

**WALL TOWNSHIP BOARD OF EDUCATION**

Wall, New Jersey  
County of Monmouth

**ANNUAL COMPREHENSIVE FINANCIAL REPORT  
YEAR ENDED JUNE 30, 2025**



**ANNUAL COMPREHENSIVE FINANCIAL REPORT  
OF THE  
WALL TOWNSHIP BOARD OF EDUCATION  
WALL, NEW JERSEY**



**YEAR ENDED JUNE 30, 2025**

**PREPARED BY THE WALL TOWNSHIP BOARD OF EDUCATION  
BUSINESS OFFICE  
BRIAN J. SMYTH  
SCHOOL BUSINESS ADMINISTRATOR/BOARD SECRETARY**

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**INTRODUCTORY SECTION**

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**WALL TOWNSHIP PUBLIC SCHOOLS  
OFFICE OF THE BUSINESS ADMINISTRATOR/BOARD SECRETARY  
PO Box 1199**

**Wall, New Jersey 07719-1199**

**Brian J. Smyth  
Business Administrator/Board Secretary**

**Phone: 732-556-2016  
FAX: 732-556-2102**

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December 23, 2025

Honorable President and  
Members Of the Wall Board of Education,  
and  
Citizens of Wall Township  
Wall, NJ 07719

Dear Board Members and Citizens of Wall Township:

The Annual Comprehensive Financial Report of the Wall Township Public School District (District) for the fiscal year ended June 30, 2025, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information at June 30, 2025, and the respective changes in financial position and cash flows, where applicable, for the year then ended. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The introductory section includes this transmittal letter (designed to complement Management's Discussion and Analysis and should be read in conjunction with it), the District's organizational chart, a roster of officials, the list of independent auditors, and advisors. The financial section includes management's discussion and analysis (presented immediately after the report of independent auditors), basic financial statements, required supplementary information, and other supplementary information, as well as the auditors' report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis and is unaudited. The district is required to undergo an annual Single Audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and New Jersey OMB's Circular 15-08 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". Information related to this Single Audit, including the independent auditor's report on the internal control and compliance with applicable laws, regulations, contracts, and grants, along with findings and questioned costs, if any, are included in the Single Audit Section of this report

1. Reporting Entity and its Service

The Wall Township Public School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by GASB Statement No. 14, amended by GASB Statements No. 39, 61, and 80. All funds of the District are included in this report.

The District provides a full range of educational services appropriate to grade levels Pre-K through 12. These include regular and special education students. In addition, services are provided for pre-school handicapped special needs students. The Wall Township Public School District is comprised of five elementary schools, one intermediate school and one high school.

## 2. Economic Condition and Outlook

The district had an increase in state aid for 2024-25 and it is anticipated that the increase in revenue will remain consistent on an annual basis. The District continues to be in a position to fund reserve accounts and has utilized those reserve accounts to fund the annual budget for required maintenance and capital improvements. Township ratables continue to increase annually, effectively reducing the annual impact on individual taxpayers due to the annual tax levy increase.

## 3. Long-Term Financial Planning/Major Initiatives

The 2024-25 budget of \$87,200,000 was an increase of 2.11% when compared to the prior year's budget. The increase in the overall budget was largely due to an increase in appropriations for employee benefits. The 2024-25 budget included capital appropriations in the amount of \$1,110,000 for capital expenditures that included asphalt paving at Wall Primary and Special Services, as well as lighting retrofit at Old Mill Elementary,

## 4. Internal Controls

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

As a recipient of federal and state financial assistance, the District is also responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws and regulations related to those programs. Internal controls are 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 internal controls, including that portion related to federal and state financial assistance programs, as well as evaluate whether the District has complied with the applicable laws and regulations relating to its major programs.

## 5. Budgetary Controls and Process

In addition to internal controls, the District maintains budgetary controls. The legal level of budgetary control is established at the line item accounts within each fund. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education. 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

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

Beginning with the 2012-2013 budget, the state of New Jersey allowed school districts to elect to eliminate the budget vote and adopt a budget approved by the Board of Education and the New Jersey Department of Education (NJDOE) providing that the tax levy increase does not exceed 2% plus any allowable waivers. The Wall Township Board of Education elected to eliminate the budget vote at that time. In addition to the 2% limit on tax levy increases, there are restrictions on budget transfers during the year that can be made without NJDOE approval.

#### 6. Financial Policies

The intent of the Board of Education is to ensure that the District manages its budget and finance in a fiscally prudent and responsible way by establishing financial policies for budget preparation and fiscal planning. The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the liability is incurred. Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues except for certain grant revenues, are recognized when susceptible to accrual that is when they become measurable and available. Property taxes, interest and certain General Fund revenues are the significant revenue sources considered susceptible to accrual.

#### 7. Accounting System and Reports

The District's financial statements are presented in conformity with accounting principles generally accepted in the United States, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic Financial Statements," Note 1.

#### 8. Debt Administration

Under the provisions of New Jersey statutes, school districts may not incur indebtedness greater than 4% of the average equalized valuation of taxable property. At June 30, 2025 the District's outstanding debt issues are below the legal debt margin and are summarized in the "Notes to the Basic Financial Statements".

Through long term planning, the District held a bond referendum to fund necessary building maintenance and facility-upgrade capital projects on December 13, 2022. The capital improvements were implemented over the past two years and will continue over the next year, and possibly two, fiscal years. The management of debt and long-term planning allowed for the bond referendum (\$66,599,206) to take place in the 2022-23 fiscal year, the sale of bonds and retiring of all prior existing long-term debt in this past 2023-24 fiscal year, and the start of payments against the 2023 General Obligation bonds (\$66,599,000) in the 2024-25 fiscal year. The long-term planning allowed for a stable debt service tax levy on a year-to-year basis when transitioning to the new debt.

It is noted that the Wall Township Public School District continued to maintain its Moody's Investors

Services Aa3 rating. Additionally, S&P Global Rating assigned its 'AA' long-term and underlying rating to the Districts Series 2023 General Obligation bonds sold in the 2023-24 fiscal year after the district approved the bond referendum in the amount of \$66,599,208 on December 13, 2022. The referendum included two questions, the 1st question in the amount of \$53,078,733 for various projects at multiple schools, and a 2nd question in the amount \$13,520,475 for various projects at multiple schools, including athletic complex improvements at Wall High School. S&P Global Ratings also affirmed its 'AA' rating on the district's existing General Obligation bonds and noted the district's outlook is stable.

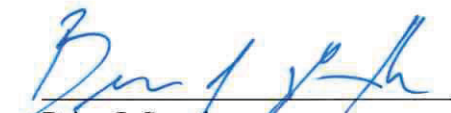
9. Other Information

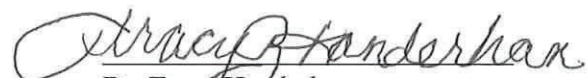
State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Holman Frenia Allison, P.C. was selected by the Board. In addition to meeting the requirements set forth in the State statutes, the audit was also designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and New Jersey OMB's Circular 15-08 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". The auditor's report on the basic financial statements and combining 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.

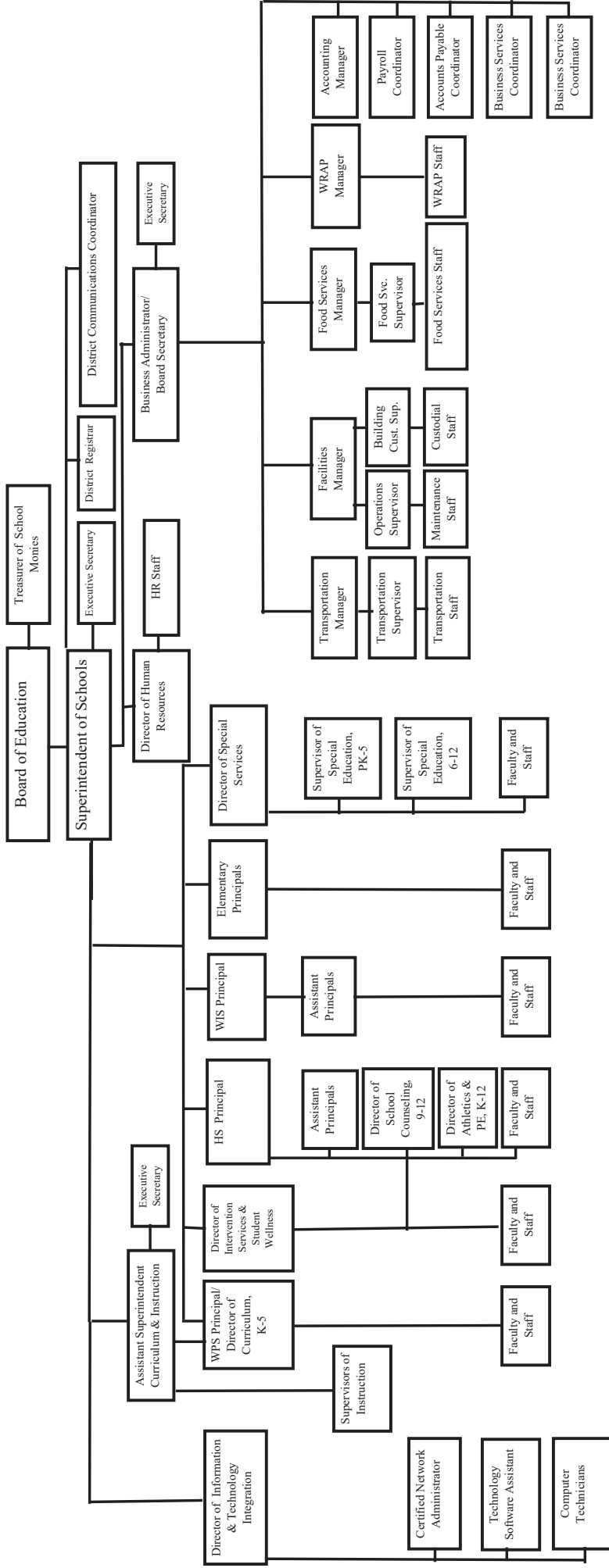
Accounting principles generally accepted in the United States require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

10. Acknowledgments

We would like to express our appreciation to the members of the Wall Township Board of Education for their concern in ensuring fiscal responsibility to the citizens and taxpayers of the School District and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

  
Brian J. Smyth  
Business Administrator

  
Dr. Tracy Handerhan  
Superintendent of Schools



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**WALL TOWNSHIP BOARD OF EDUCATION  
WALL, NEW JERSEY  
ROSTER OF OFFICIALS  
JUNE 30, 2025**

Members of the Board of Education

**TERM EXPIRES**

James Maliff, President	December 2025
Thomas Buffa, Vice President	December 2027
Samantha Adams	December 2027
Ralph Addonizio	December 2025
Mairin Barbieri	December 2026
James Brereton	December 2027
Kathleen DiGiovanni	December 2025
Cody Smith	December 2025
Kenneth Wondrack	December 2026

Other Officials

Dr. Tracy Handerhan, Superintendent of Schools  
Brian Smyth, School Business Administrator/Board Secretary  
Pablo Canela, Treasurer  
Methfessel & Werbel, Board Attorney

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**WALL TOWNSHIP BOARD OF EDUCATION  
WALL, NEW JERSEY  
CONSULTANTS AND ADVISORS  
JUNE 30, 2025**

**AUDITOR/AUDIT FIRM**

Holman Frenia Allison, P. C.  
1985 Cedar Bridge Ave., Suite 3  
Lakewood, New Jersey 08701

**ATTORNEY**

Methfessel & Werbel, P.A.  
2025 Lincoln Highway, Suite 200  
Edison, New Jersey 08818

**OFFICIAL DEPOSITORY**

Provident Bank  
2015 NJ-35  
Wall Township, New Jersey 07719

Manufacturers and Traders Trust Company  
Institutional Client Services/Public Finance Agency  
99 Wood Avenue South, 10th Floor  
Iselin, New Jersey 08830

**FINANCIAL ADVISOR**

Phoenix Advisors  
4 West Park Street  
Bordentown, New Jersey 08505

**HEALTH BENEFIT INSURANCE BROKER**

Brown & Brown Metro, Inc.  
56 Livingston Avenue, Suite 230  
P.O. Box 369  
Roseland, New Jersey 07068-0369

**PROPERTY & CASUALTY INSURANCE BROKER**

Brown & Brown Metro, Inc.  
56 Livingston Avenue, Suite 230  
P.O. Box 369  
Roseland, New Jersey 07068-0369

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ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

The Certificate of Excellence in Financial Reporting  
is presented to

## Wall Township Public School District

for its Annual Comprehensive Financial Report  
for the Fiscal Year Ended June 30, 2024.

The district report meets the criteria established for  
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'Ryan S. Stechschulte'.

Ryan S. Stechschulte  
President

A handwritten signature in black ink, reading 'James M. Rowan'.

James M. Rowan, CAE, SFO  
CEO/Executive Director

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**FINANCIAL SECTION**

Second Section

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## INDEPENDENT AUDITOR'S REPORT

Honorable President and Members  
of the Board of Education  
Wall Township School District  
County of Monmouth  
Wall, New Jersey

### Report on the Audit of the Financial Statements

#### *Opinions*

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the School District 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; and in compliance with audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### **Emphasis of Matter**

##### *Change in Accounting Principle*

As discussed in Note 1 to the financial statements, during the fiscal year ended June 30, 2025 the District adopted Governmental Accounting Standards Board (GASB) Statement No.101, *Compensated Absences*. Our opinion is not modified with respect to this matter.

##### *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; this includes the design, implementation, and maintenance of internal controls 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 School District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## **Auditor's Responsibility**

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 opinion. 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*, and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards* and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, 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 School District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the School District's ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, and statistical section are presented for purposes of additional analysis, as required by the Division of Administration and Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying combining statements and related major fund supporting statements and schedules and schedules 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 23, 2025 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.



Brian J. Waldron  
Certified Public Accountant  
Public School Accountant, No. 2600

Lakewood, New Jersey  
December 23, 2025

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**REQUIRED SUPPLEMENTARY INFORMATION - PART I**

Management's Discussion and Analysis

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## WALL TOWNSHIP BOARD OF EDUCATION

### MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED JUNE 30, 2025

This section of the Wall Township Board of Education's Annual Comprehensive Financial Report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2025. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 - *Basic Financial Statements-Management's Discussion and Analysis-for State and Local Governments* issued in June 1999 that is also required by the New Jersey State Department of Education. Certain comparative information between the current fiscal year (2024-2025) and the prior fiscal year (2023-2024) is required to be presented in the MD&A.

#### FINANCIAL HIGHLIGHTS

Key financial highlights for 2025 are as follows:

- In total, net position of governmental activities increased \$3,548,025, which represents a 17.68% increase from fiscal year 2024. Total net position of business-type activities increased \$119,994, which represents a 9.13% increase from fiscal year 2024.
- General revenues accounted for \$89,044,991 in revenue or 85.75% of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$14,803,415 or 14.25% of total revenues of \$103,848,406.
- Total assets of governmental activities increased by \$2,957,826 as cash and cash equivalents and restricted cash decreased by \$20,753,636, receivables increased by \$42,769, and total capital assets increased by \$23,668,693.
- Total liabilities of governmental activities decreased by \$95,308, as accounts payable increased by \$211,668 and non-current liabilities increased by \$611,166.
- The District had \$98,435,610 in governmental activity expenses; only \$12,989,511 of these expenses were offset by program specific grants, or contributions and charges for services. General revenues from governmental activities (primarily property taxes) of \$88,994,124 were adequate to provide for these programs, resulting in an increase in net position for governmental activities of \$3,548,025.
- In the governmental funds, the general fund had \$106,065,607 in revenues and \$102,602,599 in expenditures. The general fund's fund balance increased by \$3,463,008 over fiscal year 2024.

#### USING THIS ANNUAL COMPREHENSIVE FINANCIAL REPORT (ACFR)

This annual report consists of a series of financial statements and notes to these financial statements. These statements are organized in a way to allow the reader to understand the Wall Township Board of Education as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) Government-wide financial statements, 2) Fund financial statements, and 3) Notes to the financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements themselves.

**Government-Wide Financial Statements.** The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The Statement of Net Position (A-1) presents information on the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Statement of Changes in Net Position (A-2) presents information showing how the net position of the District changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements can be found as Exhibits A-1 and A-2 in this report.

**Fund Financial Statements.** A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

### ***Governmental Funds***

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on the near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balance for the general fund, special revenue fund, capital projects fund, and debt service fund, all of which are considered to be major funds.

The general and special revenue funds utilize a legally adopted annual budget. A budgetary comparison schedule has been provided for the general fund and special revenue fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found as Exhibits B-1 through B-3 in this report.

### ***Proprietary Funds***

The District maintains one proprietary fund type, an enterprise fund. The enterprise fund is used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the District is that the costs of providing goods or services be financed through user charges. The food services enterprise fund provides for the operation of food services in all schools within the District. The proprietary fund has been included within business-type activities in the district-wide financial statements.

The food services fund, Before and After School Programs, and Chromebook Fund detail financial statements can be found as Exhibits B-4 through B-6 in this report.

**Notes to the Financial Statements.** The notes provide additional information that is essential for a full understanding of the data provided in the district-wide and fund financial statements. The notes to the financial statements can be found after the fund financial statements in this report.

**Other Information.** The combining and individual fund statements referred to earlier in connection with governmental and enterprise funds are presented immediately following the notes to the financial statements.

### **Government-Wide Financial Analysis**

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

As noted earlier, net position may serve over time as a useful indicator of the District's financial position. The following table provides a summary of net position for June 30, 2025 and 2024, respectively:

**Net Position**  
**June 30, 2025**

	Governmental Activities		Business-Type Activities	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
<b>Assets</b>				
Current and Other				
Assets	\$ 58,119,539	\$ 78,830,406	\$ 1,383,525	\$ 1,313,235
Capital Assets, Net	67,377,810	43,709,117	44,261	16,657
Total Assets	<u>125,497,349</u>	<u>122,539,523</u>	<u>1,427,786</u>	<u>1,329,892</u>
<b>Deferred Outflows of Resources</b>				
Deferred Outflows				
Relating to Pension	2,375,521	1,964,437	-	-
Deferred Charges on Refunding of Debt	-	265	-	-
Total				
Deferred Outflows of Resources	<u>2,375,521</u>	<u>1,964,702</u>	<u>-</u>	<u>-</u>
<b>Liabilities</b>				
Long-Term Liabilities*	96,853,886	96,242,720	-	-
Other Liabilities	5,940,050	6,455,908	(6,989)	15,111
Total Liabilities	<u>102,793,936</u>	<u>102,698,628</u>	<u>(6,989)</u>	<u>15,111</u>
<b>Deferred Inflows of Resources</b>				
Deferred Inflows				
Relating to Pension	1,461,902	1,736,590	-	-
Total				
Deferred Inflows of Resources	<u>1,461,902</u>	<u>1,736,590</u>	<u>-</u>	<u>-</u>
<b>Net Position</b>				
Net Investment in				
Capital Assets	35,811,928	36,851,311	44,261	16,657
Restricted	51,087,176	72,156,818	-	-
Unrestricted*	(63,282,072)	(88,939,122)	1,390,514	1,067,380
Total Net Position	<u>\$ 23,617,032</u>	<u>\$ 20,069,007</u>	<u>\$ 1,434,775</u>	<u>\$ 1,084,037</u>

\*For the year ended June 30, 2024, Net Position and Long-Term Liabilities are restated for GASB 101 (See Note 20 for further detail).

The District's largest net position component is the Restricted portion as shown above. Restricted balances represent resources that are subject to external restrictions on how they may be used.

Restricted net position decreased \$21,069,642 from the prior year to \$51,087,176 at June 30, 2025.

Unrestricted net position may be used to meet the District's ongoing operating obligations to vendors, debtors and employees. The unrestricted net position includes the unassigned General Fund balance netted with the amount of long-term obligations that are not invested in capital assets. The (\$63,282,072) is shown as unrestricted net position for Governmental Activities.

The following table provides a summary of revenues and expenses for the District's governmental and business-type activities and the change in net position for June 30, 2025 and 2024. Significant variances in revenues and expenditures from year to year, and explanations thereof, are detailed in the 'Financial Analysis of the District's Funds' section later in this report.

	<b><u>June 30, 2025</u></b>		
	<u>Governmental</u>	<u>Business-Type</u>	<u>Total</u>
	<u>Activities</u>	<u>Activities</u>	
<b>Revenues:</b>			
Program Revenues:			
Charges for Services	\$ 1,496,272	\$ 1,403,512	\$ 2,899,784
Operating Grants and Contributions	11,493,239	410,392	11,903,631
General Revenues:			
Property Taxes	78,248,936	-	78,248,936
Federal and State Aid	6,990,272	-	6,990,272
Miscellaneous	3,754,916	50,867	3,805,783
Total Revenues	<u>101,983,635</u>	<u>1,864,771</u>	<u>103,848,406</u>
<b>Expenses:</b>			
Instructional Services	54,988,634	-	54,988,634
Support Services	40,861,466	1,744,777	42,606,243
Interest and Other Charges	2,585,510	-	2,585,510
Total Expenses	<u>98,435,610</u>	<u>1,744,777</u>	<u>100,180,387</u>
Change in Net Position	3,548,025	119,994	3,668,019
Net Position, Beginning (as Restated, Note 20)	20,069,007	1,314,781	21,383,788
Net Position, Ending	<u>\$ 23,617,032</u>	<u>\$ 1,434,775</u>	<u>\$ 25,051,807</u>

	<b><u>June 30, 2024</u></b>		
	Governmental	Business-Type	Total
	<u>Activities</u>	<u>Activities</u>	
<b>Revenues:</b>			
Program Revenues:			
Charges for Services	\$ 1,023,131	\$ 1,406,831	\$ 2,429,962
Operating Grants and Contributions	14,591,527	442,250	15,033,777
General Revenues:			
Property Taxes	75,128,468	-	75,128,468
Federal and State Aid	7,043,559	-	7,043,559
Miscellaneous	4,097,186	52,047	4,149,233
Total Revenues	<u>101,883,871</u>	<u>1,901,128</u>	<u>103,784,999</u>
<b>Expenses:</b>			
Instructional Services	56,506,694	-	56,506,694
Support Services	37,879,494	1,675,632	39,555,126
Interest and Other Charges	2,179,298	-	2,179,298
Total Expenses	<u>96,565,486</u>	<u>1,675,632</u>	<u>98,241,118</u>
Change in Net Position	5,318,385	225,496	5,543,881
Net Position, Beginning	25,238,418	1,089,285	26,327,703
Net Position, Ending	<u>\$ 30,556,803</u>	<u>\$ 1,314,781</u>	<u>\$ 31,871,584</u>

### **Financial Analysis of the District's Funds**

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental Funds.** The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. The unassigned fund balance is divided between designated balances and undesignated balances. The capital projects fund is restricted by state law to be spent for the purpose of the fund and is not available for spending at the District's discretion.

### **Financial Information at Fiscal Year-End**

The following schedule presents a summary of the general fund, special revenue fund, capital projects fund and debt service fund revenues for the fiscal year ended June 30, 2025 and 2024 and the amount and percentage of increases and (decreases) in relation to prior year revenues.

	<b><u>June 30, 2025</u></b>			
	Amount	Percent Of Total	Increase (Decrease) From 2024	Percent of Increase (Decrease)
Local Tax Levy	\$ 78,248,936	70.10%	\$ 3,120,468	4.15%
Tuition Charges	1,496,272	1.34%	473,141	46.24%
Miscellaneous	4,186,916	3.75%	(380,341)	-8.33%
State Sources	26,394,097	23.64%	362,001	1.39%
Federal Sources	1,304,381	1.17%	(1,597,959)	-55.06%
Total	<u>\$ 111,630,602</u>	<u>100.00%</u>	<u>\$ 1,977,310</u>	<u>1.80%</u>

**June 30, 2024**

	Amount	Percent Of Total	Increase (Decrease) From 2023	Percent of Increase (Decrease)
Local Tax Levy	\$ 75,128,468	68.51%	\$ 2,477,361	3.41%
Tuition Charges	1,023,131	0.93%	(91,380)	-8.20%
Miscellaneous	4,567,257	4.17%	3,577,177	361.30%
State Sources	26,032,096	23.74%	1,274,561	5.15%
Federal Sources	2,902,340	2.65%	794,008	37.66%
<b>Total</b>	<b>\$ 109,653,292</b>	<b>100.00%</b>	<b>\$ 8,031,727</b>	<b>7.90%</b>

The increase in the local tax levy is necessary to support the District's 2024 - 2025 general fund budget. Tuition charges decreased in 2024 - 2025 due to a decrease in the number of students received from other districts into the District's programs.

The following schedule presents a summary of the general fund, special revenue fund, capital projects fund, and debt service fund expenditures for the fiscal year ended June 30, 2025 and 2024 and the amount and percentage of increases and (decreases) in relation to prior year expenditures.

**June 30, 2025**

	Amount	Percent Of Total	Increase (Decrease) From 2024	Percent of Increase (Decrease)
Current Expenditures:				
Instruction	\$ 38,177,486	28.70%	\$ (316,079)	-0.82%
Undistributed	65,260,009	49.06%	2,110,028	3.34%
Capital Outlay	25,874,696	19.45%	18,283,897	240.87%
Debt Service:				
Principal	-	0.00%	(2,410,000)	-100.00%
Interest	3,703,414	2.78%	3,635,384	5343.80%
<b>Total</b>	<b>\$ 133,015,605</b>	<b>100.00%</b>	<b>\$ 21,303,230</b>	<b>19.07%</b>

**June 30, 2024**

	Amount	Percent Of Total	Increase (Decrease) From 2023	Percent of Increase (Decrease)
Current Expenditures:				
Instruction	\$ 38,493,565	34.46%	\$ 1,014,774	2.71%
Undistributed	63,149,981	56.53%	672,831	1.08%
Capital Outlay	7,590,799	6.79%	5,672,026	295.61%
Debt Service:				
Principal	2,410,000	2.16%	(247,224)	-9.30%
Interest	68,030	0.06%	(132,211)	-66.03%
<b>Total</b>	<b>\$ 111,712,375</b>	<b>100.00%</b>	<b>\$ 6,980,196</b>	<b>3.32%</b>

## General Fund Budgetary Highlights

Throughout the year, as necessary, budget transfers were effectuated between budget accounts to re-align the 2024-2025 budget. Budget transfers were effectuated based on expected positive and negative budget variances. The budget is continually managed and revised with budget transfers as necessary or practical to do so.

Significant Budget Transfers and Variations:

- TPAF, which is the state's contribution to the pension fund, is an "on-behalf" revenue and expenditure item to the district and is required to be reflected in the financial statements.
- Reallocations were made among the various salary budget accounts to reflect changes in the personnel budget for the 2024-2025 year.
- Transfers were made into purchased services for special education programs to provide funds for required additional services.

Based on the financial results of 2024-2025 unassigned fund balance decreased by \$479,913 to \$1,977,357 (2% required per S-1701, net of allowable adjustments).

**Proprietary Funds.** The District's proprietary fund provides the same type of information found in the district-wide financial statements, but in more detail.

The Food Services Enterprise Fund showed a change in net position of \$93,010 in 2024-2025 as compared to a change in net position of \$128,821 in 2023-2024. Operating revenues decreased by 4.34% in 2024-2025 while operating expenses decreased 2.98%. The food service incurred an operating loss of \$356,633 in 2024-2025, as compared to an operating loss of \$53,416 in 2023-2024. Funding from the State and Federal Government under the State and National Programs decreased \$31,858 from 2023-2024 to 2024-2025. The unrestricted net position of the food service program was \$1,033,161 and the restricted amount of Net Investment in Capital Assets totaled \$44,261 at June 30, 2025. Although the food service operation operating income is still a loss, the district has recognized an increase in Net Position in the current year due to nonoperating revenues. The District continues to consult with a food service advisor and maintains that the operating income will be profitable in the foreseeable future.

The Before and After School Programs Fund showed a change in net position of \$15,517 in 2024-2025 as compared to a change in net position of \$94,693 in 2023-2024. Operating revenues increased by 7.79% in 2024-2025 while operating expenses increased 34.66%. The Before and After School Program incurred an operating income of \$4,246 in 2024-2025, as compared to an operating income of \$82,770 in 2023-2024.

The Chromebook Enterprise Fund showed a change in net position of \$11,467 in 2024-2025. Operating revenues increased by \$9,277 in 2024-2025 while the fund has incurred operational expenses of \$0 in both 2023-2024 and 2024-2025. The Chromebook Enterprise Fund incurred an operating income of \$11,122 in 2024-2025, as compared to an operating income of \$1,845 in 2023-2024.

## Capital Assets

At June 30, 2025 the District has capital assets of \$67,422,071 net of depreciation, which includes land, construction in progress, land improvements, buildings/construction, machinery and equipment.

	<u>June 30, 2025</u>	
	Governmental Activities	Business-Type Activities
Land	\$ 534,652	\$ -
Construction In Progress	31,396,218	-
Land Improvements	31,702,792	-
Buildings/Construction	1,219,467	-
Machinery and Equipment	2,524,681	44,261
Total	<u>\$ 67,377,810</u>	<u>\$ 44,261</u>

	<u>June 30, 2024</u>	
	Governmental Activities	Business-Type Activities
Land	\$ 534,652	\$ -
Construction In Progress	7,549,048	-
Land Improvements	33,236,113	-
Buildings/Construction	177,662	-
Machinery and Equipment	2,211,642	16,657
Total	<u>\$ 43,709,117</u>	<u>\$ 16,657</u>

Additional information on the District's capital assets can be found in Note 5 to the basic financial statements.

### **Debt Administration and Other Obligations**

At June 30, 2025, the District's outstanding debt issues included \$66,599,000 of general obligation bonds (2023 school bonds), \$167,616 of financed purchases (2022 School Buses) and \$14,015,737 in compensated absences payable.

Additional information on the District's debt administration and other obligations can be found in Note 7 to the basic financial statements.

### **Economic Factors and Subsequent Year's Budgets**

- The District anticipates that the approved 2025-2026 budget will be adequate to satisfy all 2025-2026 financial needs, barring any significant unexpected situations or conditions unforeseen at this time.
- At this time it appears that it will be a challenge to sustain the level of surplus utilization the District has used in funding budgets in recent years. The excess surplus available for use in the 2025-2026 budget is \$-0-.
- It is expected the State of New Jersey will again delay the final state aid payments to school districts for 2025-2026.

### **Requests for Information**

This financial report is designed to provide a general overview of the Wall Township School District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Business Administrator/Board Secretary's Office, Wall Township Board of Education, 1620 18th Avenue, Wall, NJ 07719.

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**BASIC FINANCIAL STATEMENTS**

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**A. Government-Wide Financial Statements**

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**WALL TOWNSHIP BOARD OF EDUCATION**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2025**

	<b>GOVERNMENTAL</b>	<b>BUSINESS-TYPE</b>	
	<b>ACTIVITIES</b>	<b>ACTIVITIES</b>	<b>TOTAL</b>
<b>ASSETS:</b>			
Cash & Cash Equivalents	\$ 41,697,434	\$ 1,365,996	\$ 43,063,430
Receivables, Net (Note 4)	1,630,632	11,806	1,642,438
Inventory	-	5,723	5,723
Cash Held with Fiscal Agents	305,273	-	305,273
Restricted Cash & Cash Equivalents	14,486,200	-	14,486,200
Capital Assets, Net (Note 5)			
Non-Depreciable	31,930,870	-	31,930,870
Depreciable	35,446,940	44,261	35,491,201
Total Assets	125,497,349	1,427,786	126,925,135
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>			
Related to Pensions (Note 8)	2,375,521	-	2,375,521
Total Deferred Outflow of Resources	2,375,521	-	2,375,521
<b>LIABILITIES:</b>			
Accounts Payable	716,413	-	716,413
Due to Other Governments	1,566,374	-	1,566,374
Unearned Revenue	627,535	34,301	661,836
Accrued Interest	1,135,952	-	1,135,952
Payroll Deductions & Withholdings	542,719	-	542,719
Unemployment Liability	102,046	-	102,046
Internal Balances	41,290	(41,290)	-
Other Current Liabilities	1,207,721	-	1,207,721
Noncurrent Liabilities (Note 7):			
Due Within One Year	1,924,708	-	1,924,708
Due in More Than One Year	94,929,178	-	94,929,178
Total Liabilities	102,793,936	(6,989)	102,786,947
<b>DEFERRED INFLOWS OF RESOURCES:</b>			
Related to Pensions (Note 8)	1,461,902	-	1,461,902
Total Deferred Inflow of Resources	1,461,902	-	1,461,902
<b>NET POSITION:</b>			
Net Investment in Capital Assets	35,811,928	44,261	35,856,189
Restricted for:			
Capital Projects	48,640,657	-	48,640,657
Emergency Reserve	282,933	-	282,933
Maintenance Reserve	1,463,380	-	1,463,380
Unemployment Reserves	320,762	-	320,762
Scholarship Reserve	49,219	-	49,219
Student Activities Reserve	330,225	-	330,225
Unrestricted (Deficit)	(63,282,072)	1,390,514	(61,891,558)
Total Net Position	\$ 23,617,032	\$ 1,434,775	\$ 25,051,807

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

WALL TOWNSHIP BOARD OF EDUCATION  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2025

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction:						
Regular Instruction	\$ 34,953,237	\$ 1,496,272	\$ 4,717,601	\$ (28,739,364)	\$ -	\$ (28,739,364)
Special Education Instruction	15,496,006	-	1,629,716	(13,866,290)	-	(13,866,290)
Vocational Education	960,007	-	66,157	(893,850)	-	(893,850)
Other Instruction	1,560,287	-	164,095	(1,396,192)	-	(1,396,192)
School Sponsored Cocurricular/Athletics	2,019,097	-	139,142	(1,879,955)	-	(1,879,955)
Support Services:						
Student & Instruction Related Services	13,083,106	-	901,598	(12,181,508)	-	(12,181,508)
General Administrative	2,096,122	-	144,450	(1,951,672)	-	(1,951,672)
School Administrative Services	4,099,238	-	1,119,896	(2,979,342)	-	(2,979,342)
Central Services	1,376,114	-	94,832	(1,281,282)	-	(1,281,282)
Administrative Info. Technology	820,050	-	56,512	(763,538)	-	(763,538)
Plant Operations & Maintenance	11,126,420	-	778,307	(10,348,113)	-	(10,348,113)
Pupil Transportation	7,764,763	-	535,094	(7,229,669)	-	(7,229,669)
Transfer to Charter Schools	495,653	-	32,884	(462,769)	-	(462,769)
Interest & Other Charges	2,585,510	-	1,112,953	(1,472,557)	-	(1,472,557)
Total Governmental Activities	98,435,610	1,496,272	11,493,239	(85,446,099)	-	(85,446,099)
Business-Type Activities:						
Food Service	1,318,998	962,365	410,392	-	53,759	53,759
Before and After School Programs	425,779	430,025	-	-	4,246	4,246
Chromebooks	-	11,122	-	-	11,122	11,122
Total Business-Type Activities	1,744,777	1,403,512	410,392	-	69,127	69,127
Total Primary Government	\$ 100,180,387	\$ 2,899,784	\$ 11,903,631	(85,446,099)	69,127	(85,376,972)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes				75,674,851	-	75,674,851
Property Taxes, Levied for Debt Service				2,574,085	-	2,574,085
Federal & State Aid Not Restricted				6,990,272	-	6,990,272
Miscellaneous				3,754,916	50,867	3,805,783
Total General Revenues				88,994,124	50,867	89,044,991
Change In Net Position				3,548,025	119,994	3,668,019
Net Position - Beginning (as Restated, Note 20)				20,069,007	1,314,781	21,383,788
Net Position - Ending				\$ 23,617,032	\$ 1,434,775	\$ 25,051,807

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

**B. Fund Financial Statements**

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## **Governmental Funds**

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**WALL TOWNSHIP BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
JUNE 30, 2025**

	MAJOR FUNDS				TOTAL GOVERNMENTAL FUNDS
	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	
<b>ASSETS</b>					
Cash & Cash Equivalents	\$ -	\$ 987,190	\$ 40,710,244	\$ -	\$ 41,697,434
Cash Held with Fiscal Agents	305,273	-	-	-	305,273
Receivables, Net:					
Interfund Receivable	5,754,599	23,643	-	-	5,778,242
Due from Other Governments:					
Federal	3,986	16,031	-	-	20,017
State	1,335,720	-	-	-	1,335,720
Local	-	30,288	-	-	30,288
Other Receivables	149,000	95,607	-	-	244,607
Restricted Cash & Cash Equivalents	14,486,200	-	-	-	14,486,200
Total Assets	<u>\$ 22,034,778</u>	<u>\$ 1,152,759</u>	<u>\$ 40,710,244</u>	<u>\$ -</u>	<u>\$ 63,897,781</u>
<b>LIABILITIES &amp; FUND BALANCES</b>					
Liabilities:					
Accounts Payable	\$ 715,169	\$ 1,244	\$ -	\$ -	\$ 716,413
Intergovernmental Payable:					
State	-	38,199	-	-	38,199
Interfund Payable	40,381	147,227	5,631,924	-	5,819,532
Unearned Revenue	40,890	586,645	-	-	627,535
Other Current Liabilities	1,207,721	-	-	-	1,207,721
Payroll Deductions & Withholdings	542,719	-	-	-	542,719
Unemployment Liability	102,046	-	-	-	102,046
Total Liabilities	<u>2,648,926</u>	<u>773,315</u>	<u>5,631,924</u>	<u>-</u>	<u>9,054,165</u>
Fund Balances:					
Restricted for:					
Capital Reserve	13,562,337	-	-	-	13,562,337
Maintenance Reserve	1,463,380	-	-	-	1,463,380
Emergency Reserve	282,933	-	-	-	282,933
Unemployment Reserve	320,762	-	-	-	320,762
Scholarship Reserve	-	49,219	-	-	49,219
Student Activities Reserve	-	330,225	-	-	330,225
Capital Projects	-	-	9,430,534	-	9,430,534
Assigned to:					
Other Purposes	824,872	-	25,647,786	-	26,472,658
Designated for Subsequent Year's Expenditures	1,513,536	-	-	-	1,513,536
Unassigned	1,418,032	-	-	-	1,418,032
Total Fund Balances	<u>19,385,852</u>	<u>379,444</u>	<u>35,078,320</u>	<u>-</u>	<u>54,843,616</u>
Total Liabilities & Fund Balances	<u>\$ 22,034,778</u>	<u>\$ 1,152,759</u>	<u>\$ 40,710,244</u>	<u>\$ -</u>	
Amounts reported for <i>governmental activities</i> in the statement of net position (A-1) are different because:					
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$109,762,150 and the accumulated depreciation is \$42,384,340.					67,377,810
Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refunding are applicable to future reporting periods and therefore are not reported in the funds.					
Deferred Outflows Related to Pensions					2,375,521
Deferred Inflows Related to Pensions					(1,461,902)
Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported as a liability in the funds.					(1,135,952)
Accrued pension contributions for the June 30, 2025 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.					(1,528,175)
Long-term liabilities, including net pension liability and bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.					(96,853,886)
Net Position of Governmental Activities					<u>\$ 23,617,032</u>

**WALL TOWNSHIP BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
YEAR ENDED JUNE 30, 2025**

	MAJOR FUNDS				TOTAL GOVERNMENTAL FUNDS
	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	
Revenues:					
Local Sources:					
Local Tax Levy	\$ 75,674,851	\$ -	\$ -	\$ 2,574,085	\$ 78,248,936
Tuition Charges	1,496,272	-	-	-	1,496,272
Miscellaneous	3,754,916	432,000	-	-	4,186,916
Total Local Sources	80,926,039	432,000	-	2,574,085	83,932,124
State Sources	25,116,269	164,875	-	1,112,953	26,394,097
Federal Sources	23,299	1,281,082	-	-	1,304,381
Total Revenues	106,065,607	1,877,957	-	3,687,038	111,630,602
Current Expenditures:					
Instruction:					
Regular Instruction	23,171,801	1,040,552	-	-	24,212,353
Special Education Instruction	10,736,389	-	-	-	10,736,389
Vocational Education	692,090	-	-	-	692,090
Other Instruction	1,081,043	-	-	-	1,081,043
School Sponsored CoCurricular/Athletics	1,455,611	-	-	-	1,455,611
Support Services:					
Attendance & Social Work Services	778,870	-	-	-	778,870
Health Services	857,554	-	-	-	857,554
Student & Instruction Related Services	6,994,079	801,393	-	-	7,795,472
General Administrative	1,511,140	-	-	-	1,511,140
School Administrative Services	2,955,230	-	-	-	2,955,230
Central Services	992,071	-	-	-	992,071
Administrative Information Technology	591,192	-	-	-	591,192
Plant Operations & Maintenance	8,142,117	-	-	-	8,142,117
Pupil Transportation	5,597,787	-	-	-	5,597,787
Unallocated Benefits	17,526,800	-	-	-	17,526,800
On Behalf TPAF Pension and Social Security Contributions	18,149,296	-	-	-	18,149,296
Transfer to Charter Schools	362,480	-	-	-	362,480
Capital Outlay	999,269	-	24,875,427	-	25,874,696
Debt Service:					
Interest & Other Charges	7,780	-	-	3,695,634	3,703,414
Total Expenditures	102,602,599	1,841,945	24,875,427	3,695,634	133,015,605
Excess/(Deficiency) of Revenues Over Expenditures	3,463,008	36,012	(24,875,427)	(8,596)	(21,385,003)
Net Changes in Fund Balances	3,463,008	36,012	(24,875,427)	(8,596)	(21,385,003)
Fund Balance, July 1	15,922,844	343,432	59,953,747	8,596	76,228,619
Fund Balance, June 30	\$ 19,385,852	\$ 379,444	\$ 35,078,320	\$ -	\$ 54,843,616

**WALL TOWNSHIP BOARD OF EDUCATION  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2025**

Total Net Changes in Fund Balances - Governmental Funds (B-2)	\$	(21,385,003)
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 depreciation exceeded capital outlays in the period.		
Depreciation Expense	\$	(2,206,003)
Capital Outlays		<u>25,874,696</u>
		23,668,693
Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period.		
		1,251,335
Repayment of long-term debt principal and obligation of financed purchase agreements are 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.		
		167,616
Governmental funds report the effect of premiums, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these transactions is as follows:		
Amortization of Loss on Bond Refunding		<u>(265)</u>
		(265)
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. The accrued interest is an addition in the reconciliation (+).		
		1,118,169
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		
		<u>(1,272,520)</u>
Change in Net Position of Governmental Activities		<u><u>3,548,025</u></u>

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## **Proprietary Funds**

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**WALL TOWNSHIP BOARD OF EDUCATION  
 PROPRIETARY FUNDS  
 STATEMENT OF NET POSITION  
 JUNE 30, 2025**

	<b>MAJOR FUNDS</b>			<b>TOTALS</b>
	<b>FOOD SERVICE</b>	<b>BEFORE AND AFTER SCHOOL PROGRAMS</b>	<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS CHROME BOOKS</b>	
<b>ASSETS</b>				
Current Assets:				
Cash & Cash Equivalents	\$ 1,049,440	\$ 300,056	\$ 16,500	\$ 1,365,996
Accounts Receivable:				
Federal	10,877	-	-	10,877
State	774	-	-	774
Allowance for Uncollectible Accounts Receivable	-	155	-	155
Interfund Receivable	-	41,290	-	41,290
Inventories	5,723	-	-	5,723
<b>Total Current Assets</b>	<b>1,066,814</b>	<b>341,501</b>	<b>16,500</b>	<b>1,424,815</b>
Noncurrent Assets:				
Capital Assets	629,439	-	-	629,439
Less: Accumulated Depreciation	(585,178)	-	-	(585,178)
<b>Total Capital Assets, Net</b>	<b>44,261</b>	<b>-</b>	<b>-</b>	<b>44,261</b>
<b>Total Noncurrent Assets</b>	<b>44,261</b>	<b>-</b>	<b>-</b>	<b>44,261</b>
<b>Total Assets</b>	<b>\$ 1,111,075</b>	<b>\$ 341,501</b>	<b>\$ 16,500</b>	<b>\$ 1,469,076</b>
<b>LIABILITIES</b>				
Current Liabilities:				
Unearned Revenue	\$ 33,651	\$ 650	\$ -	\$ 34,301
<b>Total Current Liabilities</b>	<b>33,651</b>	<b>650</b>	<b>-</b>	<b>34,301</b>
<b>NET POSITION</b>				
Investment in Capital Assets	44,261	-	-	44,261
Unrestricted	1,033,163	340,851	16,500	1,390,514
<b>Total Net Position</b>	<b>\$ 1,077,424</b>	<b>\$ 340,851</b>	<b>\$ 16,500</b>	<b>\$ 1,434,775</b>

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

**WALL TOWNSHIP BOARD OF EDUCATION  
PROPRIETARY FUNDS  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION  
YEAR ENDED JUNE 30, 2025**

	MAJOR FUND			TOTALS
	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			
	FOOD SERVICE	BEFORE AND AFTER SCHOOL PROGRAMS	CHROME BOOKS	
Operating Revenues:				
Charges for Services:				
Daily Sales - Non-Reimbursable Programs	\$ 949,151	\$ -	\$ -	\$ 949,151.00
Program Fees	-	422,775	-	422,775
Miscellaneous	13,214	7,250	11,122	31,586
Total Operating Revenues	962,365	430,025	11,122	1,403,512
Operating Expenses:				
Cost of Sales - Reimbursable Programs	484,123	-	-	484,123
Cost of Sales - Non Reimbursable	71,836	-	-	71,836
Salaries	549,230	272,642	-	821,872
Employee Benefits	134,068	53,376	-	187,444
Supplies and Materials	43,586	3,635	-	47,221
Depreciation	3,558	-	-	3,558.00
Purchased Property Services	-	95,626	-	95,626
Other	32,597	500	-	33,097
Total Operating Expenses	1,318,998	425,779	-	1,744,777
Operating Income/(Loss)	(356,633)	4,246	11,122	(341,265)
Nonoperating Revenues (Expenses):				
State Sources:				
State School Lunch Program	19,464	-	-	19,464
State School Breakfast Program	912	-	-	912
EBT Administrative Cost - State	321	-	-	321
Federal Sources:				
National School Lunch Program	252,633	-	-	252,633
National School Breakfast Program	34,119	-	-	34,119
Food Distribution Program	102,621	-	-	102,621
EBT Administrative Cost - Federal	322	-	-	322
Interest Revenue	39,251	11,271	345	50,867
Total Nonoperating Revenues/(Expenses)	449,643	11,271	345	461,259
Change in Net Position	93,010	15,517	11,467	119,994
Total Net Position - Beginning	984,414	325,334	5,033	1,314,781
Total Net Position - Ending	\$ 1,077,424	\$ 340,851	\$ 16,500	\$ 1,434,775

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

**WALL TOWNSHIP BOARD OF EDUCATION  
PROPRIETARY FUNDS  
STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2025**

	MAJOR FUND			TOTALS
	FOOD SERVICE	BEFORE AND AFTER SCHOOL PROGRAMS	CHROME BOOKS	
			BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS	
Cash Flows From Operating Activities:				
Receipts from Customers	\$ 965,341	\$ 404,140	\$ 11,122	\$ 1,380,603
Payments to Employees	(549,230)	(272,642)	-	(821,872)
Payments for Employee Benefits	(134,068)	(53,376)	-	(187,444)
Payments to Suppliers	(530,235)	(99,761)	-	(629,996)
Net Cash Provided by/(Used for) Operating Activities	(248,192)	(21,639)	11,122	(258,709)
Cash Flows From Noncapital Financing Activities:				
State Sources	20,697	-	-	20,697
Federal Sources	287,074	-	-	287,074
Net Cash Provided by/(Used for) Noncapital Financing Activities	307,771	-	-	307,771
Cash Flows From Capital and Related Financing Activities:				
Capital Assets	(31,162)	-	-	(31,162)
Net Cash Provided by/(Used for) Capital and Related Financing Activities	(31,162)	-	-	(31,162)
Cash Flows From Investing Activities:				
Interest	39,251	11,271	345	50,867
Net Cash Provided by/(Used for) Investing Activities	39,251	11,271	345	50,867
Net Increase/(Decrease) in Cash & Cash Equivalents	67,668	(10,368)	11,467	68,767
Balances - Beginning of Year	981,772	310,424	5,033	1,297,229
Balances - End of Year	\$ 1,049,440	\$ 300,056	\$ 16,500	\$ 1,365,996
<b>Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:</b>				
Operating Income/(Loss)	\$ (356,633)	\$ 4,246	\$ 11,122	\$ (341,265)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:				
Depreciation	3,558	-	-	3,558
Food Distribution Program	102,621	-	-	102,621
(Increase)/Decrease in Accounts Receivable, Net	(809)	-	-	(809)
(Increase)/Decrease in Inventories	(714)	-	-	(714)
Increase/(Decrease) in Unearned Revenue	3,785	(25,885)	-	(22,100)
Total Adjustments	108,441	(25,885)	-	82,556
Net Cash Provided/(Used) by Operating Activities	\$ (248,192)	\$ (21,639)	\$ 11,122	\$ (258,709)

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

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**Fiduciary Fund**  
*Not Applicable*

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**WALL TOWNSHIP BOARD OF EDUCATION**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2025**

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**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025**

**Note 1. Summary of Significant Accounting Policies**

**Basis of Presentation**

The financial statements of the Wall Township School District (hereafter referred to as the “School District”) have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations).

**Reporting Entity**

The School District is a Type II district located in the County of Monmouth, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members appointed to three-year terms. These terms are staggered so that three members’ terms expire each year. The District provides a full range of educational services appropriate to grades levels K through 12. These include regular, vocational, as well as special education for handicapped youngsters. The School District has an approximate enrollment at June 30, 2025 of 3,163 students.

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

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

There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the School District is not includable in any other reporting entity on the basis of such criteria.

**Component Units**

GASB Statement No.14, *The Financial Reporting Entity* , provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units* , and GASB Statement No. 61, *The Financial Reporting Entity: Omnis – an Amendment of GASB Statements No. 14 and No. 34* , GASB Statement No. 80, *Blending Requirements for certain component Units - an Amendment of GASB Statement No. 14* and GASB Statement No. 97, *Certain Component Unit Criteria and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plan- an Amendment of GASB Statements No. 14 and No. 84* . The School District had no component units as of for the year ended June 30, 2025.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

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

**Basis of Accounting, Measurement Focus and Financial Statement Presentation**

The accounts of the School District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

**A. Government-Wide Financial Statements**

The School District's Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the School District accompanied by a total column. Fiduciary activities of the School District are not included in these statements.

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the School District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the School District are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes.

Certain eliminations have been made to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

**B. Governmental Fund Financial Statements**

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. The School District has presented all major funds that met those qualifications.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

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

All governmental funds are accounted for on a spending or “current financial resources” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. (The School District’s deferred outflows of resources and deferred inflows of resources are noncurrent.) The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the School District, are property tax and intergovernmental revenues. Expenditures are recorded in the accounting period in which the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under financed purchases are reported as other financing sources.

Interest on invested funds is recognized when earned. Intergovernmental revenues that are reimbursements for specific purposes or projects are recognized in the period in which the expenditures are recorded. All other revenue items are considered to be measurable and available only when cash is received by the School District. Transfers between governmental funds are recorded when the related liability is incurred. These transfers do not represent revenues (expenditures) to the School District and are, therefore, reported as other financing sources (uses) in the governmental fund financial statements.

Since the fund level statements are presented using a different measurement focus and basis of accounting than the government-wide statements, a reconciliation is presented on the page following each fund level statement that summarizes the adjustments necessary to convert the fund level statements into the government-wide presentations.

The School District funds outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted resources are available for use, it is the School District’s policy to use restricted resources first, then unrestricted resources as they are needed. In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the School District’s policy to consider restricted fund balance to have been depleted before any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

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

The School District reports the following major governmental funds:

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

As required by the New Jersey Department of Education the School District includes budgeted capital outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, interest earnings and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment.

**Special Revenue Fund** - The special revenue fund is used to account for the proceeds of specific revenue from state and federal government, other than major capital projects, debt service or proprietary funds, and local appropriations that are restricted or committed to expenditures for specified purposes.

**Capital Projects Fund** - The capital projects fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for the acquisition of construction of major capital facilities, other than those financed by proprietary funds. The financial resources are derived from New Jersey School Development Authority grants, temporary notes, financed purchases, or serial bonds that are specially authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

**Debt Service Fund** - The debt service fund is used to account for the accumulation of financial resources that are restricted, committed, or assigned to an expenditure for the payment of general long-term debt principal, interest and related costs of governmental funds.

**C. Proprietary Fund Financial Statements**

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and for the non-major funds aggregated.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

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

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities (whether current or noncurrent), and deferred inflows of resources are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

The School District reports the following major proprietary funds:

**Food Service Fund** – The food service fund accounts for the financial transactions related to the food service operations of the School District.

**Before & After School Programs Fund** – The before and after school programs fund accounts for the activities of the School District's before and after school program which provides summer classes to students in preparation for the upcoming school year and other before and after school programs.

**D. Fiduciary Fund Financial Statements**

Fiduciary fund financial statements include a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position. The School District's fiduciary funds include Custodial Funds, which are used to report fiduciary activities where the School District controls assets that are collected on behalf of other entities. These assets are not held in a trust and are distributed in accordance with applicable policies. The Custodial Funds are accounted for on a spending or “economic resources” measurement focus and the accrual basis of accounting in accordance with GASBS No. 84, *Fiduciary Activities* .

The School District has no fiduciary funds.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

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

**Budgets/Budgetary Control**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office. In accordance with P.L.2011 c.202, which became effective January 17, 2012, the School District eliminated the April annual voter referendum on budgets which met the statutory tax levy cap limitations and the board of education members are elected at the November general election. 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(f)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23-2-11.

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

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

The budget, as detailed on Exhibit C-1, Exhibit C-2, and Exhibit I-3, includes all amendments to the adopted budget, if any.

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounts as presented in the general fund budgetary comparison schedules and the special revenue fund budgetary comparison schedule to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds. Note that the School District does not report encumbrances outstanding at fiscal year-end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the last state aid payments.

**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 assigned fund balances at fiscal year-end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

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

Open encumbrances in the special revenue fund for which the School District has received advances are reflected in the balance sheet as a reduction of the accounts receivables or as unearned revenue at fiscal year-end.

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

**Cash, Cash Equivalents and Investments**

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

Investments are stated at fair value in accordance with Governmental Accounting Standards Board (GASB). New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. N.J.S.18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

*N.J.S.A.17:9-41* et. Seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act (“GUDPA”). GUDPA was enacted in 1970 to protect governmental units from loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the governmental units.

For purposes of the statement of cash flows, the School District considers all highly liquid investments (including restricted assets) with a maturity when purchased of three months or less and all local government investment pools to be cash equivalents.

**Tuition Receivable/Payable**

Tuition rates were established by the receiving School District based on estimated costs. The charges are subject to adjustment when the actual costs are determined.

**Inventories**

Inventories are valued at cost, using the first-in/first-out (FIFO) method. The costs of inventories are recorded as expenditures when consumed rather than when purchased.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

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

**Restricted Assets**

Certain assets are classified as restricted on the balance sheet because they are maintained in separate bank accounts held by fiscal agents and their use is limited by Lease-Purchase Agreements and working capital amounts stipulated by health insurance agreements.

**Interfund Receivables/Payables**

Interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the School District and that are due within one year. As previously mentioned, these amounts are eliminated in the governmental and business-type columns of the Statement of Net Position, except for the net residual amounts due between governmental and business-type activities, which are presented as Internal Balances in the Statement of Net Position.

**Capital Assets**

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Purchased or constructed assets are recorded at actual cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at acquisition value. All reported capital assets except land and construction in progress are depreciated. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. The School District does not possess any infrastructure. The School District has established a threshold of \$2,000 for capitalization of depreciable assets.

Capital assets of the School District are depreciated or amortized using the straight-line method over the following estimated useful lives:

Description	Governmental Activities Estimated Lives
Land Improvements	15-20 Years
Buildings	40
Building Improvements	20 Years
Heavy Equipment	10-20 Years
Furniture and Equipment	6-10 Years
Computer Equipment	5 Years

**Compensated Absences**

Compensated absences are those absences for which employees will be paid, such as vacation, sick leave and sabbatical leave. In accordance with GASB Statement No. 101, *Compensated Absences*, liabilities for compensated absences are recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. The liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

The entire compensated absences liability is reported on the government-wide financial statements and proprietary fund financial statements. Compensated absences liability is not recorded in the governmental funds. Instead expenditures are recognized in the governmental funds as payments come due each period, for example, as a result of resignations or retirements.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

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

**Unearned Revenue**

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied and is recorded as a liability until the revenue is both measureable and the School District is eligible to realize the revenue.

**Accrued Liabilities and Long-Term Obligations**

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, government fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds, are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources.

**Accounting Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumption that affect certain reported amounts reported in the financial statements and accompanying note disclosures. Actual results could differ from those estimates.

**Interfund Activity**

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in proprietary funds. Reimbursements from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

**Deferred Outflows and Deferred Inflows of Resources**

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

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

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

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

**Deferred Loss on Refunding Debt**

Deferred loss on refunding debt arising from the issuance of the refunding bonds is recorded as deferred outflows of resources. It is amortized in a systematic and rational manner over the shorter of the duration of the related debt or the new debt issues as a component of interest expense.

**Bond Premiums, Discounts and Issuance Costs**

In the government-wide financial statements and in the proprietary fund financial statements, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed when bonds are issued.

In governmental fund financial statements, bond premiums and discounts, as well as debt issuance costs are recognized in the current period. The face amount of the debt is reported as other financing sources. Premiums received on debt issuance are also reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds, are reported as debt service expenditures.

**Pensions**

For purposes of measuring the net pension and other post-employment benefits liabilities, deferred outflows of resources and deferred inflows of resources related to pensions and other post-employment benefits, and pension and other post-employment benefits expenses, information about the fiduciary net position of the Public Employees' Retirement System (PERS), the Teacher's Pension and Annuity Fund (TPAF), the Other Post-Employment Benefits (OPEB) and additions to/deductions from the PERS's, TPAF's and OPEB's fiduciary net position have been determined on the same basis as they are reported by the plan. For these purposes, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**Fund Balance**

In accordance with Government Accounting Standards Board 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, fund balances in the governmental funds financial statements are classified into the following five categories, as defined below:

Non-spendable – This 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. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.

Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

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

Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These 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) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

Assigned – This classification includes amounts that are constrained by the School District’s intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process.

Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, it is the School District’s policy to consider restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, it is the School District’s policy to consider amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board has provided otherwise in its commitment or assignment actions.

**Net Position**

Net position, represents the difference between 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 components represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for acquisition, construction, or improvement of those assets.

Restricted – This component of 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 – This component of net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

**Subsequent Events**

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2025 and December 23, 2025, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

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

**Impact of Recently Issued Accounting Principles**

Adopted Accounting Pronouncements

- Statement No. 101, *Compensated Absences*. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023. Implementation of this Statement resulted in a prior period adjustment and additional footnotes. See Note 14 and Note 20 for further detail.
- Statement No. 102, *Certain Risk Disclosures*. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024. Management has determined the implementation of this Statement did not have a significant impact on the District's financial statements.

Accounting Pronouncements Effective in Future Reporting Periods

- Statement No. 103, *Financial Reporting Model Improvements*. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025.
- Statement No. 104, *Disclosure of Certain Capital Assets*. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025.

Management has not yet determined the the potential impact on the District's financial statements.

**Note 2. Deposits and Investments**

**Deposits**

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board's deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity fund or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2025, the School District's bank balance of \$67,119,859 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$	64,303,604
Uninsured and Uncollateralized		2,816,255
Total	\$	67,119,859

**Investments**

The School District had no investments at June 30, 2025.

**Note 3. Reserve Accounts**

Capital Reserve

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

Funds placed in the capital reserve account are restricted to capital projects in the School District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a School District may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A School District may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant *N.J.S.A.19:60-2*. Pursuant to *N.J.A.C.6:23A-14.1(g)*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 3. Reserve Accounts (Continued)**

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

Beginning Balance, July 1, 2024	\$	9,911,336
Increased by:		
Interest Earnings		10,000
Deposits Approved by Board		4,641,001
		14,562,337
Decreased by:		
Budget Withdrawals		1,000,000
		1,000,000
Ending Balance, June 30, 2025	\$	13,562,337

Maintenance Reserve

A maintenance reserve account was established by the District. The accumulation of funds will be used for required maintenance of school facilities expenditures in subsequent fiscal years. The maintenance reserve is maintained in the General Fund and its activity is included in the General Fund annual budget.

Funds placed in the maintenance reserve account are restricted to required maintenance activities for a school facility as reported in the comprehensive maintenance plan. A School District may increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. The balance in the account cannot at any time exceed four percent of the replacement cost of the school district's school facilities for the current year.

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

Beginning Balance, July 1, 2024	\$	1,353,262
Increased by:		
Interest Earnings		3,500
Deposits Approved by Board		806,618
		2,163,380
Decreased by:		
Budget Withdrawals		700,000
		700,000
Ending Balance, June 30, 2025	\$	1,463,380

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 3. Reserve Accounts (Continued)**

Emergency Reserve

An emergency reserve account was established by the School District. The accumulation of funds will be used to finance unanticipated General Fund expenditures required for a thorough and efficient education in subsequent fiscal years.

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

Beginning Balance, July 1, 2024	\$	282,433
Increased by:		
Interest Earnings		500
Ending Balance, June 30, 2025	\$	282,933

Unemployment Claim Reserve

Unemployment Claim Reserve funds are restricted pursuant to N.J.S.A. 43:21-7.3(g), which requires that employer and employee contributions be held in a trust fund maintained by the governmental entity or instrumentality for unemployment benefit cost purposes and any surplus remaining in this trust fund must be retained in reserve for payment of benefit costs in subsequent years.

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

Beginning Balance, July 1, 2024	\$	304,012
Increased by:		
Interest Earnings		16,750
Ending Balance, June 30, 2025	\$	320,762

**Note 4. Accounts Receivable**

Accounts receivable at June 30, 2025 consisted of accounts and intergovernmental grants. All receivables are considered collectible in full due to the stable condition of state and federal programs, the current fiscal year guarantee of federal funds and the budgetary control of New Jersey governmental entities. Accounts receivable in the School District's governmental and business-type activities as of June 30, 2025, consisted of the following:

<u>Description</u>	Governmental Funds		Total Governmental Activities
	<u>General Fund</u>	Special Revenue <u>Fund</u>	
Federal Awards	\$ 3,986	\$ 16,031	\$ 20,017
State Awards	1,335,720	-	1,335,720
Other	149,000	125,895	274,895
Total	\$ 1,488,706	\$ 141,926	\$ 1,630,632

<u>Description</u>	Proprietary Funds		Total Business-Type Activities
	<u>Food Service Fund</u>	Before And After School Programs <u>Fund</u>	
Federal Awards	\$ 10,877	\$ -	\$ 10,877
State Awards	774	-	774
Other	-	155	155
Total	\$ 11,651	\$ 155	\$ 11,806

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 5. Capital Assets**

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

	Governmental Activities			
	Balance July 1, <u>2024</u>	<u>Additions</u>	<u>Retirements and Transfers</u>	Balance June 30, <u>2025</u>
<b>Governmental Activities:</b>				
Capital assets not being depreciated:				
Land	\$ 534,652	\$ -	\$ -	\$ 534,652
Construction in Progress	7,549,048	24,826,024	(978,854)	31,396,218
Total Capital Assets not being depreciated	<u>8,083,700</u>	<u>24,826,024</u>	<u>(978,854)</u>	<u>31,930,870</u>
Capital Assets being depreciated:				
Buildings and Building Improvements	61,424,373	-	-	61,424,373
Improvements Other Than Buildings	2,280,531	86,631	978,854	3,346,016
Machinery and Equipment	12,098,850	962,041	-	13,060,891
Total Capital Assets being depreciated	<u>75,803,754</u>	<u>1,048,672</u>	<u>978,854</u>	<u>77,831,280</u>
Less: Accumulated Depreciation:				
Buildings and Building Improvements	(28,188,260)	(1,533,321)	-	(29,721,581)
Improvements Other Than Buildings	(2,102,869)	(23,680)	-	(2,126,549)
Machinery and Equipment	(9,887,208)	(649,002)	-	(10,536,210)
Total Accumulated Depreciation	<u>(40,178,337)</u>	<u>(2,206,003)</u>	<u>-</u>	<u>(42,384,340)</u>
Total Capital Assets being depreciated, net	<u>35,625,417</u>	<u>(1,157,331)</u>	<u>978,854</u>	<u>35,446,940</u>
Total Governmental Activities Capital Assets, net	<u>\$ 43,709,117</u>	<u>\$ 23,668,693</u>	<u>\$ -</u>	<u>\$ 67,377,810</u>
<b>Business-Type Activities</b>				
	Balance July 1, <u>2024</u>	<u>Additions</u>	<u>Retirements and Transfers</u>	Balance June 30, <u>2025</u>
<b>Business-Type Activities:</b>				
Machinery and Equipment	\$ 598,277	\$ 31,162	\$ -	\$ 629,439
Total Capital Assets being depreciated	<u>598,277</u>	<u>31,162</u>	<u>-</u>	<u>629,439</u>
Less: Accumulated Depreciation:				
Machinery and Equipment	(581,620)	(3,558)	-	(585,178)
Total Capital Assets being depreciated, net	<u>(581,620)</u>	<u>(3,558)</u>	<u>-</u>	<u>(585,178)</u>
Total Business-Type Activities Capital Assets, net	<u>\$ 16,657</u>	<u>\$ 27,604</u>	<u>\$ -</u>	<u>\$ 44,261</u>

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 5. Capital Assets (Continued)**

Depreciation expense was charged to functions/programs of the School District as follows:

Governmental Activities

Instruction:

Regular Instruction	\$	788,845
Special Education Instruction		349,528
Vocational Education		22,531
Other Instruction		35,194
School Sponsored Cocurricular/Athletics		47,388

Support Services:

Student & Instruction Related Services		307,060
General Administrative		49,196
School Administrative Services		96,209
Central Services		32,297
Administrative Info. Technology		19,247
Plant Operations & Maintenance		265,070
Pupil Transportation		182,238
Transfer to Charter Schools		11,200

Total Depreciation Expense - Governmental Activities	\$	2,206,003
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Business-Type Activities

Food Service Fund	\$	3,558
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Total Depreciation Expense - Business-Type Activities	\$	3,558
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**Note 6. Interfund Receivables, Payables and Transfers**

Individual fund receivables/payables balances at June 30, 2025 are as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 5,754,599	\$ 40,381
Special Revenue Fund	23,643	147,227
Capital Projects Fund	-	5,631,924
Before and After-School Programs	41,290	-
	\$ 5,819,532	\$ 5,819,532

The interfund receivables and payables above predominately resulted from payment made by certain funds on behalf of other funds. All interfund balances are expected to be repaid within one year.

There were no interfund transfers for the year ended June 30, 2025.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 7. Long-Term Obligations**

During the fiscal year-ended June 30, 2025 the following changes occurred in long-term obligations for the governmental and business-type activities:

	Balance			Balance	Balance
	<u>July 1, 2024</u>	<u>Additions</u>	<u>Reductions</u>	<u>June 30, 2025</u>	<u>Due Within</u>
					<u>One Year</u>
Bonds Payable	\$ 66,599,000	\$ -	\$ -	\$ 66,599,000	\$ 1,879,000
Financed Purchases Payable	212,818	-	167,616	45,202	45,202
Compensated Absences (as Restated, Note 20)	12,743,217	1,272,520	-	14,015,737	-
Net Pension Liability	16,687,685	2,583,936	3,077,674	16,193,947	-
	<u>\$ 96,242,720</u>	<u>\$ 3,856,456</u>	<u>\$ 3,245,290</u>	<u>\$ 96,853,886</u>	<u>\$ 1,924,708</u>

For governmental activities, the bonds payable are liquidated from the School District's debt service fund. Compensated absences, finance purchases and the net pension liability are liquidated by the general fund.

**Bonds Payable**

The voters of the municipality through referendums authorize bonds in accordance with State Law. All bonds are retired in serial installments within the statutory period of usefulness.

During July 2023, the School District issued \$66,599,000 of School Bonds. The School Bonds were issued at interest rates varying from 3.000% to 4.000% and matures on July 15, 2048.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 7. Long-Term Obligations (Continued)**

Fiscal Year Ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 1,879,000	\$ 2,449,335	\$ 4,328,335
2027	1,900,000	2,392,650	4,292,650
2028	1,940,000	2,335,050	4,275,050
2029	1,970,000	2,276,400	4,246,400
2030	2,040,000	2,276,400	4,316,400
2031-2035	11,355,000	10,436,325	21,791,325
2036-2040	13,740,000	8,311,200	22,051,200
2041-2045	16,775,000	5,390,000	22,165,000
2046-2049	15,000,000	1,872,500	16,872,500
	<u>\$ 66,599,000</u>	<u>\$ 37,739,860</u>	<u>\$ 104,338,860</u>

**Finance Purchases Payable**

The School District has finance purchase agreements for buses and equipment. All finance purchase agreements are for terms of five years. The following is a schedule of the remaining future minimum payments under these finance purchase agreements and the present value of the net minimum payments at June 30, 2025:

Fiscal Year Ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2027	\$ 45,202	\$ 506	\$ 45,708
	<u>\$ 45,202</u>	<u>\$ 506</u>	<u>\$ 45,708</u>

Amortization of the financed equipment and improvements under capital assets is included with depreciation expense.

**Bonds Authorized but not Issued**

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

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans**

**A. Public Employees' Retirement System (PERS)**

**Plan Description** - The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PERS, please refer to Division's Annual Comprehensive Financial Report (ACFR) which can be found at <http://www.nj.gov/treasury/pensions/financial-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:

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

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

**Contributions** - The contribution policy for PERS is set by *N.J.S.A. 43:15A* and requires contributions by active members and contributing 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.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans (Continued)**

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.

**Pension Liability, Pension Expense/ (Benefit) and Deferred Outflows/Inflows of Resources** -At June 30, 2025, the School District reported a liability of \$16,193,947 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2023. The School District's proportion measured as of June 30, 2024, was 0.11918%, which was a decrease of 0.00397% from its proportion measured as of June 30, 2023.

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

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between Expected and Actual Experience	\$ 324,395	\$ 43,113
Changes of Assumptions	20,118	184,250
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	750,869
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	502,833	483,670
School District contributions subsequent to measurement date	1,528,175	-
	\$ 2,375,521	\$ 1,461,902

\$1,528,175 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is estimated based on unadjusted 2024-2025 total salaries for PERS employees multiplied by an employer pension contribution rate of 15.98%. The payable is due on April 1, 2026 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans (Continued)**

<b>Year Ending June 30,</b>		
2026	\$	(683,722)
2027		535,843
2028		(302,244)
2029		(172,863)
2030		8,430
	<u>\$</u>	<u>(614,556)</u>

**Special Funding Situation** – Under N.J.S.A. 43:15A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the State, are Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001.

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

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

Additionally, the State has no proportionate share of the PERS net pension liability attributable to the District as of June 30, 2025. At June 30, 2025, the State’s proportionate share of the employer pension expense and related revenue, associated with the District, calculated by the plan as of the June 30, 2024 measurement date was \$52,209.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans (Continued)**

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

Inflation Rate	2.75%
Wage Rate	3.25%
Salary Increases:	
	2.75 - 6.55%
	Based on Years of Service
Investment Rate of Return	7.00%

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

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:

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans (Continued)**

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00%	8.63%
Non-U.S. Developed Markets Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging Markets Equity	5.50%	10.66%
Private Equity	13.00%	12.40%
Real Estate	8.00%	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%
	<u>100.00%</u>	

**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 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 School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate** - The following presents the School District's proportionate share of the net pension liability as of June 30, 2024, calculated using the discount rate of 7.00% as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans (Continued)**

	<b>At 1% Decrease <u>(6.00%)</u></b>	<b>At Current Discount Rate <u>(7.00%)</u></b>	<b>At 1% Increase <u>(8.00%)</u></b>
School District's Proportionate Share of the Net Pension Liability	\$ 21,698,901	\$ 16,193,947	\$ 11,761,577

**Additional Information** - The following is a summary of the collective balances of the local group at June 30, 2025 and 2024:

	<u>6/30/2025</u>	<u>6/30/2024</u>
Collective Deferred Outflows of Resources	\$ 1,079,580,780	\$ 1,080,204,730
Collective Deferred Inflows of Resources	1,611,322,898	1,780,216,457
Collective Net Pension Liability	13,702,423,985	14,606,489,066
School District's portion	0.11918%	0.11521%

**B. Teachers' Pension and Annuity Fund (TPAF)**

**Plan Description** - The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF) is a cost sharing multiple-employer defined benefit pension plan with a special-funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. TPAF is administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about TPAF, please refer to Division's Annual Comprehensive Financial Report (ACFR) which can be found at [www.nj.gov/treasury/pensions/financial-reports.shtml](http://www.nj.gov/treasury/pensions/financial-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, members' beneficiaries are entitled to full interest credited to the members' accounts.

The following represents the membership tiers for TPAF:

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

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans (Continued)**

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

**Contributions** - The contribution policy for TPAF is set by N.J.S.A 18A:66 and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in July 2012. The member contribution rate was 7.5% in State fiscal year 2018. 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.

**Components of Net Pension Liability** - At June 30, 2025, the State's proportionate share of the TPAF net pension liability, attributable to the School District was \$143,526,572.

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The State's proportionate share of the net pension liability associated with the District was based on projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2024, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.2903920%, which was a decrease of 0.0025204% from its proportion measured as of June 30, 2023.

For the fiscal year ended June 30, 2025, the State of New Jersey recognized a pension benefit in the amount of (\$523,563) for the State's proportionate share of the TPAF pension expense attributable to the School District. This pension expense was based on the pension plans June 30, 2024 measurement date.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans (Continued)**

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

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

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

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

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

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans (Continued)**

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00%	8.63%
Non-U.S. Developed Markets Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging Markets Equity	5.50%	10.66%
Private Equity	13.00%	12.40%
Real Estate	8.00%	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%
	<u>100.00%</u>	

**Discount Rate** - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on 100% of 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 projected benefit payments in determining the total pension liability.

**Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate** – As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. The following represents the State's proportionate share of the net pension liability, attributable to the School District calculated using the discount rate of 7.00% as well as what the State's proportionate share of the net pension liability, attributable to the School District's would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans (Continued)**

	<b>At 1% Decrease <u>(6.00%)</u></b>	<b>At Current Discount Rate <u>(7.00%)</u></b>	<b>At 1% Increase <u>(8.00%)</u></b>
Share of Net Pension Liability associated with the School District	\$ 170,601,649	\$ 143,526,572	\$ 120,724,239

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

**Additional Information** - The following is a summary of the collective balances of the local group at June 30, 2025 and 2024:

	<u>6/30/2025</u>	<u>6/30/2024</u>
Collective Deferred Outflows of Resources	\$ 1,178,433,819	\$ 2,502,380,838
Collective Deferred Inflows of Resources	10,615,423,132	14,830,205,473
Collective Net Pension Liability	49,492,072,325	51,109,961,824
State's Proportionate Share associated with the District	0.29039%	0.28787%

**C. Defined Contribution Retirement Plan (DCRP)**

**Plan Description** - The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of N.J.S.A. 43:15C-1 et seq. The DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage.

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007;
- Employees enrolled in the Public Employees’ Retirement System (PERS) or Teachers’ Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established “maximum compensation” limits;
- Employees enrolled in the Police and Firemen’s Retirement System (PFRS) or State Police Retirement System (SPRS) after May 21, 2010, who earn salary in excess of established “maximum compensation” limits;
- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually. The minimum salary in 2020 is \$8,400 and is subject to adjustment in future years.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually. The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 8. Pension Plans (Continued)**

**Contributions** - The contribution policy is set by N.J.S.A. 43:15C-3 and requires active members and contribution employers. When enrolled in the DCRP, members are required to contribute 5.5% of their base salary to a tax-deferred investment account established with Prudential Financial, which jointly administers the DCRP investments with the Division of Pension and Benefits. Member contributions are matched by a 3% contribution from the School District.

For the year ended June 30, 2025, employee contributions totaled \$67,500, and the School District recognized an expense for payments made to the Defined Contribution Retirement program in the amount of \$49,482.

**Note 9. Other Post-Retirement Benefits**

**General Information about the OPEB Plan**

The State of New Jersey reports a liability as a result of its statutory requirements to pay other postemployment (health) benefits 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 Pensions*. The State Health Benefit Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

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

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

**Basis of Presentation**

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

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 9. Other Post-Retirement Benefits (continued)**

**Total Nonemployer OPEB Liability**

The total nonemployer OPEB liability of \$59,650,630,530 as of June 30, 2024 was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

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

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

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

**OPEB Obligation and OPEB Expense** - The State's proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2024 was \$194,710,367. The School District's proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2024, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The State's proportionate share of the OPEB Obligation associated with the District was based on projection of the State's long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2024, the State proportionate share of the OPEB Obligation attributable to the School District was 0.32641787%, which was a decrease of 0.00190% from its proportion measured as of June 30, 2023.

For the fiscal year ended June 30, 2024, the State of New Jersey recognized an OPEB expense in the amount of \$6,477,331 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2024 measurement date.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 9. Other Post-Retirement Benefits (continued)**

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

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

**Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate:**

The following presents the total nonemployer OPEB liability as of June 30, 2024, respectively, calculated using the discount rate as disclosed above as well as what the total nonemployer OPEB 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:

	<b>June 30, 2024</b>		
	At 1% Decrease (2.93%)	At Discount Rate (3.93%)	At 1% Increase (4.93%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 228,047,540	\$ 194,710,367	\$ 167,900,360
State of New Jersey's Total Nonemployer OPEB Liability	\$ 69,863,663,542	\$ 59,650,630,530	\$ 51,437,232,141

**Sensitivity of Total Nonemployer OPEB Liability to changes in the healthcare trend rate:**

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

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 9. Other Post-Retirement Benefits (continued)**

	<b>June 30, 2024</b>		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 162,195,153	\$ 194,710,367	\$ 237,063,579
State of New Jersey's Total Nonemployer OPEB	\$ 49,689,409,509	\$ 59,650,630,530	\$ 72,625,778,279

\* See Healthcare Cost Trend Assumptions for details of rates.

**Additional Information**

Collective balances of the Local Group at June 30, 2024 are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected & Actual Experience	\$ 6,378,932,312	\$ 11,139,706,892
Change in Assumptions	10,004,978,073	11,662,607,882
Contributions Made in Fiscal Year Year Ending 2025 After June 30, 2024 Measurement Date **	TBD	N/A
	\$ 16,383,910,385	\$ 22,802,314,774

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

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

\*\* Employer Contributions made after June 30, 2024 are reported as a deferred outflow of resources, but are not amortized in expense.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 9. Other Post-Retirement Benefits (continued)**

**Plan Membership**

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

Active Plan Members	219,185
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	153,556
	<u>372,741</u>

**Changes in the Total OPEB Liability**

The change in the State's Total OPEB liability for the fiscal year ended June 30, 2025 (measurement date June 30, 2024) is as follows:

<b>Total OPEB Liability</b>	
Service Cost	\$ 2,152,062,729
Interest Cost	1,963,557,443
Difference Between Expected & Actual Experience	158,934,425
Changes of Assumptions	4,462,660,491
Contributions: Member	51,347,810
Gross Benefit Payments	(1,499,600,607)
	<u>7,288,962,291</u>
Net Change in Total OPEB Liability	7,288,962,291
Total OPEB Liability (Beginning)	52,361,668,239
	<u>\$ 59,650,630,530</u>
Total Covered Employee Payroll	\$ 15,845,935,573
Net OPEB Liability as a Percentage of Payroll	376%

**Note 10. On-Behalf Payments for Fringe Benefits and Salaries**

As previously mentioned, the School District receives on-behalf payments from the State of New Jersey for normal costs and post-retirement medical costs related to the Teachers' Pension and Annuity Fund (TPAF) pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2025, the on-behalf payments for pension, social security, post-retirement medical costs, and long-term disability were \$12,072,995, \$2,544,467, \$3,527,739 and \$4,095, respectively.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 11. Risk Management**

**Property and Liability Insurance** – The School District is exposed to various risks of loss related to property, general liability, automobile coverage, theft of, damage to and destruction of assets; errors and omissions; injuries to employees; student accident; termination of employees and natural disasters. The Board has obtained commercial insurance coverage to guard against these events to minimize the exposure to the School District should they occur. A complete schedule of insurance coverage can be found in the statistical section of this Annual Comprehensive Financial Report.

**Self Health Insurance** – The School District has established a health and prescription plan for its employees. The plan was established during the fiscal year ended June 30, 2011. Transactions related to the plan are accounted for in the General Fund. The School District funds the entire cost of the plan. Claims are paid directly by the plan.

Estimates of claims payable and of claims incurred, but not reported (IBNR) at June 30, 2025, are reported as claims and judgements payable and accrued liability for insurance claims, respectively. These estimates were determined based on claim information supplied by the claims administrator and actuary. The unpaid claims liability of \$1,151,100 reported at June 30, 2025 is based on the requirements of the Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the balances of claims liabilities for the health insurance plan for the fiscal year ended June 30, 2025 is as follows:

<u>Governmental Activities</u>	Fiscal Year Ended June 30, 2024	Fiscal Year Ended June 30, 2025
Unpaid Claims, Beginning of Year	\$ 997,400	\$ 970,300
Incurred Claims (including IBNR's)	<u>(27,100)</u>	<u>180,800</u>
Unpaid Claims, End of Fiscal Year	<u>\$ 970,300</u>	<u>\$ 1,151,100</u>
General Fund		
Other Current Liabilities	<u>\$ 970,300</u>	<u>\$ 1,151,100</u>
	<u>\$ 970,300</u>	<u>\$ 1,151,100</u>

**Joint Insurance Pool** – The School District is a member of the School Excess Liability Joint Insurance Fund (SEL) and Diploma Joint Insurance Fund. The Funds are risk sharing public entity pools, established for the purpose of insuring against worker's compensation claims and various other types of coverage.

The relationship between the Board and the insurance funds is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Board is contractually obligated to make all annual and supplementary contributions to the funds, to report claims on a timely basis, cooperate with the management of the funds, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by the funds. Members have a contractual obligation to fund any deficit of the funds attributable to a membership year during which they were a member.

The Funds provides their members with risk management services, including the defense of and settlement of claims and to establish reasonable and necessary loss reduction and prevention procedures to be followed by the members. Complete financial statements of the respective insurance funds are on file with the School's Business Administrator.

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverage's in any of the prior three years.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 11. Risk Management (Continued)**

**New Jersey Unemployment Compensation Insurance** – The School District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the School 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 School District is billed quarterly for amounts due to the State. The following is a summary of School District contributions, employee contributions, reimbursements to the State for benefits paid and the ending unemployment claims fund balance and/or unemployment trust liability of the School District for the current year and previous two years.

Fiscal Year	Interest	Contributions	Amount Reimbursed	Ending Balance	
				Restricted Unemployment Fund Balance	Unemployment Trust Liability
2025	\$ 16,750	\$ 39,599	\$ 61,573	\$ 320,762	\$ 102,046
2024	18,244	105,061	117,476	304,012	124,020
2023	1,970	87,241	108,102	285,768	136,435

As of June 30, 2025 the State provided quarterly bills for the previous four quarters have not been provided in the fiscal year. The District has accrued a liability for estimated employment claims.

**Note 12. Contingencies**

**State and Federal Grantor Agencies** - The School District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the School District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2025 may be impaired. In the opinion of the School District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

**Litigation** – The School District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the School Districts’ attorney that resolution of these matters will not have a material adverse effect on the financial condition of the School District.

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

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 13. Deferred Compensation**

The School District offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. The plans, which are administered by the entities listed below, permits participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows:

AXA Equitable  
Security Benefit

Lincoln Financial Life  
Valic

Met Life

**Note 14. Compensated Absences**

GASB Statement No. 101, *Compensated Absences*, requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. The liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

School District employees are granted varying amounts of vacation and sick leave in accordance with the School District's personnel policies. Upon termination, employees are paid for accrued vacation. The School District 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 School District for the unused sick leave in accordance with the School District's agreements with various employee unions. However, a liability is recognized under GASB 101 to the extent such leave is expected to be used as time off.

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. It is estimated that accrued benefits for compensated absences, in accordance with GASB Statement No. 101, are valued at \$14,015,737 at June 30, 2025. This estimate includes leave that is expected to be paid upon separation from service, and vacation and sick leave to the extent that such leave is more likely than not to be used by employees as paid time off, based on historical usage patterns.

The School District adopted GASB Statement No. 101 during the year ended June 30, 2025. As a result, the compensated absences liability disclosed above reflects the revised recognition criteria under this standard. Implementation of this Statement resulted in a Prior Period Adjustment. See Note 20 for further detail.

**Note 15. Tax Abatements**

As defined by the Governmental Accounting Standards Board (GASB) Statement No. 77, a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 15. Tax Abatements (Continued)**

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

**Note 16. Calculation of Excess Surplus**

The designation for Restricted Fund Balance - Excess Surplus is a required calculation pursuant to N.J.S.A.18A:7F-7. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2025 was \$-0-.

**Note 17. Fund Balances**

General Fund – Of the \$19,385,852 General Fund fund balance at June 30, 2025, \$13,562,337 has been restricted for the Capital Reserve Account; \$1,463,380 has been restricted for the Maintenance Reserve Account; \$282,933 has been restricted for the Emergency Reserve Account; \$320,762 has been restricted for Unemployment Claims; \$824,872 has been assigned to other purposes; \$1,513,536 has been Designated for Subsequent Year's Expenditures and \$1,418,032 has been unassigned.

Special Revenue Fund – Of the \$379,444 Special Revenue Fund fund balance at June 30, 2025, \$330,225 is restricted for Student Activities and \$49,219 is restricted for Scholarships.

**Note 18. Deficit in Net Position**

**Unrestricted Net Position** – The School District governmental activities had a deficit in unrestricted net position in the amount of \$63,282,072 at June 30, 2025. The primary causes of this deficit is the School District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the Public Employee's Retirement System (PERS) as of June 30, 2025. This deficit in unrestricted net position for governmental activities does not indicate that the School District is facing financial difficulties.

**Note 19. Commitments**

The District has contractual commitments as June 30, 2025 to various vendors, which are recorded in the General Fund as Fund Balance Assigned to Other Purposes in the amount of \$824,872 and \$25,647,786 in the Capital Projects Fund included in Restricted Fund Balance.

**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 20. Prior Period Adjustment/Restatement of Net Position**

Net Position as of July 1, 2024, has been restated as follows for the implementation of GASB Statement No. 101, *Compensated Absences*.

Net Position as previously reported at June 30, 2024	\$	30,556,803
Prior Period Adjustment- Implementation of GASB 101: Net Position		<u>(10,487,796)</u>
Net Position as restated, July 1, 2024	\$	<u><u>20,069,007</u></u>

Long-Term Liabilities of the Governmental Funds as of July 1, 2024, has been restated as follows for the implementation of GASB Statement No. 101, *Compensated Absences*.

Long-Term Liabilities as previously reported at June 30, 2024	\$	85,754,924
Prior Period Adjustment- Implementation of GASB 101: Non-Current Liabilities		<u>10,487,796</u>
Long-Term Liabilities as restated, July 1, 2024	\$	<u><u>96,242,720</u></u>

**REQUIRED SUPPLEMENTARY INFORMATION - PART II**

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### **C. Budgetary Comparison Schedules**

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WALL TOWNSHIP BOARD OF EDUCATION  
 GENERAL FUND  
 BUDGETARY COMPARISON SCHEDULE  
 YEAR ENDED JUNE 30, 2025

ACCOUNT NUMBERS	JUNE 30, 2025			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
10-1210	\$ 75,674,851	\$ -	\$ 75,674,851	\$ -
10-1310	332,400	-	332,400	256,365
10-1320	726,000	-	726,000	932,446
10-1321	-	-	-	307,461
10-1510	-	-	2,571,911	2,571,911
10-1511	10,000	(10,000)	-	-
10-1512	3,500	(3,500)	-	-
10-1513	-	-	16,749	16,749
10-1514	500	(500)	-	-
10-1910	120,000	-	120,000	101,190
10-1950	305,999	14,000	319,999	1,065,066
Total Local Sources	77,173,250	-	77,173,250	80,926,039
State Sources:				
10-3121	1,879,121	-	1,879,121	1,879,121
10-3131	900,000	-	900,000	1,110,464
10-3132	3,569,496	-	3,569,496	3,569,496
10-3177	362,043	-	362,043	362,043
10-3190	15,061	-	15,061	93,625
10-3301	-	5,138	5,138	5,138
Nonbudgeted:				
TPAF - Post Retirement Medical (Noncash Assistance)	-	-	-	3,527,739
TPAF - Pension Contributions (Noncash Assistance)	-	-	-	12,072,995
TPAF - Long-Term Disability Insurance (Noncash Assistance)	-	-	-	4,095
Reimbursed TPAF Social Security Contributions	-	-	-	2,544,467
Total State Sources	6,725,721	5,138	6,730,859	25,169,183
Federal Sources:				
10-4200	63,995	-	63,995	23,299
Medicaid Reimbursement	63,995	-	63,995	23,299
Total Federal Sources	83,962,966	5,138	83,968,104	106,118,521
Total Revenues				22,150,417

WALL TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2025

	ACCOUNT NUMBERS	JUNE 30, 2025			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Current Expense:					
Regular Programs - Instruction:					
Preschool - Salaries of Teachers	11-105-100-101	224,625	28,375	253,000	253,000
Kindergarten - Salaries of Teachers	11-110-100-101	1,035,475	(91,632)	943,843	943,843
Grades 1-5 - Salaries of Teachers	11-120-100-101	7,349,891	(2,066)	7,347,825	7,315,785
Grades 6-8 - Salaries of Teachers	11-130-100-101	5,109,348	(57,787)	5,051,561	5,051,560
Grades 9-12 - Salaries of Teachers	11-140-100-101	6,956,735	(71,034)	6,885,701	6,885,700
Regular Programs - Home Instruction:					
Salaries of Teachers	11-150-100-101	145,000	(78,744)	66,256	66,256
Purchased Professional - Educational Services	11-150-100-320	51,688	(28,888)	22,800	22,799
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	11-190-100-106	265,060	(43,773)	221,287	220,295
Purchased Professional - Educational Services	11-190-100-320	465,785	(10,432)	455,353	454,572
Purchased Technical Services	11-190-100-340	427,545	(90,869)	336,676	336,675
Other Purchased Services	11-190-100-500	141,900	(10,177)	131,723	127,429
General Supplies	11-190-100-610	1,385,588	(19,557)	1,366,031	1,326,042
Textbooks	11-190-100-640	9,570	(6,429)	3,141	1,041
Other Objects	11-190-100-800	1,000	(1,000)	-	-
Total Regular Programs - Instruction		23,569,210	(484,013)	23,085,197	23,004,997
Special Education - Instruction:					
Learning and/or Language Disabilities:					
Salaries of Teachers	11-204-100-101	475,849	26,337	502,186	502,185
Other Salaries for Instruction	11-204-100-106	19,115	(40,997)	78,118	78,115
General Supplies	11-204-100-610	15,820	(4,143)	11,677	10,640
Total Learning and/or Language Disabilities		610,784	(18,803)	591,981	590,940
Behavioral Disabilities:					
Salaries of Teachers	11-209-100-101	380,571	(69,793)	310,778	310,254
Other Salaries for Instruction	11-209-100-106	110,691	(23,000)	87,691	85,861
Purchased Prof. Ed. Services	11-209-100-320	175,000	-	175,000	172,900
General Supplies	11-209-100-610	24,755	(5,000)	19,755	15,646
Total Behavioral Disabilities		691,017	(97,793)	593,224	584,661
Multiple Disabilities:					
Salaries of Teachers	11-212-100-101	574,756	52,737	627,493	625,099
Other Salaries for Instruction	11-212-100-106	95,290	(36,360)	58,930	58,927
General Supplies	11-212-100-610	19,500	(75)	19,425	13,097
Total Multiple Disabilities		689,546	16,302	705,848	697,123
Resource Room/Resource Center:					
Salaries of Teachers	11-213-100-101	5,991,329	(204,709)	5,786,620	5,781,442
Other Salaries	11-213-100-106	787,420	106,569	893,989	875,263
General Supplies	11-213-100-610	30,000	(8,118)	21,882	21,445
Total Resource Room/Resource Center		6,808,749	(106,258)	6,702,491	6,678,150

WALL TOWNSHIP BOARD OF EDUCATION  
 GENERAL FUND  
 BUDGETARY COMPARISON SCHEDULE  
 YEAR ENDED JUNE 30, 2025

	ACCOUNT NUMBERS	JUNE 30, 2025			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Preschool Disabilities - Part-Time:					
Salaries of Teachers	11-215-100-101	92,775	-	92,775	84,375
Other Salaries for Instruction	11-215-100-106	68,149	(4,028)	64,121	56,979
General Supplies	11-215-100-600	2,110	-	2,110	1,944
Total Preschool Disabilities - Part-Time		163,034	(4,028)	159,006	143,298
Total Special Education - Instruction		8,963,130	(210,580)	8,752,550	8,694,172
Basic Skills/Remedial-Instruction					
Salaries of Teachers	11-230-100-101	836,925	114,038	950,963	950,962
Total Basic Skills/Remedial-Instruction		836,925	114,038	950,963	950,962
Bilingual Education-Instruction:					
Salaries of Teachers	11-240-100-101	162,775	(162,775)	-	-
General Supplies	11-240-100-610	4,329	-	4,329	107
Total Bilingual Education-Instruction		167,104	(162,775)	4,329	107
School-Sponsored Cocurricular/Extra Curricular Activities - Instruction:					
Salaries	11-401-100-100	428,854	(16,249)	412,605	412,000
Total School-Sponsored Cocurricular/Extra Curricular Activities - Instruction		428,854	(16,249)	412,605	412,000
School-Sponsored Athletics - Instruction:					
Salaries	11-402-100-100	723,721	17,121	740,842	740,841
Purchased Services	11-402-100-500	205,300	(4,372)	200,928	191,123
Supplies and Materials	11-402-100-600	110,900	3,500	114,400	111,647
Total School-Sponsored Athletics - Instruction		1,039,921	16,249	1,056,170	1,043,611
Undistributed Expenditures - Instruction (Tuition):					
Tuition to Other LEAs Within State - Regular	11-000-100-561	240,000	(21,821)	218,179	153,804
Tuition to Other LEAs Within State - Special	11-000-100-562	362,386	82,715	445,101	442,814
Tuition to County Vocational School - Regular	11-000-100-563	558,440	23,799	582,239	582,238
Tuition to County Vocational School - Special	11-000-100-564	133,247	(21,829)	111,418	109,852
Tuition to County Special Services & Regular Day Schools	11-000-100-565	82,620	-	82,620	53,759
Tuition to Private School Disabled Within State	11-000-100-566	1,623,286	(20,454)	1,602,832	1,545,644
Tuition - State Facilities	11-000-100-568	50,768	43,214	93,982	13,000
Tuition- Other	11-000-100-569	-	129,974	129,974	-
Total Undistributed Expenditures - Instruction (Tuition)		3,050,747	215,598	3,266,345	3,031,085
Undistributed Expenditures Attendance and Social Work:					
Salaries	11-000-211-100	47,895	-	47,895	47,895
Salary of Family Liaisons	11-000-211-173	631,150	99,876	731,026	730,975
Total Undistributed Expenditures Attendance and Social Work		679,045	99,876	778,921	778,870

WALL TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2025

	ACCOUNT NUMBERS	JUNE 30, 2025			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Undistributed Expenditures - Health Services:					
Salaries	11-000-213-100	953,263	(146,101)	807,162	799,649
Purchased Professional & Technical Services	11-000-213-300	25,000	13,930	38,930	34,798
Other Purchased Services	11-000-213-500	5,200	(3,400)	1,800	607
Supplies and Materials	11-000-213-600	25,000	138	25,138	22,500
Total Undistributed Expenditures - Health Services		1,008,463	(135,433)	873,030	857,554
Undistributed Expenditures - Speech, OT, PT and Related Services:					
Salaries	11-000-216-100	1,064,975	(68,666)	996,309	993,840
Purchased Professional - Educational Services	11-000-216-320	225,000	(18,099)	206,901	195,379
Supplies and Materials	11-000-216-600	3,425	50	3,475	1,250
Total Undistributed Expenditures - Speech, OT, PT and Related Services		1,293,400	(86,715)	1,206,685	1,190,469
Other Support Services - Students - Extra Services:					
Salaries	11-000-217-100	1,066,854	(2,733)	1,064,121	1,047,136
Purchased Professional Educational Services	11-000-217-320	250,000	10,000	260,000	259,585
Supplies and Materials	11-000-217-600	17,000	(7,172)	9,828	5,636
Other Objects	11-000-217-800	22,000	(10,000)	12,000	8,410
Total Other Support Services - Students - Extra Services		1,355,854	(9,905)	1,345,949	1,320,767
Undistributed Expenditures - Guidance:					
Salaries of Other Professional Staff	11-000-218-104	764,125	(61,877)	702,248	681,884
Salaries of Secretaries & Clerical Assistants	11-000-218-105	144,485	-	144,485	144,485
Supplies and Materials	11-000-218-600	41,395	-	41,395	23,524
Total Undistributed Expenditures - Guidance		950,005	(61,877)	888,128	849,893
Undistributed Expenditures - Child Study Teams:					
Salaries of Other Professional Staff	11-000-219-104	1,575,635	2,215	1,577,850	1,554,094
Salaries of Secretaries & Clerical Assistants	11-000-219-105	119,185	-	119,185	119,185
Other Purchased Professional & Technical Services	11-000-219-390	140,575	2,747	143,322	137,117
Other Purchased Services	11-000-219-500	5,000	(5,000)	-	-
Miscellaneous Purchased Services	11-000-219-592	-	4,655	4,655	2,017
Supplies and Materials	11-000-219-600	51,761	16,000	67,761	66,996
Total Undistributed Expenditures - Child Study Teams		1,892,156	20,617	1,912,773	1,879,409
Undistributed Expenditures - Improvement of Instruction Services:					
Salaries of Supervisors of Instruction	11-000-221-102	907,974	135,880	1,043,854	1,043,848
Salaries Other Prof. Staff	11-000-221-104	171,456	(29,040)	142,416	142,416
Other Purchased Services	11-000-221-500	17,485	500	17,985	16,283
Supplies and Materials	11-000-221-600	3,000	(1,000)	2,000	428
Other Objects	11-000-221-800	7,853	(2,454)	5,399	4,426
Total Undistributed Expenditures - Improvement of Instruction Services		1,107,768	103,886	1,211,654	1,207,401

WALL TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2025

	ACCOUNT NUMBERS	JUNE 30, 2025			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Undistributed Expenditures - Educational Media Services/Library:					
Salaries	11-000-222-100	437,459	(2,493)	434,966	433,649
Other Purchased Services	11-000-222-500	9,000	-	9,000	8,279
Supplies and Materials	11-000-222-600	84,408	(7,000)	77,408	73,970
					3,438
Total Undistributed Expenditures - Educational Media Services/Library		530,867	(9,493)	521,374	515,898
Undistributed Expenditures - Instructional Staff Training Services:					
Other Salaries	11-000-223-110	-	3,314	3,314	3,314
Other Purchased Services	11-000-223-500	35,000	(8,789)	26,211	25,770
Purchased Professional - Educational Services	11-000-223-600	-	1,158	1,158	1,158
					441
Total Undistributed Expenditures - Instructional Staff Training Services		35,000	(4,317)	30,683	30,242
Undistributed Expenditures - Support Services - General Administration:					
Salaries	11-000-230-100	743,038	110,704	853,742	852,639
Legal Services	11-000-230-331	220,201	4,628	224,829	125,428
Audit Fees	11-000-230-332	56,000	-	56,000	51,750
Architectural/Engineering Services	11-000-230-334	10,000	(10,000)	-	-
Other Purchased Professional Services	11-000-230-339	66,000	(14,775)	51,225	49,230
Communications/Telephone	11-000-230-530	173,911	-	173,911	143,792
Travel	11-000-230-580	-	7,500	7,500	5,342
BOE Other Purchased Professional Services	11-000-230-585	6,000	7,261	13,261	4,660
Other Purchased Services	11-000-230-590	236,000	(8,300)	227,700	226,765
General Supplies	11-000-230-610	17,200	1,987	19,187	13,353
Judgements Against School District	11-000-230-820	73,079	(49,286)	23,793	5,834
Miscellaneous Expenditures	11-000-230-890	10,000	243	10,243	23,793
BOE Membership Dues and Fees	11-000-230-895	28,000	38	28,038	100
					28,038
Total Undistributed Expenditures - Support Services - General Administration		1,639,429	50,000	1,689,429	1,511,140
Undistributed Expenditures - Support Services - School Administration:					
Salaries of Principals/Assistant Principals	11-000-240-103	1,724,099	(61,619)	1,662,480	1,660,341
Salaries of Other Professional Staff	11-000-240-104	740,928	(138,081)	602,847	593,254
Salaries of Secretaries & Clerical Assistants	11-000-240-105	598,780	26,700	625,480	611,490
Other Purchased Services	11-000-240-500	26,725	104	26,829	13,227
Supplies and Materials	11-000-240-600	73,781	10,196	83,977	70,084
Other Objects	11-000-240-800	15,191	(2,500)	12,691	6,834
					5,857
Total Undistributed Expenditures - Support Services - School Administration		3,179,504	(165,200)	3,014,304	2,955,230
					59,074

WALL TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2025

ACCOUNT NUMBERS	JUNE 30, 2025			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Undistributed Expenditures - Central Services:				
Salaries	671,089	127,955	799,044	799,043
Purchased Professional Services	94,000	22,270	116,270	103,312
Purchased Technical Services	77,000	-	77,000	58,940
Miscellaneous Purchased Services	36,000	(5,000)	31,000	15,591
Supplies and Materials	27,376	-	27,376	15,154
Other Objects	1,500	-	1,500	31
Total Undistributed Expenditures - Central Services	906,965	145,225	1,052,190	60,119
Undistributed Expenditures - Administrative Information Technology:				
Salaries	571,719	(98,530)	473,189	470,901
Purchased Technical Services	145,037	1,000	146,037	49,771
Other Purchased Services	5,000	1,000	6,000	4,792
Supplies and Materials	4,372	65,000	69,372	69,312
Other Objects	-	890	890	-
Total Undistributed Expenditures - Administrative Information Technology	726,128	(30,640)	695,488	591,192
Undistributed Expenditures - Required Maintenance for School Facilities:				
Cleaning, Repair & Maintenance Services	505,476	(70,000)	435,476	367,442
General Supplies	223,700	229,000	452,700	205,360
Total Undistributed Expenditures - Required Maintenance for School Facilities	729,176	159,000	888,176	572,802
Undistributed Expenditures - Custodial Services:				
Salaries	3,216,304	(64,083)	3,152,221	3,150,038
Salaries of Non-Instructional Aids	456,733	(48,243)	408,490	356,679
Purchased Professional & Technical Services	86,700	-	86,700	57,685
Cleaning, Repair & Maintenance Services	167,056	21,605	188,661	150,537
Rental of Land & Buildings; Other Than Lease	61,500	26,000	87,500	62,140
Other Purchased Property Services	185,000	2,343	187,343	186,662
Insurance	850,000	-	850,000	794,896
Travel	-	1,000	1,000	-
Miscellaneous Purchased Services	4,300	(1,000)	3,300	-
General Supplies	261,000	240,000	501,000	234,067
Energy (Natural Gas)	600,000	56,145	656,145	640,297
Energy (Electricity)	690,000	7,238	697,238	697,238
Other Objects	3,000	-	3,000	1,115
Total Undistributed Expenditures - Custodial Services	6,581,593	241,005	6,822,598	6,331,354
Undistributed Expenditures - Care and Upkeep of Grounds:				
Cleaning, Repair & Maintenance Services	203,000	71,283	274,283	259,727
General Supplies	56,729	(3,583)	53,146	49,455
Total Undistributed Expenditures - Care and Upkeep of Grounds	259,729	67,700	327,429	309,182

WALL TOWNSHIP BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2025

ACCOUNT NUMBERS	JUNE 30, 2025			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Total Undistributed Expenditures - Care and Upkeep of Grounds	259,729	67,700	327,429	18,247
Security:				
Salaries	871,476	(16,680)	854,796	42,837
Purchased Professional & Technical Services	163,950	(34,320)	129,630	17,318
Cleaning, Repair & Maintenance	24,103	-	24,103	21,249
General Supplies	5,000	-	5,000	3,346
Total Security	1,064,529	(51,000)	1,013,529	84,750
Undistributed Expenditures - Student Transportation Services:				
Salaries of Non-Instructional Aides	230,270	(15,804)	214,466	1,927
Salaries of Pupil Transportation (Between Home & School) - Regular	1,635,520	29,654	1,665,174	1
Salaries of Pupil Transportation (Between Home & School) - Special Educ	446,350	(55,439)	390,911	1,084
Salaries of Pupil Transportation (Other Than Between Home & School) - R	80,000	7,326	87,326	1
Salaries of Pupil Transportation (Between Home & School) - Nonpublic	56,267	(10,000)	46,267	1,684
Other Purchased Professional & Technical Services	64,000	(10,442)	53,558	8,300
Cleaning, Repair & Maintenance Services	81,005	(1,839)	79,166	67,465
Lease Purchase Payments - School Buses	470,000	(302,384)	167,616	11,701
Contract Services (Aide in Lieu) - Non Public Schools	218,871	-	218,871	87,665
Contract Services (Other Than Between Home & School) - Vendors	20,000	26,000	46,000	20,567
Contract Services (Between Home & School)- Joint Agreement	-	1,880	1,880	-
Contract Services (Special Education) - Vendors	105,000	(41,542)	63,458	6,572
Contract Services (Regular) ESC's	981,224	73,517	1,054,741	10,380
Contract Services (Special Education) - ESC's	1,178,929	(35,728)	1,143,201	4,655
Miscellaneous Purchased Services - Transportation	101,200	(14,595)	86,605	4,573
General Supplies	12,000	(1,300)	10,700	2,396
Transportation Supplies	365,000	74,040	439,040	9,687
Miscellaneous Expenditures	1,000	-	1,000	1,000
Total Undistributed Expenditures - Student Transportation Services	6,046,636	(276,656)	5,769,980	172,193
Unallocated Benefits:				
Group Insurance	23,749	-	23,749	9,303
Social Security Contributions	1,191,321	-	1,191,321	5,333
Other Retirement Contributions - PERS	1,600,000	-	1,600,000	31,674
Other Retirement Contributions - Regular	20,000	-	20,000	4,868
Workmen's Compensation	635,000	(7,580)	627,420	45,429
Health Benefits	14,396,125	-	14,396,125	833,220
Tuition Reimbursement	25,368	6,500	31,868	2,234
Other Employee Benefits	433,250	1,080	434,330	1
Unused Sick Payment to Staff	111,644	66,500	178,144	44,095
Total Unallocated Benefits	18,436,457	66,500	18,502,957	976,157

WALL TOWNSHIP BOARD OF EDUCATION  
 GENERAL FUND  
 BUDGETARY COMPARISON SCHEDULE  
 YEAR ENDED JUNE 30, 2025

ACCOUNT NUMBERS	JUNE 30, 2025			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Nonbudgeted:				
TPAF - Post Retirement Medical (Noncash Assistance)	-	-	-	3,527,739
TPAF - Pension Contributions (Noncash Assistance)	-	-	-	12,072,995
TPAF - Long-Term Disability Insurance (Noncash Assistance)	-	-	-	4,095
Reimbursed TPAF Social Security Contributions	-	-	-	2,544,467
Total Undistributed Expenditures	51,473,451	338,171	51,811,622	67,127,221
Total Expenditures - Current Expense	86,478,595	(405,159)	86,073,436	101,233,070
Equipment:				
Grades 1-5	-	43,261	43,261	12,692
Grades 9-12	-	11,120	11,120	11,073
School-Sponsored & Other Instructional Programs	-	14,958	14,958	14,958
Undistributed Expenditures:				
Undistributed Expenditures - Admin Info Tech	-	10,400	10,400	10,198
Undist. Expend. - Required Maint for School Fac.	-	10,000	10,000	-
Non-Instructional Equipment	-	8,153	8,153	4,145
Non-Instructional Services	102,220	283,925	386,145	386,075
Total Equipment	102,220	381,817	484,037	439,141
Facilities Acquisition & Construction Services:				
Architectural/Engineering Services	118,412	-	118,412	37,227
Construction Services	1,290,154	-	1,290,154	522,901
Assessment for Debt Service on SDA Funding	7,780	-	7,780	7,780
Total Facilities Acquisition & Construction Services	1,416,346	-	1,416,346	567,908
Total Capital Outlay	1,518,566	381,817	1,900,383	1,007,049
Transfer of Funds to Charter Schools	334,000	28,480	362,480	362,480
Total Expenditures	88,331,161	5,138	88,336,299	102,602,599
				(14,266,300)

WALL TOWNSHIP BOARD OF EDUCATION  
 GENERAL FUND  
 BUDGETARY COMPARISON SCHEDULE  
 YEAR ENDED JUNE 30, 2025

ACCOUNT NUMBERS	JUNE 30, 2025			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures After Other Financing Sources/(Uses)	(4,368,195)	-	(4,368,195)	7,884,117
Fund Balances, July 1	16,429,255	-	16,429,255	-
Fund Balances, June 30	\$ 12,061,060	\$ -	\$ 12,061,060	\$ 7,884,117

RECAPITULATION OF FUND BALANCE

Restricted Fund Balance:	
Capital Reserve	\$ 13,562,337
Maintenance Reserve	1,463,380
Emergency Reserve	282,933
Reserve for Unemployment Claims	320,762
Assigned Fund Balance:	
Year-End Encumbrances	824,872
Designated for Subsequent Year's Expenditures	1,513,536
Unassigned Fund Balance	1,977,357
Subtotal	19,945,177
Reconciliation to Governmental Funds Statements (GAAP):	
Last State Aid Payments not recognized on GAAP basis	(559,325)
Fund Balance per Governmental Funds (GAAP)	\$ 19,385,852

**WALL TOWNSHIP BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
YEAR ENDED JUNE 30, 2025**

	JUNE 30, 2025				VARIANCE FINAL TO ACTUAL (OVER)/ UNDER
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:					
Local Sources	\$ -	\$ 455,174	\$ 455,174	\$ 431,500	\$ 23,674
State Sources	105,000	119,864	224,864	164,875	59,989
Federal Sources	962,000	1,022,786	1,984,786	1,282,280	702,506
<b>Total Revenues</b>	<b>1,067,000</b>	<b>1,597,823</b>	<b>2,664,824</b>	<b>1,878,655</b>	<b>786,169</b>
Expenditures:					
Instruction:					
Salaries of Teachers	126,000	618,681	744,681	180,824.00	563,857
Tuition	775,000	33,891	808,891	768,306	40,585
General Supplies	-	111,137	111,137	90,990	20,147
Other Objects	-	296	296	-	296
<b>Total Instruction</b>	<b>901,000</b>	<b>764,005</b>	<b>1,665,005</b>	<b>1,040,120</b>	<b>624,885</b>
Support Services:					
Salaries of Other Professional Staff	-	58,103	58,103	55,020	3,083
Personal Services - Employee Benefits	-	23,420	23,420	17,652	5,768
Purchased Educational Services	166,000	213,778	379,778	312,543	67,235
Other Purchased Services (400-500 Series)	-	89,739	89,739	12,053	77,686
Supplies and Materials	-	17,750	17,750	10,238	7,512
Scholarships Awarded	-	16,601	16,601	3,500	13,101
Student Activities	-	414,428	414,428	391,517	22,911
<b>Total Support Services</b>	<b>166,000</b>	<b>833,819</b>	<b>999,819</b>	<b>802,523</b>	<b>197,296</b>
<b>Total Expenditures</b>	<b>1,067,000</b>	<b>1,597,824</b>	<b>2,664,824</b>	<b>1,842,643</b>	<b>822,181</b>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	-	-	-	36,012	-
Fund Balance, July 1	-	-	-	343,432	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ 379,444	\$ -

**RECAPITULATION OF FUND BALANCE**

Restricted:	
Scholarships	\$ 49,219
Student Activities	330,225
<b>Total Fund Balance</b>	<b>\$ 379,444</b>

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

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**WALL TOWNSHIP BOARD OF EDUCATION  
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION  
BUDGET TO GAAP RECONCILIATION  
YEAR ENDED JUNE 30, 2025**

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

	<b>GENERAL FUND</b>	<b>SPECIAL REVENUE FUND</b>
<b>Sources/Inflows of Resources:</b>		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 106,118,521	\$ 1,878,655
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Current Year	-	(7,351)
Prior Year	-	6,653
The last state aid payments are 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).		
Current Year	(559,325)	-
Prior Year	506,411	-
<hr/>		
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<u>\$ 106,065,607</u>	<u>\$ 1,877,957</u>
<b>Uses/outflows of resources:</b>		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule. (C-1, C-2)	\$ 102,602,599	\$ 1,842,643
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		
	-	(698)
<hr/>		
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<u>\$ 102,602,599</u>	<u>\$ 1,841,945</u>

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**REQUIRED SUPPLEMENTARY INFORMATION - PART III**

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

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WALL TOWNSHIP BOARD OF EDUCATION  
 SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PEERS)  
 LAST TEN FISCAL YEARS\*

	2025	2024	2023	2022	2021	2020	2019	2018	2016	2015
School District's proportion of the net pension liability:	0.1191778940%	0.1152116419%	0.1194612714%	0.1201657846%	0.1199820398%	0.1185054547%	0.1193099000%	0.1231854896%	0.1262608098%	0.1178796684%
School District's proportionate share of the net pension liability:	\$ 16,193,947	\$ 16,687,685	\$ 18,028,350	\$ 14,235,439	\$ 19,565,933	\$ 21,352,885	\$ 23,491,524	\$ 28,675,613	\$ 37,394,830	\$ 26,461,623
School District's covered payroll	\$ 9,321,592	\$ 8,514,253	\$ 8,700,699	\$ 8,700,699	\$ 8,621,065	\$ 8,226,051	\$ 8,549,704	\$ 8,383,906	\$ 8,019,520	\$ 8,070,828
School District's proportionate share of the net pension liability as a percentage of its covered payroll	173.73%	196.00%	207.21%	163.61%	226.95%	259.58%	274.76%	342.03%	466.30%	327.87%
Plan fiduciary net position as a percentage of the total pension liability	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%

\*The amounts presented for each fiscal year were determined as of the previous fiscal year end (the measurement date).

WALL TOWNSHIP BOARD OF EDUCATION  
 SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS  
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)  
 LAST TEN FISCAL YEARS

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
School District's contractually required contribution	\$ 1,621,678	\$ 1,539,835	\$ 1,506,464	\$ 1,407,281	\$ 1,312,543	\$ 1,152,709	\$ 1,186,748	\$ 1,141,182	\$ 1,121,683	\$ 1,013,449
Contributions in relation to the contractually required contribution	\$ (1,621,678)	\$ (1,539,835)	\$ (1,506,464)	\$ (1,407,281)	\$ (1,312,543)	\$ (1,152,709)	\$ (1,186,748)	\$ (1,141,182)	\$ (1,121,683)	\$ (1,013,449)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
School District's covered payroll	\$ 9,346,860	\$ 9,321,592	\$ 8,514,253	\$ 8,700,699	\$ 8,621,065	\$ 8,153,611	\$ 8,226,051	\$ 8,549,704	\$ 8,383,906	\$ 8,019,520
Contributions as a percentage of covered payroll	17.35%	16.52%	17.69%	16.17%	15.22%	14.14%	14.43%	13.35%	13.38%	12.64%

WALL TOWNSHIP BOARD OF EDUCATION  
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
 TEACHERS' PENSION AND ANNUITY FUND (TPAF)  
 LAST TEN FISCAL YEARS

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
School 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%	0.00%
School District's proportionate share of the net pension liability	\$ 143,526,572	\$ 146,908,563	\$ 150,067,719	\$ 138,183,353	\$ 189,793,410	\$ 174,625,526	\$ 185,609,663	\$ 199,684,015	\$ 222,510,730	\$ 177,241,722	\$ 177,241,722
State's proportionate share of the net pension liability associated with the School District	\$ 146,908,563	\$ 146,908,563	\$ 150,067,719	\$ 138,183,353	\$ 189,793,410	\$ 174,625,526	\$ 185,609,663	\$ 199,684,015	\$ 222,510,730	\$ 177,241,722	\$ 177,241,722
School District's covered payroll	\$ 35,477,892	\$ 35,263,074	\$ 34,304,221	\$ 33,598,961	\$ 32,954,670	\$ 29,014,898	\$ 30,807,887	\$ 29,422,617	\$ 29,685,953	\$ 29,563,236	\$ 29,563,236
School District's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	34.68%	34.68%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.64%

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**SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR OTHER POST EMPLOYMENT  
BENEFITS (GASB 75)**

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**WALL TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS  
STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)  
LAST EIGHT FISCAL YEARS\***

	2025	2024	2023	2022	2021	2020	2019	2018
<b>District's Total OPEB Liability</b>								
Service Cost	\$ 6,893,212	\$ 6,847,217	\$ 8,910,818	\$ 10,317,562	\$ 5,808,886	\$ 5,796,526	\$ 6,532,628	\$ 7,828,298
Interest Cost	6,409,404	6,054,581	4,422,886	5,125,693	4,852,170	5,980,651	6,394,505	5,525,917
Change in Benefit Terms	-	-	-	(210,311)	-	-	-	-
Difference between Expected & Actual Differences	(345,254)	(3,664,802)	4,982,085	(34,509,005)	38,678,008	(25,832,267)	(15,023,438)	-
Changes of Assumptions	14,566,925	346,506	(44,770,927)	194,938	40,291,968	2,007,946	(17,296,901)	(22,989,673)
Contributions: Member	167,608	155,157	140,545	131,039	116,393	122,543	139,298	168,117
Gross Benefit Payments	(4,894,966)	(4,719,645)	(4,381,000)	(4,037,611)	(3,840,076)	(4,133,979)	(4,030,438)	(4,565,617)
Net Change in District's Total OPEB Liability	22,796,929	5,019,014	(30,695,593)	(22,987,695)	85,907,349	(16,058,580)	(23,284,346)	(14,032,958)
District's Total OPEB Liability (Beginning)	171,913,438	166,894,424	197,590,017	220,577,712	134,670,363	150,728,943	174,013,289	188,046,247
District's Total OPEB Liability (Ending)	\$ 194,710,367	\$ 171,913,438	\$ 166,894,424	\$ 197,590,017	\$ 220,577,712	\$ 134,670,363	\$ 150,728,943	\$ 174,013,289
District's Covered Employee Payroll	\$ 44,799,484	\$ 44,421,494	\$ 42,818,474	\$ 42,299,660	\$ 41,575,735	\$ 37,240,949	\$ 38,961,498	\$ 37,648,668
District's Net OPEB Liability as a Percentage of Payroll	435%	387%	390%	467%	531%	362%	387%	462%

Note - The amounts presented for each fiscal year were determined as of the previous fiscal year end (the measurement date).

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

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**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III**

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**WALL TOWNSHIP BOARD OF EDUCATION  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III  
YEAR ENDED JUNE 30, 2025**

**Public Employees' Retirement System (PERS)**

*Changes in Benefit Terms*

None.

*Changes in Assumptions*

The discount rate used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2024	7.00%	2021	7.00%	2018	5.66%	2015	4.90%
2023	7.00%	2020	7.00%	2017	5.00%		
2022	7.00%	2019	6.28%	2016	3.98%		

The long-term expected rate of return used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2024	7.00%	2021	7.00%	2018	7.00%	2015	7.90%
2023	7.00%	2020	7.00%	2017	7.00%		
2022	7.00%	2019	7.00%	2016	7.65%		

The mortality assumption was updated upon the direction from the Division of Pensions and Benefits.

**Teachers Pension and Annuity Fund (TPAF)**

*Changes in Benefit Terms*

None.

*Changes in Assumptions*

The discount rate used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2024	7.00%	2021	7.00%	2018	4.86%	2015	4.13%
2023	7.00%	2020	5.40%	2017	4.25%		
2022	7.00%	2019	5.60%	2016	3.22%		

The long-term expected rate of return used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2024	7.00%	2021	7.00%	2018	7.00%	2015	7.90%
2023	7.00%	2020	7.00%	2017	7.00%		
2022	7.00%	2019	7.00%	2016	7.65%		

The mortality assumption was updated upon the direction from the Division of Pensions and Benefits.

**State Health Benefit Local Education Retired Employees Plan (OPEB)**

*Changes in Benefit Terms*

None.

*Changes in Benefit Terms*

None.

*Changes in Assumptions*

The discount rate used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2024	3.93%	2021	2.16%	2018	3.87%
2023	3.65%	2020	2.21%	2017	3.58%
2022	3.54%	2019	3.50%	2016	2.85%

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**OTHER SUPPLEMENTARY INFORMATION**

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**D. School Based Budget Schedules**

Not Applicable

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**E. Special Revenue Fund**

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WALL TOWNSHIP BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
YEAR ENDED JUNE 30, 2025

	Title I	Title II/A	Title III	Title IV	I.D.E.A. - Basic
Revenues:					
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -
State Sources	-	-	-	-	-
Federal Sources	143,496	53,013	5,654	14,811	871,268
<b>Total Revenues</b>	<b>143,496</b>	<b>53,013</b>	<b>5,654</b>	<b>14,811</b>	<b>871,268</b>
Expenditures:					
Instruction:					
Salaries of Teachers	110,954	-	-	-	-
Other Purchased Services (400-500 Series)	-	-	-	-	768,306
General Supplies	-	-	448	-	19,941
<b>Total Instruction</b>	<b>110,954</b>	<b>-</b>	<b>448</b>	<b>-</b>	<b>788,247</b>
Support Services:					
Salaries of Other Professional Staff	14,783	8,506	992	9,031	-
Personal Services - Employee Benefits	10,153	605	253	5,780	-
Purchased Educational Services	-	43,902	1,800	-	83,021
Other Purchased Services (400-500 Series)	-	-	-	-	-
Supplies and Materials	7,606	-	2,161	-	-
Scholarships Awarded	-	-	-	-	-
Student Activities	-	-	-	-	-
<b>Total Support Services</b>	<b>32,542</b>	<b>53,013</b>	<b>5,206</b>	<b>14,811</b>	<b>83,021</b>
<b>Total Expenditures</b>	<b>143,496</b>	<b>53,013</b>	<b>5,654</b>	<b>14,811</b>	<b>871,268</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	-	-	\$ -	\$ -	\$ -

WALL TOWNSHIP BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
YEAR ENDED JUNE 30, 2025

	I.D.E.A. - Preschool	ARP - ESSER III	ARP - ESSER III Learning Acceleration	ARP - ESSER III Evidence Based Summer Learning & Enrichment	ARP - ESSER III Evidence Based Comprehensive Beyond the School Day
Revenues:					
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -
State Sources	-	-	-	-	-
Federal Sources	58,621	88,245	34,524	228	12,420
<b>Total Revenues</b>	<b>58,621</b>	<b>88,245</b>	<b>34,524</b>	<b>228</b>	<b>12,420</b>
Expenditures:					
Instruction:					
Salaries of Teachers	-	58,620	-	-	11,250
Other Purchased Services (400-500 Series)	-	-	-	-	-
General Supplies	6,785	-	-	228	309
<b>Total Instruction</b>	<b>6,785</b>	<b>58,620</b>	<b>-</b>	<b>228</b>	<b>11,559</b>
Support Services:					
Salaries of Other Professional Staff	-	21,708	-	-	-
Personal Services - Employee Benefits	-	-	-	-	861
Purchased Educational Services	51,836	7,917	34,524	-	-
Other Purchased Services (400-500 Series)	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
Scholarships Awarded	-	-	-	-	-
Student Activities	-	-	-	-	-
<b>Total Support Services</b>	<b>51,836</b>	<b>29,625</b>	<b>34,524</b>	<b>-</b>	<b>861</b>
<b>Total Expenditures</b>	<b>58,621</b>	<b>88,245</b>	<b>34,524</b>	<b>228</b>	<b>12,420</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	-	\$ -	\$ -	\$ -	\$ -

WALL TOWNSHIP BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
YEAR ENDED JUNE 30, 2025

	Non Public Ch. 192 Auxiliary	Non Public Ch. 193 Handicapped	Non Public Nursing	Non Public Textbook	Non Public Security
<b>Revenues:</b>					
Local Sources	- \$	- \$	- \$	- \$	-
State Sources	265	55,786	33,492	11,410	51,869
Federal Sources	-	-	-	-	-
<b>Total Revenues</b>	<b>265</b>	<b>55,786</b>	<b>33,492</b>	<b>11,410</b>	<b>51,869</b>
<b>Expenditures:</b>					
Instruction:					
Salaries of Teachers	-	-	-	-	-
Other Purchased Services (400-500 Series)	-	-	-	-	-
General Supplies	-	-	-	11,410	51,869
<b>Total Instruction</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11,410</b>	<b>51,869</b>
Support Services:					
Salaries of Other Professional Staff	-	-	-	-	-
Personal Services - Employee Benefits	-	-	-	-	-
Purchased Educational Services	265	55,786	33,492	-	-
Other Purchased Services (400-500 Series)	-	-	-	-	-
Supplies and Materials	-	-	-	-	-
Scholarships Awarded	-	-	-	-	-
Student Activities	-	-	-	-	-
<b>Total Support Services</b>	<b>265</b>	<b>55,786</b>	<b>33,492</b>	<b>-</b>	<b>-</b>
<b>Total Expenditures</b>	<b>265</b>	<b>55,786</b>	<b>33,492</b>	<b>11,410</b>	<b>51,869</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	- \$	- \$	- \$	- \$	- \$

WALL TOWNSHIP BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
YEAR ENDED JUNE 30, 2025

	Non Public Technology	Local Grants	Student Activities	Scholarship	Totals
Revenues:					
Local Sources	\$ -	\$ 471	\$ 414,428	\$ 16,601	\$ 431,500
State Sources	12,053	-	-	-	164,875
Federal Sources	-	-	-	-	1,282,280
<b>Total Revenues</b>	<b>12,053</b>	<b>471.00</b>	<b>414,428.00</b>	<b>16,601</b>	<b>1,878,655</b>
Expenditures:					
Instruction:					
Salaries of Teachers	-	-	-	-	180,824
Other Purchased Services (400-500 Series)	-	-	-	-	768,306
General Supplies	-	-	-	-	90,990
<b>Total Instruction</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,040,120</b>
Support Services:					
Salaries of Other Professional Staff	-	-	-	-	55,020
Personal Services - Employee Benefits	-	-	-	-	17,652
Purchased Educational Services	-	-	-	-	312,543
Other Purchased Services (400-500 Series)	12,053	-	-	-	12,053
Supplies and Materials	-	471	-	-	10,238
Scholarships Awarded	-	-	-	3,500	3,500
Student Activities	-	-	391,517	-	391,517
<b>Total Support Services</b>	<b>12,053</b>	<b>471</b>	<b>391,517</b>	<b>3,500</b>	<b>802,523</b>
<b>Total Expenditures</b>	<b>12,053</b>	<b>471</b>	<b>391,517</b>	<b>3,500</b>	<b>1,842,643</b>
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	-	-	22,911	13,101	36,012
Fund Balance, July 1	-	-	307,314	36,118	343,432
Fund Balance, June 30	-	-	330,225	49,219	379,444

**F. Capital Projects Fund**

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EXHIBIT F-1

WALL TOWNSHIP BOARD OF EDUCATION  
 CAPITAL PROJECTS FUND  
 SUMMARY SCHEDULE OF PROJECT EXPENDITURES  
 YEAR ENDED JUNE 30, 2025

<u>Year</u>	<u>Project Title / Issue</u>	Original Appropriations	Expenditures to Date		Unexpended Balance 2025
			Prior Years	Current Year	
2023	Renovations, Alterations and Improvements at Various Schools - Referendum	\$ 66,599,000	\$ 6,645,253	\$ 24,875,427	\$ 35,078,320
	Total	\$ 66,599,000	\$ 6,645,253	\$ 24,875,427	\$ 35,078,320

**WALL TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGETARY BASIS  
YEAR ENDED JUNE 30, 2025**

Expenditures and Other Financing Uses:	
Purchase Professional and Technical Services	\$ 1,782,917
Construction Services	23,092,510
	<hr/>
Total Expenditures and Other Financing Uses	24,875,427
	<hr/>
Excess (Deficiency) of Revenues and Other Financing Sources	
Over (Under) Expenditures and Other Financing Uses	(24,875,427)
	<hr/>
Fund Balance, July 1	59,953,747
	<hr/>
Fund Balance, June 30	\$ 35,078,320
	<hr/> <hr/>

**WALL TOWNSHIP BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCE - BUDGETARY BASIS  
RENOVATIONS, ALTERATIONS AND IMPROVEMENTS AT VARIOUS SCHOOLS - REFERENDUM 2022  
YEAR ENDED JUNE 30, 2025**

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:				
Debt Issuance	\$ 66,599,000	\$ -	\$ 66,599,000	\$ 66,599,208
Total Revenues and Other Financing Sources	66,599,000	-	66,599,000	66,599,208
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Service	3,086,829	1,782,917	4,869,746	7,684,525
Construction Services	3,558,424	23,092,510	26,650,934	58,914,683
Total Expenditures and Other Financing Uses	6,645,253	24,875,427	31,520,680	66,599,208
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ 59,953,747	\$ (24,875,427)	\$ 35,078,320	\$ -

Additional Project Information:

Project Number	N/A
Bond Authorization Date	7/18/2023
Bonds Authorized	\$ 66,599,208
Bonds Issued	66,599,208
Original Authorized Cost	66,599,208
Additional Authorized Cost	-
Revised Authorized Cost	66,599,208
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	47.33%
Revised Target Completion Date	9/1/2026

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## **I. Long-Term Debt**

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WALL TOWNSHIP BOARD OF EDUCATION  
LONG-TERM DEBT  
SCHEDULE OF SERIAL BONDS PAYABLE  
YEAR ENDED JUNE 30, 2025

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES DATE	ANNUAL MATURITIES AMOUNT	INTEREST RATE	BALANCE JUNE 30, 2024	ISSUED	RETIRED	BALANCE JUNE 30, 2025
School Bonds	7/18/2023	\$ 66,599,000	7/15/2025	\$ 1,879,000	3.000%	\$ 66,599,000	\$ -	\$ -	\$ 66,599,000
			7/15/2026	1,900,000	3.000%				
			7/15/2027	1,940,000	3.000%				
			7/15/2028	1,970,000	3.000%				
			7/15/2029	2,040,000	3.000%				
			7/15/2030	2,110,000	3.000%				
			7/15/2031	2,185,000	3.000%				
			7/15/2032	2,260,000	3.000%				
			7/15/2033	2,360,000	3.000%				
			7/15/2034	2,440,000	4.000%				
			7/15/2035	2,535,000	4.000%				
			7/15/2036	2,635,000	4.000%				
			7/15/2037	2,750,000	4.000%				
			7/15/2038	2,860,000	4.000%				
			7/15/2039	2,960,000	4.000%				
			7/15/2040	3,085,000	4.000%				
			7/15/2041	3,210,000	4.000%				
			7/15/2042	3,355,000	4.000%				
			7/15/2043	3,500,000	4.000%				
			7/15/2044	3,625,000	4.000%				
			7/15/2045	3,750,000	4.000%				
			7/15/2046	3,750,000	4.000%				
			7/15/2047	3,750,000	4.000%				
			7/15/2048	3,750,000	4.000%				
Total									
						\$ 66,599,000	\$ -	\$ -	\$ 66,599,000

WALL TOWNSHIP BOARD OF EDUCATION  
 LONG-TERM DEBT  
 SCHEDULE OF OBLIGATIONS UNDER FINANCED PURCHASES  
 YEAR ENDED JUNE 30, 2025

PURPOSE	AMOUNT OF LEASE	INTEREST RATE	AMOUNT OUTSTANDING JUNE 30, 2024	ISSUED	RETIRED	AMOUNT OUTSTANDING JUNE 30, 2025
2022 School Buses (7)	\$ 816,002	1.120%	\$ 212,818	\$ -	\$ 167,616	\$ 45,202
Total			\$ 212,818	\$ -	\$ 167,616	\$ 45,202

WALL TOWNSHIP BOARD OF EDUCATION  
 DEBT SERVICE FUND  
 BUDGETARY COMPARISON SCHEDULE  
 YEAR ENDED JUNE 30, 2025

	June 30, 2025			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Revenues:				
Local Sources:				
Local Tax Levy	\$ 2,574,085	\$ -	\$ 2,574,085	\$ -
State Sources:				
Debt Service Aid Type II	1,112,953	-	1,112,953	-
Total Revenues	3,687,038	-	3,687,038	-
Expenditures:				
Regular Debt Service:				
Interest	3,695,634	-	3,695,634	-
Total Regular Debt Service	3,695,634	-	3,695,634	-
Total Expenditures	3,695,634	-	3,695,634	-
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(8,596)	-	(8,596)	-
Fund Balance, July 1,	8,596	-	8,596	-
Fund Balance, June 30,	\$ -	\$ -	\$ -	\$ -

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**STATISTICAL SECTION (Unaudited)**

Third Section

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**Financial Trends Information**

Financial trends information is intended to assist the user in understanding and assessing how the School District's financial position has changed over time. Please refer to the following exhibits for a historical view of the School District's financial performance. The Exhibits are presented for the last ten fiscal years.

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**WALL TOWNSHIP BOARD OF EDUCATION**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
*(Accrual Basis of Accounting)*  
**(UNAUDITED)**

	FISCAL YEAR ENDING JUNE 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>Governmental Activities:</b>										
Net Investment in										
Capital Assets	\$ 35,811,928	\$ 36,851,311	\$ 35,345,032	\$ 32,742,346	\$ 29,941,361	\$ 27,294,108	\$ 23,668,548	\$ 22,614,140	\$ 20,341,432	\$ 17,202,958
Restricted	51,087,176	72,156,818	7,827,325	8,316,445	8,988,536	7,339,725	7,007,106	7,879,125	6,045,607	5,712,617
Unrestricted (Deficit)	(63,282,072)	(78,451,326)	(17,933,939)	(18,440,395)	(21,444,981)	(24,734,199)	(26,374,370)	(28,363,547)	(28,205,105)	(25,626,679)
<b>Total Governmental Activities</b>	\$ 23,617,032	\$ 30,556,803	\$ 25,238,418	\$ 22,618,396	\$ 17,484,916	\$ 9,899,634	\$ 4,301,284	\$ 2,129,718	\$ (1,818,066)	\$ (2,711,104)
<b>Business-Type Activities:</b>										
Net Investment in Capital Assets	\$ 44,261	\$ 16,657	\$ 21,905	\$ 34,773	\$ 51,888	\$ 66,949	\$ 82,010	\$ 94,376	\$ 109,259	\$ 96,696
Unrestricted (Deficit)	1,390,514	1,298,124	1,067,380	725,200	200,656	71,283	275,281	210,122	181,057	96,832
<b>Total Business-Type Activities</b>	\$ 1,434,775	\$ 1,314,781	\$ 1,089,285	\$ 759,973	\$ 252,544	\$ 138,232	\$ 357,291	\$ 304,498	\$ 290,316	\$ 193,528
<b>District-Wide:</b>										
Net Investment in Capital Assets	\$ 35,856,189	\$ 36,867,968	\$ 35,366,937	\$ 32,777,119	\$ 29,993,249	\$ 27,361,057	\$ 23,750,558	\$ 22,708,516	\$ 20,450,691	\$ 17,299,654
Restricted	51,087,176	72,156,818	7,827,325	8,316,445	8,988,536	7,339,725	7,007,106	7,879,125	6,045,607	5,712,617
Unrestricted (Deficit)	(61,891,558)	(77,153,202)	(16,866,559)	(17,715,195)	(21,244,325)	(24,662,916)	(26,099,089)	(28,153,425)	(28,024,048)	(25,529,847)
<b>Total District Net Position</b>	\$ 25,051,807	\$ 31,871,584	\$ 26,327,703	\$ 23,378,369	\$ 17,737,460	\$ 10,037,866	\$ 4,658,575	\$ 2,434,216	\$ (1,527,750)	\$ (2,517,576)

Source: ACFR Schedule A-1

\*For the year ended June 30, 2024 net position was restated due to GASB 101.

**WALL TOWNSHIP BOARD OF EDUCATION  
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>Expenses:</b>										
Governmental Activities										
Instruction:										
Regular	\$ 34,953,237	\$ 36,540,313	\$ 36,462,029	\$ 36,105,223	\$ 40,948,829	\$ 36,131,686	\$ 36,508,007	\$ 39,377,966	\$ 37,630,745	\$ 33,698,651
Special Education	15,496,006	15,983,220	15,558,333	16,199,835	19,057,565	17,029,615	16,858,330	18,001,939	17,072,291	15,035,647
Vocational Education	960,007	782,415	785,091	783,627	950,667	805,995	620,206	631,973	593,542	590,722
Other Instruction	1,560,287	1,481,227	1,498,210	1,648,927	1,956,606	1,741,541	1,777,481	1,804,832	1,651,386	1,609,390
School Sponsored Cocurricular/Athletics	2,019,097	1,717,518	1,694,110	1,694,050	1,651,602	1,515,024	2,024,421	2,157,394	2,036,227	1,788,657
Support Services:										
Student & Instruction Related Services	13,083,106	12,372,609	12,175,683	11,650,811	10,471,758	9,639,655	11,362,762	11,454,012	11,073,493	9,982,279
General Administration	2,096,122	1,941,235	1,641,072	1,658,063	1,324,784	1,157,589	2,986,703	2,367,353	2,374,618	2,199,742
School Administration	4,099,238	4,144,430	4,214,699	4,358,621	4,322,841	4,002,342	4,775,129	5,383,818	5,172,594	4,729,551
Plant Operations & Maintenance	11,126,420	9,919,510	9,307,757	9,815,648	1,049,595	7,921,174	8,635,521	8,213,055	8,476,832	7,452,065
Student Transportation	7,764,763	7,167,856	7,146,575	7,733,009	1,055,400	5,681,202	5,819,040	5,869,426	5,644,337	5,036,208
Business/Central and Other Support Services	2,196,164	1,920,670	2,131,303	2,080,582	9,138,571	1,794,254	1,858,143	1,857,613	1,428,365	1,582,559
Charter Schools	495,653	413,185	688,772	-	5,012,307	-	-	-	-	-
Interest and Charges on Long-Term Debt	2,585,510	2,179,298	9,616	121,253	204,409	303,090	364,205	418,974	413,056	866,935
Total Governmental Activities	98,435,610	96,565,486	93,313,250	93,849,648	97,144,934	87,723,167	93,589,948	97,538,355	93,567,486	84,572,406
Expenses										
Business-Type Activities:										
Food Service	1,318,998	1,359,445	1,384,212	1,575,238	1,132,465	1,350,848	1,494,552	1,507,486	1,489,665	1,484,453
Before and After School Programs	425,779	316,187	309,318	302,935	288,259	440,693	473,708	416,661	383,074	303,791
Chromebooks	-	-	29,500	-	-	-	-	-	-	-
Total Business-Type Activities	1,744,777	1,675,632	1,723,030	1,878,173	1,420,724	1,791,541	1,968,260	1,924,147	1,872,739	1,788,244
Expense										
Total District Expenses	\$ 100,180,387	\$ 98,241,118	\$ 95,036,280	\$ 95,727,821	\$ 98,565,658	\$ 89,514,708	\$ 95,558,208	\$ 99,462,502	\$ 95,440,225	\$ 86,360,650
Program Revenues:										
Charges for Services										
Instruction (Tuition)	\$ 1,496,272	\$ 1,023,131	\$ 1,114,511	\$ 989,434	\$ 927,171	\$ 1,135,336	\$ 879,340	\$ 620,035	\$ 534,055	\$ 411,075
Pupil Transportation	-	-	-	-	500	350	4,419	-	-	-
Rentals	-	-	-	-	20,800	33,560	120,333	109,346	111,727	44,570
Operating Grants & Contributions	11,493,239	14,591,527	15,680,141	20,648,870	26,958,831	17,534,226	26,352,905	32,776,510	27,095,553	21,150,066
Capital Grants & Contributions	-	-	-	-	-	-	54,872	138,688	817,496	35,109
Total Governmental Activities	12,989,511	15,614,658	16,794,652	21,638,304	27,907,302	18,703,472	27,411,869	33,644,579	28,558,831	21,640,820
Program Revenues										
Business-Type Activities:										
Charges for Services:										
Food Service	962,365	1,006,029	1,079,163	432,562	38,001	845,023	1,268,380	1,226,757	1,258,939	1,243,504
Before and After School Programs	430,025	398,957	389,251	383,502	238,971	354,511	457,439	448,023	404,372	334,296
Chromebooks	11,122	1,845	2,400	330	531	28,830	-	-	-	-
Operating Grants & Contributions	410,392	442,250	559,083	1,567,526	1,207,553	288,796	295,234	263,549	282,717	271,487
Total Business Type Activities	1,813,904	1,849,081	2,029,897	2,383,920	1,485,056	1,517,160	2,021,053	1,938,329	1,946,028	1,849,287
Program Revenues										
Total District Program Revenues	\$ 14,803,415	\$ 17,463,739	\$ 18,824,549	\$ 24,022,224	\$ 29,392,358	\$ 20,220,632	\$ 29,432,922	\$ 35,582,908	\$ 30,504,859	\$ 23,490,107

WALL TOWNSHIP BOARD OF EDUCATION  
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)  
LAST TEN FISCAL YEARS  
(UNAUDITED)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Net (Expense)/Revenue:										
Governmental Activities	\$ (85,446,099)	\$ (80,950,828)	\$ (76,518,598)	\$ (72,211,344)	\$ (69,237,632)	\$ (69,019,695)	\$ (66,178,079)	\$ (63,893,776)	\$ (65,008,655)	\$ (62,931,586)
Business-Type Activities	69,127	173,449	306,867	505,747	64,332	(274,381)	52,793	14,182	73,289	61,043
<b>Total District-Wide Net Expense</b>	<b>\$ (85,376,972)</b>	<b>\$ (80,777,379)</b>	<b>\$ (76,211,731)</b>	<b>\$ (71,705,597)</b>	<b>\$ (69,173,300)</b>	<b>\$ (69,294,076)</b>	<b>\$ (66,125,286)</b>	<b>\$ (63,879,594)</b>	<b>\$ (64,935,366)</b>	<b>\$ (62,870,543)</b>
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 75,674,851	\$ 73,563,981	\$ 70,521,283	\$ 69,138,513	\$ 67,782,856	\$ 65,973,388	\$ 65,330,579	\$ 64,053,498	\$ 62,797,547	\$ 60,945,106
Taxes Levied for Debt Service	2,574,085	1,764,487	2,129,824	2,323,473	2,355,338	2,340,889	2,330,571	2,324,431	2,319,371	2,471,421
State/Federal Aid Sources	6,990,272	7,043,559	6,247,122	5,607,415	5,985,810	5,972,460	449,440	461,720	460,086	497,916
Investment Earnings	-	-	-	-	117,492	95,963	88,398	41,107	7,995	-
Miscellaneous Income	3,754,916	4,097,186	240,391	275,423	31,786	235,345	150,657	960,804	265,021	363,208
<b>Total Governmental Activities</b>	<b>88,994,124</b>	<b>86,269,213</b>	<b>79,138,620</b>	<b>77,344,824</b>	<b>76,273,282</b>	<b>74,618,045</b>	<b>68,349,645</b>	<b>67,841,560</b>	<b>65,850,020</b>	<b>64,277,651</b>
Business-Type Activities:										
Investment Earnings	-	-	-	-	890	322	-	-	-	-
Miscellaneous	50,867	-	22,445	1,682	49,090	55,000	-	-	-	-
<b>Total Business-Type Activities</b>	<b>50,867</b>	<b>52,047</b>	<b>22,445</b>	<b>1,682</b>	<b>49,980</b>	<b>55,322</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total District-Wide</b>	<b>\$ 89,044,991</b>	<b>\$ 86,321,260</b>	<b>\$ 79,161,065</b>	<b>\$ 77,346,506</b>	<b>\$ 76,323,262</b>	<b>\$ 74,673,367</b>	<b>\$ 68,349,645</b>	<b>\$ 67,841,560</b>	<b>\$ 65,850,020</b>	<b>\$ 64,277,651</b>
Change in Net Position:										
Governmental Activities	\$ 3,668,019	\$ 5,543,881	\$ 2,949,334	\$ 5,640,909	\$ 7,149,962	\$ 5,379,291	\$ 2,224,359	\$ 3,961,966	\$ 914,654	\$ 1,407,108
<b>Total District</b>	<b>\$ 3,668,019</b>	<b>\$ 5,543,881</b>	<b>\$ 2,949,334</b>	<b>\$ 5,640,909</b>	<b>\$ 7,149,962</b>	<b>\$ 5,379,291</b>	<b>\$ 2,224,359</b>	<b>\$ 3,961,966</b>	<b>\$ 914,654</b>	<b>\$ 1,407,108</b>

Source: ACFR Schedule A-2

WALL TOWNSHIP BOARD OF EDUCATION  
 FUND BALANCES AND GOVERNMENTAL FUNDS  
 LAST TEN FISCAL YEARS  
 (Modified Accrual Basis of Accounting)  
 (UNAUDITED)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Fund:										
Restricted	\$ 15,629,412	\$ 11,851,043	\$ 7,917,466	\$ 7,998,704	\$ 8,731,545	\$ 7,088,522	\$ 8,034,903	\$ 8,377,795	\$ 5,688,945	\$ 4,349,605
Committed	-	-	-	-	-	-	1,679,277	412,131	554,785	473,561
Assigned	2,338,408	2,682,195	1,897,657	3,429,366	3,943,874	3,161,694	810,283	465,916	113,521	250,573
Unassigned	1,418,032	1,389,606	1,963,720	3,053,505	2,918,140	1,323,780	600,499	854,228	851,602	838,479
<b>Total General Fund</b>	<b>\$ 19,385,852</b>	<b>\$ 15,922,844</b>	<b>\$ 11,778,843</b>	<b>\$ 14,481,575</b>	<b>\$ 15,593,559</b>	<b>\$ 11,573,996</b>	<b>\$ 11,124,962</b>	<b>\$ 10,110,070</b>	<b>\$ 7,208,853</b>	<b>\$ 5,912,218</b>
All Other Governmental Funds:										
Restricted	\$ 35,457,764	\$ 60,305,775	\$ (90,141)	\$ 317,741	\$ 256,991	\$ 251,203	\$ 251,203	\$ 196,330	\$ 388,575	\$ 1,618,425
<b>Total All Other Governmental Funds</b>	<b>\$ 35,457,764</b>	<b>\$ 60,305,775</b>	<b>\$ (90,141)</b>	<b>\$ 317,741</b>	<b>\$ 256,991</b>	<b>\$ 251,203</b>	<b>\$ 251,203</b>	<b>\$ 196,330</b>	<b>\$ 388,575</b>	<b>\$ 1,618,425</b>

Source: ACFR Schedule B-1

WALL TOWNSHIP BOARD OF EDUCATION  
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,  
LAST TEN FISCAL YEARS  
(Modified Accrual Basis of Accounting)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>Revenues</b>										
Tax Levy	\$ 78,248,936	\$ 75,128,468	\$ 72,651,107	\$ 71,461,986	\$ 70,138,194	\$ 68,314,277	\$ 67,661,150	\$ 66,377,929	\$ 65,116,918	\$ 63,416,527
Tuition Charges	1,496,272	1,023,131	1,114,511	989,434	927,171	1,135,336	879,340	620,035	534,055	411,075
Interest Earnings	16,749	18,244	75,395	-	117,492	95,963	88,398	41,107	7,995	-
Transportation	-	-	-	44,409	500	350	4,419	-	-	-
Rental Fees	101,190	93,765	95,895	96,842	20,800	33,560	120,333	109,346	111,727	44,570
Miscellaneous	4,068,977	4,455,248	818,790	605,827	365,055	249,510	192,912	992,999	275,944	386,498
State Sources	26,394,097	26,032,096	24,757,535	23,811,993	19,536,778	17,104,359	15,807,660	14,474,825	13,704,580	11,781,724
Federal Sources	1,304,381	2,902,340	2,108,332	2,487,216	1,640,068	1,602,578	1,369,401	1,335,270	1,270,302	1,320,511
<b>Total Revenues</b>	<b>111,630,602</b>	<b>109,653,292</b>	<b>101,621,565</b>	<b>99,497,707</b>	<b>92,746,058</b>	<b>88,535,933</b>	<b>86,123,613</b>	<b>83,951,511</b>	<b>81,021,521</b>	<b>77,360,905</b>
<b>Expenditures</b>										
Instruction:										
Regular Instruction	24,212,353	24,751,523	24,255,103	23,532,978	22,553,602	21,625,099	31,437,318	29,999,268	29,244,160	28,330,042
Special Education Instruction	10,736,389	10,828,001	10,349,643	10,558,869	10,496,436	10,192,358	14,777,835	14,233,956	13,786,105	12,971,052
Vocational Education - Tuition	692,090	597,998	594,522	570,885	678,770	626,879	620,206	631,973	593,542	590,722
Other Instruction	1,081,043	1,003,347	996,632	1,074,752	1,077,521	1,042,326	1,518,521	1,360,592	1,266,809	1,341,752
School Sponsored Activities & Athletics	1,455,611	1,312,696	1,282,891	1,234,143	1,179,233	1,178,340	1,767,414	1,686,985	1,621,365	1,535,470
Support Services:										
Attendance & Social Work Services	778,870	748,338	676,614	720,518	703,405	649,565	-	-	-	-
Health Services	857,554	951,096	859,600	670,474	702,531	603,941	-	-	-	-
Student & Instruction Related Services	7,795,472	7,756,929	7,684,011	7,096,816	6,070,828	6,243,924	10,225,448	9,415,559	9,390,598	9,224,273
General Administration	1,511,140	1,483,683	1,242,727	1,207,926	945,887	900,338	1,068,454	1,074,753	1,090,756	1,010,506
School Administration	2,955,230	3,167,581	3,191,646	3,175,327	3,086,479	3,112,900	4,433,677	4,250,464	4,208,259	4,193,626
Plant Operations & Maintenance	8,142,117	7,791,562	7,315,064	7,462,499	6,696,250	6,400,031	7,249,392	7,634,816	7,212,942	7,212,942
Student Transportation	5,597,787	5,478,379	5,411,855	5,633,623	3,578,753	4,418,666	5,213,044	5,008,659	4,914,773	4,647,740
Business/Central & Other Support Services	1,583,263	1,467,964	1,613,963	1,515,738	1,502,951	1,395,517	1,742,002	1,597,477	1,351,770	1,520,373
Unallocated Benefits	17,526,800	15,533,649	16,427,279	14,326,352	11,690,076	11,438,723	-	-	-	-
On Behalf TP/AF Pension and Social Security Contributions	18,149,296	18,455,004	17,532,808	17,410,619	13,544,999	11,176,786	-	-	-	-
Charter Schools	362,480	315,796	521,583	-	-	-	-	-	-	-
Capital Outlay	25,874,696	7,590,799	1,918,773	2,085,684	1,595,342	3,970,890	1,686,432	1,700,822	2,531,137	310,619
Debt Service:										
Principal	-	2,410,000	2,657,224	2,755,000	2,660,000	2,525,000	2,665,816	2,578,656	2,494,964	2,730,213
Interest & Other Charges	3,703,414	68,030	200,241	332,738	458,058	573,757	673,824	753,983	825,682	692,791
Bond Issuance Costs	-	-	-	-	-	-	-	-	-	-
Payments to Escrow Agent	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>133,015,605</b>	<b>111,712,375</b>	<b>104,732,179</b>	<b>101,364,943</b>	<b>89,221,250</b>	<b>88,075,040</b>	<b>85,988,848</b>	<b>81,542,539</b>	<b>80,954,736</b>	<b>76,312,121</b>
Other Financing Sources/(Uses):										
Cancellation of Payable	-	-	-	-	-	43,141	-	-	-	-
Financed Purchases (Non-Budgeted)	-	-	-	816,002	-	-	935,000	300,000	-	337,000
Bond Proceeds	-	66,599,000	-	-	-	-	-	-	-	-
Transfers in	-	-	-	251,202	-	-	-	-	-	1,434,780
Transfers Out	-	-	-	(300,292)	-	(55,000)	-	-	-	(1,434,780)
<b>Total Other Financing Sources/(Uses)</b>	<b>-</b>	<b>66,599,000</b>	<b>-</b>	<b>816,002</b>	<b>(49,090)</b>	<b>(11,859)</b>	<b>935,000</b>	<b>300,000</b>	<b>-</b>	<b>337,000</b>
<b>Net Change in Fund Balances</b>	<b>\$ (21,385,003)</b>	<b>\$ 64,539,917</b>	<b>\$ (3,110,614)</b>	<b>\$ (1,051,234)</b>	<b>\$ 3,475,718</b>	<b>\$ 449,034</b>	<b>\$ 1,069,765</b>	<b>\$ 2,708,972</b>	<b>\$ 66,785</b>	<b>\$ 1,385,784</b>
Debt Service as a Percentage of Noncapital Expenditures	3.46%	2.38%	2.78%	3.11%	3.56%	3.68%	3.96%	4.17%	4.23%	4.50%

WALL TOWNSHIP BOARD OF EDUCATION  
 GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE  
 LAST TEN FISCAL YEARS  
 (Modified Accrual Basis of Accounting)  
 (UNAUDITED)

FISCAL YEAR ENDING JUNE 30	INTEREST ON INVESTMENTS	REIMBURSEMENTS	TUITION	DEMAND RESPONSE	PRIOR YEAR PAYABLES CANCELLED	TRANSPORTATION	E-RATE	RENTALS	GRANT PROCEEDS FOR PRIOR YEAR CAPITAL PROJECTS	INSURANCE PROCEEDS	MISCELLANEOUS	TOTAL
2025	\$ 2,588,660	\$ -	\$ 1,496,272	\$ -	\$ -	\$ -	\$ -	\$ 101,190	\$ -	\$ -	\$ 1,065,066	\$ 5,251,188
2024	3,848,889	-	1,023,131	-	-	-	-	93,765	-	-	154,532	5,120,317
2023	75,395	-	1,114,511	-	-	-	-	95,895	-	-	69,101	1,354,902
2022	92,497	-	989,434	-	-	44,409	-	96,842	-	-	41,674	1,264,856
2021	117,492	-	927,171	-	-	500	-	20,800	-	-	80,876	1,146,839
2020	95,963	-	1,135,336	-	43,141	-	-	33,560	-	-	247,204	1,555,554
2019	88,398	-	879,340	21,135	11,575	350	-	120,333	-	-	117,947	1,243,147
2018	41,107	-	620,035	16,164	759,106	4,419	-	109,346	-	-	185,534	1,731,292
2017	7,995	-	534,055	23,246	74,708	-	-	111,727	114,212	-	52,855	1,886,927
2016	-	77,647	411,075	-	-	-	49,790	44,570	-	174,767	61,004	1,382,412

Source: District Records

**Revenue Capacity Information**

Revenue capacity information is intended to assist users in understanding and assessing the factors affecting the School District's ability to generate revenues. Please refer to the following exhibits for a historical view of these factors and how they relate to the School District's ability to generate revenues.

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WALL TOWNSHIP BOARD OF EDUCATION  
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,  
 LAST TEN FISCAL YEARS

FISCAL YEAR ENDED JUNE 30	VACANT LAND	RESIDENTIAL	FARM REG.	OFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	LESS: TAX EXEMPT PROPERTY	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	ACTUAL (COUNTY EQUALIZED) VALUE
2016	\$ 85,540,500	\$ 4,505,855,990	\$ 46,534,000	\$ 765,200	\$ 1,014,262,500	\$ 240,969,300	\$ 46,891,700	\$ 5,940,819,190	\$ -	\$ 7,953,969	\$ 5,948,773,159	1.080	\$ 5,924,070,513
2017	86,395,800	4,498,740,990	44,629,300	764,900	1,014,418,800	240,639,200	46,891,700	5,932,480,690	-	8,063,235	5,940,543,925	1.107	6,128,451,633
2018	87,939,400	4,505,584,900	41,343,000	760,300	1,056,984,200	256,938,000	46,891,700	5,996,441,500	-	7,824,535	6,004,266,035	1.123	6,156,959,538
2019	84,756,900	4,519,487,200	39,430,000	719,600	1,059,098,600	228,680,700	46,309,200	5,978,482,200	-	-	5,978,482,200	1.138	6,348,046,083
2020	86,233,800	4,539,928,100	36,714,700	708,500	1,093,421,500	228,986,100	45,533,400	6,031,526,100	-	-	6,031,526,100	1.148	6,661,082,532
2021	77,878,000	4,558,054,400	39,002,700	679,200	1,097,421,600	240,484,600	45,533,400	6,059,053,900	-	-	6,059,053,900	1.168	6,726,555,593
2022	100,665,700	4,588,338,100	35,583,300	661,000	1,107,103,700	267,263,800	45,533,400	6,145,149,000	-	-	6,145,149,000	1.173	8,085,722,368
2023	100,727,800	4,647,184,800	36,873,300	669,600	1,131,701,400	268,751,000	45,533,400	6,321,261,300	-	-	6,321,261,300	1.186	9,130,053,187
2024	115,194,500	4,704,387,100	37,552,700	666,600	1,168,715,300	276,394,900	45,533,400	6,348,444,500	100,000	-	6,348,344,500	1.208	9,314,809,460
2025	84,490,400	4,799,517,648	38,927,000	647,700	1,142,510,200	277,065,700	43,957,600	6,387,116,248	-	-	6,387,116,248	1.253	9,314,809,460

Source: Monmouth County Board of Taxation  
 Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation.

Reassessment occurs when ordered by the County Board of Taxation

- a. Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies
- b. Tax rates are per \$100

**WALL TOWNSHIP BOARD OF EDUCATION  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS  
(Rate per \$100 of Assessed Value)**

<b>FISCAL YEAR ENDED JUNE 30,</b>	<b><u>TOTAL</u></b>	<b><u>SCHOOL DISTRICT</u></b>	<b><u>MUNICIPAL</u></b>	<b><u>COUNTY</u></b>	<b><u>OTHER</u></b>
2016	1.813	1.080	0.448	0.253	0.032
2017	1.847	1.107	0.453	0.254	0.033
2018	1.884	1.123	0.459	0.256	0.046
2019	1.947	1.138	0.463	0.299	0.047
2020	1.983	1.148	0.463	0.309	0.063
2021	1.942	1.168	0.470	0.254	0.050
2022	1.952	1.173	0.474	0.253	0.052
2023	1.984	1.186	0.487	0.256	0.055
2024	2.033	1.208	0.491	0.275	0.059
2025	2.155	1.253	0.511	0.348	0.043

Source: Municipal Tax Assessor

Note: N.J.S.A. 18A:7F-5d limits the amount that the District can submit for a general fund tax levy. The levy, when added to other components of the District's net budget, may not exceed the prebudget year net budget by

WALL TOWNSHIP BOARD OF EDUCATION  
 PRINCIPAL PROPERTY TAX PAYERS,  
 CURRENT YEAR AND NINE YEARS AGO

<u>Taxpayer</u>	2025	
	TAXABLE ASSESSED VALUE	% OF TOTAL DISTRICT NET ASSESSED VALUE

DATA NOT AVAILABLE

Total	\$ -	0.000%
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<u>Taxpayer</u>	2016	
	TAXABLE ASSESSED VALUE	% OF TOTAL DISTRICT NET ASSESSED VALUE

DATA NOT AVAILABLE

Total	\$ -	0.000%
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Source: Municipal Tax Assessor

N/A - Information was not available at reporting time

**WALL TOWNSHIP BOARD OF EDUCATION  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
2016	\$ 63,416,527	\$ 63,416,527	100.00%	-
2017	65,116,918	65,116,918	100.00%	-
2018	66,377,929	66,377,929	100.00%	-
2019	67,661,150	67,661,150	100.00%	-
2020	68,314,277	68,314,277	100.00%	-
2021	70,138,194	70,138,194	100.00%	-
2022	71,461,986	71,461,986	100.00%	-
2023	70,521,283	70,521,283	100.00%	-
2024	73,363,981	73,363,981	100.00%	-
2025	75,674,851	75,674,851	100.00%	-

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

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

**Debt Capacity Information**

Debt capacity information is intended to assist users in understanding and assessing the School District's debt burden and its ability to issue additional debt. Please refer to the following exhibits for historical view of the School District's outstanding debt and its debt capacity.

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WALL TOWNSHIP BOARD OF EDUCATION  
 RATIOS OF OUTSTANDING DEBT BY TYPE  
 LAST TEN FISCAL YEARS

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES				TOTAL DISTRICT POPULATION	PER CAPITA INCOME	PERSONAL INCOME	OUTSTANDING DEBT RATIO
	GENERAL OBLIGATION BONDS	UNAMORTIZED BOND PREMIUMS	FINANCE PURCHASE AGREEMENTS					
2016	\$ 19,985,000	\$ 2,073,399	\$ 624,765	\$ 22,683,164	25,891	\$ 70,493	\$ 1,825,134,263	1.24%
2017	17,740,000	1,628,638	374,801	19,743,439	25,813	73,117	1,887,369,121	1.05%
2018	15,420,000	1,250,283	416,145	17,086,428	25,690	76,307	1,960,326,830	0.87%
2019	13,005,000	923,643	1,100,329	15,028,972	25,602	81,569	2,088,329,538	0.72%
2020	10,480,000	651,115	787,139	11,918,254	25,518	84,694	2,161,221,492	0.55%
2021	7,820,000	425,379	546,403	8,791,782	26,467	90,876	2,405,215,092	0.37%
2022	5,065,000	239,408	842,015	6,146,423	26,375	94,540	2,493,492,500	0.25%
2023	2,410,000	97,631	487,708	2,995,339	26,530	100,477	2,665,654,810	N/A
2024	66,599,000	-	212,818	66,811,818	26,722	N/A	N/A	N/A
2025	66,599,000	-	45,202	66,644,202	N/A	N/A	N/A	N/A

**Note:** Details regarding the district's outstanding debt can be found in the notes to the financial statements.  
 See Exhibit J-14 for personal income and population data.

**WALL TOWNSHIP BOARD OF EDUCATION  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT OUTSTANDING				NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA POPULATION
	GENERAL OBLIGATION BONDS	UNAMORTIZED BOND PREMIUMS	DEDUCTIONS	GENERAL BONDED DEBT			
2016	\$ 19,985,000	\$ 2,073,399	\$ -	\$ 22,058,399	0.33%	25,891	
2017	17,740,000	1,628,638	-	19,368,638	0.29%	25,813	
2018	15,420,000	1,250,283	-	16,670,283	0.24%	25,690	
2019	13,005,000	923,643	-	13,928,643	0.20%	25,602	
2020	10,480,000	651,115	-	11,131,115	0.17%	25,518	
2021	7,820,000	425,379	-	8,245,379	0.12%	26,467	
2022	5,065,000	425,379	-	5,490,379	0.07%	26,375	
2023	2,410,000	97,631	-	2,507,631	0.03%	26,530	
2024	66,599,000	-	-	66,599,000	0.71%	26,722	
2025	66,599,000	-	-	66,599,000	0.71%	N/A	

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements. See Exhibit J-6 for property tax data. Population data can be found in Exhibit J-14.

**WALL TOWNSHIP BOARD OF EDUCATION  
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
JUNE 30, 2025**

	<b>NET DEBT</b>
Municipal Debt:	
Wall Township Board of Education (as of June 30, 2025)	\$ 66,599,000
Township of Wall	31,165,589
Subtotal, Overlapping Debt	97,764,589
Overlapping Debt Apportioned to the Municipality:	
Monmouth County:	
County of Monmouth	564,062,115
Total Direct & Overlapping Debt	\$ 661,826,704

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

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

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

WALL TOWNSHIP BOARD OF EDUCATION  
 LEGAL DEBT MARGIN INFORMATION  
 LAST TEN FISCAL YEARS  
 (Dollars in Thousands)

	FISCAL YEAR									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Debt Limit	\$ 271,849,095	\$ 244,375,323	\$ 212,370,668	\$ 204,978,604	\$ 195,967,337	\$ 190,325,093	\$ 244,761,800	\$ 236,601,951	\$ 229,784,067	\$ 223,373,044
Total Net Debt Applicable to Limit	66,599,000	66,599,000	2,410,000	5,056,000	7,820,000	10,480,000	13,005,000	15,420,000	17,740,000	19,985,000
Legal Debt Margin	\$ 205,250,095	\$ 177,776,323	\$ 209,960,668	\$ 199,922,604	\$ 188,147,337	\$ 179,845,093	\$ 231,756,800	\$ 221,181,951	\$ 212,044,067	\$ 203,388,044
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	24.50%	27.25%	1.13%	2.47%	3.99%	5.51%	5.31%	6.52%	7.72%	8.95%

**Legal Debt Margin Calculation**

	2024	2023	2022
Equalized Valuation Basis	\$ 9,969,133,951	\$ 9,130,053,187	\$ 8,085,722,368
Average Equalized Valuation of Taxable Property	\$ 27,184,909,506		
Debt Limit (3% of Average Equalization Value)	\$ 9,061,636,502		
Net Bonded School Debt	\$ 271,849,095	\$ 271,849,095	\$ 66,599,000
Legal Debt Margin	\$ 205,250,095		

Source: Equalized valuation bases were obtained from the Monmouth County Board of Taxation

### **Demographic and Economic Information**

Demographic and economic information is intended (1) to assist users in understanding the socioeconomic environment within the School District operates and (2) to provide information that facilitates comparisons of financial statement information over time and among school districts.

Please refer to the following exhibits for a historical view of the demographic and economic statistics and factors prevalent in the location in which the School District operates.

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**WALL TOWNSHIP BOARD OF EDUCATION  
 DEMOGRAPHIC AND ECONOMIC STATISTICS  
 LAST TEN FISCAL YEARS**

<b>YEAR</b>	<b>POPULATION (a)</b>	<b>PER CAPITA PERSONAL INCOME (c)</b>	<b>UNEMPLOYMENT RATE (d)</b>
2016	25,891	\$70,493	4.50%
2017	25,813	73,117	4.10%
2018	25,690	76,307	3.70%
2019	25,602	81,569	3.20%
2020	25,518	84,694	8.80%
2021	26,467	90,876	6.10%
2022	26,375	94,540	3.60%
2023	26,530	100,477	3.90%
2024	26,722	N/A	4.10%
2025	N/A	N/A	N/A

Sources:

a Population information provided by the NJ Department of Labor and Workforce Development.

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

c Per capita personal income by municipality estimated based upon the 2020 Census published by the US Bureau of Economic Analysis.

d Unemployment data provided by the NJ Department of Labor and Workforce Development.

WALL TOWNSHIP BOARD OF EDUCATION  
 PRINCIPAL EMPLOYERS  
 CURRENT YEAR AND NINE YEARS AGO

	2025	
	EMPLOYEES	PERCENTAGE OF TOTAL EMPLOYMENT
	RANK	
	DATA NOT AVAILABLE	
Total	-	0.00%
Total Employment - (Estimated)	-	

	2016	
	EMPLOYEES	PERCENTAGE OF TOTAL EMPLOYMENT
	RANK	
	DATA NOT AVAILABLE	
Total	-	0.00%
Total Employment - (Estimated)	-	

Source: Township of Wall, Clerk's Office.

N/A - Information was not available at reporting time

### **Operating Information**

Operating information is intended to provide contextual information about the School District's operations and resources to assist readers in using financial statement information to understand and assess the School District's economic condition. Please refer to the following exhibits for a historical view of the factors and statistics pertinent to the School District's operations.

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MIDDLETOWN TOWNSHIP BOARD OF EDUCATION  
 FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
 LAST TEN FISCAL YEARS

Function/Program	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Instruction:										
Regular	247	247	249	258	261	259	259	268	271	274
Special Education	151	159	161	171	173	171	165	168	161	156
Other Instruction	233	232	233	230	230	222	213	199	194	164
Support Services:										
Health Services										
Student & Instruction Related Services	111	109	115	115	120	116	119	110	122	99
General Administration	8	8	7	6	6	6	6	6	6	6
School Administrative Services	29	31	30	32	32	33	32	32	31	30
Central Services	7	7	7	7	7	7	7	7	7	7
Administrative Information Technology	8	8	8	6	6	6	6	6	6	6
Plant Operations & Maintenance	106	104	98	105	106	106	105	100	99	104
Pupil Transportation	52	53	58	58	62	62	60	63	64	66
Total	952	958	966	988	1,003	988	971	958	959	912

Source: District Personnel Records

WALL TOWNSHIP BOARD OF EDUCATION  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/TEACHER RATIO (d)			AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						ELEM	MIDDLE	HIGH				
2025	3,163	\$ 83,083,774	\$ 26,267	13.15%	343	01:09.7	01:09.2	01:08.5	3,163	2,983	0.22%	94.32%
2024	3,156	79,660,960	25,241	2.20%	345	01:10.8	01:10.6	01:11.4	3,156	2,985	-1.17%	94.58%
2023	3,192	78,831,677	24,697	6.39%	353	01:09.3	01:09.5	01:08.4	3,193	3,009	-1.87%	94.22%
2022	3,258	75,630,306	23,214	4.55%	353	01:09.3	01:09.3	01:09.1	3,254	3,078	3.42%	94.58%
2021	3,196	70,962,851	22,204	6.86%	371	01:07.5	01:08.8	01:08.9	3,147	3,007	-6.89%	95.57%
2020	3,311	68,798,610	20,779	14.00%	417	01:08.4	01:07.8	01:07.6	3,380	3,301	0.00%	97.66%
2019	3,351	80,962,776	24,161	7.68%	417	01:08.4	01:07.8	01:07.6	3,380	3,301	-0.55%	97.66%
2018	3,410	76,509,078	22,437	3.37%	419	01:08.4	01:07.7	01:08.0	3,399	3,326	-1.61%	97.87%
2017	3,460	75,102,953	21,706	7.84%	418	01:08.7	0:01:08	0:01:08	3,454	3,436	-3.73%	99.46%
2016	3,606	72,578,498	20,127	3.95%	400	01:08.9	01:08.8	01:09.3	3,588	3,475	0.45%	96.85%

Sources: District records

Note: Enrollment based on annual October district count from the year prior.

a Operating expenditures equal total expenditures less debt service, capital outlay, and on-behalf TPAF Pension and reimbursed TPAF social security contributions. J-4

b Teaching staff includes only full-time equivalents of certificated staff.

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

d Pupil/Teacher ratio was obtained from the Comparative Spending Guide

MIDDLETOWN TOWNSHIP BOARD OF EDUCATION  
 SCHOOL BUILDING INFORMATION  
 LAST TEN FISCAL YEARS

<u>DISTRICT BUILDINGS</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Elementary Schools:										
Allenwood										
Square Feet	49,920	49,920	49,920	49,920	49,920	49,920	49,920	49,920	49,920	49,920
Capacity (Students)	521	521	521	521	521	521	521	521	521	521
Enrollment	380	380	403	408	375	364	406	391	380	348
Central										
Square Feet	56,110	56,110	56,110	56,110	56,110	56,110	56,110	56,110	56,110	56,110
Capacity (Students)	596	596	596	596	596	596	596	596	596	596
Enrollment (a)	497	506	502	509	476	427	538	526	522	504
Old Mill										
Square Feet	56,440	56,440	56,440	56,440	56,440	56,440	56,440	56,440	56,440	56,440
Capacity (Students)	560	560	560	560	560	560	560	560	560	560
Enrollment	397	384	366	361	347	326	380	381	404	402
West Belmar										
Square Feet	39,360	39,360	39,360	39,360	39,360	39,360	39,360	39,360	39,360	39,360
Capacity (Students)	276	276	276	276	276	276	276	276	276	276
Enrollment	172	157	166	172	167	144	173	181	186	203
Middle School:										
Intermediate										
Square Feet	126,000	126,000	126,000	126,000	126,000	126,000	126,000	126,000	126,000	126,000
Capacity (Students)	1,009	1,009	1,009	1,009	1,009	1,009	1,009	1,009	1,009	1,009
Enrollment	754	764	764	777	778	779	775	787	811	887
High School:										
Square Feet	186,340	186,340	186,340	186,340	186,340	186,340	186,340	186,340	186,340	186,340
Capacity (Students)	1,394	1,394	1,394	1,394	1,394	1,394	1,394	1,394	1,394	1,394
Enrollment	888	892	917	966	985	1,051	1,021	1,094	1,100	1,190
Primary:										
Square Feet	5,970	5,970	5,970	5,970	5,970	5,970	5,970	5,970	5,970	5,970
Capacity (Students)	60	60	60	60	60	60	60	60	60	60
Enrollment	75	73	74	65	54	55	58	50	57	55

MIDDLETOWN TOWNSHIP BOARD OF EDUCATION  
 SCHOOL BUILDING INFORMATION  
 LAST TEN FISCAL YEARS

<u>DISTRICT BUILDINGS</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
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Virtual:

Enrollment	0	0	0	0	N/A	165	N/A	N/A	N/A	N/A
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Other:

Superintendent's Building Square Feet- 2,880										
Business Office Square Feet- 5,760										
Technology Building Square Feet- 1,069										
Tech. Storage Barn Square Feet- 1,296										
Maintenance Building Square Feet- 4,756										

Red Storage Barn Square Feet - 960										
Special Service Bldg. 1 Square Feet- 2,000										
Special Service Bldg. 2 Square Feet- 1,104										
District Storage Bldg. Square Feet- 5,000										
Garage Apt. Square Feet- 2,030										
18th Ave. Field Square feet- 1,800										

Number of Schools at June 30, 2025:

Elementary = 4	
Middle School = 1	
Senior High School = 1	
Other = 1	

**Source:** District Facilities Office, District Records

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of additions. Enrollment is based on the annual October district count.

WALL TOWNSHIP BOARD OF EDUCATION  
 GENERAL FUND  
 SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
 LAST TEN FISCAL YEARS

SCHOOL FACILITIES	PROJECT # (S)	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Wall High School	050	\$ 153,392	\$ 150,379	\$ 110,759	\$ 131,964	\$ 88,503	\$ 136,233	\$ 168,933	\$ 87,265	\$ 136,799	\$ 102,842
Allenwood School	060	71,146	46,626	45,216	20,987	31,437	31,525	31,409	39,077	29,623	35,969
Central Elementary	070	58,590	41,272	50,340	34,802	15,561	40,908	71,440	54,929	51,100	49,712
Wall Intermediate	075	126,904	103,197	105,932	108,967	51,354	25,939	93,853	196,273	108,071	45,122
Old Mill	077	69,204	42,348	68,093	44,006	40,964	29,930	65,456	38,219	187,116	39,956
Primary	078	42,602	32,770	26,746	41,279	18,370	18,345	25,201	2,166	6,157	16,272
West Belmar	080	50,964	39,840	37,576	37,064	43,229	17,445	56,640	11,395	31,747	31,551
Grand Total		572,802	456,432	444,662	419,069	289,418	300,325	512,932	429,324	550,613	321,424

Source: District Records

**WALL TOWNSHIP BOARD OF EDUCATION  
INSURANCE SCHEDULE  
JUNE 30, 2025  
UNAUDITED**

	<b>COVERAGE</b>	<b>DEDUCTIBLE</b>
<b>SCHOOL PACKAGE POLICY (1):</b>		
<b>School Excess Liability Joint Insurance Fund</b>		
Property Blanket Bldg. & Contents	\$ 500,000,000	\$ 5,000
Program Blanket Limit	500,000,000 *	5,000
Comprehensive General Liability	5,000,000	-
Comprehensive Crime Coverage	500,000	1,000
Money & Securities	50,000	1,000
Workers Compensation	Statutory	N/L
<b>COMPUTERS &amp; SCHEDULE EQUIPMENT</b>		
<b>School Excess Liability Joint Insurance Fund</b>		
	500,000,000	
Data Processing Equipment	Included in Blanket Limit	5,000
Valuable Papers	Included in Blanket Limit	5,000
Miscellaneous Equipment	Included in Blanket Limit	5,000
Business Income	100,000,000	5,000
Extra Expense	50,000,000	5,000
<b>BOILER &amp; MACHINERY - SCHOOL EXCESS JOINT INSURANCE FUND</b>		
Property Damage	100,000,000	5,000
<b>UMBRELLA EXCESS LIABILITY</b>		
Excess Liability - Dipolma JIF	5,000,000	None
School Excess - Umbrella Policy	30,000,000	None
<b>SCHOOL BOARD LEGAL LIABILITY - ACE USA</b>		
Directors & Officers Policy	Included in SLPL	None
<b>PUBLIC OFFICIAL BOND - PABLO D. CANELA</b>		
	400,000	None
<b>PUBLIC OFFICIAL BOND - BRIAN J. SMYTH</b>		
	400,000	None
<b>AUTOMOBILE &amp; TRUCKS</b>		
<b>School Excess Liability Joint Insurance Fund</b>		
	5,000,000 CSL	

Source: District Records

**SINGLE AUDIT SECTION**

Fourth Section

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## EXHIBIT K-1

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

Honorable President and Members  
of the Board of Education  
Wall Township School District  
County of Monmouth  
Wall, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Wall Township School District, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Wall Township School District's basic financial statements, and have issued our report thereon dated December 23, 2025.

#### **Report on Internal Control Over Financial Reporting**

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

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

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

### **Report on Compliance and Other Matters**

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

### **Purpose of This Report**

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.



Brian J. Waldron  
Certified Public Accountant  
Public School Accountant, No. 2600

Lakewood, New Jersey  
December 23, 2025

EXHIBIT K-2

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

Honorable President and Members  
of the Board of Education  
Wall Township School District  
County of Monmouth  
Wall, New Jersey

**Report on Compliance for Each Major Federal and State Program**

***Opinion on Each Major Federal and State Program***

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

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

***Basis for Opinion on Each Major Federal and State Program***

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

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

***Responsibilities of Management for Compliance***

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

### ***Auditor's Responsibilities for the Audit of Compliance***

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

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

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

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

### **Report on Internal Control Over Compliance**

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

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

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

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

A handwritten signature in black ink that reads "Brian J. Waldron". The signature is written in a cursive style with a large, looped initial "B".

Brian J. Waldron

Certified Public Accountant

Public School Accountant, No. 2600

Lakewood, New Jersey  
December 23, 2025

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

FEDERAL ASSISTANCE LISTING NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2024	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	ADJUSTMENTS	UNEARNED REVENUE	BALANCE JUNE 30, 2025 (ACCOUNTS RECEIVABLE)	DUE TO GRANTOR
93.778	2505NJMAP	100-034-5404-211	\$ 23,299	7/1/24-6/30/25	\$ -	\$ 23,299	(\$ 23,299)	\$ -	\$ -	\$ -	\$ -	\$ -
						23,299	(23,299)					
						23,299	(23,299)					
<b>Total U.S. Department of Health and Human Services</b>												
<b>U.S. Department of the Treasury</b>												
Passed Through New Jersey Department of Education:												
21.027	SUREDOE/ISES	100-034-5065-096	277,136	7/1/24-6/30/25	-	277,136	-	-	-	277,136	-	-
21.027	SUREDOE/ISES	100-034-5065-096	277,136	7/1/24-6/30/24	-	277,136	-	-	-	277,136	-	-
<b>Total U.S. Department of the Treasury</b>												
<b>U.S. Department of Agriculture</b>												
Passed Through New Jersey Department of Agriculture:												
10.553	24NJ304N1099	100-010-3350-028	34,119	7/1/24-6/30/25	(1,522)	32,593	(34,119)	-	-	-	(1,616)	-
10.553	23NJ304N1099	100-010-3350-028	31,165	7/1/23-6/30/24	(1,522)	1,522	-	-	-	-	-	-
10.555	24NJ304N1099	100-010-3350-028	237,159	7/1/24-6/30/25	-	228,435	(237,159)	-	-	-	(8,724)	-
10.555	23NJ304N1099	100-010-3350-028	211,425	7/1/23-6/30/24	(7,870)	7,870	-	-	-	-	-	-
10.555	24NJ304N1099	100-010-3350-026	15,474	7/1/24-6/30/25	-	14,882	(15,474)	-	-	-	(592)	-
10.555	23NJ304N1099	100-010-3350-026	13,977	7/1/23-6/30/24	(550)	550	-	-	-	-	-	-
10.555	24NJ304N1099	Unavailable	102,621	7/1/24-6/30/25	(8,420)	102,621	(102,621)	-	-	-	(9,316)	-
						354,358	(355,254)					
						388,383	(389,373)				(10,932)	
10.649	2024228900941	100-010-3370-003	322	7/1/24-6/30/25	(9,942)	322	(322)	-	-	-	-	-
						388,705	(389,695)				(10,932)	
<b>Total U.S. Department of Agriculture</b>												
<b>U.S. Department of Education</b>												
Passed Through New Jersey Department of Education:												
84.010	S010A240030	100-034-5064-194	135,444	7/1/24-9/30/25	-	119,206	(143,496)	-	-	-	(24,290)	-
84.010	S010A230030	100-034-5064-194	147,215	7/1/23-9/30/24	(3,146)	43,988	-	-	4,235	-	-	16,728
						163,164	(143,496)		4,235		(24,290)	16,728
84.367	S87A240029	100-034-5063-290	60,203	7/1/24-9/30/25	(5,017)	41,461	(53,013)	-	-	-	(11,552)	894
84.367	S87A230029	100-034-5063-290	60,203	7/1/23-9/30/24	(5,017)	16,561	-	-	-	-	-	11,544
						58,022	(53,013)				(11,552)	12,138
84.365	S85A240030	100-034-5064-187	11,985	7/1/24-9/30/25	(296)	791	(5,654)	-	(129)	-	(10,788)	366
84.365	S85A230030	100-034-5064-187	17,341	7/1/23-9/30/24	(296)	5,367	(5,654)	-	(129)	-	(10,788)	366
						14,811	(4,811)				-	-
84.424	S42A240031	100-034-5064-189	10,000	7/1/24-9/30/25	-	14,811	(14,811)	-	-	-	-	-
						14,811	(14,811)				-	-
<b>Special Education Cluster:</b>												
84.027A	H027A240100	100-034-5065-016	908,072	7/1/24-9/30/25	-	857,089	(871,268)	-	-	-	(14,179)	-
84.027A	H027A230100	100-034-5065-016	942,538	7/1/23-9/30/24	(64,300)	1,408	-	-	85	-	-	-
						921,394	(871,268)		85		(14,179)	-
84.173	H173A240114	100-034-5065-020	58,655	7/1/24-9/30/25	(11,293)	57,700	(58,621)	-	-	-	(921)	-
84.173	H173A230114	100-034-5065-020	63,198	7/1/23-9/30/24	(11,293)	10,724	-	-	569	-	-	-
						68,424	(58,621)		569		(921)	-
						989,818	(929,889)		654		(15,100)	-
<b>Total Special Education Cluster</b>												
<b>Education Stabilization Fund</b>												
84.425D	S425D200027	100-034-5120-513	256,452	3/13/20-9/30/22	1,069	-	-	-	(1,069)	-	-	-
84.425D	S425D200027	100-034-5120-516	44,341	7/16/20-10/31/20	(1,065)	-	-	-	1,065	-	-	-
84.425U	S425U1210027	100-034-5120-519	2,764,299	3/13/20-9/30/24	(712)	94,248	(88,245)	-	-	994	-	-
84.425U	S425U1210027	100-034-5120-519	40,000	3/13/20-9/30/24	(43)	276	(228)	-	(5)	-	-	-
84.425U	S425U1210027	100-034-5120-519	40,000	3/13/20-9/30/24	(2,252)	14,672	(12,420)	-	-	-	-	-
						145,432	(135,417)		(9)	994	-	-
						1,376,634	(1,282,280)		4,751	994	(52,020)	29,232
<b>Total U.S. Department of Education</b>												
<b>Total Expenditures of Federal Awards</b>												
					\$ (31,435)	\$ 2,342,910	\$ (1,695,274)	\$ -	\$ -	\$ 4,751	\$ 555,266	\$ (62,952)
												\$ 29,232

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

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**WALL TOWNSHIP BOARD OF EDUCATION**  
**NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE**  
**FINANCIAL ASSISTANCE**  
**YEAR ENDED JUNE 30, 2025**

**Note 1. Basis of Presentation**

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all federal awards and state financial assistance programs of the Wall Township School District. The School District is defined in Note 1 of the basic financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

**Note 2. Summary of Significant Accounting Policies**

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the budgetary basis of accounting with the following exception: programs recorded in the enterprise fund are presented using the accrual basis of accounting and programs recorded in the capital projects fund are presented using the modified accrual basis of accounting. These bases of accounting are described in Note 1 to the School District's basic financial statements. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

The School District did not elect the 10-percent de minimis indirect cost rate as discussed in 2 CFR 200.414.

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the School 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.

**WALL TOWNSHIP BOARD OF EDUCATION  
 NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE  
 FINANCIAL ASSISTANCE  
 YEAR ENDED JUNE 30, 2025 (Continued)**

**Note 3. Relationship to Basic Financial Statements**

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$52,914) for the general fund and (\$698) for the special revenue fund. See Exhibit C-3 Note A of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. The net adjustment for the special revenue fund includes (\$500) of local awards which are not included on the Schedules of Expenditures of Federal Awards and State Financial Assistance. Awards and financial assistance expenditures reported in the School District’s basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 23,299	\$ 25,116,269	\$ 25,139,568
Special Revenue Fund	1,281,082	164,875	1,445,957
Debt Service Fund	-	1,112,953	1,112,953
Food Service Fund	389,695	20,697	410,392
Total Awards & Financial Assistance	<u>\$ 1,694,076</u>	<u>\$ 26,414,794</u>	<u>\$ 28,108,870</u>

**Note 4. Relationship to Federal and State Financial Reports**

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

**Note 5. Federal and State Loans Outstanding**

The Wall Township School District had no loan balances outstanding at June 30, 2025.

**WALL TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2025**

**Section I - Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued	Unmodified	
Internal control over financial reporting:		
1) Material weakness(es) identified?	_____ yes	_____ <u>X</u> no
2) Significant deficiency(ies) identified?	_____ yes	_____ <u>X</u> no
Noncompliance material to financial statements noted?	_____ yes	_____ <u>X</u> no

**Federal Awards**

Internal control over major programs:		
1) Material weakness(es) identified?	_____ yes	_____ <u>X</u> no
2) Significant deficiency(ies) identified?	_____ yes	_____ <u>X</u> no
Type of auditor's report issued on compliance for major programs	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516(a) of Uniform Guidance?	_____ yes	_____ <u>X</u> no

Identification of major programs:

<u>Assistance Listing Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.027A	H027A230100	I.D.E.A Part B
84.173	H173A240114	I.D.E.A Preschool

Dollar threshold used to determine Type A programs	\$	750,000
Auditee qualified as low-risk auditee?	_____ yes	_____ <u>X</u> no



**WALL TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2025**

**Section II - Financial Statement Findings**

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with *Government Auditing Standards* and with audit requirements prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey.

None.

**WALL TOWNSHIP BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2025**

**Section III - Federal Awards & State Financial Assistance Findings & Questioned Costs**

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and New Jersey OMB's Circular 15-08.

**FEDERAL AWARDS**

None.

**STATE FINANCIAL ASSISTANCE**

None.

**WALL TOWNSHIP BOARD OF EDUCATION  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT  
YEAR ENDED JUNE 30, 2025**

This section identifies the status of prior year findings related to the financial statements, federal awards and state financial assistance that are required to be reported in accordance with Government Auditing Standards, Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principals, and Audit Requirements for Federal Awards (Uniform Guidance), and New Jersey OMB's Circular 15-08.

Financial Statement Findings

No Prior Year Findings.

Federal Awards

No Prior Year Findings.

State Financial Assistance

No Prior Year Findings.