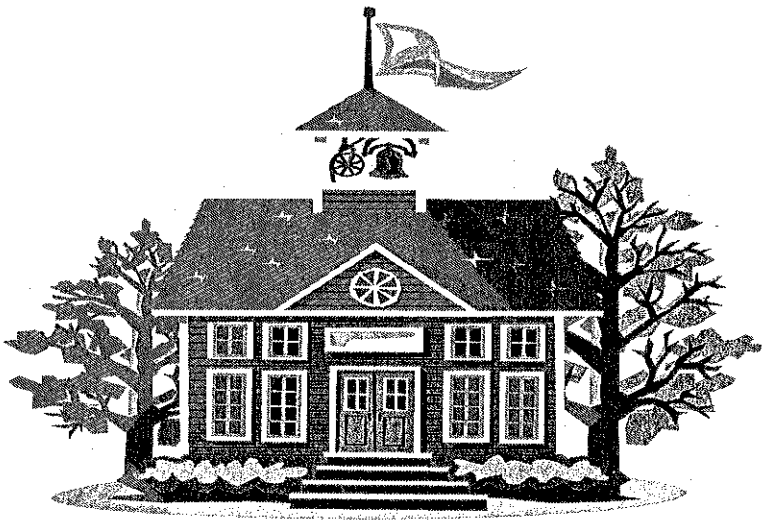
SCHOOL DISTRICT

OF

TUCKERTON



TUCKERTON BOARD OF EDUCATION
TUCKERTON, NEW JERSEY

ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

ANNUAL COMPREHENSIVE FINANCIAL REPORT

OF THE

TUCKERTON BOARD OF EDUCATION

TUCKERTON, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

PREPARED BY

TUCKERTON BOARD OF EDUCATION
FINANCE DEPARTMENT

TUCKERTON SCHOOL DISTRICT

TABLE OF CONTENTS

	Page
INTRODUCTORY SECTION	
Letter of Transmittal	1 to 4.
Roster of Officials	5.
Consultants and Advisors	6.
Organizational Chart	7.
FINANCIAL SECTION	
Independent Auditor's Report	8 to 11.
Required Supplementary Information – Part I	
Management's Discussion and Analysis	12 to 17.
Basic Financial Statements	
A. District-wide Financial Statements:	
A-1 Statement of Net Position	18.
A-2 Statement of Activities	19 & 20.
B. Fund Financial Statements:	
Governmental Funds:	
B-1 Balance Sheet	21.
B-2 Statement of Revenues, Expenditures, and Changes in Fund Balances	22 & 23.
B-3 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	24.
Proprietary Funds:	
B-4 Statement of Net Position	25.
B-5 Statement of Revenues, Expenses, and Changes in Fund Net Position	26.
B-6 Statement of Cash Flows	27.
Fiduciary Funds:	
B-7 Statement of Fiduciary Net Position	N/A
B-8 Statement of Changes in Fiduciary Net Position	N/A
Notes to Financial Statements	28 to 59.

TUCKERTON SCHOOL DISTRICT

TABLE OF CONTENTS

		Page
	Required Supplementary Information – Part II	
C.	Budgetary Comparison Schedules:	
	C-1 Budgetary Comparison Schedule – General Fund	60 to 69.
	C-1a Budgetary Comparison Schedule – General Fund – State Fiscal Stabilization Fund – ARRA-ESF	N/A
	C-1b Budgetary Comparison Schedule – General Fund – Education Jobs Fund	N/A
	C-2 Budgetary Comparison Schedule – Special Revenue Fund	70 & 71.
	Notes to the Required Supplementary Information	
	C-3 Budget to GAAP Reconciliation	72.
	Required Supplementary Information – Part III	
L.	Schedules Related to Accounting and Reporting for Pensions (GASB 68)	
	L-1 Schedule of the District's Proportionate Share of the Net Pension Liability – PERS	73.
	L-2 Schedule of District Contributions – PERS	74.
	L-3 Schedule of the District's Proportionate Share of the Net Pension Liability – TPAF	75.
	L-4 Schedule of the School District's Contributions Teacher's Pension And Annuity Fund (TPAF)	76.
	L-5 Notes to Required Supplementary Information – Part III	77.
M.	Schedules Related to Accounting and Reporting for Postemployment Benefits Other Than Pensions	
	M-1 Schedule of Changes in the Total OPEB Liability and Related Ratios	78.
	M-2 Notes to Required Supplementary Information	79.
	Other Supplementary Information	
D.	School Level Schedules:	
	D-1 Combining Balance Sheet	N/A
	D-2 Blended Resource Fund – Schedule of Expenditures Allocated by Resource Type – Actual	N/A
	D-3 Blended Resource Fund – Schedule of Blended Expenditures – Budget and Actual	N/A

TUCKERTON SCHOOL DISTRICT

TABLE OF CONTENTS

		Page
E.	Special Revenue Fund:	
	E-1 Combining Statement of Revenues and Expenditures Special Revenue Fund – Budgetary Basis	80.
	E-2 Preschool Education Aid Schedule of Expenditures – Budgetary Basis	81.
	E-3 Early Childhood Program Aid Schedule of Expenditures – Budgetary Basis	N/A
	E-4 Distance Learning Network Aid Schedule of Expenditures – Budgetary Basis	N/A
	E-5 Instructional Supplement Aid Schedule of Expenditures – Budgetary Basis	N/A
	E-6 Targeted At-Risk (TARA) Aid – Budgetary Basis	N/A
F.	Capital Projects Fund:	
	F-1 Summary Schedule of Project Expenditures	N/A
	F-2 Schedule of Project Revenues, Expenditures, Project Balance and Project Status – Budgetary Basis – Additions & Renovations to Elementary School	N/A
G.	Proprietary Fund:	
	Enterprise Fund:	
	G-1 Schedule of Net Position	82.
	G-2 Schedule of Revenues, Expenses and Changes in Fund Net Position	83.
	G-3 Schedule of Cash Flows	84.
	Internal Service Fund:	
	G-4 Combining Statement of Net Position	N/A
	G-5 Combining Statement of Revenues, Expenses, and Changes in Fund Net Position	N/A
	G-6 Combining Statement of Cash Flows	N/A
H.	Fiduciary Funds:	
	H-1 Combining Statement of Fiduciary Net Position	N/A
	H-2 Schedule of Changes in Fiduciary Net Position	N/A
	H-3 Student Activity Agency Fund - Schedule of Receipts and Disbursements	N/A
	H-4 Payroll Agency Fund - Schedule of Receipts and Disbursements	N/A

TUCKERTON SCHOOL DISTRICT

TABLE OF CONTENTS

		Page
I.	Long-Term Debt:	
I-1	Schedule of Serial Bonds Payable	85.
I-2	Schedule of Obligations Under Capital Leases	N/A
I-3	Debt Service Fund Budgetary Comparison Schedule	86.

STATISTICAL SECTION (Unaudited)

Introduction to the Statistical Section

Financial Trends

J-1	Net Position by Component	87.
J-2	Changes in Net Position	88.
J-3	Fund Balances – Governmental Funds	89.
J-4	Changes in Fund Balances – Governmental Funds	90.
J-5	General Fund Other Local Revenue by Source	91.

Revenue Capacity

J-6	Assessed Value and Estimated Actual Value of Taxable Property	92.
J-7	Direct and Overlapping Property Tax Rates	93.
J-8	Principal Property Taxpayers	94.
J-9	Property Tax Levies and Collections	95.

Debt Capacity

J-10	Ratios of Outstanding Debt by Type	96.
J-11	Ratios of General Bonded Debt Outstanding	97.
J-12	Direct and Overlapping Governmental Activities Debt	98.
J-13	Legal Debt Margin Information	99.

Demographic and Economic Information

J-14	Demographic and Economic Statistics	100.
J-15	Principal Employers	101.

Operating Information

J-16	Full-time Equivalent District Employees by Function/Program	102.
J-17	Operating Statistics	103.
J-18	School Building Information	104.
J-19	Schedule of Required Maintenance Expenditures by School Facility	105.
J-20	Insurance Schedule	106.

K-1	Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*	107 & 108.

TUCKERTON SCHOOL DISTRICT

TABLE OF CONTENTS

		Page
K-2	Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance and Schedules of Expenditures of State Financial Assistance as Required by New Jersey OMB Circular 15-08	109 to 111.
K-3	Schedule of Expenditures of Federal Awards, Schedule A	112.
K-4	Schedule of Expenditures of State Financial Assistance, Schedule B	113.
K-5	Notes to Schedules of Awards and Financial Assistance	114 to 116.
K-6	Schedule of Findings and Questioned Costs	117 to 119.
K-7	Summary Schedule of Prior Audit Findings	120.

INTRODUCTORY SECTION

BOARD OF EDUCATION
TUCKERTON BOROUGH SCHOOL DISTRICT
213 MARINE STREET
TUCKERTON, NEW JERSEY

December 5, 2025

Honorable President Trisha Horner and
Members of the Board of Education
Tuckerton Borough School District
Ocean County, New Jersey

Dear Board Members:

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

The annual comprehensive financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the district's organizational chart and a list of principal officials. The financial section includes the general-purpose financial statements and schedules, as well as the auditor's report. 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 Title 2 U.S. "C.F.R., Part 200", "Audits of State and Local Governments", and the state Treasury Circular Letter 15-08 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments". 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:** Tuckerton School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups of the district are included in this report. The Tuckerton Borough Board of Education constitutes the district's report entity.

   The district provides a full range of educational services appropriate to grade levels Pre-K through 6. These include regular, as well as special education for special needs children. The district completed the 2024-2025 fiscal year with an enrollment of 302

students. The following details the changes in the student enrollment over the past ten years.

AVERAGE DAILY ENROLLMENT

Fiscal Year	Student Enrollment	Percent Change
2024-2025	302	(1.31%)
2023-2024	306	1.30%
2022-2023	302	1.00%
2021-2022	299	(1.97%)
2020-2021	305	(6.44%)
2019-2020	326	15.7%
2018-2019	285	1.00%
2017-2018	282	(2.19%)
2016-2017	288	(12.59%)
2015-2016	329	(1.5%)

2. **Economic Condition and Outlook**: Based upon the school district's Master Plan which was completed by University Associates in May of 1995, and the Long-Range Facilities Plan which was updated in January 2023. Tuckerton Borough is looked upon as one of the more desirable places to live in New Jersey. As a result, the Borough will continue to show some growth potential as a residential area. Local businesses may also prosper with the continued development of the Tuckerton Seaport. This project continues to evolve and should brighten the overall economic outlook of this area.

3. **Major Initiatives:** The Tuckerton Elementary School District continues to develop comprehensive learning experiences which include a robust STEAM program. The newly designed STEAM lab was the result of the 2017 building project aimed to repurpose office and instructional spaces in addition to a full renovation of the media center. Highlights from the project also included: redesigning our parking lot to create a dedicated safe drop off/pick lane for students and a new age-appropriate playground. With a new secure access to the interior of the building equipped with a new handicapped lift, there is equitable access to the main office areas. The new elevator in the media center also provides equitable access to all areas of the school building including the gymnasium. The district most recently installed swipe mechanisms on all interior doors replacing individual door locks with the capability of securing a single swipe lock-down for the building.

   The district continuously evaluates its Information Technology assets and proactively upgrades or replaces obsolete items. In addition to end-user devices, the district invests in its network and cloud infrastructure and Internet access and security to provide access to online learning platforms and assessments such as the Measure of Academic Progress (MAP). The district provides 1:1 Chromebook for students in grades 2-6 and 1:1 iPad for students in grades Prek-1st

   During the 2019-2020 school year, TES received Preschool Expansion funding from the New Jersey Department of Education's Division of Early Childhood Education.

With this funding, our preschool program is now able to serve up to sixty 3 and 4 years in the Tuckerton Community within 4 classrooms moving well beyond the previous one classroom capacity of an AM/PM preschool program. The preschool program meets high -quality standards with the implementation of a research-based curriculum.

4. **Internal Accounting Controls**: Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the district are protected from loss, theft or misuse and to ensure that adequate accounting data are complied to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgements 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 the portion related to federal and state financial assistance programs, as well as to determine that the district has complied with applicable laws and regulations.

5. **Budgetary Controls**: In addition to internal accounting controls, the district maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

6. **Accounting System and Reports**: The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Boards (GASB). The accounting system of the district is organized based on funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements", Note 1.

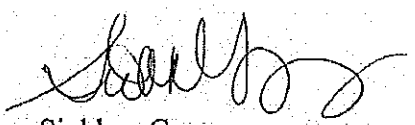
7. **Cash Management**: The investment policy of the district is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 2. The district has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under 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.

8. **Risk Management**: The Board carries various forms of insurance, including but not limited to general liability, hazard and theft insurance on property and contents, and fidelity bonds.

9. **Other Information: Independent Audit** - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Robert A. Hulsart and Company, CPA, was selected by the Board. In addition to meeting the requirements of Title 2 U.S. "C.F.R., Part 200" and State Treasury circular letter 15-08 OMB, the auditor's report on the general-purpose financial statements and the combined and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

10. **Acknowledgements**: We would like to express our appreciation to the members of the Tuckerton Borough School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation.

Respectfully submitted,



Siobhan Grayson
Superintendent/Principal

SG/if

TUCKERTON BOROUGH BOARD OF EDUCATION

ROSTER OF OFFICIALS

JUNE 30, 2025

Members of the Board of Education	Term Expires
Patricia Horner, President	2025
Fred Everson, Vice-President	2025
Shonna Godoy	2026
Deborah McMunn	2025
Justin Way	2027
Kathryn Sutton	2027
Amanda Unkefer	2027

Other Officials

Siobhan Grayson, Superintendent/Principal

John Failla BA/Board Sectary

Brett Gorman, Solicitor

TUCKERTON BOROUGH BOARD OF EDUCATION

CONSULTANTS AND ADVISORS

AUDIT FIRM

Robert A. Hulsart & Co.
2807 Hurley Pond Road
Wall, NJ 07719

ATTORNEY

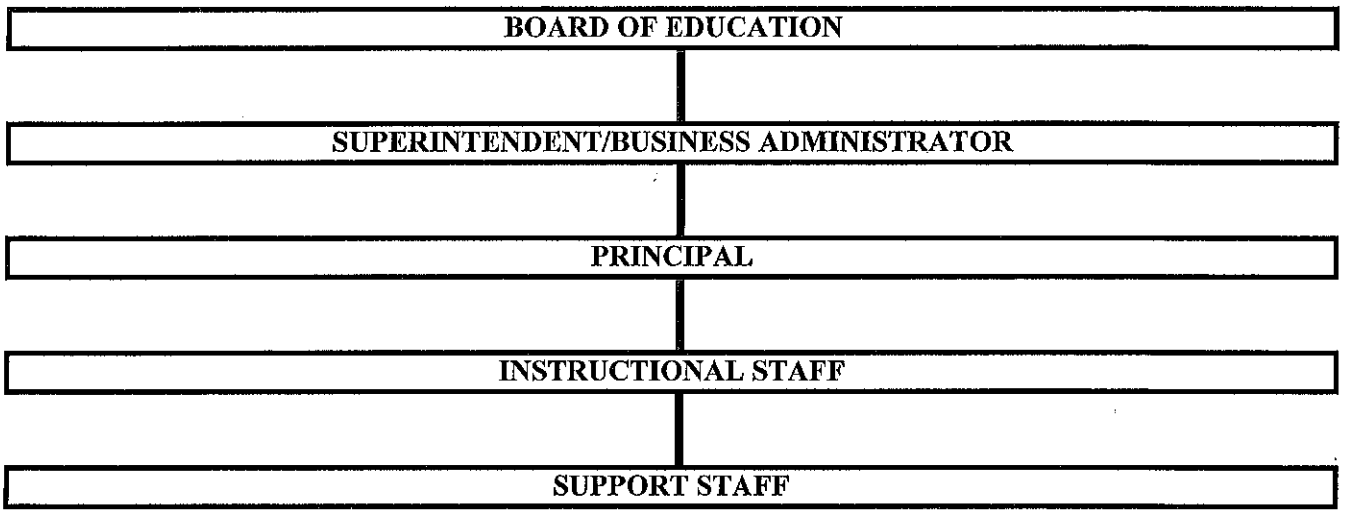
Brett Gorman, Esq.
Parker McCay
9000 Midlantic Drive, Suite 300
Mount Laurel, NJ 08054

DEPOSITORY

Ocean First Bank
975 Hooper Avenue
Tuckerton, NJ 08753

TUCKERTON BOROUGH BOARD OF EDUCATION

ORGANIZATIONAL CHART
(UNIT CONTROL)



FINANCIAL SECTION

Robert A. Hulsart and Company
CERTIFIED PUBLIC ACCOUNTANTS

ARMOUR S. HULSART, C.P.A., R.M.A., P.S.A. (1959-1992)
ROBERT A. HULSART, C.P.A., R.M.A., P.S.A.
ROBERT A. HULSART, JR.,C.P.A., P.S.A.

RICHARD J. HELLENBRECHT, JR., C.P.A., P.S.A.

Telecopier:
(732) 280-8888

e-mail:
rah@monmouth.com

2807 Hurley Pond Road • Suite 100
P.O. Box 1409
Wall, New Jersey 07719-1409
(732) 681-4990

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Tuckerton School District
County of Ocean
Tuckerton, New Jersey

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the government activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Tuckerton Board of Education, 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 accompanying 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 Tuckerton Board of Education, as of June 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibility for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States require that the management's discussion and analysis, budgetary comparison information and pension and post-employment benefit trend information as noted in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquires, 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 Tuckerton Board of Education's basic financial statements. The combining and individual non-major fund financial statements, and the schedule of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards;* and New Jersey OMB's Circulars 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid,* are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, and the schedule of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with ***Government Auditing Standards***, we have also issued our report dated December 5, 2025, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with ***Government Auditing Standards*** the District's internal control over financial reporting and compliance.

Respectfully submitted,

ROBERT A. HULSART AND COMPANY

Robert A. Hulsart
Licensed Public School Accountant
No. 322
Robert A. Hulsart and Company
Wall Township, New Jersey

December 5, 2025

REQUIRED SUPPLEMENTARY INFORMATION
PART I

TUCKERTON SCHOOL DISTRICT

BOROUGH OF TUCKERTON

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

UNAUDITED

The discussion and analysis of Tuckerton 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; it should be read in conjunction with the Annual Comprehensive Financial Report's (ACFR) Letter of Transmittal which is found in the Introductory Section, and the School Board's financial statements found in the Financial Section and the notes thereto.

Financial Highlights

Key Financial highlights for the 2024-2025 fiscal year are as follows:

- General revenues accounted for $7,562,478 in revenue. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for $929,950.

- Total net position increased by $23,068.

- The School District had $8,469,360 in expenses; only $929,950 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of $7,562,478 were adequate to provide for these programs.

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 Tuckerton 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. In the case of Tuckerton School District, the General Fund is the most significant fund, with the Special Revenue Fund and Capital Project's Fund also having significance.

The School Board's auditor has provided assurance in his Independent Auditor's Report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. A user of this report should read the Independent Auditor's Report carefully to ascertain the level of assurance being provided for each of the other parts of the Financial Section.

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 the 2024-2025 fiscal year?" The Statement of Net Position and the Statement of Activities helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account, 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 the activities. This change in net position is important because it tells the reader that, for the school district as a whole, the financial positions 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, but not limited to, instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

- Business-Type Activities – This service is provided on a charge for goods or services basis to recover all the expense of the goods or services provided. The Food Service Enterprise Fund is reported as a business activity.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major (all) funds begins on exhibit A-1. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major 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. 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 you 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.

The School District as a Whole

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

Table 1
Net Position

	2025	2024
Assets		
Current and Other Assets	$ 2,646,840	2,462,116
Capital Assets, Net	809,365	975,012
Total Assets	$ 3,456,205	3,437,128
Deferred Outflow of Resources		
Contribution to Pension Plan	$ 726,003	493,106
Deferred Inflow of Resources		
Pension Deferrals	$ 164,353	204,882
Liabilities		
Other Liabilities	$ 1,158,444	1,011,217
Long-Term Liabilities	3,847,140	3,724,932
Total Liabilities	$ 5,005,584	4,736,149
Net Position		
Invested in Capital Assets, Net of Debt	$ 48,028	48,207
Restricted	1,611,707	1,695,497
Unrestricted	(2,647,464)	(2,754,501)
Total Net Position	$ (987,729)	(1,010,797)

Table 2 shows the changes in net position for fiscal years ended 2025 and 2024.

Table 2
Changes in Net Position

	2025	2024
Revenues		
Program Revenues		
Charges for Services	$	59,454
Operating Grants and Contributions	929,950	1,298,497
General Revenues		
Property Taxes	3,992,465	3,382,522
Grants and Entitlements	3,465,581	3,544,149
Other	104,432	157,814
Total Revenues	8,492,428	8,442,436
Program Expenses		
Instruction	3,183,678	3,507,206
Support Services		
Pupils and Instructional Staff	1,298,320	850,629
General Administration, School Administration, Business	3,083,781	2,984,171
Operations and Maintenance of Facilities	595,733	664,866
Pupil Transportation	231,378	242,433
Interest on Debt	76,291	86,762
Proprietary Funds	179	60,859
Total Expenses	8,469,360	8,396,926
Change in Net Position	$ 23,068	45,510

Business-Type Activities

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

Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services.

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

Curriculum and staff development includes expenses related to planning, research, development and evaluation of support services, as well as the reporting of this information internally and to the public.

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.

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

Other includes unallocated depreciation and amortization.

School Board Funds

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

As the School Board completed the fiscal year ended June 30, 2025, it reported a combined net position balance of $(987,729). The Reconciliation of the Statement of Revenue Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities presents the reader with a detailed explanation of the differences between the net change in fund balances and changes in net assets.

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

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

Capital Assets

At June 30, 2025, the School Board had approximately $4,922,344 invested in a broad range of capital assets, including land, buildings, furniture, vehicles, computers, instructional equipment and other equipment. This amount is net of accumulated depreciation to date. Table II below shows the net book value of capital assets at the end of the 2025 fiscal year.

	Governmental Activities	Business Type Activities
Table II		
Capital Assets at June 30, 2025		
Land	$ 43,440	
Buildings	710,725	
Machinery and Equipment	50,612	4,588
Total	$ 804,777	4,588

Debt Administration

At June 30, 2025, the School District had $4,007,140 as outstanding debt. Of this amount $167,315 is for compensated absences, and the balance $2,375,000 for bonds for school construction and $1,464,825 for pension liability.

Economic Factors and Next Year's Budget

The Borough of Tuckerton is primarily a residential community, with few ratables. The majority of revenues needed to operate the District are derived from homeowners through property tax assessments and collections.

In conclusion, the Tuckerton 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 challenge of the future.

Contacting the School District's Financial 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 John Failla, School Business Administrator at Tuckerton Board of Education, Marine Street, Tuckerton, NJ 08087.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS – A

TUCKERTON SCHOOL DISTRICT

STATEMENT OF NET POSITION

Exhibit A-1

JUNE 30, 2025

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and Cash Equivalents	$ -	55,909	55,909
Receivables, Net	160,309		160,309
Restricted Assets:			
Cash and Cash Equivalents	2,430,622		2,430,622
Capital Assets-Non Depreciable	43,440		43,440
Capital Assets, Net	761,337	4,588	765,925
Total Assets	3,395,708	60,497	3,456,205
Deferred Outflow of Resources			
Contribution to Pension Plan	726,003		726,003
Deferred Inflow of Resources			
Pension Deferrals	164,353		164,353
Liabilities			
Accounts Payable/Accrued Interest	337,093		337,093
Payroll Deductions and Withholdings	386,902		386,902
Deferred Revenue	274,449		274,449
Noncurrent Liabilities:			
Due Within One Year	160,000		160,000
Due Beyond One Year	3,847,140		3,847,140
Total Liabilities	5,005,584	-	5,005,584
Net Position			
Invested in Capital Assets, Net of Related Debt	43,440	4,588	48,028
Restricted For:			
Debt Service	17,922		17,922
Special Revenue	9,346		9,346
General Fund	1,584,439		1,584,439
Unrestricted	(2,703,373)	55,909	(2,647,464)
Total Net Position	$ (1,048,226)	60,497	(987,729)

The accompanying notes to financial statements are an integral part of this statement.

TUCKERTON SCHOOL DISTRICT

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2025

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:						
Instruction:						
Regular	$ 1,633,660			(1,633,660)		(1,633,660)
Special Education	1,165,077		459,289	(705,788)		(705,788)
Other Special Instruction	384,941			(384,941)		(384,941)
Support Services:						
Tuition	85,054			(85,054)		(85,054)
Student & Instruction Related Services	1,213,266		470,661	(742,605)		(742,605)
School Administrative Services	128,456			(128,456)		(128,456)
Other Support Services	172,469			(172,469)		(172,469)
Plant Operations and Maintenance	595,733			(595,733)		(595,733)
Pupil Transportation	231,378			(231,378)		(231,378)
Unallocated Benefits	2,552,890			(2,552,890)		(2,552,890)
Interest on Long-Term Debt	76,291			(76,291)		(76,291)
Capital Outlay	64,498			(64,498)		(64,498)
Unallocated Depreciation	165,468			(165,468)		(165,468)
Total Government Activities	8,469,181	-	929,950	(7,539,231)	-	(7,539,231)
Business-Type Activities:						
Food Service & Aftercare Program	179				(179)	(179)
Total Business-Type Activities	179	-	-	-	(179)	(179)
Total Primary Government	8,469,360	-	929,950	(7,539,231)	(179)	(7,539,410)

TUCKERTON SCHOOL DISTRICT

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2025

	Net (Expense) Revenue and Changes in Net Position		
	Governmental Activities	Business-Type Activities	Total
General Revenues:			
Taxes:			
Property Taxes, Levied for General Purpose, Net	3,711,130		3,711,130
Property Taxes for Debt Service	281,335		281,335
Federal and State Aid Not Restricted	3,465,581		3,465,581
Miscellaneous Income	102,534	1,898	104,432
Total General Revenues, Special Items, Extraordinary Items and Transfers	7,560,580	1,898	7,562,478
Change in Net Position	21,349	1,719	23,068
Net Position - Beginning	(1,069,575)	58,778	(1,010,797)
Net Position - Ending	$ (1,048,226)	60,497	(987,729)

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

FUND FINANCIAL STATEMENTS – B

TUCKERTON SCHOOL DISTRICT **Exhibit B-1**

BALANCE SHEET

GOVERNMENTAL FUNDS

JUNE 30, 2025

	General Fund	Special Revenue Fund	Debt Service Fund	Total Governmental Funds
Assets				
Cash and Cash Equivalents-Restricted	$ 2,237,967	174,733	17,922	2,430,622
Receivable - Net	51,196	109,113		160,309
Total Assets	$ 2,289,163	283,846	17,922	2,590,931
Liabilities and Fund Balance				
Liabilities:				
Deferred Revenue	$ -	274,449		274,449
Payoll Deductions and Withholdings	386,902			386,902
Accounts Payable	302,481	51		302,532
Total Liabilities	689,383	274,500	-	963,883
Fund Balance:				
Restricted To:				
Designated for Subsequent Years Expenditures - Excess Surplus	107,017			107,017
Designated for Subsequent Years Expenditures	65,130			65,130
Committed To:				
Capital Reserve	1,101,559			1,101,559
Maintenance Reserve	264,927			264,927
Unemployment Compensation	34,369			34,369
Other Purposes	11,437			11,437
Assigned To:				
Special Revenue		9,346		9,346
Debt Service			17,922	17,922
Unassigned	15,341			15,341
Total Fund Balances	1,599,780	9,346	17,922	1,627,048
Total Liabilities and Fund Balance	$ 2,289,163	283,846	17,922	
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 the funds. The cost of the assets is $4,922,344 and the accumulated depreciation is $4,117,567.				804,777
Accrued Interest				(34,561)
Deferred outflow of resources - contributions to pension plan				726,003
Deferred inflow of resources - acquistion of assets applicable to future reporting periods				(164,353)
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilties in the funds.				(4,007,140)
Net position of governmental activities				$ (1,048,226)

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

TUCKERTON SCHOOL DISTRICT

Exhibit B-2
Sheet 1 of 2

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2025

	General Fund	Special Revenue Fund	Debt Service Fund	Total Governmental Funds
Revenues				
Local Sources:				
Local Tax Levy	$ 3,711,130		281,335	3,992,465
Miscellaneous	93,570	8,964		102,534
Total Local Sources	3,804,700	8,964	281,335	4,094,999
State Sources	3,379,779	820,837	85,802	4,286,418
Federal Sources		109,113		109,113
Total Revenues	7,184,479	938,914	367,137	8,490,530
Expenditures				
Current:				
Regular Instruction	1,602,345	-	-	1,602,345
Special Education Instruction	705,788	459,289		1,165,077
Other Special Instruction	384,941			384,941
Support Services and Undistributed Costs:				
Tuition	85,054			85,054
Students and Instruction Related Services	735,433	477,833	-	1,213,266
School Administrative Services	128,456			128,456
Other Support Services	172,469			172,469
Plant Operations and Maintenance	595,733			595,733
Pupil Transportation	231,378			231,378
Unallocated Benefits	2,575,423			2,575,423
Debt Service:				
Principal			295,000	295,000
Interest and Other Charges			81,066	81,066
Capital Outlay	64,498			64,498
Total Expenditures	7,281,518	937,122	376,066	8,594,706

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

TUCKERTON SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2025

	General Fund	Special Revenue Fund	Debt Service Fund	Total Governmental Funds
Excess (Deficiency) of Revenues Over Expenditures	(97,039)	1,792	(8,929)	(104,176)
Net Change in Fund Balances	(97,039)	1,792	(8,929)	(104,176)
Fund Balance - July 1	1,696,819	7,554	26,851	1,731,224
Fund Balance - June 30	$ 1,599,780	9,346	17,922	1,627,048

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

TUCKERTON SCHOOL DISTRICT

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

Exhibit B-3

FOR THE YEAR ENDED JUNE 30, 2025

Total Net Change in Fund Balances - Governmental Funds (From B-2)	$	(104,176)
Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:		
Capital Outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.		
Depreciation Expense		(165,468)
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		295,000
Change in net pension liability		(250,893)
In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due.		4,775
Contributions to pension plan in the current fiscal year are deferred outflows of resources on the statement of net position		232,897
Pension related deferrals		40,529
In the statement of activities, certain operating expenses as compensated absences are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported when paid.		(31,315)
Change in Net Position of Governmental Activities	$	21,349

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

TUCKERTON SCHOOL DISTRICT

STATEMENT OF NET POSITION

Exhibit B-4

PROPRIETARY FUNDS

JUNE 30, 2025

	Enterprise Fund
Assets:	
Current Assets:	
Cash	$ 55,909
Total Current Assets	55,909
Noncurrent Assets:	
Equipment	72,105
Less: Accumulated Depreciation	(67,517)
Total Noncurrent Assets	4,588
Total Assets	$ 60,497
Net Position:	
Investment in Capital Assets	$ 4,588
Unrestricted	55,909
Total Net Position	$ 60,497

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

TUCKERTON SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION

PROPRIETARY FUNDS

JUNE 30, 2025

Exhibit B-5

	Enterprise Fund
Operating Expenses:	
Depreciation	$ 179
Total Operating Expenses	179
Operating (Loss)/Profit	(179)
Non-Operating Revenues:	
Interest Revenue	1,898
Total Non-Operating Revenues	1,898
Change in Net Position	1,719
Net Position, July 1	58,778
Net Position, June 30	$ 60,497

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

TUCKERTON SCHOOL DISTRICT

STATEMENT OF CASH FLOWS

Exhibit B-6

PROPRIETARY FUNDS

JUNE 30, 2025

	Enterprise Funds
Cash Flows from Investing Activities:	
Interest	$ 1,898
Net Increase/(Decrease) in Cash and Cash Equivalents	1,898
Cash and Cash Equivalents July 1	54,011
Cash and Cash Equivalents June 30	$ 55,909
Cash Flows from Operating Activities:	
Operating (Loss)/Profit	$ (179)
Adjustments to Reconcile Operating Loss to Cash Provided (Used) by Operating Activities:	
Depreciation	179
Net Cash Used by Operating Activities	$ -

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

NOTES TO FINANCIAL STATEMENTS

BOARD OF EDUCATION

TUCKERTON SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2025

NOTE 1: Summary of Significant Accounting Policies

The financial statements of the Board of Education (Board) of the Tuckerton 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. The more significant of the Board's accounting policies are described below.

A. Reporting Entity:

The Tuckerton School District is a Type II district located in the County of Ocean, 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-6. The Tuckerton School District had an approximate enrollment at June 30, 2025 of 302 students.

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Government 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

B. Government-Wide Financial Statements

The School District's basic financial statements consist of government-wide statements, and fund financial statements which provide a more detailed level of financial information.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by property taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

NOTE 1: Summary of Significant Accounting Policies (Continued)

B. Government-Wide and Fund Financial Statements (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are specifically associated with a service, program, or department and, therefore, clearly identifiable to a particular function. It is the policy of the School District to not allocate indirect expenses to functions in the statement of activities. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Property taxes and other items not properly included among program revenues are reported instead as general revenues.

In regards to the fund financial statements, the School District segregates transaction related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. Fund financial statements report detailed information about the School District. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a single column. Fiduciary funds are reported by fund type.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide statements report using the economic resources measurement focus and the accrual basis of accounting generally including the reclassification or elimination of internal activity (between or within funds). Proprietary and fiduciary fund financial statements also report using this same focus and basis of accounting although internal activity is not eliminated in these statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred regardless of the timing of related cash flows. County tax revenues are recognized in the year for which they are levied while grants are recognized when grantor eligibility requirements are met. The Unemployment Trust Fund recognizes employer and employee contributions in the period in which contributions are due.

Governmental fund financial statements report using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to apply current liabilities. The District considers revenues to be available if they are collected within 60 days of the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for long-term pension and compensated absences, which are reported as expenditures in the year due.

NOTE 1: Summary of Significant Accounting Policies (Continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

Major revenue sources susceptible to accrual includes Intergovernmental revenues, and the county tax levy. In general, other revenues are recognized when cash is received.

Operating income reported in proprietary fund financial statements includes revenues and expenses related to the primary continuing operations of the fund. Principal operating revenues for proprietary funds are charges to customers for food sales and for services provided to other governmental entities. Principles operating expenses are the costs of providing goods or services and include administrative expenses and depreciation of capital assets. Other revenues and expenses are classified as non-operating in the financial statements.

D. Fund Accounting:

The accounts of the District are maintained in accordance with the principles of fund accounting to ensure observance of limitations and restrictions on the resources available. The principles of fund accounting require that resources be classified for accounting and reporting purposes into funds or account groups in accordance with activities or objectives specified for the resources. Each fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types".

Governmental Fund Types

General Fund: The general fund is the general operating fund of the District and is used to account for all expendable financial resources except those required to be accounted for in another fund.

Special Revenue Fund: The District accounts for the proceeds of specific revenue sources (other than expendable trust or major capital projects) that are legally restricted to expenditures for specified purposes in the special revenue funds.

Capital Projects Fund: the capital projects fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

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

Proprietary Fund Type

Enterprise Fund: To account for operations that are financed and operated in a manner similar to private business enterprises, in which the intent of the District is that the costs of providing goods or services to the District on a continuing basis be financed or recovered primarily through user charges.

NOTE 1: Summary of Significant Accounting Policies (Continued)

D. Fund Accounting (Continued):

Fiduciary Fund Types

Agency Funds (Payroll and Student Activities Fund): Agency funds are used to account for the assets that the District holds on behalf of others as their agent. Agency funds are custodial in nature and do not involve measurement of results of operations.

Trust and Agency Funds: The trust and agency funds are used to account for assets held by the District on behalf of outside parties, including other governments, or on behalf of other funds within the District.

Expendable Trust Fund: An expendable trust fund is accounted for in essentially the same manner as the governmental fund types, using the same measurement focus and basis of accounting. Expendable trust funds account for assets where both the principal and interest may be spent. Expendable trust funds include Unemployment Compensation Insurance.

E. Basis of Accounting:

The modified accrual basis of accounting is used for measuring financial position and operating results of all governmental fund types, expendable trust funds and agency funds. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recognized in the accounting period in which the fund liability is incurred, except for principal and interest on general long-term debt which are recorded when due.

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

The accrual basis of accounting is used for measuring financial position and operating results of proprietary fund types and nonexpendable trust funds. Under this method, revenues are recorded in the accounting period in which they are earned and expenses are recorded at the time liabilities are incurred.

NOTE 1: Summary of Significant Accounting Policies (Continued)

F. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. Budgets are prepared using the modified accrual basis of accounting; the legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2.2(g)1. All budget amendments must be approved by School Board resolution. Budget amendments during the year ended June 30, 2025 were insignificant.

The Public School Education Act of 1975, limits the annual increase of any district's net current expense budget. The Commissioner of Education certifies the allowable amount for each district but may grant a higher level of increase if he determines that the sums so provided would be insufficient to meet the identified goals and needs of the district or that an anticipated enrollment increase requires additional funds.

The Commissioner must also review every proposed local school district budget for the next school year. He examines every item of appropriations for current expenses and budgeted capital outlay to determine their adequacy in relation to the identified needs and goals of the district. If, in his view, they are insufficient, the Commissioner must order remedial action. If necessary, he is authorized to order changes in the local district budget.

Once a budget is approved, it can be amended by transfers or additional appropriation of fund balances by approval of a majority of the members of the Board. Amendments are presented to the Board at their regular meetings. Each amendment must have Board approval. Such amendments are made before the fact, are reflected in the official minutes of the Board, and are not made after fiscal year-end as dictated by law. Individual transfers were not material in relation to the original appropriations. All uncommitted budget appropriations lapse at year-end.

G. Encumbrances:

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

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

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

H. Short-Term Interfund Receivables/Payables:

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

NOTE 1: Summary of Significant Accounting Policies (Continued)

I. Inventories and Prepaid Expenses

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

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

J. Capital Assets and Depreciation

The District's property, buildings and improvements, equipment, vehicles, furniture and fixtures with useful lives of five years or more are stated at historical or estimated historical cost and are reported in the government-wide financial statements. Proprietary Fund capital assets are reported in its respective fund.

The District contracted with an outside service company to provide a report with a comprehensive detail of capital assets and depreciation. The report included capital assets purchased during the 2024-2025 fiscal year and prior with a historical cost of $2,000 or more. Accumulated depreciation prior to fiscal year 2025, fiscal year 2025 depreciation expense, total accumulated depreciation and book values were also provided. The costs of normal maintenance and repairs that do not add to the asset value or materially extend the useful lives are not capitalized. Capital assets are depreciated using the straight-line method. When capital assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts. Estimated useful lives, in years, for depreciable assets are as follows:

Buildings and Improvements	20 – 50
Equipment and Vehicles	5 – 20
Furniture and Fixtures	5 – 20

The District is currently in the process of obtaining and installing software that will maintain proper capital asset and depreciation records.

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

NOTE 1: Summary of Significant Accounting Policies (Continued)

J. Capital Assets and Depreciation (Continued)

	Balance July 1, 2024	Adjustments	Additions	Balance June 30, 2025
Governmental Activities:				
Capital Assets That are Not Being Depreciated:				
Land	$ 43,440			43,440
Total Capital Assets Not Being Depreciated	43,440			43,440
Depreciable Assets:				
Buildings & Sites	3,967,724			3,967,724
Machinery & Equipment	911,180			911,180
Total	4,878,904			4,878,904
Less: Accumulated Depreciation for:				
Buildings and Sites	(3,133,737)		(123,262)	(3,256,999)
Machinery & Equipment	(818,362)		(42,206)	(860,568)
Total Accumulated Depreciation	(3,952,099)		(165,468)	(4,117,567)
Net Depreciable Assets	926,805		(165,468)	761,337
Governmental Activities Capital Assets, Net	$ 970,245		(165,468)	804,777

Depreciation expense was charged to governmental functions as follows:

Unallocated	$ 165,468

	Balance July 1, 2024	Adjustments	Additions	Balance June 30, 2025
Business-Type Activities:				
Equipment	$ 72,105			72,105
Less: Accumulated Depreciation for:				
Equipment	(67,338)		(179)	(67,517)
	$ 4,767		(179)	4,588

NOTE 1: Summary of Significant Accounting Policies (Continued)

K. Compensated Absences

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

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

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

L. Deferred Revenue

Deferred revenue in the special revenue fund represents cash, which has been received but not yet earned. See note 1(e) regarding the special revenue fund.

M. Long-Term Obligations

Long-term debt is recognized as a liability of a governmental fund when due or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group.

N. Fund Equity

Contributed capital represents the amount of fund capital contributed to the proprietary funds from other funds. Grants, entitlements, or shared revenues which are restricted for the acquisition or construction of capital assets are also recorded as contributed capital. Reserves represent those portions of fund equity not appropriable for expenditure or legally segregated for a specific future use. Designated fund balances represent plans for future use of financial resources.

O. 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.

P. Tuition Payable

Tuition charges for the fiscal year 2024-2025 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

NOTE 1: Summary of Significant Accounting Policies (Continued)

Q. Net Position

Net position represents the difference between the summation of assets and deferred outflows of resources, and the summation of liabilities and deferred inflows of resources. Net position is classified into the following three components:

Net Investment in Capital Assets – This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for the acquisition, construction, or improvement of those assets.

Restricted – Net Position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Unrestricted – Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

The School District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Fund Balance

The School District reports fund balance in classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The School District's classifications, and policies for determining such classifications, are as follows:

Nonspendable – The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, such as inventories and prepaid amounts.

Restricted – The restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation.

Committed – The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision-making authority, which, for the School District, is the Board of Education. Such formal action consists of an affirmative vote by the Board of Education, memorialized by the adoption of a resolution. Once committed, amounts cannot be used for any other purpose unless the Board of Education removes, or changes, the specified use by taking the same type of action (resolution) if employed to previously commit those amounts.

NOTE 1: Summary of Significant Accounting Policies (Continued)

Assigned – The assigned fund balance classification includes amounts that are constrained by the School District's *intent* to e used for specific purposes, but are neither restricted nor committed. *Intent* is expressed by either the Board of Education or by the business administrator, to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes. Such authority of the business administrator is established by way of a formal job description for the position and standard operating procedures, approved by the Board of Education.

Unassigned – The unassigned fund balance classification is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

When expenditures are incurred for purposes for which both restricted and unrestricted fund balances are available, it is the policy of the School District to spend restricted fund balances first. Moreover, when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used, it is the policy of the School District to spend fund balances, if appropriate, in the following order; committed, assigned, then unassigned.

NOTE 2: Cash and Cash Equivalents and Investments

Cash and cash equivalents for all funds, 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. Such is the definition of cash and cash equivalents used in the statement of cash flows for the proprietary funds. 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.

Investments are stated at cost, which approximates market. The District classifies certificates of deposit, which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

Deposits

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

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

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

NOTE 2: Cash and Cash Equivalents and Investments (Continued)

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

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than $25,000.000.

Investments

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

a. Bonds or other obligations of the United States or obligations guaranteed by the United States.

b. Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Agency or any United States Bank of Cooperatives which have a maturity date not greater than twelve months from the date of purchase.

c. Bonds or other obligations of the school district.

All bank deposits and investments as of the balance sheet date are classified as to credit risk by the following two categories described below:

	2025
FDIC	$ 250,000
GUPDA	2,600,388
	$ 2,850,388

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

	Cash and Cash Equivalents
Interest Bearing Checking Accounts	$ 2,486,531
Total	$ 2,486,531

The carrying amount of the Board's cash, cash equivalents and investments at June 30, 2025 was $2,486,531 and the bank balance was $2,850,388. Of the bank balance $250,000 was covered by federal depository insurance and $2,600,388 was covered by a collateral pool maintained by the banks as required by New Jersey statutes.

NOTE 2: Cash and Cash Equivalents and Investments (Continued)

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 does not have a formal policy for custodial credit risk.

The District had no uninsured deposits.

NOTE 3: General Long-Term Debt

During the fiscal year ended June 30, 2025, the following changes occurred in liabilities reported in the general long-term debt account group:

	Balance July 1, 2024	Additions	Deletions	Balance June 30, 2025	Due Within One Year	Long-Term Portion
Compensated Absences Payable	$ 136,000	31,315		167,315		167,315
Pension Liability	1,213,932	250,893		1,464,825		1,464,825
Bonds Payable	2,670,000		(295,000)	2,375,000	160,000	2,215,000
	$ 4,019,932	282,208	(295,000)	4,007,140	160,000	3,847,140

A. Bonds Payable

	Principal	Interest	Total
Year Ending June 30,			
2026	$ 160,000	72,906	232,906
2027	165,000	67,828	232,828
2028	170,000	62,594	232,594
2029	180,000	57,125	237,125
2030	185,000	51,422	236,422
2031-2035	1,035,000	164,313	1,199,313
2036-2037	480,000	16,221	496,221
	$ 2,375,000	492,409	2,867,409

Bonds issued 2/9/17 for $3,386,000 at 2.75% thru 3.375% interest maturing 7/15/36 with a balance of $2,375,000 at June 30, 2025.

NOTE 4: 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 Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625.

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 Employee's 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.

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 1/55 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 that 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.

NOTE 4: Pension Plans – (Continued)

Significant Legislation - During the year ended June 30, 1997, legislation was enacted (Chapter 114, P.L. 1997) authorizing the New Jersey Economic Development Authority to issue bonds, notes or other obligations for the purpose of financing, in full or in part, the State of New Jersey's portion of the unfunded accrued liability under the State of New Jersey retirement systems. Additional legislation enacted during the year ended June 30, 1997 (Chapter 115, P.L. 1997) changed the asset valuation method from market related value to full-market value. This legislation also contained a provision to reduce the employee contribution rate by ½ of 1% to 4.5% for calendar years 1998 and 1999, and to allow for a reduction in the employee's rate after calendar year 1999, providing excess valuation assets are available. The legislation also provided that the District's normal contributions to the Fund may be reduced based on the revaluation of assets. Due to recognition of the bond proceeds and the change in asset valuation method as a result of enactment of Chapters 114 and 115, all unfunded accrued liabilities were eliminated, except for the unfunded liability for local early retirement incentive benefits, accordingly, the pension costs for TPAF and PERS were reduced.

Contribution Requirements – 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 5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for both cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

Three-Year Trend Information for PERS

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/25	$ 147,528	100%	0
6/30/24	112,014	100%	0
6/30/23	74,276	100%	0

Three-Year Trend Information for TPAF (Paid On-Behalf of the District)

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/25	$ 1,172,112	100%	0
6/30/24	1,100,648	100%	0
6/30/23	1,212,866	100%	0

During the fiscal year ended June 30, 2025, the State of New Jersey contributed $1,172,112 to the TPAF for normal and post-retirement benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District $208,071 during the year ended June 30, 2025 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. This amount has been included in the general-purpose financial statements, and the combining and individual fund and account group statements and schedules as revenue and expenditure in accordance with GASB 24.

NOTE 4: Pension Plans – (Continued)

Public Employees' Retirement System (PERS)

Plan Description

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

The vesting and benefit provisions are set by N.J.S.A. 43:15A, PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS.

The following represents the membership tiers for PERS:

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

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

Basis of Presentation

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

NOTE 4: Pension Plans – (Continued)

Allocation Methodology and Reconciliation to Financial Statements

GASB Statement No. 68, *Accounting and Financial Reporting for Pension*, requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense. The employer allocation percentages presented in the schedule of employer allocations and applied to amounts presented in the schedule of pension amounts by employer based on the ratio of the contributions of an individual employer to the total contributions to PERS during the measurement period July 1, 2023 through June 30, 2024. Employer allocation percentages have been rounded for presentation purposes; therefore, amounts presented in the schedule of pension amounts by employer may result in immaterial differences. Contributions from employers are recognized when due, based on statutory requirements.

Although the Division administers one cost-sharing multiple-employer defined benefit pension plan, separate (sub) actuarial valuations are prepared to determine the actuarially determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense are determined separately for each individual employer of the State and local groups of the plan.

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer allocations are applied to amounts presented in the schedule of pension amount by employer. The allocation percentages for each group of June 30, 2024 are based on the ratio of each employer's contributions to total employer contributions of the group for the fiscal year ended June 30, 2024.

A special funding situation exists for certain Local employers of the Public Employees' Retirement System. The State of New Jersey, as a nonemployer, is required to pay the additional costs incurred by local employers under Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001. The Chapter 366, P.L. 2001 legislation established the Prosecutors Part of the PERS which provides enhanced retirement benefits for prosecutors enrolled in the PERS. The State is liable for the increased pension costs to a County that resulted from the enrollment of prosecutors in the Prosecutors Part. The June 30, 2024 State special funding situation net pension liability amount of $114.4 million is the accumulated difference between the annual actuarially determined State obligation under the special funding situation and the actual State contribution through the valuation date. The special funding situation for Chapter 133, P.L. 2001 is due to the State paying the additional normal cost related to benefit improvements from Chapter 133. Previously, this additional normal cost was paid from the Benefit Enhancement Fund (BEF). As of June 30, 2024, there is no net pension liability associated with this special funding situation there was no accumulated difference between the annual additional normal cost under the special funding situation and the actual State contribution through the valuation date. The State special funding situation pension expense of $53.7 million, for the fiscal year ending June 30, 2024, is the actuarially determined contribution amount that the State owes for the fiscal year ending June 30, 2024. The pension expense is deemed to be a State administrative expense due to the special funding situation.

NOTE 4: Pension Plans – (Continued)

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

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

For the year ended June 30, 2025, the District recognized pension expense of $147,528. At June 30, 2025, 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
Difference Between Expected and Actual Experience	$ 29,343	3,900
Changes of Assumptions	1,820	16,666
Net Difference Between Projected and Actual Earnings on Pension Plan Investments		67,920
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	548,149	75,867
District Contributions Subsequent to the Measurement Date	147,528	
Total	$ 726,840	164,353

NOTE 4: Pension Plans – (Continued)

$726,840 reported as deferred outflows of resources related to pensions resulting from school district, project contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2025, the plan measurement date is June 30, 2024) will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	
2025	$ (61,674)
2026	47,721
2027	(27,455)
2028	(15,850)
2029	413
	$ (56,845)

Additional Information

Collective balances at June 30, 2024 and 2023 are as follows:

	June 30, 2024	June 30, 2023
Collective Deferred Outflows of Resources	$ 726,840	493,106
Collective Deferred Inflows of Resources	164,353	204,882
Collective Net Pension Liability	1,464,825	1,213,932
District's Proportion	.01069%	.00831%

Components of Net Pension Liability

The components of the collective net pension liability of the participating employers as of June 30, 2024 were as follows:

	State	Local	Total
Total Pension Liability	$ 30,497,816,419	43,115,494,090	73,613,310,509
Plan Fiduciary Net Position	8,327,580,797	29,413,070,105	37,740,650,902
Net Pension Liability	$ 22,170,235,622	13,702,423,985	35,872,659,607
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	27.31%	65.23%	48.45%

NOTE 4: Pension Plans – (Continued)

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

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

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

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

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

NOTE 4: Pension Plans – (Continued)

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

Discount Rate

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

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

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

	2024		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
School District's Proportionate Share Of the Net Pension Liability	$ 1,946,392	1,464,825	1,055,014

NOTE 4: **Pension Plans – (Continued)**

Teachers Pensions and Annuity Fund (TPAF)

Plan Description

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

The vesting and benefit provisions are set by N.J.S.A. 18A:66. TPAF provides retirement, death, and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of TPAF. 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, member's beneficiaries are entitled to full interest credited to the members' accounts.

The following represents the membership tiers for TPAF:

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

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

Basis of Presentation

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

NOTE 4: Pension Plans – (Continued)

Allocation Methodology

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, requires participating employers in TPAF to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources, and collective pension expense. The employer and nonemployer allocation percentages presented in the schedule of employer and nonemployer allocation and applied to, presented in the schedule of pension amount by employer and nonemployer are based on the ration of the State's actual contributions made as an employer and nonemployer adjusted for unpaid early retirement incentives to total contributions to TPAF during the year ended June 30, 2024. Employer and nonemployer allocation percentages have been rounded for presentation purposes, therefore amounts presented in the schedule of pension amounts by employer and nonemployer may result in immaterial differences.

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. State legislation had modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2024, State's pension contribution was less than the actuarial determined amount.

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do no contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

NOTE 4: **Pension Plans – (Continued)**

Components of Net Pension Liability

The components of the net pension liability of the State as of June 30, 2024 and 2023 are as follows:

	2024	2023
Total Pension Liability	$ 79,808,368,112	78,240,143,092
Plan Fiduciary Net Position	30,316,295,787	27,130,181,268
Net Pension Liability	$ 49,492,072,325	51,109,961,824
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	37.99%	34.68%

State Proportionate Share of Net Pension Liability Attributable to District

	2024	2023
District's Liability	$ 9,918,225	11,823,108
District's Proportion	.02004%	.02313%

Amounts reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) related to pensions will be recognized in pension expense (benefit) as follows:

Year Ending June 30:	
2025	$ (737,679)
2026	(368,597)
2027	(396,322)
2028	(382,328)
2029	600
Thereafter	(6,849)
Total	$ (1,891,175)

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

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

NOTE 4: Pension Plans – (Continued)

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

The actuarial assumptions used in the July 1, 2024 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. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2024 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	28.00%	8.63%
Non-U.S. Developed Market Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging Market 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%

NOTE 4: Pension Plans – (Continued)

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 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 Net Pension Liability to Changes in the Discount Rate

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

	2024		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
School District's Proportionate Share Of the Net Pension Liability	$ 0	0	0
State of New Jersey's Proportionate Share Of the District's Net Pension Liability	11,789,215	9,918,225	8,342,498
	$ 11,789,215	9,918,225	8,342,498

NOTE 5: Post-Retirement Benefits

General Information about the OPEB Plan

Plan description and benefits provided

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

NOTE 5: Post-Retirement Benefits (Continued)

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

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

The School Employees Health Benefits Program (SEHBP) Act is found in New Jersey Statutes Annotated, Title 52, Article 17.25 et. seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code.

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASBS No. 75.

Additional information on Pensions and OPEB can be accessed at state.nj.us/treasury/pensions/financial-reports.shtml.

Total OPEB Liability

The total OPEB liability as of June 30, 2024 was determined by an actuarial valuation as of June 20, 2023, with was rolled forward to June 30, 2024. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Total OPEB Liability $59,650,630,530

	TPAF/ABP	PERS	PFRS
Salary Increases	2.75% – 4.25% based on years of service	2.75% - 6.55% based on years of service	3.25% - 16.25% based on years of service

NOTE 5: Post-Retirement Benefits (Continued)

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

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

(a) Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 7.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 19.36% in fiscal year 2027 and decreased to 4.50% in fiscal year 2034. For HMO the trend is increasing to 22.88% in fiscal year 2027 and decreases to 4.50% in fiscal year 2034. For prescription drug benefits, the initial trend rate is 9.50% and decreases to a 4.50% long-term trend rate after nine years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

(b) Discount Rate

The discount rate for June 30, 2024 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:

	Total OPEB Liability
Balances at June 30, 2023	$ 52,361,668,239
Changes for the Year:	
Service Cost	2,152,062,729
Interest	1,963,557,443
Change of Benefit Terms	
Difference Between Expected and Actual Experience	158,934,425
Changes in Assumptions or Other Inputs	4,462,660,491
Member Contributions	51,347,810
Benefit Payments	(1,499,600,607)
Balance at June 30, 2024	$ 59,650,630,530

NOTE 5: Post-Retirement Benefits (Continued)

There were no changes in benefit terms between the June 30, 2023 measurement date and the June 30, 2024 measurement date.

Changes of assumptions and other inputs reflect a change in the discount rate from 3.65% percent in 2023 to 3.93% percent in 2024.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the State for school board retirees, as well as what the State's total OPEB liability for school board would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	1% Decrease (2.93%)	Discount Rate (3.93%)	1% Increase (4.93%)
State of New Jersey's Proportionate Share Of the Total Non-Employer OPEB Liability Associated with the School District	$ 69,863,663,542	59,650,630,530	51,437,232,141

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the State, as well as what the State's 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
State of New Jersey's Proportionate Share Of the Total Non-Employer OPEB Liability Associated with the School District	$ 49,689,409,509	59,650,630,530	72,625,778,279

OPEB Expenses 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 $781,487 determined by the State as the total OBEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASBS No. 75 and in which there is a special funding situation.

NOTE 5: Post-Retirement Benefits (Continued)

In accordance with GASBS No. 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 or resources. At June 30, 2024, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	$ 6,378,932,312	11,139,706,892
Assumption Changes	10,004,978,073	11,662,607,882
Total	$ 16,383,910,385	22,802,314,774

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

Year Ended June 30:	
2025	$ (2,115,877,507)
2026	(1,774,175,666)
2027	(842,677,045)
2028	221,470,185
2029	(1,537,725,697)
Thereafter	(369,818,659)
	$ (6,418,804,389)

NOTE 6: Contingent Liabilities

It is the opinion of the school board officials that there is no litigation threatened or pending that would materially affect the financial position of the school district.

NOTE 7: Equity Balance

At June 30, 2025, the General Fund equity balance was as follows:

Unassigned Fund Balance	$ 272,281
Capital Reserve	1,101,559
Reserved for Encumbrances	11,437
Maintenance Reserve	264,927
Unemployment Compensation	34,369
Designated for Subsequent Years Expenditures – Excess Surplus	107,017
Designated for Subsequent Years Expenditures	65,130
	$ 1,856,720

NOTE 7: Equity Balance (Continued)

Reserved excess surplus represents a calculation under N.J.S.A. 18A:7F-7 which identifies an amount of surplus under the statute which must be restricted for use in the next succeeding budget.

2% Calculation of Excess Surplus	
2024-25 Total General Fund Expenditures Per the ACFR	$ 7,281,518
Decreased by:	
On-Behalf TPAF Pension & Social Security	1,380,183
Adjusted 2024-25 General Fund Expenditures	$ 5,901,335
2% of Adjusted 2024-25 General Fund Expenditures	$ 118,027
Minimum Allowed	$ 250,000
Increased by Allowable Adjustment	65,130
Maximum Unassigned Fund Balance	$ 315,130
Total General Fund – Fund Balance @ 6-30-25	$ 1,856,720
Decreased by:	
Reserved for Encumbrances	(11,437)
Designated for Subsequent Years Expenditures – Excess Surplus	(107,017)
Designated for Subsequent Years Expenditures	(65,130)
Reserves	(1,400,855)
Total Unassigned Fund Balance	$ 272,281
Maximum Unassigned Fund Balance	$ 315,130
Reserved Fund Balance – Excess Surplus	$ 0

Recapitulation of Excess Surplus as of June 30, 2025	
Reserved Fund Balance – Excess Surplus	$ 0
Designated for Subsequent Years Expenditures – Excess Surplus	107,017
	$ 107,017

Detail of Allowable Adjustments	
Extraordinary Aid	$ 26,872
Non-Public Transportation Aid	4,670
	$ 31,542

NOTE 7: Equity Balance (Continued)

Detail of Reserves

Capital Reserve	$ 1,101,559
Maintenance Reserve	264,927
Unemployment Reserve	34,369
	$ 1,400,855

NOTE 8: Risk Management

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

Property and Liability Insurance – The District maintains commercial insurance coverage for property, liability, student accident and surety bonds.

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 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 expendable trust fund for the current year:

Fiscal Year	District Contributions	Employee Contributions	Reimbursed	Ending Balance
2022-2023	$ 7,657	0	20,280	20,610
2023-2024	57,982	0	27,553	51,039
2024-2025	0	0	16,670	34,369

NOTE 9: FAIR VALUES OF FINANCIAL INSTRUMENTS

The following methods and assumptions were used by the Tuckerton Board of Education in estimating its fair value disclosures for financial instruments.

Cash and Cash Equivalents: The carrying amounts reported in the combined balance sheet for cash and cash equivalents are the fair values of those assets.

NOTE 10: FUND BALANCE APPROPRIATED

General Fund – Of the $1,856,720 General Fund fund balance at June 30, 2025, $11,437 is reserve for encumbrances; $1,101,559 is Capital Reserve; $264,927 is in Maintenance Reserve; $172,147 is Designated for Subsequent Years Expenditures; $272,281 is unassigned; and $34,369 is for unemployment compensation.

NOTE 11: ECONOMIC DEPENDENCY

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

NOTE 12: Subsequent Events

Subsequent events have been evaluated through December 5, 2025, which is the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION
PART II

BUDGETARY COMPARISON SCHEDULES – C

TUCKERTON SCHOOL DISTRICT

GENERAL FUND - STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCE -BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues:					
Local Sources:					
Local Tax Levy	$ 3,711,130		3,711,130	3,711,130	-
Miscellaneous			-	93,570	93,570
Total Local Sources	3,711,130	-	3,711,130	3,804,700	93,570
State Sources:					
Equalization Aid	966,357		966,357	966,357	-
Special Education Aid	207,010		207,010	207,010	-
Security Aid	51,045		51,045	51,045	-
School Choice	567,680		567,680	567,680	-
Stabilization Aid	118,096		118,096	118,096	-
Transportation Aid	35,403		35,403	35,403	-
Extraordinary Aid			-	26,872	26,872
Non-Public Transporation Aid			-	4,670	4,670
On-Behalf T.P.A.F Pension Contributions - Post Retirement Medical (Non-Budgeted)			-	264,930	264,930
On-Behalf T.P.A.F Pension Contributions - Normal Cost (Non-Budgeted)			-	906,671	906,671
On-Behalf T.P.A.F Pension Contributions - Long-Term Disability			-	511	511
TPAF Social Security (Reimbursed - Non-Budgeted)			-	208,071	208,071
Total State Sources	1,945,591	-	1,945,591	3,357,316	1,411,725
Total Revenues	5,656,721	-	5,656,721	7,162,016	1,505,295

TUCKERTON SCHOOL DISTRICT

GENERAL FUND - STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCE -BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Expenditures:					
Current Expense:					
Regular Programs - Instruction:					
Local Contribution	105,644		105,644	105,644	-
Preschool Salaries of Teachers		44	44	44	-
Kindergarten-Salaries	217,027	21,173	238,200	238,200	-
Grades 1-5 - Salaries of Teachers	908,882	10,972	919,854	915,595	4,259
Grades 6-8 - Salaries of Teachers	177,890	2,037	179,927	179,877	50
Regular Programs - Undistributed Instruction:					
Salaries of Teacher - Home Instruction	1,000	9,406	10,406	10,406	-
Purchased Professional/Ed Services - Home Instruction	1,500	(80)	1,420	1,220	200
Other Salaries for Instruction	51,462	(31,838)	19,624	18,936	688
Purchased Professional/Ed Services	1,200	2,000	3,200	2,438	762
Other Purchased Services	6,000	9,295	15,295	15,103	192
General Supplies	138,642	(105,573)	33,069	31,490	1,579
Textbooks	25,000	54,205	79,205	79,205	-
Other Objects	6,500	(950)	5,550	4,187	1,363
Total Regular Programs - Instruction	1,640,747	(29,309)	1,611,438	1,602,345	9,093
Learning & Language Disabilities:					
Salaries of Teachers	77,962		77,962	77,962	-
Total Learning & Language Disabilities	77,962	-	77,962	77,962	-
Multiple Disabilities:					
Salaries of Teachers	288,450	28,636	317,086	317,086	-
Other Salaries For Instruction	146,744	(8,631)	138,113	138,113	-
Purchased Technical Services		1,949	1,949	1,949	-
General Supplies		3,746	3,746	3,648	98
Other Objects		650	650	650	-
Total Multiple Disabilities	435,194	26,350	461,544	461,446	98

TUCKERTON SCHOOL DISTRICT

GENERAL FUND - STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCE -BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Resource Rooms/Resource Center					
Salaries of Teachers	76,962	38,146	115,108	115,108	-
Other Salaries for Instruction	50,784	17,459	68,243	45,098	23,145
Total Preschool Disabilities-Full-Time	127,746	55,605	183,351	160,206	23,145
Preschool Disabilities - Part-Time					
Other Salaries for Instruction		5,057	5,057	5,057	-
Preschool Disabilities - Full Time					
Other Salaries for Instruction		1,117	1,117	1,117	
Total Special Education - Instruction	640,902	88,129	729,031	705,788	23,243
Bilingual Education					
Salaries of Teachers		24,351	24,351	24,351	-
Total Bilingual Education	-	24,351	24,351	24,351	-
Basic Skills/Remedial Instruction:					
Salaries of Teachers	309,735	(10,096)	299,639	299,639	-
Total Basic Skills/Remedial Instruction	309,735	(10,096)	299,639	299,639	-
School Sponsored Co-Curricular Activities - Instruction:					
Salaries	10,000	22,014	32,014	32,014	-
Total School Sponsored Co-Curricular	10,000	22,014	32,014	32,014	-
Summer School					
Salaries of Teachers		20,328	20,328	20,328	-
Other Salaries for Instruction		8,609	8,609	8,609	-
Total Summer School		28,937	28,937	28,937	-
Total Instruction	2,601,384	124,026	2,725,410	2,693,074	32,336

TUCKERTON SCHOOL DISTRICT

GENERAL FUND - STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCE -BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures-Instruction:					
Tuition to Other LEA's - Within State-Special		14,114	14,114	14,114	-
Tuition to County Special Services			-		-
Tuition to CSSD & Regional Day	48,993	21,947	70,940	70,940	-
Total Undistributed Expenditures-Instruction	48,993	36,061	85,054	85,054	-
Undistributed Expenditures-Health:					
Salaries	49,131	3,619	52,750	52,750	-
Purchased Professional Services	2,730	(1,331)	1,399	1,399	-
Supplies and Materials	1,500	496	1,996	1,996	-
Total Undistributed Expenditures-Health:	53,361	2,784	56,145	56,145	-
Undistributed Expenditures-Other Sup. Serv. Students - Related					
Salaries	65,287	(1,423)	63,864	63,432	432
Purchased Professional Educational Services	121,000	(20,597)	100,403	99,992	411
Supplies and Materials	1,000	(262)	738	199	539
Total Undistributed Expenditures-Other Sup. Serv. Students-Related Services	187,287	(22,282)	165,005	163,623	1,382
Undistributed Expenditures-Guidance					
Salaries - Other Professional Staff	74,862		74,862	74,862	-
Supplies and Materials	500	(371)	129	129	-
Total Undistributed Expenditures-Guidance	75,362	(371)	74,991	74,991	-
Undistributed Expenditures-Child Study Teams					
Salaries of Other Professional Staff	75,953	(12,659)	63,294	63,294	-
Salaries of Secretarial & Clerical Assistants	37,674	(10,174)	27,500	27,500	-
Purchased Prof./Educational Services	9,000	45,773	54,773	54,773	-
Supplies and Materials	5,000	(1,929)	3,071	3,071	-
Total Undistributed Expenditures-Other Supp. Serv.	127,627	21,011	148,638	148,638	-

TUCKERTON SCHOOL DISTRICT

GENERAL FUND - STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCE -BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures-Improvement of Inst. Serv.:					
Salaries of Supervisors of Instruction	59,771		59,771	59,771	-
Salaries of Secretarial & Clerical Assistants	47,610	3,190	50,800	50,800	-
Other Purchased Services	500	349	849	849	-
Supplies and Materials	500	(317)	183	180	3
Other Objects	1,059	(924)	135	135	-
Total Undistributed Expenditures-Improvement of Inst. Serv.:	109,440	2,298	111,738	111,735	3
Undistributed Expenditures - Edu. Media Serv./Sch. Library:					
Salaries of Technology Coordinators	68,519	2,500	71,019	71,019	-
Purchased Professional and Tech Services	60,000	(6,875)	53,125	53,125	-
Supplies and Materials	41,550	9,424	50,974	50,974	-
Total Undistributed Expenditures - Edu. Media Serv./School Library	170,069	5,049	175,118	175,118	-
Undistributed Expenditures - Staff Training Services:					
Salaries of Supervisors of Instruction		60	60	60	-
Other Purchased Professional and Tech Services		5,123	5,123	5,123	-
Total Undistributed Expenditures - Staff Training Services:	-	5,183	5,183	5,183	-
Undistributed Expenditures - Supp. Serv. - General Administration:					
Salaries	67,676	(20,625)	47,051	44,740	2,311
Legal Services	25,000	14,660	39,660	36,115	3,545
Audit Fees	9,000	(500)	8,500	8,500	-
Other Purchased Professional Services	10,000	2,000	12,000	11,345	655
Communications/Telephone	9,500	4,486	13,986	13,478	508
BOE Other Purchased Services	3,000	(450)	2,550	2,533	17
Miscellaneous Purchased Services	2,800	544	3,344	2,270	1,074
General Supplies	2,000	291	2,291	2,278	13
Judgements	2,500	(2,500)	-		-
Miscellaneous Expenditures	2,000	2,040	4,040	4,037	3
BOE Dues and Fees	3,160		3,160	3,160	-
Total Undistributed Expenditures - Supp. Serv. - General Administration	136,636	(54)	136,582	128,456	8,126

TUCKERTON SCHOOL DISTRICT

GENERAL FUND - STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCE -BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - School Administration:					
Salaries of Principals/Assistant Principals	43,697		43,697	43,697	-
Salaries of Secretarial & Clerical Assistants	28,643	29,135	57,778	57,778	-
Other Purchased Services	860	(185)	675	675	-
Supplies and Materials	3,000	(2,408)	592	592	-
Other Objects	-	2,323	2,323	2,323	-
Total Undistributed Expenditures - School Administration	76,200	28,865	105,065	105,065	-
Undistributed Expenditures - Central Services					
Salaries	73,693	(13,461)	60,232	55,600	4,632
Purchased Professional Services	8,100	730	8,830	8,830	-
Supplies and Materials	2,000	(171)	1,829	1,829	-
Other Objects	900	245	1,145	1,145	-
Total Undistributed Expenditures - Central Services	84,693	(12,657)	72,036	67,404	4,632
Undistributed Expenditures-Allow. Maint. School Facilities:					
Salaries	55,563	(44,769)	10,794	10,794	-
Cleaning, Repair and Maintenance Services	50,000	29,766	79,766	70,076	9,690
General Supplies	20,000	(7,583)	12,417	12,417	
Other Objects	-	5,218	5,218	5,218	-
Total Undistributed Expenditures-Allow. Maint. School Facilities	125,563	(17,368)	108,195	98,505	9,690

TUCKERTON SCHOOL DISTRICT

GENERAL FUND - STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCE -BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures-Other Oper. & Maint. Of Plant:					
Salaries	185,910	33,123	219,033	219,033	-
Purchased Professional & Tech. Services	70,000	(39,270)	30,730	30,529	201
Insurance	60,000	(7,878)	52,122	52,122	-
Supplies	40,000	(4,546)	35,454	34,962	492
Other Objects	700		700	683	17
Energy (Oil)	3,000	(3,000)	-		-
Energy (Natural Gas)	36,000	(6,201)	29,799	22,063	7,736
Energy (Electricity)	81,000	19,528	100,528	99,323	1,205
Total Undistributed Expenditures-Other Oper. & Maint. of Plant	476,610	(8,244)	468,366	458,715	9,651
Care and Upkeep of Grounds:					
Cleaning, Repair and Maintenance	1,500	(1,500)	-		-
General Supplies	1,300	1,500	2,800	2,734	66
Total Care and Upkeep of Grounds	2,800	-	2,800	2,734	66
Security:					
Salaries	29,131	(19,636)	9,495	7,283	2,212
Purchased Professional and Tech Services	17,500	7,355	24,855	24,855	-
Cleaning, Repair and Maintenance		3,641	3,641	3,641	-
Total Security	46,631	(8,640)	37,991	35,779	2,212
Total Undistributed Expenditures - Operation & Maintenance of Plant Services	651,604	(34,252)	617,352	595,733	21,619
Undistributed Expenditures - Student Transportation Serv:					
Salaries for Transportation Aides			-		-
Cleaning and Repairs	1,500	(1,496)	4		4
Contr. Serv. - Aid in Lieu of Payments - NonPublic Schools	15,000	(2,389)	12,611	10,846	1,765
Contr. Serv. (Bet. Home & Sch.)-Joint Agreement	138,636	2,885	141,521	137,090	4,431
Contr. Serv. (Special Ed.)-Joint Agreement	81,818	2,100	83,918	83,061	857
General Supplies	1,500	(1,100)	400	381	19
Total Undistributed Expenditures - Student Transportation Services	238,454	-	238,454	231,378	7,076

TUCKERTON SCHOOL DISTRICT

GENERAL FUND - STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCE -BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Unallocated Benefits:					
Social Security Contributions	85,000		85,000	77,842	7,158
T.P.A.F. Contributions-ERIP	35,000		35,000	7,088	27,912
Other Retirement Contributions- PERS	136,044	11,484	147,528	147,528	-
Other Retirement Contributions- Regular	1,500		1,500	1,167	333
Unemployment Compensation			-	16,670	(16,670)
Workmen's Compensation	56,000	3,450	59,450	59,450	-
Health Benefits	959,788	(10,658)	949,130	885,495	63,635
Tuition Reimbursement	10,000	(10,000)	-		-
Total Unallocated Benefits	1,283,332	(5,724)	1,277,608	1,195,240	82,368
On-Behalf T.P.A.F Pension Contributions - Post Retirement Medical (Non-Budgeted)			-	264,930	(264,930)
On-Behalf T.P.A.F Pension Contributions - Normal Cost (Non-Budgeted)			-	906,671	(906,671)
On-Behalf T.P.A.F Pension Contributions - Long-Term Disability			-	511	(511)
Reimbursed TPAF Social Security Contributions - (Non Budgeted)	-	-	-	208,071	(208,071)
Total On-Behalf Contributions	-	-	-	1,380,183	(1,380,183)
Total Undistributed Expenditures	3,243,058	25,911	3,268,969	4,523,946	(1,254,977)
Total Current Expense	5,844,442	149,937	5,994,379	7,217,020	(1,222,641)

TUCKERTON SCHOOL DISTRICT

GENERAL FUND - STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCE -BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Capital Outlay:					
Interest Earned on Maintenance Reserve	500		500		500
Interest Deposit on Capital Reserve	1,000		1,000		1,000
Required Maintenace for School Facilities		35,182	35,182	35,182	-
Facilities, Acquisition & Construction Services:					
Constructions Services		9,318	9,318	7,400	1,918
General Supplies		3,000	3,000	2,945	55
Other Objects		2,500	2,500		2,500
Assessment for Debt Service	18,971		18,971	18,971	-
Total Capital Outlay	20,471	50,000	70,471	64,498	5,973
Total Expenditures	5,864,913	199,937	6,064,850	7,281,518	(1,216,668)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(208,192)	(199,937)	(408,129)	(119,502)	288,627
Fund Balance, July 1	1,976,222		1,976,222	1,976,222	-
Fund Balance, June 30	$ 1,768,030	(199,937)	1,568,093	1,856,720	288,627

TUCKERTON SCHOOL DISTRICT

GENERAL FUND - STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCE -BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Recapitulation:					
Committed Fund Balances					
Capital Reserve				$ 1,101,559	
Maintenance Reserve				264,927	
Unemployment Compensation				34,369	
Assigned Fund Balances:					
Year End Encumbrances				11,437	
Designated For Subsequent Years Expenditures				65,130	
Designated For Subsequent Years Expenditures - Excess Surplus				107,017	
Unassigned				272,281	
				1,856,720	
Reconciliation to Governmental Funds Statements (GAAP):					
Final State Aid Payments not Recognized on GAAP Basis				(256,940)	
Fund Balance Per Governmental Funds (GAAP)				$ 1,599,780	

TUCKERTON SCHOOL DISTRICT

BUDGETARY COMPARISON SCHEDULE

SPECIAL REVENUE FUND

JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues:					
Local Sources	$ -	8,964	8,964	8,964	-
State Sources					
Preschool Education Aid	1,095,286		1,095,286	820,837	274,449
Total State Sources	1,095,286	-	1,095,286	820,837	274,449
Federal Sources:					
Title I, Part A	51,217		51,217	51,217	-
Title IIA, Part A	2,190		2,190	2,190	-
Title IV	1,869		1,869	1,869	-
IDEA Part B, Basic	51,658		51,658	51,658	-
IDEA Part B, Preschool	2,179		2,179	2,179	-
Total Federal Sources	109,113	-	109,113	109,113	-
Total Revenues	1,204,399	8,964	1,213,363	938,914	274,449
Expenditures:					
Instruction:					
Salaries of Teachers	269,250		269,250	252,594	16,656
Other Salaries for Instruction	97,141		97,141	86,769	10,372
Purchased Services	12,847		12,847	12,847	-
Other Purchased Services	37,907		37,907	37,628	279
General Supplies	69,688		69,688	69,336	352
Other Objects	415		415	115	300
Total Instruction	487,248	-	487,248	459,289	27,959

TUCKERTON SCHOOL DISTRICT

BUDGETARY COMPARISON SCHEDULE

SPECIAL REVENUE FUND

JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Support Services:					
Salaries of Supervisors of Instruction	25,616		25,616	25,616	-
Salaries of Program Director	36,414		36,414	36,414	-
Salaries of Other Professional Staff	44,980		44,980	37,279	7,701
Salaries of Secreterial & Clerical	13,657		13,657		13,657
Other Salaries	57,563		57,563	49,940	7,623
Salaries of Community Parent	9,494		9,494	8,315	1,179
Salaries of Master Teacher	59,708		59,708	55,990	3,718
Employee Benefits	119,523		119,523	119,523	-
Professional and Technical Services	4,210		4,210	4,210	-
Other Purchased Services	10,943		10,943	10,943	-
Cleaning, Repair & Maintenance	29,057		29,057	28,792	265
Contracted Services - Transportation	68,598		68,598	61,204	7,394
Supplies and Materials	42,209		42,209	32,981	9,228
Other Objects	510		510	70	440
Student Activities		6,556	6,556	6,556	-
Total Support Services	522,482	6,556	529,038	477,833	51,205
Facilities Acquisition and Construction Services:					
Instructional Equipment	195,285		195,285		195,285
Total Facilities Acquisition and Construction Services	195,285	-	195,285	-	195,285
Total Expenditures	1,205,015	6,556	1,211,571	937,122	274,449
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (616)	2,408	1,792	1,792	-
Fund Balance, July 1				7,554	
Fund Balance, June 30				$ 9,346	
Recapitulation:					
Restricted - Student Activities				$ 9,346	

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

TUCKERTON SCHOOL DISTRICT **Exhibit C-3**

REQUIRED SUPPLEMENTARY INFORMATION

BUDGET-TO-GAAP RECONCILIATION

NOTE TO RSI

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	General Fund	Special Revenue Fund
Sources/Inflows of Resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	$ 7,162,016	938,914
Difference - Budget to GAAP:		
State aid payment recognized for GAAP statements in the the current year, previously recognized for budgetary purposes.	279,403	
The last state aid payment is recognized as revenue for budgetary purposes and differs from GAAP which does not recognize this revenue until the subsequent year when the state recognizes the related expense (GASB 33)	(256,940)	-
Total revenue as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	$ 7,184,479	938,914
Uses/Outflows of Resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	$ 7,281,518	937,122
Differences-Budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	$ 7,281,518	937,122

REQUIRED SUPPLEMENTARY INFORMATION – PART III

SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR PENSIONS (GASB 68) – L

TUCKERTON SCHOOL DISTRICT

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE

NET PENSION LIABILITY - PERS

LAST TEN FISCAL YEARS

Exhibit L-1

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's Proportion of the Net Pension Liability	0.01069%	0.00831%	0.00584%	0.00667%	0.00691%	0.00637%	0.00740%	0.00717%	0.00609%	0.00515%
District's Proportionate Share of the Net Pension Liability	$ 1,464,825	1,213,932	888,885	797,986	1,134,906	1,155,070	1,457,496	1,668,072	1,804,360	1,155,545
District's Covered-Employee Payroll	$ 724,284	777,631	609,285	469,004	509,580	548,030	453,696	515,164	467,238	385,920
District's Proportionate Share of the Net Pension Liability (Asset) as a percentage of its Covered-Employee Payroll	49.45%	64.06%	68.54%	58.77%	44.90%	47.45%	31.13%	30.88%	25.89%	33.40%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	48.45%	48.45%	46.41%	42.90%	42.90%	42.04%	40.45%	36.78%	31.20%	38.21%

TUCKERTON SCHOOL DISTRICT

SCHEDULE OF DISTRICT CONTRIBUTIONS - PERS

Exhibit L-2

LAST TEN FISCAL YEARS

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually Required Contribution	$ 112,014	74,276	79,881	76,133	62,677	74,246	68,078	54,273	62,154	40,670
Contributions in Relation to the Contractually Required Contribution	112,014	74,276	79,881	76,133	62,677	74,246	68,078	54,273	62,154	40,670
Contribution Deficiency (Excess)	$ -	-	-	-	-	-	-	-	-	-
District's Covered-Employee Payroll	$ 724,284	777,631	609,285	469,004	509,580	548,030	453,696	515,164	467,238	385,920
Contributions as a Percentage of Covered-Employee Payroll	15.47%	9.55%	13.11%	16.23%	12.30%	13.55%	15.01%	10.54%	13.30%	10.54%

TUCKERTON SCHOOL DISTRICT

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE

NET PENSION LIABILITY - TPAF

LAST TEN FISCAL YEARS

Exhibit L-3

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's Proportion of the Net Pension Liability	0.00%	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 Pension Liability	$ -	-	-	-	-	-	-	-	-	-
State's Proportionate Share of the Net Pension Liability Associated with the District	9,918,225	11,823,108	11,953,915	10,292,369	13,310,579	11,115,465	11,402,069	11,941,401	14,467,586	12,498,424
Total	$ 9,918,225	11,823,108	11,953,915	10,292,369	13,310,579	11,115,465	11,402,069	11,941,401	14,467,586	12,498,424
District's Covered-Employee Payroll	$ 2,718,351	2,465,464	2,460,433	2,626,648	2,542,754	2,434,902	2,144,600	2,011,728	1,850,172	1,777,801
District's Proportionate Share of the Net Pension Liability as a percentage of its Covered-Employee Payroll	27.41%	20.85%	20.58%	25.52%	19.10%	21.91%	18.81%	16.85%	12.79%	14.22%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	37.99%	34.68%	32.29%	32.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%

TUCKERTON SCHOOL DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION

L-4

SCHEDULE OF THE SCHOOL DISTRICT'S CONTRIBUTIONS

TEACHER'S PENSION AND ANNUITY FUND (TPAF)

LAST TEN FISCAL YEARS

This schedule is not applicable.

The School District is not required to make any contributions towards TPAF.

There is a special funding situation where the State of New Jersey pays 100% of the required contributions.

TUCKERTON SCHOOL DISTRICT

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION – PART III

L-5

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Public Employee's Retirement System (PERS)

Changes in Benefit Terms – None

Changes in Assumptions – The discount rate remained at 7.00% as of June 30, 2023, and as of June 30, 2024, in accordance with Paragraph 44 of GASB Statement No. 67.

Teachers' Pension and Annuity Fund (TPAF)

Changes in Benefit Terms – None

Changes in Assumption – The discount rate remained at 7.00% as of June 30, 2023, and as of June 30, 2024, in accordance with Paragraph 44 of GASB Statement No. 67.

SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR OPEB (GASB 75) - M

TUCKERTON SCHOOL DISTRICT

SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS

LAST NINE FISCAL YEARS

Exhibit M-1

	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's Proportionate Share of OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
District's Proportionate of the Net OPEB Liability	$ -	-	-	-	-	-	-	-	-
State's OPEB Liability Attributable to the District									
Service Cost	$ 585,224	579,203	753,490	835,854	449,289	413,756	455,006	548,823	*
Interest	511,785	486,503	346,714	413,377	376,601	437,012	440,883	380,732	*
Change of Benefit Terms			-	(16,961)					*
Benefit Payments	(390,858)	(379,237)	(343,430)	(325,625)	(306,539)	(321,032)	(295,014)	(277,976)	*
Member Contributions	13,383	12,467	11,017	10,568	9,291	9,516	10,196	10,236	*
Difference between Expected and Actual Experience	(149,010)	3,976	(110,386)	(2,605,596)	3,404,809	(1,269,931)	(313,495)		*
Change of Assumptions or Other Imputs	1,163,155	27,843	(3,509,632)	15,721	3,216,356	155,931	(1,266,072)	(1,603,620)	*
Net Change in Total OPEB Liability	1,733,679	730,755	(2,852,227)	(1,672,662)	7,149,807	(574,748)	(968,496)	(941,805)	*
Total Attributable OPEB Liability - Beginning	13,813,753	13,082,998	15,935,225	17,607,887	10,458,080	11,032,828	12,001,324	12,943,129	*
Total Attributable OPEB Liability - Ending	$ 15,547,432	13,813,753	13,082,998	15,935,225	17,607,887	10,458,080	11,032,828	12,001,324	12,943,129
District's Covered Payroll	$ 3,442,635	3,243,095	3,069,718	3,095,652	3,052,334	2,982,932	2,598,296	2,526,892	2,317,410
District's Contribution	None	None	None	None	None	None	None	None	None
District's Proportionate Share of OPEB Liability 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 Liability as a Percentage of its Covered-Employee Payroll	451.61%	425.94%	426.20%	514.76%	576.87%	350.60%	424.62%	474.94%	558.52%

* - Information not available

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

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

TUCKERTON SCHOOL DISTRICT

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Exhibit M-2

Change of Benefit Terms

Refer to Note 5 - Notes to Financial Statements

Difference Between Expected and Actual Experience

The change in the liability from June 30, 2023 to June 30, 2024 is due to changes in the census, claims and premiums experience.

Changes of Assumptions

The Discount Rate changed from 3.65% as of June 30, 2023 to 3.93% as of June 30, 2024.

OTHER SUPPLEMENTARY INFORMATION

SCHOOL LEVEL SCHEDULES – D

N/A

SPECIAL REVENUE FUND – E

TUCKERTON SCHOOL DISTRICT

Exhibit E-1

SPECIAL REVENUE FUND

COMBINING STATEMENT OF REVENUES AND EXPENDITURES - BUDGETARY BASIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Title I	Title II Part A	Title IV	I.D.E.A. Preschool	I.D.E.A. Basic	Church Donation	Preschool Education Aid	Student Activity	Totals 2025
Revenues:									
Federal Sources	$ 51,217	2,190	1,869	51,658	2,179				109,113
Local Sources						616	-	8,348	8,964
State Sources						-	820,837		820,837
Total Revenue	51,217	2,190	1,869	51,658	2,179	616	820,837	8,348	938,914
Expenditures:									
Instruction:									
Salaries of Teachers							252,594		252,594
Other Salaries for Intructions							86,769		86,769
Purchased Services	7,211		200		1,275		4,161		12,847
Other Purchased Services				37,368			260		37,628
General Supplies	37,446		1,048	14,290	904		15,648		69,336
Other Objects	115								115
Total Instruction	44,772	-	1,248	51,658	2,179	-	359,432	-	459,289
Support Services:									
Salaries of Supervisors of Instruction							25,616		25,616
Salaries of Program Director							36,414		36,414
Salaries of Other Professional Staff							37,279		37,279
Other Salaries							49,940		49,940
Salaries of Community Parent							8,315		8,315
Salaries of Master Teacher							55,990		55,990
Personal Services - Employee Benefits							119,523		119,523
Professional and Tech. Services	2,020	2,190					-		4,210
Other Purchased Services							10,943		10,943
Cleaning, Repair and Maintenance							28,792		28,792
Contr. Services - Transportation	3,443						57,761		61,204
Supplies and Materials	982		611			616	30,772		32,981
Other Objects			10				60		70
Student Activities								6,556	6,556
Total Support Services	6,445	2,190	621	-	-	616	461,405	6,556	477,833
Facilities, Acquisition and Construction Services:									
Building and Renovation									-
Instructional Equipment									-
Total Facilities, Acquisition and Construction Services	-	-	-	-	-	-	-	-	-
Total Expenditures	51,217	2,190	1,869	51,658	2,179	616	820,837	6,556	937,122
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-	-	1,792	1,792
Fund Balance, July 1	-	-	-	-	-	-	-	7,554	7,554
Fund Balance, June 30	$ -	-	-	-	-	-	-	9,346	9,346

TUCKERTON SCHOOL DISTRICT

SPECIAL REVENUE FUND

PRESCHOOL EDUCATION AID

Exhibit E-2

SCHEDULE OF EXPENDITURES

BUDGETARY BASIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Budgeted	Actual	Variance Favorable (Unfavorable)
Expenditures:			
Instruction:			
Salaries of Teachers	$ 269,250	252,594	16,656
Other Salaries for Instruction	97,141	86,769	10,372
Purchased Professional/Ed. Services	4,161	4,161	-
Other Purchased Services	539	260	279
General Supplies	16,000	15,648	352
Other Objects	300		300
Total Instruction	387,391	359,432	27,959
Support Services:			
Salaries of Supervisors of Instruction	25,616	25,616	-
Salaries of Program Director	36,414	36,414	-
Salaries of Other Professional Staff	44,980	37,279	7,701
Salaries of Secreterial & Cleric Asst.	13,657	-	13,657
Other Salaries	57,563	49,940	7,623
Salaries of Community Parent	9,494	8,315	1,179
Salaries of Master Teacher	59,708	55,990	3,718
Personal Services - Employee Benefits	119,523	119,523	-
Other Purchased Services	10,943	10,943	-
Cleaning, Repair Services	29,057	28,792	265
Contr. Services - Transportation (Field Trips)	63,155	57,348	5,807
Contr. Services - Transportation (Bet)	2,000	413	1,587
Travel	500	60	440
Supplies and Materials	40,000	30,772	9,228
Total Support Services	512,610	461,405	51,205
Facilities, Acquistion and Construction Services:			
Non Instructional Equipment	195,285		195,285
Total Facilities, Acquistion and Construction Services	195,285	-	195,285
Total Expenditures	$ 1,095,286	820,837	274,449

Calculation of Budget and Carryover	
Total 2024-2025 Preschool Education Aid Allocation	$ 799,876
Add: Actual ECPA/PEA Carryover (June 30, 2024)	189,766
Add: Budgeted Transfer from the General Fund 2024-25	105,644
Total Preschool Education Aid Funds Available for 2024-2025 Budget	1,095,286
Less: 2024-2025 Budgeted Preschool Education Aid (Including Prior Year Budget Carryover)	1,095,286
Available and Unbudgeted Preschool Education Aid Funds as of June 30, 2025	-
Add: June 30, 2025 Unexpended Preschool Education Aid	274,449
2024-2025 Carryover - Preschool Education Aid Programs	$ 274,449
2024-2025 Preschool Education Aid Carryover Budgeted for Preschool Programs 2025-2026	$ 274,449

CAPITAL PROJECTS FUND – F

N/A

PROPRIETARY FUNDS – G

TUCKERTON SCHOOL DISTRICT

SCHEDULE OF NET POSITION

Exhibit G-1

ENTERPRISE FUNDS

JUNE 30, 2025

	Business - Type Activities Enterprise Funds		
	Food Services	Aftercare	Totals
Assets:			
Current Assets:			
Cash	$ -	55,909	55,909
Total Current Assets	-	55,909	55,909
Noncurrent Assets:			
Equipment	72,105		72,105
Less: Accumulated Depreciation	(67,517)		(67,517)
Total Noncurrent Assets	4,588	-	4,588
Total Assets	$ 4,588	55,909	60,497
Net Position:			
Investment in Capital Assets	$ 4,588		4,588
Unrestricted		55,909	55,909
Total Net Position	$ 4,588	55,909	60,497

TUCKERTON SCHOOL DISTRICT

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION

Exhibit G-2

ENTERPRISE FUNDS

JUNE 30, 2025

	Business - Type Activities Enterprise Funds		
	Food Services	Aftercare Program	Totals
Operating Expenses:			
Depreciation	$ 179		179
Total Operating Expenses	179	-	179
Operating (Loss)/Profit	(179)	-	(179)
Non-Operating Revenues:			
Interest Revenue	-	1,898	1,898
Total Non-Operating Revenues	-	1,898	1,898
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(179)	1,898	1,719
Net Position, July 1	4,767	54,011	58,778
Net Position, June 30	$ 4,588	55,909	60,497

TUCKERTON SCHOOL DISTRICT

SCHEDULE OF CASH FLOWS

Exhibit G-3

ENTERPRISE FUNDS

JUNE 30, 2025

	Business - Type Activities Enterprise Funds		
	Food Services	Aftercare Program	Totals
Cash Flows from Investing Activities:			
Interest	$ -	1,898	1,898
Net Increase/(Decrease) in Cash and Cash Equivalents	-	1,898	1,898
Cash and Cash Equivalents July 1		54,011	54,011
Cash and Cash Equivalents June 30	$ -	55,909	55,909
Cash Flows from Operating Activities:			
Operating (Loss)/Profit	$ (179)	-	(179)
Adjustments to Reconcile Operating Loss to Cash Provided (Used) by Operating Activities:			
Depreciation	179		179
Net Cash Used by Operating Activities	$ -	-	-

FIDUCIARY FUND – H

N/A

LONG-TERM DEBT – I

TUCKERTON SCHOOL DISTRICT Exhibit I-1

LONG-TERM DEBT

SCHEDULE OF SERIAL BONDS PAYABLE

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Issue	Date of Issue	Amount Of Issue	Annual Maturities Date	Annual Maturities Amount	Interest Rate	Balance July 1, 2024	Retired	Balance June 30, 2025
Renovations to Elementary School	7/14/2004	$ 2,443,000	7/15/2024	$ 140,000	4.62%	$ 140,000	140,000	-
Renovations to Elementary School	2/9/2017	3,386,000	7/15/2025	160,000	3.125%	2,530,000	155,000	2,375,000
			7/15/2026	165,000				
			7/15/2027	170,000				
			7/15/2028	180,000				
			7/15/2029	185,000				
			7/15/2030	190,000				
			7/15/2031	200,000				
			7/15/2032	205,000				
			7/15/2033	215,000				
			7/15/2034	225,000	3.25%			
			7/15/2035	235,000				
			7/15/2036	245,000	3.375%			
						$ 2,670,000	295,000	2,375,000

TUCKERTON SCHOOL DISTRICT

BUDGETARY COMPARISON SCHEDULE

Exhibit I-3

DEBT SERVICE FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive/ (Negative) Final to Actual
Revenues:					
Local Sources:					
Local Tax Levy	$ 281,335		281,335	281,335	
State Aid	85,802	-	85,802	85,802	-
Total Revenues	367,137	-	367,137	367,137	-
Expenditures:					
Regular Debt Service:					
Interest	81,066	-	81,066	81,066	-
Redemption of Principal	295,000	-	295,000	295,000	-
Total Expenditures	376,066	-	376,066	376,066	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,929)	-	(8,929)	(8,929)	-
Fund Balance July 1	26,851		26,851	26,851	
Fund Balance June 30	$ 17,922	-	17,922	17,922	-

STATISTICAL SECTION

(Unaudited)

BOROUGH OF TUCKERTON SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-1

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Governmental Activities										
Invested in Capital Assets, net of related Debt	$ 43,440	43,440	43,440	43,440	43,440	43,440	43,440	43,440	260,298	245,372
Restricted	1,611,707	1,695,497	1,816,119	1,743,437	1,870,418	1,793,528	1,867,141	1,630,195	4,560,060	1,783,257
Unrestricted	(2,703,373)	(2,808,512)	(2,972,574)	(3,258,368)	(3,671,009)	(3,798,065)	(3,858,889)	(3,889,948)	(4,671,739)	(1,095,474)
Total Governmental Activities	$ (1,048,226)	(1,069,575)	(1,113,015)	(1,471,491)	(1,757,151)	(1,961,097)	(1,948,308)	(2,216,313)	148,619	933,155
Business Type Activities										
Invested in Capital Assets, net of related Debt	$ 4,588	4,767	4,946	5,125	5,304	5,483	5,662	5,841	4,097	4,097
Unrestricted	55,909	54,011	51,762	39,242	31,026	30,898	28,406	34,858	33,081	16,166
Total Business Type Activities	$ 60,497	58,778	56,708	44,367	36,330	36,381	34,068	40,699	37,178	20,263
District-wide										
Invested in Capital Assets, net of related Debt	$ 48,028	48,207	48,386	48,565	48,744	48,923	49,102	49,281	264,395	249,469
Restricted	1,611,707	1,695,497	1,816,119	1,743,437	1,870,418	1,793,528	1,867,141	1,630,195	4,560,060	1,783,257
Unrestricted	(2,647,464)	(2,754,501)	(2,920,812)	(3,219,126)	(3,639,983)	(3,767,167)	(3,830,483)	(3,855,090)	(4,638,658)	(1,079,308)
Total District Net Position	$ (987,729)	(1,010,797)	(1,056,307)	(1,427,124)	(1,720,821)	(1,924,716)	(1,914,240)	(2,175,614)	185,797	953,418

BOROUGH OF TUCKERTON SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-2

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Expenses:										
Governmental Activities	$ 8,469,181	8,336,067	8,157,634	8,325,922	7,410,954	7,042,407	6,400,003	8,565,130	6,675,887	5,705,983
Business Type Activities	179	60,859	21,666	20,665	179	21,758	43,563	25,100	20,097	52,635
Total District Expenses	8,469,360	8,396,926	8,179,300	8,346,587	7,411,133	7,064,165	6,443,566	8,590,230	6,695,984	5,758,618
Program Revenues:										
Governmental Activities	929,950	1,298,497	1,378,347	1,280,088	960,858	798,175	211,736	199,595	194,698	243,665
Business Type Activities		59,454	33,431	28,558		23,857	36,797	26,578	27,857	31,636
Total District Program Revenues	929,950	1,357,951	1,411,778	1,308,646	960,858	822,032	248,533	226,173	222,555	275,301
Net (Expense):										
Governmental Activities	(7,539,231)	(7,037,570)	(6,779,287)	(7,045,834)	(6,450,096)	(6,244,232)	(6,188,267)	(8,365,535)	(6,481,189)	(5,462,318)
Business Type Activities	(179)	(1,405)	11,765	7,893	(179)	2,099	(6,766)	1,478	7,760	(20,999)
Total District-wide Net Expense	(7,539,410)	(7,038,975)	(6,767,522)	(7,037,941)	(6,450,275)	(6,242,133)	(6,195,033)	(8,364,057)	(6,473,429)	(5,483,317)
General Revenues and Other Changes in Net Position:										
Governmental Activities	7,560,580	7,081,010	7,137,763	7,331,494	6,624,363	6,231,443	6,456,272	6,000,603	5,696,653	5,614,541
Business Type Activities	1,898	3,475	576	144	128	214	135	120	9,155	2,598
Total District-wide	7,562,478	7,084,485	7,138,339	7,331,638	6,624,491	6,231,657	6,456,407	6,000,723	5,705,808	5,617,139
Change in Net Position:										
Governmental Activities	21,349	43,440	358,476	285,660	174,267	(12,789)	268,005	(2,364,932)	(784,536)	152,223
Business Type Activities	1,719	2,070	12,341	8,037	(51)	2,313	(6,631)	1,598	16,915	(18,401)
Total District	$ 23,068	45,510	370,817	293,697	174,216	(10,476)	261,374	(2,363,334)	(767,621)	133,822

BOROUGH OF TUCKERTON SCHOOL DISTRICT
FUND BALANCES, GOVERNMENT FUNDS
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-3

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Fund:										
Reserved	$ 1,584,439	1,661,092	1,779,521	1,766,223	1,905,277	1,769,208	1,673,291	1,395,056	1,677,948	1,686,277
Unreserved	15,341	35,727	66,801	73,813	34,150	27,803	26,256	25,681	31,334	30,053
Total General Fund	$ 1,599,780	1,696,819	1,846,322	1,840,036	1,939,427	1,797,011	1,699,547	1,420,737	1,709,282	1,716,330
All Other Governmental Funds:										
Unreserved, Reported in:										
Special Revenue Fund	$ 9,346	7,554	9,963	(62,870)	(61,365)	(74,078)	(3,273)	(2,725)	(3,130)	(3,711)
Capital Projects Fund			26,431	26,431	26,431	98,339	195,898	235,151	2,880,590	94,220
Debt Service Fund	17,922	26,851	204	13,653	75	59	1,225	2,713	1,522	2,760
Total All Other Government Funds	$ 27,268	34,405	36,598	(22,786)	(34,859)	24,320	193,850	235,139	2,878,982	93,269

BOROUGH OF TUCKERTON SCHOOL DISTRICT
NET CHANGES IN FUND BALANCE
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-4

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Revenues:										
Local Tax Levy	$ 3,992,465	3,382,522	3,265,444	3,242,290	3,190,807	3,128,073	3,056,550	2,973,743	2,834,436	2,789,062
Other Local Revenue	102,534	154,339	66,621	182,725	117,306	33,467	247,062	165,095	3,526,747	138,391
State Revenue	4,286,418	4,407,360	4,603,517	4,646,792	3,974,797	3,705,875	3,153,362	2,896,649	2,824,866	2,761,307
Federal Revenue	109,113	435,286	580,528	539,775	302,310	162,203	164,291	164,711	161,644	169,446
Total Revenues	8,490,530	8,379,507	8,516,110	8,611,582	7,585,220	7,029,618	6,621,265	6,200,198	9,347,693	5,858,206
Expenditures:										
Instruction:										
Regular	1,602,345	1,466,044	1,378,545	1,449,687	1,236,207	1,218,909	1,332,140	1,196,915	1,252,545	1,203,987
Special	705,788	631,167	650,919	659,092	683,800	739,973	692,186	588,044	578,022	565,295
Other	384,941	326,193	298,920	221,283	239,050	155,606	173,366	171,408	221,445	105,303
Total Instruction	2,693,074	2,423,404	2,328,384	2,330,062	2,159,057	2,114,488	2,197,692	1,956,367	2,052,012	1,874,585
Undistributed:										
Instruction	85,054	123,113	269,301	292,052	98,800	28,572	8,483	64,708	49,078	59,308
Support Service:										
Students	735,433	651,036	586,928	663,689	624,626	586,518	602,422	659,509	577,255	534,409
School Administration	300,925	306,948	303,622	353,492	305,950	291,901	312,338	279,897	264,893	186,305
Operations and Maintenance	595,733	664,866	557,760	660,505	540,339	585,388	523,211	495,899	561,327	632,780
Student Transportation	231,378	242,433	325,837	168,735	107,744	130,062	149,670	236,698	150,899	178,569
Business and Other Support Services:										91,725
Employee Benefits	2,575,423	2,396,435	2,336,152	2,491,568	2,079,502	1,722,418	1,889,004	1,710,382	1,624,177	1,624,367
Other										
Total Undistributed	4,523,946	4,384,831	4,379,600	4,630,041	3,756,961	3,344,859	3,485,128	3,447,093	3,227,629	3,307,463
Capital Outlay:										
Facilities Acq. and Construction Serv.										
Other	64,498	35,356	38,633	54,828	166,918	271,060	26,714	110,811	77,648	73,379
Total Capital Outlay	64,498	35,356	38,633	54,828	166,918	271,060	26,714	110,811	77,648	73,379
Total General Fund Expenditures	7,281,518	6,843,591	6,746,617	7,014,931	6,082,936	5,730,407	5,709,534	5,514,271	5,357,289	5,255,427
Special Revenue:										
Federal	116,285	442,276	580,528	539,775	305,971	162,203	164,839	164,711	161,644	169,446
State	820,837	863,211	735,445	750,909	658,548	703,120	32,415	27,834	32,473	37,112
Total Special Revenue Expenditures	937,122	1,305,487	1,315,973	1,290,684	964,519	865,323	197,254	192,545	194,117	206,558
Debt Service Expenditures	376,066	382,125	387,850	393,285	412,299	408,395	434,446	280,331	191,870	195,605
Capital Project Expenditures	-	-	-	-	71,908	97,559	89,253	3,145,439	755,410	
Total Governmental Fund Expenditures	8,594,706	8,531,203	8,450,440	8,698,900	7,531,662	7,101,684	6,430,487	9,132,586	6,498,686	5,657,590
Other Financing Sources/(Uses)							46,743		(70,342)	
Net Changes in Fund Balance	$ (104,176)	(151,696)	65,670	(87,318)	53,558	(72,066)	237,521	(2,932,388)	2,778,665	200,616

Source: District Records

BOROUGH OF TUCKERTON SCHOOL DISTRICT
GENERAL FUND OTHER LOCAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-5

Fiscal Year Ended June 30	Interest	Tuition/ Transportation	Misc.	Total
2016	$ 2,285	37,685	98,421	138,391
2017	1,522	11,748	127,477	140,747
2018	-	50,509	113,395	163,904
2019	-	53,175	193,853	247,028
2020	-	5,457	27,985	33,442
2021	2,660	-	161,597	164,257
2022			182,725	182,725
2023	1,119		65,502	66,621
2024	1,301		153,038	154,339
2025	-		102,534	102,534

Source: District Records

BOROUGH OF TUCKERTON SCHOOL DISTRICT
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
UNAUDITED

Exhibit J-6

Year Ended December 31,	Net Assessed Valuations	Estimated Full Cash Valuations	Pecentage of Net Assessed to Estimated Full Cash Valuations
2015	$ 404,952,400	392,700,155	103.12%
2016	403,656,400	388,542,112	103.89%
2017	405,555,300	404,867,026	100.17%
2018	407,072,959	405,572,341	100.37%
2019	414,731,900	417,319,280	99.38%
2020	418,682,900	426,357,332	98.20%
2021	425,252,800	447,163,828	95.10%
2022	432,978,800	477,796,072	90.62%
2023	440,097,500	556,521,877	79.08%
2024	441,493,200	653,096,450	67.60%

Source: Abstract of Ratables, Ocean County Board of Taxation

BOROUGH OF TUCKERTON SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING
PER $100 OF ASSESSED VALUATION
LAST TEN YEARS
UNAUDITED

Exhibit J-7

Assessment Year	Tuckerton School District	Tuckerton Borough	Pinelands Regional	Ocean County	Total
2015	$ 0.689	0.633	0.554	0.401	2.277
2016	0.702	0.661	0.541	0.401	2.305
2017	0.733	0.679	0.604	0.416	2.432
2018	0.751	0.698	0.691	0.411	2.551
2019	0.754	0.737	0.712	0.412	2.615
2020	0.762	0.759	0.686	0.413	2.620
2021	0.762	0.776	0.644	0.413	2.595
2022	0.754	0.836	0.632	0.420	2.642
2023	0.769	0.893	0.698	0.462	2.822
2024	0.904	0.931	0.760	0.503	3.098

Source: Tax Collector

TUCKERTON SCHOOL DISTRICT
SCHEDULE OF PRINCIPAL TAXPAYERS
FOR THE YEAR ENDED DECEMBER 31, 2024
UNAUDITED

Exhibit J-8

Current Year

Taxpayer	Assessed Valuation 2024	As a Percentage of District Net Assessed Valuation
	$ -	0.00%
		0.00%
		0.00%
		0.00%
		0.00%
		0.00%
		0.00%
		0.00%
		0.00%
		0.00%
	$ -	0.00%

Source: Tax Assessor

*** - Information not available for Current Year and 9 years ago.**

BOROUGH OF TUCKERTON SCHOOL DISTRICT
MUNICIPAL PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS
UNAUDITED

Exhibit J-9

Year Ended December 31,	Total Tax Levy	Current Tax Collections	Percent of Tax Levy Collected
2015	$ 9,294,575	8,970,099	96.51%
2016	9,385,420	9,107,462	97.04%
2017	9,967,656	9,610,308	96.41%
2018	10,431,234	10,140,776	97.22%
2019	10,960,278	10,704,490	97.67%
2020	11,113,682	10,869,033	97.80%
2021	11,135,156	10,902,799	97.91%
2022	11,540,955	11,204,123	97.06%
2023	12,493,261	12,215,294	97.77%
2024	13,782,182	13,592,021	98.65%

Source: Municipal Tax Collector

TUCKERTON SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Exhibit J-10

Information not available

BOROUGH OF TUCKERTON SCHOOL DISTRICT
RATIO OF NET GENERAL BONDED DEBT
TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-11

Year	School District Population *	Net Assessed Valuation Taxable	Net Bonded Debt	Ratio of Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
2015	3,364	404,952,400	1,260,000	0.31%	374.55
2016	3,362	403,656,400	4,555,855	1.13%	1,355.10
2017	3,352	405,555,300	4,415,855	1.09%	1,317.38
2018	3,357	407,072,959	4,426,855	1.09%	1,318.69
2019	3,393	414,731,900	4,151,855	1.00%	1,223.65
2020	3,426	418,682,900	3,564,884	0.85%	1,040.54
2021	3,628	425,252,800	3,245,000	0.76%	894.43
2022	3,671	432,978,800	2,960,000	0.68%	806.32
2023	3,681	440,097,500	2,670,000	0.61%	725.35
2024	3,701	440,097,500	2,375,000	0.54%	641.72

Source: Tax Collector/School District Records

*Estimates

TUCKERTON SCHOOL DISTRICT
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2024
UNAUDITED

Exhibit J-12

Net Direct Debt of School District:		
as of December 31, 2024	$	2,375,000
Net Overlapping Debt of School District:		
Borough of Tuckerton (100%)		1,490,124
Total Direct and Overlapping Bonded Debt		
as of December 31, 2024	$	3,865,124

Source: Tax Collector & School District

BOROUGH OF TUCKERTON SCHOOL DISTRICT
COMPUTATION OF LEGAL DEBT MARGIN
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED

Exhibit J-13

Year	Equalized Valuation Basis
2024	$ 719,161,427
2023	651,031,805
2022	556,170,584
	$ 1,926,363,816
Average Equalized Valuation	$ 642,121,272
School Borrowing Margin(3% of $642,121,272)	$ 19,263,638
Net Bonded Debt at June 30, 2025	2,375,000
School Borrowing Margin Available	$ 16,888,638

*** - Other Information Not Available**

Source: State of New Jersey, Department of Treasury,
Division of Taxation

TUCKERTON SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-14

Year	Population	Per Capita Income*	Personal Income	Unemployment Rate
2015	3,364	47,115	158,494,860	6.0%
2016	3,362	48,578	163,319,236	4.9%
2017	3,355	50,356	168,944,380	5.5%
2018	3,361	51,725	173,847,725	5.2%
2019	3,393	53,517	181,583,181	4.7%
2020	3,426	57,344	196,460,544	10.5%
2021	3,628	60,823	220,665,844	6.3%
2022	3,671	58,742	215,641,882	3.8%
2023	3,681	62,195	228,939,795	5.2%
2024	3,701	Unavailable	Unavailable	5.6%

Source: District Records and State of New Jersey

***County information available only**

TUCKERTON SCHOOL DISTRICT
PRINCIPAL EMPLOYERS

Exhibit J-15

Information not available

TUCKERTON SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
UNAUDITED

Exhibit J-16

Function/Program:	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Instruction:										
Regular	22.0	22.0	22.0	23.0	23.0	23.0	24.0	24.0	24.0	24.0
Special Education	11.0	11.0	11.0	9.0	9.0	9.0	9.0	9.0	8.0	8.0
Other Instruction	17.0	16.0	16.0	15.0	11.0	10.0	10.0	10.0	10.0	11.0
Total Instruction	50.0	49.0	49.0	47.0	43.0	42.0	43.0	43.0	42.0	43.0
Support Services:										
Student & Instruction Related Services	3.00	3.00	3.00	4.00	2.50	2.50	2.50	2.50	2.50	2.50
General Administration	2.90	2.90	2.90	2.80	2.00	2.00	2.00	2.00	2.00	2.00
District Administration	0.70	0.70	0.70	0.70						
Pupil Transportation		-	-	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Other Support Services	8.40	11.00	11.00	10.00	1.25	1.25	1.25	1.25	1.25	1.25
Total Support Services	15.00	17.60	17.60	18.50	6.75	6.75	6.75	6.75	6.75	6.75
Total District	65.00	66.60	66.60	65.50	49.75	48.75	49.75	49.75	48.75	49.75

Source: District Records

TUCKERTON SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-17

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures	Cost Per Pupil	Percentile Change	Teaching Staff
2016	339	$ 5,386,772	15,890	16.70%	43
2017	286	5,357,289	18,732	17.80%	43
2018	293	5,370,547	18,330	-2.10%	43
2019	285	5,709,534	20,033	9.29%	43
2020	324	5,730,407	17,686	1.00%	42
2021	305	6,082,936	19,944	12.00%	43
2022	299	7,014,931	23,461	17.50%	47
2023	289	6,746,617	23,345	-0.50%	49
2024	262	6,843,591	26,121	11.89%	49
2025	302	7,281,518	24,111	-0.90%	50

Source: District Records

BOROUGH OF TUCKERTON SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-18

Tuckerton Elementary School	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Square Feet	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000
Capacity	380	380	380	380	380	380	380	380	380	380
Enrollment	302	262	289	299	305	324	285	293	286	329

Source: District Records

BOROUGH OF TUCKERTON SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-19

Fiscal Year Ended June 30	Tuckerton Elementary School
2016	$ 203,075
2017	141,321
2018	84,391
2019	67,716
2020	84,009
2021	22,695
2022	34,375
2023	73,824
2024	135,300
2025	98,505

Source: District Records

BOROUGH OF TUCKERTON SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2025
UNAUDITED

Exhibit J-20

	Coverage	Deductible
School Package Policy:		
Property - Blanket	$ 10,825,138	$
School District Legal Liability	100,000	
Umbrella	5,000,000	10,000
Employee Benefit Program Liability	1,000,000	
Data Processing	225,000	250
Commercial General Liability Coverage	3,000,000	1,000
Worker's Compensation	Statutory	
Administrator - Bond	50,000	
Treasurer - Bond	180,000	
Student Accident	1,000,000	

Source: District Records

Robert A. Hulsart and Company
CERTIFIED PUBLIC ACCOUNTANTS

ARMOUR S. HULSART, C.P.A., R.M.A., P.S.A. (1959-1992)
ROBERT A. HULSART, C.P.A., R.M.A., P.S.A.
ROBERT A. HULSART, JR.,C.P.A., P.S.A.

RICHARD J. HELLENBRECHT, JR., C.P.A., P.S.A.

Telecopier:
(732) 280-8888

e-mail:
rah@monmouth.com

2807 Hurley Pond Road • Suite 100
P.O. Box 1409
Wall, New Jersey 07719-1409
(732) 681-4990

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

K-1

Honorable President and Members
of the Board of Education
Tuckerton School District
County of Ocean
Tuckerton, 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Tuckerton Board of Education, County of Ocean, State of New Jersey as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Tuckerton Board of Education, County of Ocean, State of New Jersey's basic financial statements, and have issued our report thereon dated December 5, 2025.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Tuckerton Board of Education, County of Ocean, State of New Jersey's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions of the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Tuckerton Board of Education, County of Ocean, State of New Jersey's internal control. Accordingly, we do no express an opinion on the effectiveness of the Tuckerton Board of Education, County of Ocean, State of New Jersey'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 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 purposes described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Tuckerton Board of Education, County of Ocean, State of New Jersey's financial statements are free from material misstatement, we performed tests of it 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*.

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.

Respectfully submitted,

ROBERT A. HULSART AND COMPANY

Robert A. Hulsart

Licensed Public School Accountant
No. 322
Robert A. Hulsart and Company
Wall Township, New Jersey

December 5, 2025

Robert A. Hulsart and Company
CERTIFIED PUBLIC ACCOUNTANTS

ARMOUR S. HULSART, C.P.A., R.M.A., P.S.A. (1959-1992)
ROBERT A. HULSART, C.P.A., R.M.A., P.S.A.
ROBERT A. HULSART, JR.,C.P.A., P.S.A.

RICHARD J. HELLENBRECHT, JR., C.P.A., P.S.A.

Telecopier:
(732) 280-8888

e-mail:
rah@monmouth.com

2807 Hurley Pond Road • Suite 100
P.O. Box 1409
Wall, New Jersey 07719-1409
(732) 681-4990

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

K-2

Honorable President and Members
of the Board of Education
Tuckerton School District
County of Ocean
Tuckerton, New Jersey

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited the Tuckerton Board of Education'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 Tuckerton Board of Education's major state programs for the year ended June 30, 2025. The Tuckerton Board of Education's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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

Basis for Opinion on Each Major State Program

We conducted our audit in accordance with the 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 Tuckerton Board of Education 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 state program. However, our audit does not provide a legal determination of the Tuckerton Board of Education'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 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 have occurred, whether due to fraud or error, and express an opinion on the Tuckerton Board of Education'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 the Tuckerton Board of Education's compliance with the requirements of each major 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 the Tuckerton Board of Education's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of the Tuckerton Board of Education'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 the Tuckerton Board of Education'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 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 a material noncompliance with a type of compliance requirement of a state program will not be prevented, or detected and corrected on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

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

Respectfully submitted,

ROBERT A. HULSART AND COMPANY

Robert A. Hulsart

Licensed Public School Accountant
No. 322
Robert A. Hulsart and Company
Wall Township, New Jersey

December 5, 2025

TUCKERTON SCHOOL DISTRICT

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE FISCAL YEAR ENDING JUNE 30, 2025

Schedule A
K-3

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal C.F.D.A. Number	Federal FAIN Number	Grant or State Project Number	Grant Period From	Grant Period To	Program or Award Amount	Balance June 30, 2024	Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Repayment of Prior Years Balances/ Adjustment	Balance at June 30, 2025 (Accounts Receivable)	Balance at June 30, 2025 Deferred Revenue	Balance at June 30, 2025 Due to Grantor
U.S. Department of Education:														
Passed Through State Department of Education:														
NCLB:														
Title I	84.010	S010A150030	NCLB 25	09/01/2024	08/31/2025	$ 87,082	$ -			(51,217)		(51,217)		
Title IIA	84.367A	S367A150029	NCLB 25	09/01/2024	08/31/2025	10,374				(2,190)		(2,190)		
Title IV	84.424	S424A220031	NCLB 25	09/01/2024	08/31/2025	10,000				(1,869)		(1,869)		
IDEA:														
Part B - Basic	84.027	H027A210100	IDEA25	07/01/2024	6/30/2025	78,948				(51,658)		(51,658)		
Preschool	84.173	H173A210114	IDEA25	07/01/2024	6/30/2025	6,533				(2,179)		(2,179)		
							-	-	-	(109,113)	-	(109,113)	-	-
							$ -	-	-	(109,113)	-	(109,113)	-	-

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

TUCKERTON SCHOOL DISTRICT

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

State Grantor/Program State Department of Education:	Grant or State Project Number	Grant Period From	Grant Period To	Program or Award Amount	Balance June 30, 2024	Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Repayment of Prior Years Balances/ Adjustments	Balance at June 30, 2025 (Accounts Receivable)	Balance at June 30, 2025 Deferred Revenue	Balance at June 30, 2025 Due to Grantor	MEMO Budgetary Receivable	MEMO Total Cumulative Expenditures
Equalization Aid	25-495-034-5120-078	07/01/2024	06/30/2025	$ 966,357	$ -		966,357	(966,357)					(256,940)	966,357
Special Education Aid	25-495-034-5120-089	07/01/2024	06/30/2025	207,010			207,010	(207,010)						207,010
Security Aid	25-495-034-5120-084	07/01/2024	06/30/2025	51,045			51,045	(51,045)						51,045
School Choice Aid	25-495-034-5120-068	07/01/2024	06/30/2025	567,680			567,680	(567,680)						567,680
Transportation Aid	25-495-034-5120-014	07/01/2024	06/30/2025	35,403			35,403	(35,403)						35,403
Stabilization Aid	25-100-034-5120-494	07/01/2024	06/30/2025	118,096			118,096	(118,096)						118,096
Non-Public Transportation Aid	25-495-034-5120-014	07/01/2024	06/30/2025	4,670				(4,670)		(4,670)				4,670
Non-Public Transportation Aid	24-495-034-5120-014	07/01/2023	06/30/2024	5,460	(5,460)		5,460							
Extraordinary Aid	25-495-034-5120-044	07/01/2024	06/30/2025	26,872				(26,872)		(26,872)				26,872
Extraordinary Aid	24-495-034-5120-044	07/01/2023	06/30/2024	59,670	(59,670)		59,670							
On-Behalf T.P.A.F. Pension Contributions - Post Retirement Medical (non-budgeted)	25-495-034-5094-001	07/01/2024	06/30/2025	264,930			264,930	(264,930)						264,930
On-Behalf T.P.A.F. Pension Contributions - Normal Cost (non-budgeted)	25-495-034-5094-002	07/01/2024	06/30/2025	906,671			906,671	(906,671)						906,671
On-Behalf T.P.A.F. Pension Contributions - Long Term Disability	25-495-034-5094-004	07/01/2024	06/30/2025	511			511	(511)						511
Reimbursed TPAF Social Security	25-100-034-5095-003	07/01/2024	06/30/2025	208,071			188,417	(208,071)		(19,654)				208,071
Reimbursed TPAF Social Security	24-100-034-5095-003	07/01/2023	06/30/2024	202,742	(9,773)		9,773							
					(74,903)	-	3,381,023	(3,357,316)	-	(51,196)	-	-	(256,940)	3,357,316
Special Revenue:														
Preschool Education Aid	25-495-034-5120-086	07/01/2024	06/30/2025	799,876	189,766		799,876	(820,837)			168,805		-	820,837
					189,766	-	799,876	(820,837)	-	-	168,805	-	-	820,837
Debt Service														
Debt Service Type II Aid	25-495-034-5120-125	07/01/2024	06/30/2025	85,802			85,802	(85,802)						85,802
					-	-	85,802	(85,802)	-	-	-	-	-	85,802
Total State Financial Assistance					$ 114,863	-	4,266,701	(4,263,955)	-	(51,196)	168,805	-	(256,940)	4,263,955
Less: State Financial Assistance Not Subject to Major Program Determination														
On-Behalf TPAF Contribution - Pension (Non-Budgeted)	25-495-034-5094-002	07/01/2024	06/30/2025	906,671				906,671						
On-Behalf TPAF Contribution - Post-Retirement Medical (Non-Budgeted)	25-495-034-5094-001	07/01/2024	06/30/2025	264,930				264,930						
On-Behalf TPAF Contribution - LTDI (Non-Budgeted)	25-495-034-5094-004	07/01/2024	06/30/2025	511				511						
Total for State Financial Assistance - Major Program Determination								$ (3,091,843)						

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

BOARD OF EDUCATION

K-5

TUCKERTON SCHOOL DISTRICT

NOTES TO SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE

JUNE 30, 2025

NOTE 1: GENERAL

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

NOTE 2: BASIS OF ACCOUNTING

The accompanying schedule of financial assistance are presented using the modified accrual 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(C) to the Board's general-purpose financial statements.

NOTE 3: RELATIONSHIP TO GENERAL PURPOSE FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payments in the current budget year, which is mandated pursuant to P.L. 2003, c.97. (A3521). For GAAP purposes, that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not.

Awards and financial assistance revenues are reported in the Board's general-purpose financial statements on a GAAP basis as presented on the following page:

NOTE 3: **Relationship to General Purpose Financial Statements (Continued)**

	General Fund	Special Revenue Fund	Debt Service	Total
State Assistance				
Actual Amounts (Budgetary) "Revenues" from the Schedule of Expenditures of State Financial Assistance	$ 3,357,316	820,837	85,802	4,263,955
Difference – Budget to "GAAP" Grant Accounting Budgetary Basis Differs from GAAP in that Encumbrances are Recognized as Expenditures and the Related Revenue is Recognized				
The Last State Aid Payment Is Recognized as Revenue for Budgetary Purposes, and Differs from GAAP Which does not Recognize This Revenue Until the Subsequent Year When the State Recognizes the Related Expense (GASB 33)	22,463			22,463
Total State Revenue as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances	$ 3,379,779	820,837	85,802	4,286,418

NOTE 3:Relationship to General Purpose Financial Statements (Continued)

	General Fund	Special Revenue Fund	Total
Federal Assistance			
Actual Amounts (Budgetary) "Revenues" from the Schedule of Expenditures of Federal Awards	$	109,113	109,113
Difference – Budget to "GAAP" Grant Accounting Budgetary Basis Differs from GAAP in that Encumbrances are Recognized as Expenditures, and the Related Revenue is Recognized			
Total Federal Revenue as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances	$	109,113	109,113

NOTE 4: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5: OTHER

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.

TUCKERTON SCHOOL DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

K-6

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Part 1 - Summary of Auditor's Results

Financial Statement Section	
Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
1) Material weakness(es) identified?	___ Yes x No
2) Reportable conditions(s) identified that are not considered to be material weaknesses?	___ Yes x None Reported
Noncompliance material to general purpose financial statements noted?	___ Yes x No
Federal Awards	
Not Applicable	
State Awards	
Dollar threshold used to distinguish between type A and type B programs:	$750,000
Auditee qualified as low-risk auditee?	x Yes ___ No
Type of auditor's report issued on compliance for major programs:	Unmodified
Internal Control over major programs:	
(1) Material Weakness(es) identified?	___ Yes x No
(2) Reportable condition(s) identified that are not considered to material weaknesses?	___ Yes x None Reported
Any audit findings disclosed that are required to be reported in accordance with N.J. OMB's Circular 98-07?	___ Yes x No

Identification of major programs:

GMIS Number(s)	Name of State Program
25-495-034-5120-078	Equalization Aid - Public Cluster
25-495-034-5120-089	Special Education Aid - Public Cluster
25-495-034-5120-084	Security Aid - Public Cluster
25-495-034-5120-068	School Choice Aid - Public Cluster

TUCKERTON SCHOOL DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Part 2 - Financial Statement Findings

This section identifies the reportable conditions, material weaknesses, and instances of noncompliance related to the general purpose financial statements that are required to be reported in accordance with paragraphs 5.18 through 5.20 of *Government Auditing Standards.*

Finding: None

Criteria or specific requirement: N/A

Condition: N/A

Questioned Costs: N/A

Context: N/A

Effect: N/A

Cause: N/A

Recommendation: N/A

Management's Response: N/A

TUCKERTON SCHOOL DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

K-6

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Part 3 - State Awards Financial Assistance Findings and Questioned Costs

This section identifies audit findings required to be reported by Title 2 U.S. Code of Federal Regulations Part 200 and New Jersey OMB's Circular 15-08, as amended.

Federal Awards
Not Applicable

State Awards
Finding: None

Information on the State Program: N/A

Criteria or specific requirement: N/A

Condition: N/A

Questioned Costs: N/A

Context: N/A

Effect: N/A

Cause: N/A

Recommendation: N/A

Management's response: N/A

TUCKERTON SCHOOL DISTRICT

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

K-7

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

This section identifies the status of prior year findings related to the basic financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of Government Auditing Standards, Title 2 U.S. Code of Federal Regulations Part 200 and New Jersey OMB's Circular 15-08.

Status of Prior Year Findings

There were none.