54,547	15.9%
2021	10,455	602,218,455	57,601	9.2%
2022	10,495	601,017,165	57,267	4.9%
2023	10,465	633,059,245	60,493	5.2%
2024	10,611	641,891,223	60,493	5.7%
2025	10,611	641,891,223	60,493	Not Available

Source:

- (a) U.S. Bureau of Census - Population Estimates
- (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 2020 Census published by the US Bureau of Census

CITY OF SOMERS POINT SCHOOL DISTRICT
Principal Employers,
Current Year and Ten Years Ago

Exhibit J-15

Employer	2025			2016		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
INFORMATION NOT AVAILABLE						
		1				
		2				
		3				
		4				
		5				
		6				
		7				
		8				
		9				
		10				
Totals	-			-		

CITY OF SOMERS POINT SCHOOL DISTRICT
 Full-Time Equivalent District Employees by Function/Program,
 Last Ten Fiscal Years

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Instruction:										
Regular instruction	96	96	89	91	91	89	83	89	84	83
Special education instruction	32	32	25	30	31	27	39	27	29	26
Support Services:										
Student & instruction related services	23	23	28	27	27	26	21	25	24	21
General administrative services	2	2	2	2	2	2	2	2	2	2
School administrative services	9	9	14	14	9	9	9	9	9	8
Business administrative services	4	4	4	4	4	4	4	4	4	4
Plant operations and maintenance	16	14	12	12	13	13	13	11	11	10
Puppl transportation	4	4								
Total	186	184	174	180	177	170	171	167	163	154

Source: District Personnel Records

CITY OF SOMERS POINT SCHOOL DISTRICT
Operating Statistics,
Last Ten Fiscal Years

Exhibit J-17

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures	Cost per Pupil	% Change	Teaching Staff	Pupil/Teacher Ratio			Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary School	Middle School	High School				
2016	963	18,242,265	18,943	18.39%	114	1:11	1:5	972	923	-10.00%	94.96%	
2017	942	18,506,667	19,646	3.71%	116	1:9	1:9	951	906	-2.16%	95.27%	
2018	924	19,334,298	20,925	6.51%	112	1:7	1:10	921	874	-3.15%	94.90%	
2019	884	19,678,374	22,261	6.39%	101	1:14	1:13	884	835	-4.02%	94.46%	
2020	853	19,689,604	23,083	3.69%	102	1:8.2	1:8.1	865	797	-2.15%	92.14%	
2021	806	20,767,651	25,766	11.63%	101	1:8	1:8	797	710	-7.86%	89.08%	
2022	790	22,914,052	29,005	12.57%	103	1:9	1:7	776	694	-2.63%	89.43%	
2023	764	22,519,393	29,476	1.62%	101	1:7	1:8	751	597	-3.22%	79.49%	
2024	701	22,519,393	32,125	8.99%	101	1:7	1:8	736	682	-2.00%	92.66%	
2025	683	22,018,896	22,142	-31.07%	100	1:7	1:8	668	609	-9.24%	91.17%	

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

CITY OF SOMERS POINT SCHOOL DISTRICT
School Building Information,
Last Ten Fiscal Years

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
<u>District Buildings</u>										
<u>Elementary</u>										
New York Avenue School										
Square Feet	13,841	13,841	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Capacity (students)	150	150	150	150	150	150	150	150	150	150
Enrollment	74	70	72	72	74	56	68	-	-	-
Dawes Avenue School										
Square Feet	54,525	54,525	64,546	64,546	64,546	64,546	64,546	64,546	64,546	64,546
Capacity (students)	500	500	500	500	500	500	500	500	500	500
Enrollment	354	333	337	386	337	332	303	376	341	332
<u>Elementary/Middle School</u>										
Jordan Road School										
Square Feet	83,592	83,592	90,397	90,397	90,397	90,397	90,397	90,397	90,397	90,397
Capacity (students)	950	950	950	950	950	950	950	950	950	950
Enrollment	535	539	515	426	442	418	419	388	363	336

Number of Schools at June 30, 2025
 Elementary - 2
 Middle - 1

Source: District Records, ASSA, SRS, LRFP

CITY OF SOMERS POINT SCHOOL DISTRICT
 General Fund
 Schedule of Required Maintenance for School Facilities,
 Last Ten Fiscal Years
 (Unaudited)

Undistributed Expenditures - Required Maintenance for School Facilities

School Facilities	Project # (s)	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
New York Avenue School	N/A	85,900	83,667	28,110	28,683	91,543	103,510	32,177	27,510	63,944	73,354
Dawes Avenue School	N/A	150,834	104,004	96,733	140,591	154,444	201,705	142,444	122,075	129,076	139,242
Jordan Road School	N/A	161,728	101,858	131,216	137,973	268,104	282,651	228,553	219,429	211,203	156,895
Total School Facilities		398,462	289,529	256,059	307,247	514,091	587,866	403,174	369,014	369,014	369,491
Other Facilities											
Grand Total		398,462	289,529	256,059	307,247	514,091	587,866	403,174	369,014	369,014	369,491

Source: District Records

CITY OF SOMERS POINT SCHOOL DISTRICT
Insurance Schedule
For the Fiscal Year Ended June 30, 2025
(Unaudited)

Exhibit J-20

Company	Type of Coverage	Amount of Coverage	Deductible
ACCASBOJIF	School Package Policy - ACCASBOJIF:		
	Property, Inland Marine and Auto and Physical Damages	\$ 175,000,000	\$ 500
	Boiler and Machinery	125,000,000	1,000
	Crime	500,000	500
	General and Automobile Liability	27,000,000	None
	Workers' Compensation	Statutory	None
	Educator's Legal Liability	27,000,000	None
	Pollution Legal Liability	3,000,000	25,000
	Cyber Liability	2,000,000	50,000-100,000
	Crisis Protection & Disaster Management Services	1,000,000	10,000
Selective Insurance Company	Board Secretary Surety Bond	250,000	

Source: District Records

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Single Audit Section



FORD - SCOTT

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

Honorable President and
Members of the Board of Education
City of Somers Point School District
County of Atlantic
Somers Point, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Somers Point School District, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City of Somers Point School District's basic financial statements, and have issued our report thereon dated December 3, 2025.

Report on Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. During our audit we did identify the following deficiencies in internal control that we consider to be material weaknesses, ACFR Findings 2025-01 and 2025-02. However, other material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

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

Somers Point School District 's Response to Findings

The City of Somers Point School District's response to the findings identified in our audit is described in the accompanying Schedule of Findings and Question Costs. Somers Point School District's response was not subject to the auditing procedures applied in the audit of the financial statements and accordingly, we express no opinion on it.

Purpose of this Report

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

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

Michael S. Garcia

Michael S. Garcia
Certified Public Accountant
Licensed Public School Accountant
No. 2080

December 3, 2025



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& ASSOCIATES, L.L.C.

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

The Honorable President and
Members of Board of Education
City of Somers Point School District
Somers Point, New Jersey
County of Atlantic

Report on Compliance for Each Major Federal & State Program

Opinion on Each Major Federal & State Program

We have audited the City of Somers Point School District's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the City of Somers Point School District's major federal and state programs for the year ended June 30, 2025. The City of Somers Point School District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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

Basis for Opinion on Each Major Federal & State Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding City of Somers Point 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 City of Somers Point School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and NJ OMB 15-08, but not for the purpose of expressing an opinion on the effectiveness of City of Somers Points School District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Other Matters

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

Report on Internal Control Over Compliance

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

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

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

Purpose of this Report

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

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

Michael S. Garcia

Michael S. Garcia
Certified Public Accountant
Licensed Public School Accountant
No. 2080

December 3, 2025

SOMERS POINT SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
for the Fiscal Year Ended June 30, 2025

Federal Award Title	Federal Number	Grant or State Number	Grant Period From	Grant Period To	Program or Activity Amount	Balance June 30, 2024	Committed Amount	Cash Received	Budgetary Expenditures			Reimbursement of Prior Period Balances	Accounts Receivable	Balance June 30, 2025
									Pass Through	Direct	Total			
U.S. Department of Health and Human Services														
Passed Through State Department of Health and Human Services:														
General Medical Assistance Program (SEMI)														
Total General Fund														
84.010A	2005NJSNMAP	N/A	7/1/2024	6/30/2025	42,166.96 \$	-	-	42,166.96	(42,166.96)	-	-	-	-	-
84.010A	S010A240030	ESEA-4800-24	7/1/2023	9/30/2024	411,053.00	32,088.03	205,524.00	205,524.00	(203,393.56)	-	-	-	33,738.47	-
84.010A	S010A250030	ESEA-4800-25	7/1/2023	9/30/2024	450,889.00	(6,336.00)	246,905.00	246,905.00	(449,788.00)	-	-	-	(202,883.00)	-
84.010A	S010A260030	ESEA-4800-24	7/1/2023	9/30/2024	70,000.00	-	7,447.00	7,447.00	(4,866.91)	-	-	-	(3,645.91)	-
84.010A	S010A270030	ESEA-4800-25	7/1/2024	9/30/2025	121,064.00	2,557,293.20	60,335.00	60,335.00	(79,003.75)	-	-	-	(17,665.00)	-
							519,111.00	519,111.00	(350,892.42)	-	-	-	(224,269.91)	-
Passed Through State Department of Education:														
Special Revenue Fund:														
Title I Cluster:														
Social Education Cluster:														
84.027A	H027A240100	IDEA-4800-24	7/1/2023	9/30/2024	314,139.00	60,369.50	74,794.00	74,794.00	(15,173.15)	-	-	-	(19,990.35)	-
84.027A	H027A250100	IDEA-4800-25	7/1/2023	9/30/2024	84,008.00	(2,338.00)	64,713.00	64,713.00	(288,462.46)	-	-	-	(193,740.00)	-
84.027A	H027A260100	IDEA-4800-22	7/1/2021	9/30/2022	60,472.00	-	6,186.00	6,186.00	(8,873.44)	-	-	-	(2,687.00)	-
84.173A	H173A240114	IDEA-4800-25	7/1/2023	9/30/2024	23,319.00	-	344.00	344.00	(943.64)	-	-	-	0.00	-
84.173A	H173A250114	IDEA-4800-23	7/1/2022	9/30/2023	12,305.00	7,737.50	-	-	(34,936.41)	-	-	-	0.00	-
							248,037.00	248,037.00	(312,842.53)	-	-	-	(24,265.00)	-
84.367A	S0367A250030	ESEA-4800-25	7/1/2024	9/30/2025	75,618.00	9,325.00	4,633.00	4,633.00	(65,765.86)	-	-	-	(6,250.00)	-
84.367A	S0367A260030	ESEA-4800-24	7/1/2023	9/30/2024	84,008.00	24,462.00	33,235.00	33,235.00	(24,898.10)	-	-	-	0.00	-
84.367A	S0367A270030	ESEA-4800-23	7/1/2022	9/30/2023	75,983.00	(13,251.00)	18,159.00	18,159.00	(2,161.00)	-	-	-	(13,251.00)	-
84.367A	S0367A280030	ESEA-4800-21	7/1/2020	9/30/2021	79,118.00	-	6,833.00	6,833.00	(2,187.00)	-	-	-	181.36	-
84.367A	S0367A290030	ESEA-4800-19	7/1/2018	9/30/2019	18,856.00	-	18,856.00	18,856.00	(332.04)	-	-	-	(332.04)	-
84.367A	S0367A300030	ESEA-4800-24	7/1/2023	9/30/2024	29,609.00	(3,996.00)	-	-	(2,187.00)	-	-	-	(5,553.00)	-
84.365A	S0365A240030	ESEA-4800-24	7/1/2023	9/30/2024	27,184.00	-	19,483.00	19,483.00	(24,716.28)	-	-	-	(5,553.00)	-
84.365A	S0365A250030	ESEA-4800-25	7/1/2024	9/30/2025	3,385.00	11,228.98	925.00	925.00	(332.04)	-	-	-	(332.04)	-
84.365A	S0365A260030	ESEA-4800-25	7/1/2024	9/30/2025	56,021.00	9.00	22,905.00	22,905.00	(65,335.90)	-	-	-	(32,431.00)	-
84.424A	S424A230031	ESEA-4800-25	7/1/2024	9/30/2025	87,036.00	10,128.95	86,141.00	86,141.00	(183,240.28)	-	-	-	(102,797.00)	-
84.424A	S424A240031	ESEA-4800-22	7/1/2021	9/30/2022	87,036.00	-	-	-	(183,240.28)	-	-	-	(102,797.00)	-
Total Elementary and Secondary Education Act (ESEA)														
Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund:														
84.429W	S429W210031	N/A	3/13/2020	9/30/2024	13,531.00	(330.00)	1,309,480.00	1,309,480.00	(9,266.40)	-	-	-	(330.00)	-
84.429U	S429U210027	N/A	3/13/2020	9/30/2024	3,333.00	(29,468.00)	72,185.00	72,185.00	(42,717.13)	-	-	-	(0.00)	-
84.429U	S429U210027	N/A	3/13/2020	9/30/2024	40,000.00	(2,629.00)	36,022.00	36,022.00	(5,393.00)	-	-	-	(0.00)	-
84.429U	S429U210027	N/A	3/13/2020	9/30/2024	40,000.00	(9,895.00)	16,824.00	16,824.00	(6,929.13)	-	-	-	(0.00)	-
84.429U	S429U210027	N/A	3/13/2020	9/30/2024	86,501.00	(2,076.00)	73,049.00	73,049.00	(973.30)	-	-	-	(0.00)	-
							1,509,360.00	1,509,360.00	(15,670.96)	-	-	-	(330.00)	-
							2,361,249.00	2,361,249.00	(1,327,656.99)	-	-	-	(456,685.91)	-
Total Special Revenue Fund														
U.S. Department of Agriculture														
Passed Through State Department of Education:														
Enterprise Fund:														
Food Distribution Program:														
10.555	25NJ204N1099	N/A	7/1/2024	6/30/2025	48,863.97	-	48,863.97	48,863.97	(48,863.97)	-	-	-	-	-
10.553	25NJ204N1099	N/A	7/1/2024	6/30/2025	133,626.52	(8,502.26)	123,631.96	123,631.96	(133,626.52)	-	-	-	(9,894.96)	-
10.553	24NJ204N1099	N/A	7/1/2023	6/30/2024	108,847.99	-	8,502.26	8,502.26	(248,445.04)	-	-	-	(15,723.44)	-
10.555	24NJ204N1099	N/A	7/1/2023	6/30/2024	227,398.45	(16,463.00)	216,463.00	216,463.00	-	-	-	-	-	-
10.185	AM22CPLFS0000015	N/A	7/1/2022	11/1/2024	1,029.00	-	843.00	843.00	(643.00)	-	-	-	(25,715.40)	-
10.646	20242N180341	N/A	7/1/2024	6/30/2025	643.00	(24,865.26)	43,185.47	43,185.47	(43,267.93)	-	-	-	(25,715.40)	-
							43,185.47	43,185.47	(43,267.93)	-	-	-	(25,715.40)	-
							2,855,270.75	2,855,270.75	(1,802,410.98)	-	-	-	(482,407.31)	-
Total Federal Financial Awards														
(A) Transfer to General Fund														

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

SOMERS POINT SCHOOL DISTRICT
Notes to the Schedules of Financial Assistance
June 30, 2025

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Note 1: General

The accompanying schedules of expenditures of awards and financial assistance present the activity of all federal and state award programs of the Board of Education, City of Somers Point School District. The Board of Education is defined in Note 1(A) to the Board's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

Note 2: Basis of Accounting

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of 2 CFR 200-Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10% de minimis indirect cost rate.

Note 3: Relationship to 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 GAAP reporting, revenue is not recognized until the subsequent year or when the expenditures have been made.

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$110,986.30 for the General Fund and \$564,843.10 for the Special Revenue Fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>On-Behalf Payments</u>	<u>Total</u>
General Fund	\$ 42,166.96	6,772,199.25	(3,511,717.00)	3,302,649.21
Special Revenue Fund	1,327,636.09	1,875,101.52		3,202,737.61
Debt Service Fund		215,136.00		215,136.00
Food Service Fund	432,607.93	16,957.09		449,565.02
Total Financial Assistance	<u>\$ 1,802,410.98</u>	<u>8,879,393.86</u>	<u>(3,511,717.00)</u>	<u>7,170,087.84</u>

The On-Behalf Pension Contributions made for the district by the State of New Jersey are recognized as revenue in the basic financial statements, but are not considered in the major program determination.

SOMERS POINT SCHOOL DISTRICT
Notes to the Schedules of Financial Assistance
June 30, 2025

K-5

Note 4: Relationship to Federal and State Financial Reports

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

Note 5: Other

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

Note 6: Adjustments

Both favorable and unfavorable differences incurred as a result of final grant payments being rounded by the grantor and are included in the schedule(s) of financial assistance in a column entitled "Adjustments."

**SOMERS POINT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

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Section I - Summary of Auditor's Results

State Awards

Internal Control over major programs:

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

Type of auditor's report issued on compliance major programs

Unmodified

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

yes X no

Identification of major programs:

<u>GMIS Number(s)</u>	<u>Name of State Program</u>
	State Aid - Public Cluster:
495-034-5120-078	Equalization Aid
495-034-5120-089	Categorical Special Education Aid
495-034-5120-084	Security Aid
495-034-5120-078	Stabilization Aid
495-034-5120-086	Preschool Education Aid

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

\$ 750,000

Auditee qualified as low-risk auditee?

yes X no

**SOMERS POINT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025
(CONTINUED)**

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II. Financial Statement Findings

In accordance with Government Auditing Standards, our audit disclosed the following findings relating to the financial statements that are required to be reported under this section.

ACFR FINDING 2025-01:

Criteria or Specific Requirement:

All Bank Accounts should be reconciled to the General Ledger promptly and accurately on a monthly basis.

Condition:

The bank accounts were not properly reconciled throughout the fiscal year, contained required adjustments, and the reconciliations did not balance.

Context:

Bank reconciliations carried several unresolved issues throughout the fiscal year.

Effect:

The district was unaware if Cash Balances were correct and intact.

Cause:

The Business Administrator failed to properly reconcile the Bank Accounts and record the necessary adjustments to the General Ledger.

Recommendation:

We recommend that all District Bank Accounts be reconciled to the General Ledger promptly on a monthly basis and that any and all differences be investigated and properly recorded.

Views of Responsible Officials and Planned Corrective Actions:

The Interim Business Administrator and Business Office Staff are aware of the requirements regarding Bank Reconciliations. Corrective Action is being implemented.

**SOMERS POINT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

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ACFR FINDING 2025-02:

Criteria or Specific Requirement:

The District is required to maintain a General Ledger of school accounts which must be consistent with generally accepted accounting principles (GAAP) and maintained monthly.

Condition:

The General Ledger was not properly maintained.

Context:

Several year-end adjustments were necessary to properly reflect revenues, expenditures and account balances in the Board's financial statements at year-end.

Effect:

The District was unaware if General Ledger Balances were accurate.

Cause:

Necessary adjustments to the General Ledger were not made.

Recommendation:

That District procedures be reviewed by management to ensure all revenues, expenditures and account balances are properly reflected.

Views of Responsible Officials and Planned Corrective Actions:

The Interim Business Administrator and Business Office Staff are aware of the requirements regarding the General Ledger. Corrective Action is being implemented.

**SOMERS POINT SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

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III. Federal Awards and State Financial Assistance Findings and Questioned Costs

FEDERAL AWARDS:

Our audit disclosed no material Findings or Questioned Costs.

STATE AWARDS:

Our audit disclosed no material Findings or Questioned Costs.

Status of Prior Year Findings

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FINANCIAL STATEMENT:

Recommendation 2024-01:

We recommend that all District Bank Accounts be reconciled to the General Ledger promptly on a monthly basis and that any and all differences be investigated and properly recorded.

Status of Finding:

Corrective action has not been made on this finding.

Recommendation 2024-02:

That District procedures be reviewed by management to ensure all revenues, expenditures and account balances are properly reflected.

Status of Finding:

Corrective action has not been made on this finding.

Recommendation 2024-03:

We recommend that the District review their procedures over inputting the approved budget into their accounting system and establish procedures to review this process.

Status of Finding:

Corrective action was taken on this finding.

FEDERAL AWARDS:

No matters were reported.

STATE AWARDS:

Recommendation 2024-03:

We recommend that the District review their procedures over inputting the approved budget into their accounting system and establish procedures to review this process.

Status of Finding:

Corrective action was taken on this finding.