

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT

Sewell, New Jersey
County of Gloucester

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



ANNUAL COMPREHENSIVE FINANCIAL REPORT

OF THE

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT

SEWELL, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Prepared by

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Finance Department**

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INTRODUCTORY SECTION



WASHINGTON TOWNSHIP BOARD OF EDUCATION
206 EAST HOLLY AVENUE
SEWELL, NJ 08080
(856) 589-6644

Honorable President and
Members of the Board of Education
Washington Township Board of Education
Sewell, New Jersey

Dear Board Members and Constituents:

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

The annual comprehensive financial report is presented in four sections; introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the requirements of the Uniform Guidance and New Jersey OMB's Circular 15-08. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES:

Washington Township School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds of the District are included in this report. The Washington Township Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-K through 12. These services include regular and vocational, as well as special education for gifted and handicapped youngsters. The following details the changes in the student enrollment within the District over the last ten years.

<u>Fiscal Year</u>	<u>Avg. Daily Enrollment</u>	<u>Percent Change</u>
2024-2025	7,459	5.56%
2023-2024	7,066	0.30%
2022-2023	7,045	0.50%
2021-2022	7,010	2.80%
2020-2021	6,819	-4.76%
2019-2020	7,160	0.77%
2018-2019	7,105	-1.20%
2017-2018	7,191	-0.94%
2016-2017	7,259	0.48%
2015-2016	7,224	-1.55%

2. ECONOMIC CONDITION AND OUTLOOK:

Washington Township, Gloucester County, New Jersey, is a largely residential community, with approximately 80% of its tax base comprised of single-family homes. The community has historically demonstrated strong support for public education, as evidenced by sustained voter engagement, active parent involvement, and continued investment in the school district.

Washington Township Public Schools continues to operate in a challenging fiscal environment. While broader economic conditions have stabilized in recent years, school district operations remain impacted by rising costs associated with salaries, employee benefits, transportation, utilities, special education services, and contractual obligations. These cost pressures continue to exceed available revenue growth, particularly within the constraints of the statutory 2% tax levy cap.

The District has also experienced a significant reduction in State aid as a result of the implementation and full phase-in of Senate Bill S-2, signed into law in 2018, which restructured the State's school funding formula. As a result, Washington Township has sustained a cumulative State aid reduction of approximately \$8 million over the last 10 years. This reduction in recurring revenue has placed ongoing pressure on the District's operating budget and required careful financial planning.

Despite these fiscal challenges, the District continues to manage its financial resources responsibly while maintaining educational services consistent with community expectations and State requirements.

3. MAJOR INITIATIVES:

Maintaining Our School System:

- Allocation of resources to address deferred maintenance and infrastructure needs, ensuring safe, healthy, and conducive learning environments for all students and staff.

- Regular assessment of facilities, equipment, and technology infrastructure to identify areas for repair, replacement, or upgrade, prioritizing health, safety, and accessibility standards.
- Implementation of sustainable practices and energy-efficient solutions to reduce operating costs, minimize environmental impact, and promote stewardship of resources.
- Investment in custodial and maintenance staff training and resources to uphold cleanliness, hygiene, and facility upkeep standards, fostering a positive and welcoming school environment.
- Collaboration with local government agencies, community partners, and advocacy groups to advocate for adequate funding and support for school infrastructure needs at the local, state, and federal levels.
- Commitment to equity and fairness in the distribution of resources and capital improvement projects, ensuring that all schools, regardless of location or socioeconomic status, receive equitable support and attention.
- Engagement of students, staff, families, and community members in the school improvement process, soliciting input, feedback, and participation in decision-making to foster a sense of ownership and pride in our school system.

Raising Standards and Expanding Opportunities:

- Implementation of rigorous academic standards aligned with college and career readiness expectations, ensuring that all students have access to high-quality educational experiences that prepare them for success in post-secondary education and the workforce.
- Provision of advanced coursework, enrichment programs, and accelerated learning opportunities to challenge and engage high-achieving students, fostering a culture of excellence and intellectual curiosity.
- Expansion of access to Advanced Placement (AP), International Baccalaureate (IB), dual enrollment, and early college programs to provide students with opportunities to earn college credits and pursue advanced academic pathways while still in high school.
- Promotion of inclusive practices and support services to address the needs of diverse learners, including English language learners (ELLs), students with disabilities, and gifted and talented students, ensuring that all students have equitable access to challenging and enriching educational experiences.
- Collaboration with higher education institutions, industry partners, and community organizations to develop and implement career pathways, apprenticeship programs, and work-based learning experiences that align with local workforce needs and provide students with real-world skills and experiences.
- Integration of technology-enhanced learning opportunities, such as online courses, virtual internships, and digital portfolios, to expand access to educational resources and enrich learning experiences for students in remote or underserved areas..
- Provision of comprehensive college and career counseling services, including financial aid assistance, scholarship opportunities, and career exploration resources, to empower students to make informed decisions about their future educational and career pathways.

- Embrace of innovative instructional practices, such as project-based learning, competency-based assessment, and interdisciplinary approaches, to foster creativity, critical thinking, collaboration, and problem-solving skills among students, preparing them to thrive in a rapidly changing world.

Building Professionalism:

- Investment in professional development opportunities for educators at all levels, including teachers, administrators, and support staff, to enhance their knowledge, skills, and effectiveness in delivering high-quality instruction and support services to students.
- Provision of ongoing mentoring, coaching, and peer collaboration opportunities to support new teachers and promote continuous growth and improvement among all educators.
- Promotion of a culture of collaboration, inquiry, and reflective practice within schools and districts, encouraging educators to engage in data-driven decision-making, action research, and evidence-based instructional strategies.
- Recognition and celebration of excellence in teaching and leadership through awards, honors, and professional development incentives, inspiring a sense of pride, motivation, and commitment among educators.
- Implementation of performance evaluation systems that provide constructive feedback, professional growth opportunities, and accountability for educators, aligning with research-based standards and best practices in educator evaluation.
- Cultivation of leadership pipelines and career pathways for educators interested in pursuing leadership roles, including opportunities for formal leadership training, mentorship, and leadership development programs.
- Establishment of professional learning communities (PLCs) and collaborative teams within schools and districts, facilitating peer learning, shared problem-solving, and collective inquiry around effective instructional practices and student learning outcomes.
- Engagement in partnerships with colleges, universities, professional organizations, and educational agencies to leverage expertise, resources, and research in support of ongoing professional learning and development initiatives.

Planning for the Future:

- Development of a strategic plan that aligns budget priorities with long-term educational goals and district-wide initiatives, ensuring sustainability and continuous improvement in student outcomes.
- Investment in data-driven decision-making tools and systems to monitor student progress, assess program effectiveness, and identify areas for growth and innovation.
- Collaboration with stakeholders, including parents, students, educators, community members, and local businesses, to solicit input and feedback on budget priorities and educational initiatives.
- Exploration of innovative funding sources, grant opportunities, and public-private partnerships to supplement traditional revenue streams and support strategic investments in educational excellence.

- Commitment to ongoing professional development for school leaders, administrators, and staff members to build capacity in strategic planning, financial management, and organizational leadership.
- Embrace of emerging trends and technologies in education, such as personalized learning, competency-based assessment, and flexible learning environments, to adapt to changing student needs and workforce demands.
- Anticipation of demographic shifts, economic trends, and policy changes to proactively address challenges and opportunities in New Jersey's educational landscape, fostering resilience and adaptability in the face of uncertainty.
- Engagement in collaborative efforts with neighboring districts, regional educational agencies, and state-level entities to leverage resources, share best practices, and coordinate efforts towards collective impact and educational equity across the state.

4. INTERNAL ACCOUNTING CONTROLS:

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

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

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

5. BUDGETARY CONTROLS:

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

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

6. ACCOUNTING SYSTEM AND REPORTS:

The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (G.A.S.B.). The accounting system of the District is organized on the basis of funds and account groups.

7. DEBT ADMINISTRATION:

At June 30, 2025, the District's outstanding debt issues included \$5,380,000 of general obligation refunding bonds.

On December 28, 2016, the School District issued Bonds of \$7,550,000 in general obligation refunding bonds with a variable interest rate of 3.25% to 4% to currently refund \$7,840,000 of outstanding callable School Refunding Bonds, Series 2007 with an interest rate of 4%. The refunding bonds have a final maturity in 2030.

8. CASH MANAGEMENT:

The investment policy of the District is guided in large part by the state statute as detailed in "Notes to the Financial Statements", Note 2. The District has opted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provision of the Governmental Unit Deposit Protection Act ("G.U.D.P.A."). G.U.D.P.A. was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

9. RISK MANAGEMENT:

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

10. OTHER INFORMATION:

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Holt McNally & Associates, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and New

Jersey OMB 's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

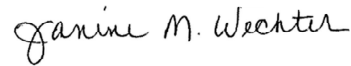
11. ACKNOWLEDGMENTS:

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

Respectfully Submitted,



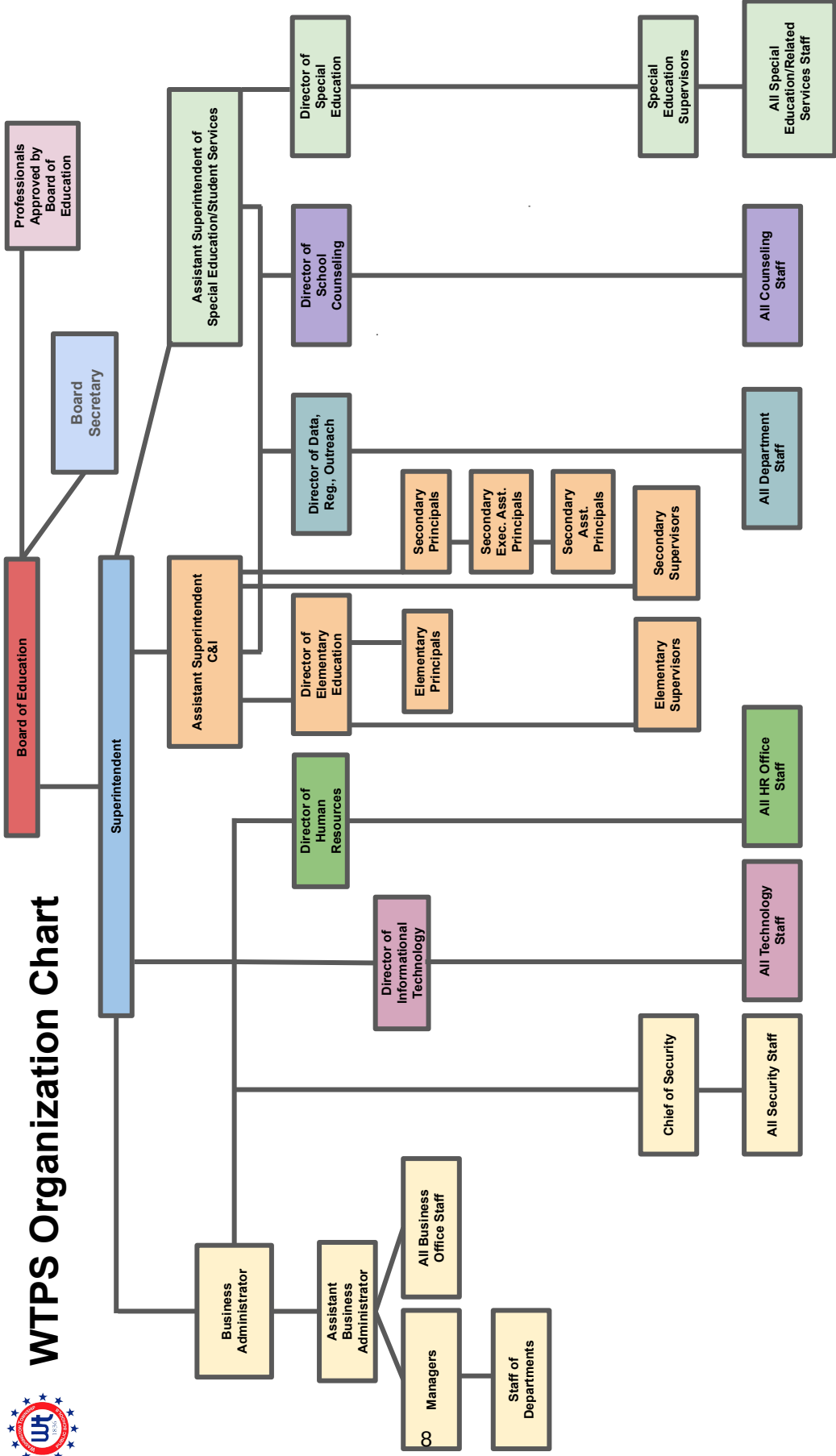
Dr. Eric Hibbs
Superintendent



Janine M. Wechter, CPA
Business Administrator



WTPS Organization Chart



TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
206 E. Holly Ave
Sewell, New Jersey 08080

ROSTER OF OFFICIALS

June 30, 2025

MEMBERS OF THE BOARD OF EDUCATION

TERM EXPIRES

Julie Kozempel, President	2025
Steven Serrano, Vice President	2027
Connie Baker	2025
Patricia Blome	2026
Carol Chila	2025
Elayne Clancy	2027
Linda Hartong	2027
Scott Laliberte	2026
Ralph Ross Sr.	2026

OTHER OFFICIALS

Eric Hibbs, Superintendent

Janine Wechter, CPA, School Business Administrator

Ari D. Schneider, Esquire, Solicitor

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
SEWELL, NEW JERSEY**

CONSULTANTS AND ADVISORS

Engineer

Remington & Vernick
232 Kings Highway East
Haddonfield, New Jersey 08033

AUDIT FIRM

David McNally, CPA, PSA, RMA
Holt McNally & Associates, Inc.
105 Atsion Road, Suite I
Medford, New Jersey 08055

ATTORNEY

Busch Law Group LLC
450 Main Street,
Metuchen, New Jersey, 08840

OFFICIAL DEPOSITORY

Citizens Bank
301 Greentree Road
Sewell, New Jersey 08080

FINANCIAL SECTION



Certified Public Accountants & Advisors

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Washington Township School District
County of Gloucester
Sewell, New Jersey

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund of the Washington Township School District, County of Gloucester, 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 and each major fund of the Washington Township School District, County of Gloucester, State of New Jersey, as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; 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. 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 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 – Error Correction

As Discussed in Note 21 to the financial statements, during the fiscal year ended June 30, 2025, the District completed a comprehensive revaluation of its capital assets. As a result, beginning net position for the governmental activities and business-type activities has been restated to reflect the revised historical cost and accumulated depreciation of capital assets previously reported. 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, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our 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 and *Government Auditing Standards* and in accordance with accounting principles and practices 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 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 judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatements 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 judgement, 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 is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. The accompanying combining and individual fund financial statements and long-term debt schedules are presented for purposes of additional analysis, as required by the Office of School 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 Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, respectively, are also presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements, long-term debt 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.

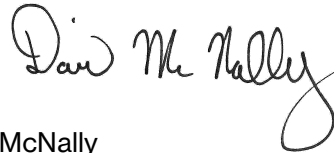
In connection with the audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. 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 January 30, 2026 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

Respectfully submitted,

HOLT MCNALLY & ASSOCIATES, INC.
Certified Public Accountants & Advisors

A handwritten signature in black ink, appearing to read "David McNally", with a stylized flourish at the end.

David McNally
Certified Public Accountant
Public School Accountant, No. 2616

Medford, New Jersey
January 30, 2026

REQUIRED SUPPLEMENTARY INFORMATION - PART I

WASHINGTON TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited)

As management of the Township of Washington School District (the School District), we offer readers of the School District's financial statements this narrative overview and analysis of the School District for the fiscal year ended June 30, 2025. We encourage readers to consider the information presented in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Overview of the Basic Financial Statements

This discussion and analysis is intended to serve as an introduction to the School District's basic financial statements. Comparison to the prior year's activity is provided in this document. The basic financial statements are comprised of three components:

- 1) Government-Wide financial statements, 2) Fund financial statements, and 3) Notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The *government-wide financial statements* are designed to provide the reader with a broad overview of the financial activities in a manner similar to a private-sector business. The government-wide financial statements include the statement of net position and the statement of net activities.

The *statement of net position* presents information about all of the School District's assets and liabilities. The difference between the assets plus deferred outflows or resources and liabilities plus deferred inflows of resources is reported as net position. Over time, changes in net position may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.

The *statement of activities* presents information showing how the net position of the School District changed during the current fiscal year. Changes in net position are recorded in the statement of activities when the underlying event occurs, regardless of the timing of related cash flows. Thus, revenues and expenditures are reported in this statement even though the resulting cash flows may be recorded in a future period.

Both of the government-wide financial statements distinguish functions of the School District that are supported from taxes and intergovernmental revenues (*governmental activities*) and other functions that are intended to recover most of their costs from user fees and charges (*business-type activities*). Governmental activities consolidate governmental funds including the General Fund, Special Revenue Fund, Capital Projects Fund, Debt Service Fund and Paper Supplies & District Printing Internal Service Fund. Business-type activities reflect the Food Service Fund, Child Care Program Fund, Telecommunications Fund, Center for the Performing Arts Fund, and Driver's Education Fund.

WASHINGTON TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)

Overview of the Basic Financial Statements (continued)

Fund Financial Statements

Fund financial statements are designed to demonstrate compliance with financial-related requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives. All of the funds of the School District are divided into two categories: *governmental funds* and *proprietary funds*.

Governmental funds account for essentially the same information reported in the governmental activities of the government-wide financial statements. However, unlike the government-wide financial statements, the governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the financial requirements in the near term.

Since the governmental funds and the governmental activities report information using the same functions, it is useful to compare the information presented. Because the focus of each report differs, a reconciliation is provided on the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The School District maintains four individual governmental funds. The major funds are the General Fund, the Special Revenue Fund, the Capital Projects Fund, and the Debt Service Fund. They are presented separately in the fund financial statements.

The School District adopts an annual appropriated budget for the General Fund, Special Revenue Fund and the Debt Service Fund. A budgetary comparison statement has been provided for each of these funds to demonstrate compliance with budgetary requirements.

Proprietary funds are used to present the same functions as the business-type activities presented in the government-wide financial statements. The School District maintains five types of proprietary funds – five Enterprise Funds and one Internal Service Fund. The fund financial statements of the enterprise funds and internal service fund provide the same information as the government-wide financial statements, only in more detail.

The School District's five enterprise funds (Food Service Fund, Child Care Program Fund, Telecommunications Fund, Center for the Performing Arts Fund, and Driver's Education Fund) are listed individually and is considered to be a major fund.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

WASHINGTON TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)

Financial Analysis of the School District as a Whole

Recall that the Statement of Net Position provides the perspective of the school district as a whole (governmental and business-type activities). Net position may serve over time as a useful indicator of a government's financial position.

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

Table 1 provides a summary of the School Districts net position for the fiscal years 2025 compared to fiscal year 2024.

Table 1
Summary of Net Position

	June 30, 2025	June 30, 2024	Increase/ (Decrease)	Percentage Change
Assets				
Current & Other Assets	\$ 27,932,480	\$ 29,528,837	\$ (1,596,357)	-5.4%
Capital Assets, Net	65,663,804	76,185,506	(10,521,702)	-13.8%
Total Assets	93,596,284	105,714,343	(12,118,059)	-11.5%
Deferred Outflow of Resources	2,852,890	2,965,070	(112,180)	-3.8%
Liabilities				
Current and other Liabilities	13,904,547	9,614,182	4,290,365	44.6%
Noncurrent Liabilities	46,736,120	51,627,205	(4,891,085)	-9.5%
Total Liabilities	60,640,667	61,241,387	(600,720)	-1.0%
Deferred Inflow of Resources	3,666,338	2,990,230	676,108	22.6%
Net Position:				
Net Investment in Capital Assets	60,308,707	65,346,516	(5,037,809)	-7.7%
Restricted	15,237,670	14,124,092	1,113,578	7.9%
Unrestricted (Deficit)	(43,404,208)	(35,022,812)	(8,381,396)	23.9%
Total Net Position	\$ 32,142,169	\$ 44,447,796	\$ (12,305,627)	-27.7%

WASHINGTON TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)

Table 2 shows the changes in net position for fiscal year 2025 compared to fiscal year 2024.

Table 2
Summary of Changes in Net Position

	June 30, 2025	June 30, 2024	Increase/ (Decrease)	Percentage Change
Revenues:				
Program Revenues:				
Charges for Services	\$ 2,176,877	\$ 2,500,867	\$ (323,990)	-13.0%
Operating Grants & Contributions	27,114,336	27,907,447	(793,111)	-2.8%
Capital Grants & Contributions	-	1,176,335	(1,176,335)	-100.0%
General Revenues:				
Property Taxes	99,479,849	95,712,656	3,767,193	3.9%
Federal & State Aid	47,385,968	45,480,459	1,905,509	4.2%
Other General Revenues	2,660,389	1,723,853	936,536	54.3%
Total Revenues	<u>178,817,419</u>	<u>174,501,617</u>	<u>4,315,802</u>	2.5%
Function/Program Expenditures:				
Governmental Activities:				
Instruction	67,816,394	69,281,404	(1,465,010)	-2.1%
Tuition	7,487,770	6,251,425	1,236,345	19.8%
Student & Instruction Related Services	22,860,766	22,321,848	538,918	2.4%
General Administrative	6,887,825	5,267,562	1,620,263	30.8%
School Administrative Services	5,731,208	5,986,589	(255,381)	-4.3%
Plant Operations & Maintenance	8,348,628	18,342,434	(9,993,806)	-54.5%
Pupil Transportation	8,578,652	8,625,877	(47,225)	-0.5%
Unallocated Benefits	37,435,090	39,422,363	(1,987,273)	-5.0%
Transfer to Charter Schools		78,615	(78,615)	-100.0%
Interest & Other Charges	543,661	280,483	263,178	93.8%
Unallocated Depreciation	8,720,187	-	8,720,187	100.0%
Loss on Disposal of Capital Assets	-	37,343	(37,343)	-100.0%
Business-Type Activities:				
Food Service	3,708,378	3,466,413	241,965	7.0%
Child Care Program	80,633	91,119	(10,486)	-11.5%
Telecomm	4,418	5,484	(1,066)	-19.4%
Center for the Performing Arts	631,960	505,835	126,125	24.9%
Driver's Education	85,760	82,414	3,346	4.1%
Loss on Disposal of Capital Assets	-	9,644	(9,644)	-100.0%
Total Expenditures	<u>178,921,330</u>	<u>180,056,852</u>	<u>(1,135,522)</u>	-0.6%
Change In Net Position	(103,911)	(5,555,235)	5,451,324	-98.1%
Net Position - Beginning	<u>44,447,796</u>	<u>27,284,398</u>	<u>17,163,398</u>	62.9%
Error Correction	<u>(12,201,716)</u>	<u>-</u>	<u>(12,201,716)</u>	100.0%
Net Position - Beginning (Restated)	<u>32,246,080</u>	<u>50,003,031</u>	<u>(17,756,951)</u>	-35.5%
Net Position - Ending	<u>\$ 32,142,169</u>	<u>\$ 44,447,796</u>	<u>\$ (12,305,627)</u>	-27.7%

Governmental Activities

During the fiscal year 2025, the net position of governmental activities decreased by \$301,081 or 1%.

WASHINGTON TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)

The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$30,599,007, with an unrestricted deficit balance of \$(44,798,844). The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable, GASB 68 net pension liability and the last 2 state aid payments not being received until July 2025. In addition, state statutes prohibit school districts from maintaining more than 2% of its adopted budget as unassigned fund balance. The School District's governmental activities unrestricted net position had GASB 68 pension not been implemented would have been as follows:

Table 3
GASB 68 Effect on Unrestricted Net Position

Unrestricted Net Position (With GASB 68)	\$ (44,798,844)
Add back: PERS Pension Liability	22,907,930
Less: Deferred Outflows related to pensions	(2,668,756)
Add back: Deferred Inflows related to pensions	<u>3,666,338</u>
Unrestricted Net Position (Without GASB 68)	<u>\$ (20,893,332)</u>

Business-type Activities

During the fiscal year 2025, the net position of business-type activities increased by \$197,170 or 17%. This is primarily due to an increase in the transfer from the general fund.

The assets and deferred outflows of the business-type activities exceeded liabilities and deferred inflows by \$1,543,162.

General Fund Budgeting Highlights

Final budgeted revenues were \$145,680,753, which were the same as the original budgeted revenues. Excluding nonbudgeted revenues, the School District's actual revenues exceeded budgeted revenues by \$1,090,613.

Final budgeted appropriations were \$156,658,301, which was an increase of \$464,062 from the original budget. The increase is due to prior year reserve for encumbrances, which increase the budget appropriations in the subsequent fiscal year's budget. Excluding nonbudgeted revenues, the School District's budget appropriations exceeded actual expenditures by \$7,137,195.

The School District's general fund balance – budgetary basis (Exhibit C-1) was \$14,691,513 at June 30, 2025, a decrease of \$2,749,740 from the prior year.

Governmental Funds

At the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$14,786,323, a decrease of \$6,258,875 from the prior year.

WASHINGTON TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)

General fund - During the current fiscal year, the fund balance of the School District's general fund decreased by \$2,584,748 to \$12,547,166 at June 30, 2025, compared to a decrease of \$10,941,913 in fund balance in the prior fiscal year.

Special revenue fund - During the current fiscal year, the fund balance of the School District's special revenue fund decreased by \$313,645 to \$1,220,940 at June 30, 2025, compared to an increase of \$496,852 in fund balance in the prior fiscal year.

Capital projects fund - During the current fiscal year, the fund balance of the School District's capital projects fund decreased by \$3,360,482 to \$1,018,216 at June 30, 2025, compared to an increase of \$2,305,796 in the fund balance in the prior fiscal year.

Debt service fund - During the current fiscal year, the fund balance of the School District's debt service remained unchanged at \$1 at June 30, 2025, compared to no change in fund balance in the prior fiscal year.

Proprietary Funds

Food service fund - During the current fiscal year, the net position of the School District's food service fund increased by \$322,341 to \$1,269,197 at June 30, 2025, compared to an increase of \$30,814 in fund balance in the prior fiscal year.

Child Care Program - During the current fiscal year, the net position of the School District's child care program fund decreased by \$13,280 to \$34,867 as of June 30, 2025, compared to a decrease of \$19,764 in fund balance in the prior fiscal year.

Telecommunications - During the current fiscal year, the net position of the School District's telecommunications fund increased by \$3,282 to \$69,627 as of June 30, 2025, compared to an increase of \$12,266 in fund balance in the prior fiscal year.

Center for Performing Arts - During the current fiscal year, the net position of the School District's center for performing arts fund decreased by \$112,943 to \$22,557 at June 30, 2025, compared to a decrease of \$24,181 in fund balance in the prior fiscal year.

Driver's Education - During the current fiscal year, the net position of the School District's driver's education fund decreased by \$2,230 to \$146,914 at June 30, 2025, compared to a decrease of \$11,296 in fund balance in the prior fiscal year.

Paper Supplies & District Printing Internal Service Fund - During the current fiscal year, the fund balance of the School District's internal service fund remained unchanged at \$0 at June 30, 2025, compared to no change in fund balance in the prior fiscal year.

WASHINGTON TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)

Capital Assets

The School District's capital assets for its governmental and business-type activities as of June 30, 2025, totaled \$65,663,804 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and improvements and equipment. There was a net decrease in the School District's investment in capital assets for the current fiscal year in the amount of \$(10,521,702). This decrease is primarily due to current year depreciation exceeding current year capital asset additions. Table 4 shows fiscal 2025 balances compared to 2024.

Table 4
Summary of Capital Assets

<u>Capital Asset (Net of Depreciation):</u>	<u>June 30,</u> <u>2025</u>	<u>June 30,</u> <u>2024</u>	<u>Increase/</u> <u>(Decrease)</u>	<u>Percentage</u> <u>Change</u>
Land	\$ 5,590,700	\$ 5,590,700	\$ -	0.0%
Construction in Progress	6,938,068	917,894	6,020,174	100.0%
Land Improvements	8,057,026	3,147,581	4,909,445	156.0%
Building and Improvements	29,229,133	59,154,188	(29,925,055)	-50.6%
Equipment	15,848,877	6,884,235	8,964,642	130.2%
Lease Asset - Equipment	-	490,908	(490,908)	-100.0%
	<u>\$ 65,663,804</u>	<u>\$ 76,185,506</u>	<u>\$ (10,521,702)</u>	<u>-13.8%</u>

Net depreciation expense for the year was \$8,799,544. Additional information on the School District's capital assets can be found in the notes to the basic financial statements (Note 5) of this report.

Debt Administration

Long-term debt – At the end of the current fiscal year, the School District had total bonded debt outstanding of \$5,380,000, which is a decrease of \$1,065,000 from the prior year.

Additional information on the School District's long-term obligations can be found in the notes to the basic financial statements (Note 7) of this report.

Economic Factors and Subsequent Year's Budgets

- The School District anticipates that the approved 2025-2026 budget will be adequate to satisfy all of the fiscal year's needs, barring any significant unexpected situations or conditions unforeseen at this time.
- It is expected that the State of New Jersey will again delay the final state aid payments to school districts for the 2025-2026 fiscal year.

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited) (Continued)**

Contacting the School Districts Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact Janine M. Wechter, School Business Administrator/Board Secretary at Township of Washington Board of Education, 206 East Holly Avenue, Sewell, NJ 08080 or e-mail at: jwechter@wtps.org.

BASIC FINANCIAL STATEMENTS

A. District-Wide Financial Statements

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

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Cash & Cash Equivalents	\$ 13,204,806	\$ 2,822,567	\$ 16,027,373
Cash with Fiscal Agents	2,078,034	-	2,078,034
Receivables, Net (Note 4)	5,328,358	223,248	5,551,606
Internal Balances	1,646,842	(1,646,842)	-
Inventory	-	58,123	58,123
Restricted Cash & Cash Equivalents	3,846,658	-	3,846,658
Right to Use Asset, Net (Note 20)	370,686	-	370,686
Capital Assets, Net (Note 5)			
Non-Depreciable	12,528,768	-	12,528,768
Depreciable	52,636,534	498,502	53,135,036
Total Assets	91,640,686	1,955,598	93,596,284
DEFERRED OUTFLOW OF RESOURCES			
Related to Loss on Debt Refunding	184,134	-	184,134
Related to Pensions (Note 8)	2,668,756	-	2,668,756
Total Deferred Outflow of Resources	2,852,890	-	2,852,890
Total Assets and Deferred Outflow of Resources	94,493,576	1,955,598	96,449,174
LIABILITIES			
Accounts Payable	10,417,549	245,888	10,663,437
Due to Other Governments	2,175,803	-	2,175,803
Unearned Revenue	898,759	166,548	1,065,307
Noncurrent Liabilities (Note 7):			
Due Within One Year	5,391,634	-	5,391,634
Due Beyond One Year	41,344,486	-	41,344,486
Total Liabilities	60,228,231	412,436	60,640,667
DEFERRED INFLOW OF RESOURCES			
Deferred Inflows Related to Pensions (Note 8)	3,666,338	-	3,666,338
Total Deferred Inflow of Resources	3,666,338	-	3,666,338
Total Liabilities and Deferred Inflow of Resources	63,894,569	412,436	64,307,005
NET POSITION			
Net Investment in Capital Assets	60,160,181	148,526	60,308,707
Restricted For:			
Capital Projects	3,270,196	-	3,270,196
Debt Service	1	-	1
Excess Surplus	7,498,134	-	7,498,134
Committed	2,078,034	-	2,078,034
Unemployment Compensation	1,578,724	-	1,578,724
Scholarships	122,037	-	122,037
Student Activities	690,544	-	690,544
Unrestricted	(44,798,844)	1,394,636	(43,404,208)
Total Net Position	\$ 30,599,007	\$ 1,543,162	\$ 32,142,169

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

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR FISCAL YEAR ENDED JUNE 30, 2025**

				NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
		CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS			
Governmental Activities:						
Instruction:						
Regular	\$ 41,675,481	\$ -	\$ -	\$ (41,675,481)	\$ -	\$ (41,675,481)
Special Education	19,653,198	-	4,767,508	(14,885,690)	-	(14,885,690)
Other Instruction	6,487,715	-	-	(6,487,715)	-	(6,487,715)
Support Services:						
Tuition	7,487,770	-	-	(7,487,770)	-	(7,487,770)
Student & Instruction Related Services	22,860,766	-	8,406,768	(14,453,998)	-	(14,453,998)
Health Services	1,277,441	-	-	(1,277,441)	-	(1,277,441)
Educational Media Services/School Library	844,084	-	-	(844,084)	-	(844,084)
School Administrative Services	5,731,208	-	-	(5,731,208)	-	(5,731,208)
General Administration	1,499,767	-	-	(1,499,767)	-	(1,499,767)
Central Services	1,617,278	-	-	(1,617,278)	-	(1,617,278)
Administrative Information Technology	1,649,255	-	-	(1,649,255)	-	(1,649,255)
Plant Operations & Maintenance	8,348,628	-	-	(8,348,628)	-	(8,348,628)
Pupil Transportation	8,578,652	-	-	(8,578,652)	-	(8,578,652)
Unallocated Benefits	37,435,090	-	12,258,626	(25,176,464)	-	(25,176,464)
Interest and Charges on Long-Term Debt	543,661	-	-	(543,661)	-	(543,661)
Unallocated Depreciation	8,720,187	-	-	(8,720,187)	-	(8,720,187)
Total Governmental Activities	174,410,181	-	25,432,902	(148,977,279)	-	(148,977,279)
Business-Type Activities:						
Food Service	3,708,378	1,515,991	1,681,434	-	(510,953)	(510,953)
Child Care Program	80,633	67,260	-	-	(13,373)	(13,373)
Telecommunications	4,418	7,700	-	-	3,282	3,282
Center For The Performing Arts	631,960	502,396	-	-	(129,564)	(129,564)
Drivers Education	85,760	83,530	-	-	(2,230)	(2,230)
Total Business-Type Activities	4,511,149	2,176,877	1,681,434	-	(652,838)	(652,838)
Total Primary Government	\$ 178,921,330	\$ 2,176,877	\$ 27,114,336	(148,977,279)	(652,838)	(149,630,117)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes				98,172,949	-	98,172,949
Property Taxes, Levied for Debt Service				1,306,900	-	1,306,900
Federal & State Aid Not Restricted				46,074,297	-	46,074,297
Federal & State Aid Restricted				1,311,671	-	1,311,671
Tuition Charges				809,216	-	809,216
Investment Earnings				42	48,349	48,391
Transfer to Cover Deficit				-	801,659	801,659
Miscellaneous Income				1,001,123	-	1,001,123
Total General Revenues				148,676,198	850,008	149,526,206
Change In Net Position				(301,081)	197,170	(103,911)
Net Position - July 1				43,071,455	1,376,341	44,447,796
Error Correction (See Note 21)				(12,171,367)	(30,349)	(12,201,716)
Net Position - Restated July 1				30,900,088	1,345,992	32,246,080
Net Position - June 30				\$ 30,599,007	\$ 1,543,162	\$ 32,142,169

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

B. Fund Financial Statements

Governmental Funds

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2025**

ASSETS	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL
Cash & Cash Equivalents	\$ 8,711,831	\$ 4,085,680	\$ 360,813	\$ 1	\$ 13,158,325
Cash with Fiscal Agents	2,078,034	-	-	-	2,078,034
Receivables from Other Governments	3,051,969	818,448	1,390,431	-	5,260,848
Other Accounts Receivable	67,510	-	-	-	67,510
Interfund Accounts Receivable	4,647,885	-	52,783	-	4,700,668
Restricted Cash & Cash Equivalents	3,846,658	-	-	-	3,846,658
Total Assets	\$ 22,403,887	\$ 4,904,128	\$ 1,804,027	\$ 1	\$ 29,112,043
LIABILITIES & FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 9,274,385	\$ 656,037	\$ 62,324	\$ -	\$ 9,992,746
Intergovernmental Payable:					
State	-	2,067	-	-	2,067
Interfund Accounts Payable	5,200	2,278,658	723,487	-	3,007,345
Payroll Deductions and Withholdings Payable	424,803	-	-	-	424,803
Unearned Revenue	152,333	746,426	-	-	898,759
Total Liabilities	9,856,721	3,683,188	785,811	-	14,325,720
Fund Balances:					
Restricted for:					
Capital Reserve Account	2,251,980	-	-	-	2,251,980
School Bus Advertising	15,954	-	-	-	15,954
Excess Surplus	7,498,134	-	-	-	7,498,134
Unemployment Fund	1,578,724	-	-	-	1,578,724
Capital Projects Fund	-	-	1,018,216	-	1,018,216
Debt Service Fund	-	-	-	1	1
Preschool Education Aid	-	408,359	-	-	408,359
Scholarships	-	122,037	-	-	122,037
Student Activities	-	690,544	-	-	690,544
Committed	2,078,034	-	-	-	2,078,034
Assigned to:					
Other Purposes	132,917	-	-	-	132,917
Unassigned:					
General Fund	(1,008,577)	-	-	-	(1,008,577)
Total Fund Balances	12,547,166	1,220,940	1,018,216	1	14,786,323
Total Liabilities & Fund Balances	\$ 22,403,887	\$ 4,904,128	\$ 1,804,027	\$ 1	

Amounts reported for governmental activities in the statement of Net Position (A-1) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$221,376,520 and the accumulated depreciation is \$156,211,217.	\$ 65,165,302
Right to use leased assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of assets is \$601,112 and the accumulated amortization is \$230,426.	370,686
Premium on Bonds (amortized as a credit to interest expense).	(190,745)
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	2,668,756
Deferred Inflows related to pensions	(3,666,338)
Deferred Outflow related to the loss on bond refunding of debt	184,134
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.	(2,173,736)
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.	(46,545,375)
Net position of Governmental Activities	\$ 30,599,007

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

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR FISCAL YEAR ENDED JUNE 30, 2025**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
Revenues:					
Local Sources:					
Local Tax Levy	\$ 98,172,949	\$ -	\$ -	\$ 1,306,900	\$ 99,479,849
Tuition	809,216	-	-	-	809,216
Interest Earned on Capital Reserve Funds	42	-	-	-	42
Miscellaneous	1,879,854	1,888,025	-	-	3,767,879
Total Local Sources	100,862,061	1,888,025	-	1,306,900	104,056,986
State Sources	78,225,388	8,166,339	1,311,671	-	87,703,398
Federal Sources	33,229	3,119,912	-	-	3,153,141
Total Revenues	179,120,678	13,174,276	1,311,671	1,306,900	194,913,525
Expenditures:					
Current Expense:					
Regular Instruction	41,675,481	-	-	-	41,675,481
Special Education Instruction	14,258,331	5,394,867	-	-	19,653,198
Other Instruction	6,487,715	-	-	-	6,487,715
Support Services:					
Tuition	7,487,770	-	-	-	7,487,770
Student & Instruction Related Services	14,453,998	8,406,768	-	-	22,860,766
Health Services	1,277,441	-	-	-	1,277,441
Educational Media Services/ School Library	844,084	-	-	-	844,084
Instructional Staff Training	175,989	-	-	-	175,989
General Administrative	1,323,778	-	-	-	1,323,778
School Administrative Services	5,731,208	-	-	-	5,731,208
Central Services	1,617,278	-	-	-	1,617,278
Administrative Information Technology	1,649,255	-	-	-	1,649,255
Plant Operations & Maintenance	13,510,247	-	-	-	13,510,247
Pupil Transportation	8,578,652	-	-	-	8,578,652
Employee Benefits	28,264,323	-	-	-	28,264,323
On Behalf TPAF Pension and Social Security Contributions	32,184,320	-	-	-	32,184,320
Debt Service:					
Principal	-	-	-	1,065,000	1,065,000
Interest & Other Charges	182,956	-	-	241,900	424,856
Capital Outlay	5,244,431	665,724	4,672,153	-	10,582,308
Total Expenditures	184,947,257	14,467,359	4,672,153	1,306,900	205,393,669
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(5,826,579)	(1,293,083)	(3,360,482)	-	(10,480,144)
Other Financing Sources/(Uses):					
Transfers In	-	979,438	-	-	979,438
Transfers Out	(1,781,097)	-	-	-	(1,781,097)
Financed Purchase Proceeds	5,100,000	-	-	-	5,100,000
Transfers to Charter Schools	(77,072)	-	-	-	(77,072)
Total Other Financing Sources & Uses	3,241,831	979,438	-	-	4,221,269
Net Change in Fund Balances	(2,584,748)	(313,645)	(3,360,482)	-	(6,258,875)
Fund Balances July 1,	15,131,914	1,534,585	4,378,698	1	21,045,198
Fund Balances June 30,	\$ 12,547,166	\$ 1,220,940	\$ 1,018,216	\$ 1	\$ 14,786,323

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

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

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$ (6,258,875)

Amounts reported for governmental activities in the statement of activities (A-2) are different because:

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

Depreciation Expense	\$ (8,720,187)	
Capital Outlays	10,686,812	1,966,625

Repayment of long-term debt principal and obligation of lease 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.

Bonds	1,065,000	
Leases	114,297	
Financed Purchases	4,942,818	6,122,115

Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets.

Financed Purchases		(5,100,000)
--------------------	--	-------------

In the statement of net position, amortization of bond premium is capitalized and earned over the life of the bonds. In the governmental funds, bond premium is reported as revenue.

40,874

Governmental funds recognize the right-to-use assets as revenue when the lease is first entered, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these transactions is as follows:

Amortization of Right-to-Use Asset		(120,222)
------------------------------------	--	-----------

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.

2,923,376

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.

(39,457)

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 (+).

164,483

Change in Net Position of Governmental Activities

\$ (301,081)

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

Proprietary Funds

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
FOR FISCAL YEAR ENDED JUNE 30, 2025**

ASSETS	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS						GOVERNMENTAL ACTIVITIES-
	FOOD SERVICE FUND	CHLD CARE PROGRAM	TELECOMM	CENTER FOR THE PERFORMING ARTS	DRIVERS EDUCATION	TOTAL	INTERNAL SERVICE FUND
Current Assets:							
Cash & Cash Equivalents	\$ 1,740,787	\$ 19,104	\$ 71,014	\$ 837,370	\$ 154,292	\$ 2,822,567	\$ 46,481
Receivables from Other							
Governments	215,008	-	-	-	-	215,008	-
Other Receivable	8,240	-	-	-	-	8,240	-
Interfund Receivable	-	5,200	-	-	-	5,200	-
Inventories	58,123	-	-	-	-	58,123	-
Total Current Assets	2,022,158	24,304	71,014	837,370	154,292	3,109,138	46,481
Fixed Assets:							
Equipment	813,440	26,171	-	714,627	48,725	1,602,963	-
Accumulated Depreciation	(664,914)	(14,028)	-	(376,794)	(48,725)	(1,104,461)	-
Total Fixed Assets	148,526	12,143	-	337,833	-	498,502	-
Total Assets	2,170,684	36,447	71,014	1,175,203	154,292	3,607,640	46,481
LIABILITIES							
Current Liabilities:							
Accounts Payable	230,574	1,580	1,387	4,969	7,378	245,888	-
Unearned Revenue	166,548	-	-	-	-	166,548	-
Interfund Payable	504,365	-	-	1,147,677	-	1,652,042	46,481
Total Current Liabilities	901,487	1,580	1,387	1,152,646	7,378	2,064,478	46,481
NET POSITION							
Investment in Capital Assets	148,526	12,143	-	337,833	-	498,502	-
Unrestricted	1,120,671	22,724	69,627	(315,276)	146,914	1,044,660	-
Total Net Position	\$ 1,269,197	\$ 34,867	\$ 69,627	\$ 22,557	\$ 146,914	\$ 1,543,162	\$ -

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

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN FUND NET POSITION
FOR FISCAL YEAR ENDED JUNE 30, 2025**

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUND						GOVERNMENTAL ACTIVITIES-
	FOOD SERVICE FUND	CHLD CARE PROGRAM	TELECOMM	CENTER FOR THE PERFORMING ARTS	DRIVERS EDUCATION	TOTAL	INTERNAL SERVICE FUND
Operating Revenue:							
Daily Sales - Reimbursable Programs	\$ 1,011,651	\$ -	\$ -	\$ -	\$ -	\$ 1,011,651	\$ -
Daily Sales - Nonreimbursable Programs	458,969	-	-	-	-	458,969	-
Special Functions	25,600	-	-	-	-	25,600	-
Miscellaneous Income	19,771	67,260	7,700	502,396	83,530	680,657	-
Total Operating Revenues	1,515,991	67,260	7,700	502,396	83,530	2,176,877	-
Operating Expenses:							
Salaries	1,371,122	70,846	4,418	115,162	71,759	1,633,307	-
Employee Benefits	709,193	-	-	-	-	709,193	-
Social Security Contributions	39,977	-	-	-	-	39,977	-
Supplies and Materials	79,136	7,564	-	-	-	86,700	-
Other Purchased Services	24,133	213	-	466,613	1,000	491,959	-
Cleaning, Repair & Maintenance Services	25,158	-	-	-	-	25,158	-
Insurance	87,351	-	-	-	-	87,351	-
Depreciation	24,535	1,592	-	50,185	3,045	79,357	-
Miscellaneous Other Expenses	54,215	418	-	-	9,956	64,589	-
Cost of Sales - Reimbursable Programs	1,071,380	-	-	-	-	1,071,380	-
Cost of Sales - Non-Reimbursable Programs	222,178	-	-	-	-	222,178	-
Total Operating Expenses	3,708,378	80,633	4,418	631,960	85,760	4,511,149	-
Operating (Loss)/Gain	(2,192,387)	(13,373)	3,282	(129,564)	(2,230)	(2,334,272)	-
Nonoperating Revenues/(Expenses):							
State Sources:							
State School Lunch Program	38,232	-	-	-	-	38,232	-
State School Breakfast Program	2,878	-	-	-	-	2,878	-
Working Class Families State Supplement	33,117	-	-	-	-	33,117	-
After the Bell	777	-	-	-	-	777	-
State Summer Electronic Benefit Transfer Program	1,556	-	-	-	-	1,556	-
Federal Sources:							
National School Lunch Program	943,234	-	-	-	-	943,234	-
Healthy Hunger-Free Kids Act	39,386	-	-	-	-	39,386	-
Food Distribution Program	256,782	-	-	-	-	256,782	-
National Breakfast Program	213,610	-	-	-	-	213,610	-
Supply Chain Assistance Award	135,418	-	-	-	-	135,418	-
Federal Summer Electronic Benefit Transfer Program	1,556	-	-	-	-	1,556	-
Local Food for Schools Cooperative Agreement Program	14,888	-	-	-	-	14,888	-
Interest Revenue	31,635	93	-	16,621	-	48,349	-
Transfer from General Fund	801,659	-	-	-	-	801,659	-
Total Nonoperating Revenues	2,514,728	93	-	16,621	-	2,531,442	-
Change in Net Position	322,341	(13,280)	3,282	(112,943)	(2,230)	197,170	-
Net Position - Beginning of Year	1,347,437	51,512	72,768	(242,490)	147,114	1,376,341	-
Error Correction	(400,581)	(3,365)	(6,423)	377,990	2,030	(30,349)	-
Total Net Position - Beginning, Restated	946,856	48,147	66,345	135,500	149,144	1,345,992	-
Total Net Position - End of Year	\$ 1,269,197	\$ 34,867	\$ 69,627	\$ 22,557	\$ 146,914	\$ 1,543,162	\$ -

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

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

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUND						GOVERNMENTAL ACTIVITIES-
	FOOD SERVICE FUND	CHLD CARE PROGRAM	TELECOMM	CENTER FOR THE PERFORMING ARTS	DRIVERS EDUCATION	TOTAL	INTERNAL SERVICE FUND
Cash Flows From Operating Activities:							
Receipts from Customers	\$ 1,289,366	\$ 60,520	\$ 6,066	\$ 549,391	\$ 76,105	\$ 1,981,448	\$ -
Payments to Employees	(1,446,555)	(70,846)	(4,418)	(151,444)	(71,759)	(1,745,022)	-
Payments for Employee Benefits	(749,170)	-	-	-	-	(749,170)	-
Payments to Suppliers	(1,322,859)	(7,612)	1,387	(477,326)	(3,578)	(1,809,988)	-
Net Cash Provided/(Used) by Operating Activities	(2,229,218)	(17,938)	3,035	(79,379)	768	(2,322,732)	-
Cash Flows From Capital Financing Activities:							
Purchase of Equipment	-	(2,298)	-	-	-	(2,298)	-
Net Cash Used by Capital Financing Activities	-	(2,298)	-	-	-	(2,298)	-
Cash Flows From Noncapital Financing Activities:							
Transfer to General Fund	801,659	-	-	-	-	801,659	-
Cash Received From State & Federal Reimbursements	1,646,077	-	-	-	-	1,646,077	-
Net Cash Provided by Noncapital Financing Activities	2,447,736	-	-	-	-	2,447,736	-
Cash Flows From Investing Activities:							
Interest & Dividends	31,635	93	-	16,621	-	48,349	-
Net Cash Provided by Investing Activities	31,635	93	-	16,621	-	48,349	-
Net Increase/(Decrease) in Cash & Cash Equivalents	250,153	(20,143)	3,035	(62,758)	768	171,055	-
Cash & Cash Equivalents, July 1	1,490,634	39,247	67,979	900,128	153,524	2,651,512	46,481
Cash & Cash Equivalents, June 30	\$ 1,740,787	\$ 19,104	\$ 71,014	\$ 837,370	\$ 154,292	\$ 2,822,567	\$ 46,481

RECONCILIATION OF OPERATING INCOME/(LOSS) TO NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES:

Cash Provided/(Used) by Operating Activities:							
Operating Income/(Loss)	\$ (2,192,387)	\$ (13,373)	\$ 3,282	\$ (129,564)	\$ (2,230)	\$ (2,334,272)	\$ -
Adjustments to Reconcile Operating Income/(Loss) to Cash Provided/(Used) by Operating Activities:							
Depreciation Expense	24,535	1,592	-	50,185	3,045	79,357	-
Change in Assets & Liabilities:							
Increase/(Decrease) in Accounts Payable	207,933	583	1,387	(10,713)	7,378	206,568	-
Increase/(Decrease) in Interfund Payable	(55,874)	-	-	39,441	-	(16,433)	-
Increase/(Decrease) in Accrued Salaries and Benefits	(312)	(1,540)	(1,634)	(10,052)	(7,425)	(20,963)	-
Increase/(Decrease) in Customer Deposits Payable	-	-	-	(1,500)	-	(1,500)	-
Increase/(Decrease) in Compensated Absences Payable	(7,543)	-	-	(3,628)	-	(11,171)	-
Increase/(Decrease) in Unearned Revenue	(172,199)	-	-	-	-	(172,199)	-
(Increase)/Decrease in Other Accounts Receivable	1,760	-	-	19,106	-	20,866	-
(Increase)/Decrease in Interfund Receivable	-	(5,200)	-	-	-	(5,200)	-
(Increase)/Decrease in Inventories	32,759	-	-	-	-	32,759	-
Change in Noncurrent Liabilities:							
Increase/(Decrease) in Compensated Absences Payable	(67,890)	-	-	(32,654)	-	(100,544)	-
Total Adjustments	(36,831)	(4,565)	(247)	50,185	2,998	11,540	-
Net Cash Provided/(Used) by Operating Activities	<u>\$ (2,229,218)</u>	<u>\$ (17,938)</u>	<u>\$ 3,035</u>	<u>\$ (79,379)</u>	<u>\$ 768</u>	<u>\$ (2,322,732)</u>	<u>\$ -</u>

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

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 1. Summary of Significant Accounting Policies

The financial statements of the Washington Township School District (the 'School District') have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The following is a summary of more significant accounting policies.

Reporting Entity

The School District is a Type II district located in the County of Gloucester, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three members' terms expire each year. The purpose of the School District is to educate students in grades kindergarten through sixth at its three schools. The School District has an approximate enrollment at June 30, 2025 of 7,459 students.

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

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, 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. 90 – Majority Equity Interests – an Amendment of GASB Statements No. 14 & No. 61. The School District had no component units as of for the year ended June 30, 2025.

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

WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

Note 1. Summary of Significant Accounting Policies (continued)

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 accompanying 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.

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.

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. An accompanying schedule (Exhibit B-3) is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the Government-Wide financial statements. The School District has presented all major funds that met those qualifications.

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 and other taxes. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

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. A column representing internal service funds is also presented in these statements. However, internal service funds balances and activities have been combined with the governmental activities in the Government-Wide financial statements.

WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

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.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year in which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 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 taxes.

While government-wide and fund financial statements are presented separately, they are interrelated. The governmental activities column of the government wide statements incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the School District’s enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. However, data from the fiduciary funds is not incorporated in the government-wide financial statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year-end. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. 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 assets acquisitions are reported as expenditures in the governmental funds. Issuance of long-term debt are reported as other financing sources.

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 1. Summary of Significant Accounting Policies (continued)

Property taxes, charges for services, licenses, and interest on notes receivable associated with the current fiscal period are all considered to be susceptible to accrual and accordingly have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available when cash is received.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Food Service Fund, Child Care Program, Telecommunications, Center for the Performing Arts, and Driver's Education are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, employee salaries and benefits, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. 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.

Internal service funds are used to account for those operations which provide benefits to other funds, departments, or agencies of the primary government and its component unit. Although internal service funds are reported as a proprietary fund in the fund financial statements, it is incorporated into governmental activities in the government-wide financial statements. The School District maintains an internal service fund for paper supplies and district printing.

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 non-instructional 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

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 1. Summary of Significant Accounting Policies (continued)

and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by board resolution.

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

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

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

The School District reports the following major proprietary funds:

Food Service Fund – This fund accounts for the revenues and expenses pertaining to the School District’s cafeteria operations.

Child Care Program Fund – This fund accounts for the revenues and expenses pertaining to providing day care services for School District employee’s children during school.

Telecommunications Fund – This fund accounts for the revenues and expenses pertaining to a student run enterprise.

Center for Performing Arts Fund – This fund accounts for the revenues and expenses pertaining to performances at the School District’s Center for the Performing Arts.

Driver’s Education – This fund accounts for the revenues and expenses pertaining to the driver’s education for students.

Internal Service Fund (Paper Supplies & District Printing) – The paper supplies & district printing internal service fund is used in order to account for the financing of goods and services provided by one department to another on a cost reimbursement basis.

During the course of operations, the School District has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 1. Summary of Significant Accounting Policies (continued)

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

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 last state aid payment for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

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

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

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 1. Summary of Significant Accounting Policies (continued)

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.

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 and Cash Equivalents

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

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.

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

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

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 1. Summary of Significant Accounting Policies (continued)

public depositories, is available to pay the full amount of their deposits to the Governmental Units.

Tuition Payable/Receivable

Tuition rates for the fiscal year end June 30, 2025 were established by the receiving district based on estimated costs. The charges are subject to adjustment when the final costs have been 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.

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. The amounts are eliminated in the governmental and business-type activities, which are presented as Internal Balances. Balances with fiduciary funds are not considered Internal Balances; therefore those balances are reported on 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 estimated fair value at the date of donation. The School District has established a threshold of \$2,000 for capitalization of depreciable assets.

Major outlays for capital assets and improvements are capitalized as projects are constructed. 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.

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

Equipment & Vehicles	3 – 20 Years
Buildings	30 – 50 Years
Improvements	10 – 50 Years
Software	5 – 7 Years

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 1. Summary of Significant Accounting Policies (continued)

Compensated Absences

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

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.

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 measurable 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.

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 1. Summary of Significant Accounting Policies (continued)

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.

Fund Balance

In accordance with Government Accounting Standards Board 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the School District classifies governmental fund balances as follows:

- 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.
- 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. The School Board did not have any committed resources as of June 30, 2025.

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 1. Summary of Significant Accounting Policies (continued)

- 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. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.
- 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 in 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 – Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.
- Unrestricted – Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

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

Statement No. 101, *Compensated Absences*, aligns the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.

WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

Note 1. Summary of Significant Accounting Policies (continued)

Statement No. 101 is effective for reporting periods beginning after December 15, 2023. Management has implemented this standard for the fiscal year ended June 30, 2025, see Note 15.

Statement No. 102, *Certain Risk Disclosures*, requires a School District to disclose information about concentrations or constraints and related events that have occurred or have begun to occur that make a District vulnerable to a substantial impact. The standard will improve financial reporting by providing users of financial statements with essential information that currently is not often provided. Statement No. 102 is effective for reporting periods beginning after June 15, 2024. Management has implemented this standard for the fiscal year ended June 30, 2025 and determined it has no material impact on the financial statements.

Recently Issued Accounting Pronouncements

The GASB has issued the following Statements which will become effective in future years as shown below:

Statement No. 103, *Financial Reporting Model Improvements*, requires that the information presented in the management's discussion and analysis (MD&A) be limited to the related topics discussed in five sections: 1) Overview of the Financial Statements, 2) Financial Summary, 3) Detailed Analyses, 4) Significant Capital Asset and Long-Term Financing Activity, and 5) Currently Known Facts, Decisions, or Conditions. The Statement emphasizes that the analysis provided in the MD&A should avoid unnecessary duplication by not repeating explanations that may be relevant to multiple sections and that boilerplate discussion should be avoided by presenting only the most relevant information. Statement No. 103 is effective for reporting periods beginning after June 15, 2025. Management has not yet determined the potential impact on the District's financial statements.

Statement No. 104, *Disclosure of Certain Capital Assets*, requires certain types of capital assets to be disclosed separately in the capital assets note disclosures. Lease assets recognized in accordance with Statement No. 87, intangible right-to-use assets recognized in accordance with Statement No. 94 and subscription assets recognized in accordance with Statement No. 96 should be disclosed separately by major class of underlying asset in the capital asset note disclosures. Statement No. 104 is effective for reporting periods beginning after June 15, 2025. Management has not yet determined the potential impact on the District's financial statements.

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.

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 1. Summary of Significant Accounting Policies (continued)

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.

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.

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.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the pension plan's fiduciary net position and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. 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.

Note 2. Deposits and Investments

Custodial Credit Risk Related to 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

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 2. Deposits and Investments (continued)

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 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 \$26,266,992 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$ 20,798,714
Uninsured and Uncollateralized	<u>5,468,278</u>
	<u>\$ 26,266,992</u>

New Jersey Cash Management Fund – During the fiscal year, the School District participated in the New Jersey Cash Management Fund. The Fund is governed by regulations of the State Investment Council, who prescribe standards designed to insure the quality of investments in order to minimize risk to Fund participants. Deposits with the New Jersey Cash Management Fund are not subject to custodial credit risk as defined above. At June 30, 2025, the School District's deposits with the New Jersey Cash Management Fund were \$142.

Held in Trust – The School District has entered into purchase agreements with several banking institutions for the acquisition of equipment and supplies. In accordance with the requirements of the purchase agreements, the acquisition amount of the equipment and supplies is to be deposited into an escrow account under terms satisfactory to the lending bank. These escrow accounts are opened for the purpose of fully funding the purchase agreement and providing a mechanism for the application of such amounts to the purchase of and payment for the equipment and supplies. Deposits held in trust of the School District are not subject to custodial credit risk as defined above. At June 30, 2025, the School District's deposits held in trust were \$2,078,032.

Investments

The School District has no investments as of June 30, 2025.

Note 3. Reserve Accounts

A. Capital Reserve

A capital reserve account was established by the School District by inclusion of \$1 on November 20, 2000, for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 3. Reserve Accounts (continued)

A. Capital Reserve (continued)

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.

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	\$ 1,251,938
Increased by:	
Interest Earnings	42
Deposits approved by Board	1,000,000
	<u>2,251,980</u>
Ending Balance, June 30, 2025	<u>\$ 2,251,980</u>

The June 30, 2025 balance did not exceed the LRFP balance of local support costs of uncompleted capital projects.

Note 4. Accounts Receivable

Accounts receivable at June 30, 2025 consisted of accounts and intergovernmental grants. All state and federal receivables are considered collectible in full due to the stable condition of state programs and the current fiscal year guarantee of federal funds. Accounts receivable as of fiscal year end for the School District's individual funds, in the aggregate, are as follows:

<u>Description</u>	<u>Governmental Funds</u>			<u>Total Governmental Activities</u>	<u>Proprietary Funds</u>	<u>Total Business-Type Activities</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>		<u>Food Service Fund</u>	
Federal Awards	\$ -	\$ 818,448	\$ -	\$ 818,448	\$ 202,094	\$ 202,094
State Awards	2,763,024	-	1,390,431	4,153,455	12,914	12,914
Other	356,455	-	-	356,455	8,240	8,240
Total	<u>\$ 3,119,479</u>	<u>\$ 818,448</u>	<u>\$ 1,390,431</u>	<u>\$ 5,328,358</u>	<u>\$ 223,248</u>	<u>\$ 223,248</u>

WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

Note 5. Capital Assets

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

	(Restated) Balance July 1, 2024	Additions	Retirements and Transfers	Balance June 30, 2025
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 5,590,700	\$ -	\$ -	\$ 5,590,700
Construction in Progress	2,265,915	4,672,153	-	6,938,068
Total Capital Assets not being depreciated	7,856,615	4,672,153	-	12,528,768
Capital Assets being depreciated:				
Land Improvements	13,710,839	28,780	-	13,739,619
Buildings and Improvements	159,913,587	374,344	-	160,287,931
Equipment	29,208,667	511,535	-	29,720,202
Financed Purchase - Equipment	-	5,100,000	-	5,100,000
Total Capital Assets being depreciated	202,833,093	6,014,659	-	208,847,752
Less: Accumulated Depreciation:				
Land Improvements	(5,090,949)	(642,162)	-	(5,733,111)
Buildings and Improvements	(127,624,676)	(3,810,566)	-	(131,435,242)
Equipment	(14,775,406)	(3,247,459)	-	(18,022,865)
Financed Purchase - Equipment	-	(1,020,000)	-	(1,020,000)
Total Accumulated Depreciation	(147,491,031)	(8,720,187)	-	(156,211,218)
Total Capital Assets being depreciated, net	55,342,062	(2,705,528)	-	52,636,534
Total Governmental Activities Capital Assets, net				
Excluding Lease Assets	\$ 63,198,677	\$ 1,966,625	\$ -	\$ 65,165,302
Governmental Activities Capital Assets, net	63,198,677	1,966,625	-	65,165,302
Business-Type Activities:				
Machinery and Equipment	\$ 2,131,826	\$ 2,297	\$ (531,161)	\$ 1,602,962
	2,131,826	2,297	(531,161)	1,602,962
Less: Accumulated Depreciation:				
Machinery and Equipment	(1,556,264)	(79,357)	531,161	(1,104,460)
	(1,556,264)	(79,357)	531,161	(1,104,460)
Total Business-Type Activities Capital Assets, net	\$ 575,562	\$ (77,060)	\$ -	\$ 498,502

Depreciation expense was not allocated among the various functions/programs of the School District.

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

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	\$ 4,647,885	\$ 5,200
Special Revenue Fund	-	2,278,658
Capital Projects Fund	52,783	723,487
Food Service Fund		504,365
Center for the Performing Arts Fund	-	1,147,677
Internal Service Fund	-	46,481
Child Care Program Fund	5,200	-
	<u>\$ 4,705,868</u>	<u>\$ 4,705,868</u>

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.

The summary of interfund transfers follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 1,781,097
Special Revenue Fund	979,438	-
Food Service Fund	801,659	-
	<u>\$ 1,781,097</u>	<u>\$ 1,781,097</u>

The purpose of interfund transfers were for the liquidation of prior year interfund receivables and payables and for payments made on behalf of other funds.

Note 7. Long-Term Obligations

During the fiscal year-ended June 30, 2025 the following changes occurred in long-term obligations:

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 7. Long-Term Obligations (continued)

	<u>Balance</u> <u>July 1, 2024</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30, 2025</u>	<u>Balance</u> <u>Due Within</u> <u>One Year</u>
Governmental Activities:					
General Obligation Bonds	\$ 6,445,000	\$ -	\$ 1,065,000	\$ 5,380,000	\$ 1,090,000
Unamortized Premium	231,619	-	40,874	190,745	-
Financed Purchases	11,168,949	5,100,000	4,942,818	11,326,131	4,182,455
Lease Liability	498,366	-	114,297	384,069	119,179
Compensated Absences	6,711,728	-	164,483	6,547,245	-
Net Pension Liability	26,459,827	-	3,551,897	22,907,930	-
	<u>\$ 51,515,489</u>	<u>\$ 5,100,000</u>	<u>\$ 9,879,369</u>	<u>\$ 46,736,120</u>	<u>\$ 5,391,634</u>
Business-Type Activities:					
Compensated Absences	\$ 111,716	\$ -	\$ 111,716	\$ -	\$ -
	<u>\$ 111,716</u>	<u>\$ -</u>	<u>\$ 111,716</u>	<u>\$ -</u>	<u>\$ -</u>

For governmental activities, the bonds payable and arbitrage are liquidated from the School District's debt service fund. Compensated absences, leases payable and financed purchase liabilities are liquidated by the general fund.

Bonds Payable

On December 28, 2016, the School District issued Bonds of \$7,550,000 in general obligation refunding bonds with a variable interest rate of 3.25% to 4% to currently refund \$7,840,000 of outstanding callable School Refunding Bonds, Series 2007 with an interest rate of 4%. The refunding bonds have a final maturity in 2030.

Principal and Interest due on the outstanding bonds is as follows:

<u>Fiscal Year Ending</u> <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 1,090,000	\$ 199,300	\$ 1,289,300
2027	1,090,000	155,700	1,245,700
2028	1,080,000	112,100	1,192,100
2029	1,070,000	68,900	1,138,900
2030	1,050,000	34,125	1,084,125
	<u>\$ 5,380,000</u>	<u>\$ 570,125</u>	<u>\$ 5,950,125</u>

Financed Purchases

As of June 30, 2025, the District has entered into several purchase agreements with several banking institutions for the purchase of textbooks, buses, equipment, and various upgrades. These agreements are for terms from three to fifteen years, and range in interest rates from 1.02% to 4.19%.

Principal and Interest due is as follows:

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 7. Long-Term Obligations (continued)

Fiscal Year Ending June 30,	Principal	Interest	Total
2026	\$ 4,182,453	\$ 342,328	\$ 4,524,781
2027	3,292,559	220,701	3,513,260
2028	2,294,705	111,818	2,406,523
2029	1,236,742	37,341	1,274,083
2030	155,554	6,668	162,222
2031-2035	164,118	1,570	165,688
	<u>\$ 11,326,131</u>	<u>\$ 720,426</u>	<u>\$ 12,046,557</u>

Leases Payable

The School District has entered into agreements to lease copier machines. The lease agreements qualify as other than short-term leases under GASB 87, and therefore, have been recorded at present value of future minimum lease payments as of the date of their inception.

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

Fiscal Year Ending June 30,	Principal	Interest	Total
2026	\$ 119,179	\$ 13,821	\$ 133,000
2027	124,269	8,731	133,000
2028	129,577	3,423	133,000
2029	11,044	39	11,083
	<u>\$ 384,069</u>	<u>\$ 26,014</u>	<u>\$ 399,000</u>

Bonds Authorized But Not Issued:

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

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 financial statements, which can be found at www.state.nj.us/treasury/pensions/annual-reports.shtml.

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 8. Pension Plans (continued)

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

The vesting and benefit provisions are set by *N.J.S.A. 43:15A*. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service.

The following represents the membership tiers for PERS:

Tier Definition

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

Service retirement benefits of $1/55^{\text{th}}$ 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 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. 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 the noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2024, the State's pension contribution was more than the actuarial determined amount.

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

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 8. Pension Plans (continued)

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

fiscal year ended June 30, 2012 and is adjusted by the rate of return on the actuarial value of assets.

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At June 30, 2025, the School District reported a liability of \$22,907,930 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, to the measurement date of June 30, 2024. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2024. The School District's proportion measured as of June 30, 2024, was 0.168589%, which was a decrease of 0.01409% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the School District recognized full accrual pension expense/(benefit) of (\$629,354) in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2024 measurement date.

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 458,888	\$ 60,987
Changes of Assumptions	28,459	260,640
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	1,062,178
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	7,673	2,282,533
School District Contributions Subsequent to Measurement Date	<u>2,173,736</u>	<u>-</u>
	<u>\$ 2,668,756</u>	<u>\$ 3,666,338</u>

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 8. Pension Plans (continued)

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

\$2,173,736 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is based on the estimated amount payable to the State due 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:

Year Ending June 30,	Amount
2025	\$ (3,440,731)
2026	2,662,335
2027	(1,531,699)
2028	(884,237)
2029	<u>23,014</u>
	<u>\$ (3,171,318)</u>

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

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 8. Pension Plans (continued)

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

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2019	5.21	-
June 30, 2020	5.16	-
June 30, 2021	-	5.13
June 30, 2022	-	5.04
June 30, 2023	5.08	-
June 30, 2024	5.08	-
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2019	-	5.21
June 30, 2020	-	5.16
June 30, 2021	5.13	-
June 30, 2022	-	5.04
June 30, 2023	-	-
June 30, 2024	-	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2019	-	-
June 30, 2020	-	5.00
June 30, 2021	-	5.00
June 30, 2022	-	5.00
June 30, 2023	-	5.00
June 30, 2024	-	5.00
Changes in Proportion and Differences between Contributions and		
Pro Year of Pension Plan Deferral:		
June 30, 2019	5.21	5.21
June 30, 2020	5.16	5.16
June 30, 2021	5.13	5.13
June 30, 2022	5.04	5.04
June 30, 2023	5.08	5.08
June 30, 2024	5.08	5.08

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 8. Pension Plans (continued)

A. Public Employees' Retirement System (PERS) (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	
Price	2.75%
Wage	3.25%
Salary Increases	2.75%-6.55% based on years of service
Investment Rate of Return	7.00%
Period of Actuarial Experience	
Study upon which Actuarial	
Assumptions were Based	July 1, 2018 - June 30, 2021

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.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2024) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic 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:

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 8. Pension Plans (continued)

A. Public Employees' Retirement System (PERS) (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 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 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 - 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:

	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
District's Proportionate Share of the Net Pension Liability	<u>\$ 30,695,229</u>	<u>\$ 22,907,930</u>	<u>\$ 16,637,907</u>

WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

Note 8. Pension Plans (continued)

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

Special Funding Situation – Under N.J.S.A. 43:15A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed that legally obligated the State if certain circumstances occurred. The legislation, which legally obligates the State, are Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001. The amounts contributed on behalf of the local participating employers under the legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under the legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows of resources to report in the financial statements of the local participating employers related to the legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing 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.

The State's proportionate share of the PERS net pension liability associated with the special funding situation is \$-0- as of June 30, 2025. The State's proportionate share of the contribution associated with the special funding situation was \$73,855 as of June 30, 2025. These are based on measurements as of June 30, 2024.

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.state.nj.us/treasury/pensions/annrpts.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.

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 8. Pension Plans (continued)

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

The following represents the membership tiers for TPAF:

Tier Definition

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 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. 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. For fiscal year 2024, the State's pension contribution was more than the actuarial determined amount.

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

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 8. Pension Plans (continued)

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

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2024 was \$259,115,103. The School District's proportionate share was \$-0-.

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The State's proportionate share of the net pension liability associated with the School District was based on projection of the State's long-term contributions to the pension plan associated with the School 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 0.52426%, which was a decrease of 0.00269% from its proportion measured as of June 30, 2023.

For the fiscal year ended June 30, 2025, the School District recognized \$(945,212) in on-behalf pension expense/(benefit) and revenue in the government-wide financial statements, for the State of New Jersey on-behalf TPAF pension contributions. This pension expense/(benefit) and revenue was based on the pension plans June 30, 2024 measurement date.

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 Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 8. Pension Plans (continued)

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

for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021. The actuarial assumptions used in the July 1, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
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 the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments in determining the total pension liability.

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 8. Pension Plans (continued)

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

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:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	307,994,982	259,115,103	217,949,005
	<u>\$ 307,994,982</u>	<u>\$ 259,115,103</u>	<u>\$ 217,949,005</u>

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.

C. Defined Contribution 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;

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 8. Pension Plans (continued)

C. Defined Contribution Plan (DCRP) (continued)

- 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 \$8,300 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

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 \$426,288, and the School District recognized an expense for payments made to the Defined Contribution Retirement program in the amount of \$232,521.

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

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 9. Other Post-Retirement Benefits (continued)

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 is the responsibility of the individual local education employers.

Basis of Presentation

The schedule of total nonemployer OPEB liability (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.

Total Nonemployer OPEB Liability

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

Total Nonemployer OPEB Liability: \$ 59,650,630,530

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

WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

Note 9. Other Post-Retirement Benefits (continued)

Preretirement mortality rates were based on the Pub-2010 Healthy "Teachers" (TPAF/ABP), "General" (PERS), and "Safety" (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Postretirement mortality rates were based on the Pub-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Disability mortality was based on the Pub-2010 "General" classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021 for current disabilities. Future disabled retirees was based on the Pub-2010 "Safety" (PFRS), "General" (PERS), and "Teachers" (TPAF/ABP) classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Actuarial assumptions used in the July 1, 2023 valuation were based on the results of 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 \$405,434,728. 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 0.6797%, which was a decrease of 0.0012% from its proportion measured as of June 30, 2023.

For the fiscal year ended June 30, 2025, the State of New Jersey recognized an OPEB expense in the amount of \$8,494,321 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.

Health Care Trend Assumptions

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

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 9. Other Post-Retirement Benefits (continued)

Discount Rate

The discount rate for June 30, 2024 was 3.93%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate

The following presents the total nonemployer OPEB liability as of June 30, 2024, 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:

	June 30, 2024		
	At 1% Decrease (2.93%)	At Discount Rate (3.93%)	At 1% Increase (4.93%)
State of New Jersey's Proportionate Share of Total Obligations Associated with the School District	\$ 474,850,897	\$ 405,434,728	\$ 349,609,720
State of New Jersey's Total Non- employer 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:

	June 30, 2024		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 337,730,080	\$ 405,434,728	\$ 493,624,500
State of New Jersey's Total Nonemployer OPEB Liability	\$ 49,689,409,509	\$ 59,650,630,530	\$ 72,625,778,279

* See Healthcare Cost Trend Assumptions for details of rates.

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 9. Other Post-Retirement Benefits (continued)

Additional Information

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change in Proportion	\$ -	\$ -
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 6/30/2024		
After Measurement Date	TBD	N/A
	<u>\$ 16,383,910,385</u>	<u>\$ (22,802,314,774)</u>

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

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)
	<u>\$ (6,418,404,389)</u>

Plan Membership

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

	June 30, 2023
Active Plan Members	219,185
Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	153,556
	<u>372,741</u>

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 9. Other Post-Retirement Benefits (continued)

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:

Total OPEB Liability

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	<u>(1,499,600,607)</u>
Net Change in Total OPEB Liability	7,288,962,291
Total OPEB Liability (Beginning)	<u>52,361,668,239</u>
Total OPEB Liability (Ending)	<u><u>\$ 59,650,630,530</u></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 \$21,262,023, \$4,699,893, \$6,212,780, and \$9,624, respectively.

Note 11. Risk Management

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

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

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

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 11. Risk Management (continued)

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, reimbursements to the State for benefits paid and the ending balance of the School District's trust fund for the current and previous two years:

<u>Fiscal Year</u>							<u>Ending Balance</u>
	<u>School District Contributions</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Claims Incurred</u>	<u>Claims Payable</u>		<u>Restricted Fund Balance</u>
2024-2025	\$ -	\$ 119,066	\$ 34,715	\$ 285,764	\$ 168,556	\$	1,578,723
2023-2024	-	161,975	38,170	78,772	335,253		1,544,008
2022-2023	-	159,531	34,878	62,912	252,050		1,505,838

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.

Pending 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.

Note 13. 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.

Note 14. 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:

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 14. Deferred Compensation (continued)

Ameriprise
ASpire
AXA Equitable
Creative Financial Strategies (MetLife)
Lincoln Investment (The Faller Company LLC)
Siracusa Benefits Program
VALIC (AIG)
VOYA

Note 15. Compensated Absences

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by Governmental Accounting Standards Board Statement No. 101 (GASB 101), "Compensated Absences". GASB 101 requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leaves 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 who are employed for ten months are entitled to ten paid sick leave days per fiscal school year. School District employees who are employed for twelve months are entitled to twelve paid sick leave days per fiscal school year. Unused sick leave may be accumulated and carried forward to the subsequent years. Vacation days not used during the year may not be accumulated and carried forward without supervisor approval. Benefits paid in any future year will be calculated according to the formulas outlined in the School District's agreements with the various employee unions and included in the current years' budget.

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. At June 30, 2025, the liability for compensated absences reported on the government-wide Statement of Net Position was \$6,547,245.

Note 16. 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

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 16. Tax Abatements (continued)

that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

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 17. 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 \$7,498,134.

Note 18. Fund Balance

General Fund – Of the \$12,547,166 General Fund fund balance at June 30, 2025, \$2,251,980 has been reserved in the Capital Reserve Account; \$1,578,724 has been restricted for unemployment compensation; \$15,954 is restricted for School Bus Advertising; \$7,498,134 is restricted for current year excess surplus; \$2,078,034 is committed for the acquisition of equipment and supplies; \$132,917 has been assigned for other purposes; and (\$1,008,577) is unassigned.

Special Revenue Fund – Of the \$1,220,940 Special Revenue Fund fund balance at June 30, 2025, \$690,544 is restricted for student activities, \$122,037 is restricted for scholarships, and \$408,359 is restricted for Preschool Education Aid.

Capital Projects Fund – Of the \$1,018,216 Capital Projects Fund fund balance at June 30, 2025, \$1,018,216 is restricted for capital projects.

Debt Service Fund – Of the \$1 Debt Service Fund fund balance at June 30, 2025, \$1 is restricted for future debt payments.

Note 19. Deficit Fund Balances

The School District has a deficit fund balance of \$1,008,577 in the General Fund of June 30, 2025 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 19. Deficit Fund Balances (continued)

intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payment(s) in the subsequent fiscal year, the school district cannot recognize the June state aid payment(s) (on the GAAP financial statements) until the year the State records the payable. Due to the timing difference of recording the June state aid payment(s), the General and Special Revenue Fund balance deficit does not alone indicate that the district is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unreserved, undesignated general fund balance that is reported as a direct result from a delay in the June payment(s) of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The General Fund deficit in the GAAP funds statements of \$1,008,577 is less than the last state aid payment of \$4,222,382.

Note 20. Right to Use Assets

The School District has recorded right to use lease assets as a result of implementing GASB 87. The assets are right to use assets for leased copier machines. The related lease is discussed in the Leases subsection of Note 7, Long-Term Obligations. The right to use lease asset is amortized on a straight-line basis over the terms of the related lease.

Right to use asset activity for the School District for the year ended June 30, 2025, was as follows:

	Balance as of June 30, 2024	Increases	Decreases	Balance as of June 30, 2025
Right to use assets				
Leased copier machines	\$ 601,112	\$ -	\$ -	\$ 601,112
Total right to use assets	601,112	-	-	601,112
Less accumulated amortization				
Leased copier machines	(110,204)	(120,222)	-	(230,426)
Total accumulated amortization	(110,204)	(120,222)	-	(230,426)
Right to use assets, net	\$ 490,908	\$ (120,222)	\$ -	\$ 370,686

Note 21. Error Correction

Net Position on the Government-Wide financial statements as of July 1, 2024, has been restated as follows for unearned revenue and capital assets due to the District having a new appraisal done during the 24/25 school year.

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025**

Note 21. Error Correction (continued)

Governmental Activities (Exhibit A-2):

Net Position as previously reported at June 30, 2024	\$ 43,071,455
Error Correction:	
Revaluation of Capital Assets	(12,171,367)
Total Governmental Activities Net Position, Net at July 1, 2024	<u>\$ 30,900,088</u>

Business-Type Activities (Exh. A-2/G-2)

Net Position as previously reported at June 30, 2024	\$ 1,376,341
Error Correction:	
Net Investment in Capital Assets - Food Service	(119,223)
Net Investment in Capital Assets - Child Care Program	(3,365)
Net Investment in Capital Assets - Telecommunications	(6,423)
Net Investment in Capital Assets - Center for Performing Arts	377,990
Net Investment in Capital Assets - Drivers Education	2,030
Supply Chain Assistance Unearned Revenue - Food Service	(281,358)
Total Error Correction	<u>(30,349)</u>
Net Position as restated, July 1, 2024	<u>\$ 1,345,992</u>

Note 22. Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2025 and January 30, 2026, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items have come to the attention of the School District that would require disclosure.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

C. Budgetary Comparison Schedules

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

		JUNE 30, 2025				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:						
Local Tax Levy	10-1210	\$ 98,172,949	\$ -	\$ 98,172,949	\$ 98,172,949	\$ -
Tuition from Other LEA's Within the State	10-1320	400,000	-	400,000	809,216	409,216
Rents and Royalties	10-1910	75,000	-	75,000	76,645	1,645
Advertising Fees	10-1992	-	-	-	12,714	12,714
Unrestricted Miscellaneous Revenues	10-1xxx	500,000	-	500,000	981,873	481,873
Interest on Capital Reserve Funds	10-1xxx	5,000	-	5,000	42	(4,958)
Other Restricted Miscellaneous Revenues	10-1xxx	92,000	-	92,000	88,114	(3,886)
Total Local Sources		99,244,949	-	99,244,949	100,141,553	896,604
Intermediate Sources:						
PILOT Payments to School District	10-2300	-	-	-	381,261	381,261
Total Intermediate Sources		-	-	-	381,261	381,261
State Sources:						
Equalization Aid	10-3176	32,710,025	-	32,710,025	32,710,025	-
Categorical Security Aid	10-3177	944,104	-	944,104	944,104	-
Categorical Transportation Aid	10-3121	2,909,313	-	2,909,313	2,909,313	-
Categorical Special Education Aid	10-3132	7,152,534	-	7,152,534	7,152,534	-
Extraordinary Aid	10-3131	2,500,000	-	2,500,000	2,277,046	(222,954)
Nonpublic Transportation Aid	10-3xxx	-	-	-	210,668	210,668
Nonbudgeted:						
On-Behalf TPAF Pension Contributions		-	-	-	21,262,023	21,262,023
On-Behalf TPAF Post-Retirement Medical Contributions		-	-	-	6,212,780	6,212,780
On-Behalf TPAF Long Term Disability Insurance Contributions		-	-	-	9,624	9,624
Reimbursed TPAF Social Security Contribution		-	-	-	4,699,893	4,699,893
Total State Sources		46,215,976	-	46,215,976	78,388,010	32,172,034
Federal Sources:						
Medicaid Reimbursement	10-4200	219,828	-	219,828	33,229	(186,599)
Total Federal Sources		219,828	-	219,828	33,229	(186,599)
Other Financing Sources:						
Other Financing Sources	10-5xxx	-	-	-	11,633	11,633
Total Other Financing Sources		-	-	-	11,633	11,633
Total Revenues		145,680,753	-	145,680,753	178,955,686	33,274,933
Expenditures:						
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Local Contrib. - Trans to Special Rev - Inclusion	11-105-100-936	1,064,468	-	1,064,468	979,438	85,030
Preschool	11-105-100-101	30,476	-	30,476	24,963	5,513
Kindergarten	11-110-100-101	1,808,615	(1,518)	1,807,097	1,589,549	217,548
Grades 1 - 5	11-120-100-101	11,784,808	5,116	11,789,924	11,619,150	170,774
Grades 6 - 8	11-130-100-101	9,036,428	48,547	9,084,975	9,057,517	27,458
Grades 9 - 12	11-140-100-101	10,813,539	36,820	10,850,359	10,718,565	131,794
Home Instruction:						
Salaries of Teachers	11-150-100-101	45,000	15,324	60,324	60,324	-
Purchased Professional/Education Services	11-150-100-320	322,217	76,927	399,144	372,212	26,932
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	11-190-100-106	758,368	(48,058)	710,310	584,046	126,264
Purchased Professional/Education Services	11-190-100-320	2,460,000	783,987	3,243,987	3,243,987	-
Purchased Technical Services	11-190-100-340	916,655	(82,700)	833,955	808,609	25,346
Other Purchased Services	11-190-100-500	3,047,463	70,779	3,118,242	3,012,788	105,454
General Supplies	11-190-100-610	675,906	17,912	693,818	563,542	130,276
Textbooks	11-190-100-640	11,076	(6,769)	4,307	1,611	2,696
Other Objects	11-190-100-800	26,800	(6,382)	20,418	18,618	1,800
Total Regular Programs		42,801,819	909,985	43,711,804	42,654,919	1,056,885

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

		JUNE 30, 2025				POSITIVE/ (NEGATIVE)
	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL
Special Education:						
Learning and/or Language Disabilities:						
Salaries of Teachers	11-204-100-101	1,505,058	(40,000)	1,465,058	1,362,903	102,155
Other Salaries of Instruction	11-204-100-106	41,855	-	41,855	30,325	11,530
Purchased Professional/Education Services	11-204-100-320	350,000	-	350,000	350,000	-
General Supplies	11-204-100-610	8,000	-	8,000	4,847	3,153
Total Learning and/or Language Disabilities		1,904,913	(40,000)	1,864,913	1,748,075	116,838
Behavior Disabilities:						
Salaries of Teachers	11-209-100-101	687,244	(44,636)	642,608	573,100	69,508
Other Salaries for Instruction	11-209-100-106	26,967	-	26,967	18,311	8,656
Purchased Professional/Education Services	11-209-100-320	411,080	(330,000)	81,080	80,690	390
General Supplies	11-209-100-610	5,396	131	5,527	5,180	347
Textbooks	11-209-100-640	138	(138)	-	-	-
Total Behavioral Disabilities		1,130,825	(374,643)	756,182	677,281	78,901
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	868,409	(31,057)	837,352	820,076	17,276
Other Salaries for Instruction	11-212-100-106	17,223	29,341	46,564	44,542	2,022
Purchased Professional/Education Services	11-212-100-320	250,000	-	250,000	250,000	-
Other Purchased Services	11-212-100-500	6,080	-	6,080	6,074	6
General Supplies	11-212-100-610	8,000	-	8,000	7,431	569
Total Multiple Disabilities		1,149,712	(1,716)	1,147,996	1,128,123	19,873
Resource Room:						
Salaries of Teachers	11-213-100-101	8,638,232	10,108	8,648,340	8,627,456	20,884
Other Salaries for Instruction	11-213-100-106	78,240	3,422	81,662	49,886	31,776
Purchased Professional/Education Services	11-213-100-320	10,000	-	10,000	88	9,912
Other Purchased Services	11-213-100-500	89,263	-	89,263	89,258	5
General Supplies	11-213-100-610	15,735	129	15,864	11,360	4,504
Other Objects	11-213-100-800	492	(492)	-	-	-
Total Resource Room		8,831,962	13,167	8,845,129	8,778,048	67,081
Autism:						
Salaries of Teachers	11-214-100-101	975,386	-	975,386	882,260	93,126
Other Salaries for Instruction	11-214-100-106	19,070	-	19,070	19,070	-
Purchased Professional/Education Services	11-214-100-320	350,000	12,236	362,236	362,236	-
Other Purchased Services	11-214-100-500	239,193	-	239,193	239,080	113
General Supplies	11-214-100-610	32,980	(6,447)	26,533	14,768	11,765
Total Autism		1,616,629	5,789	1,622,418	1,517,414	105,004
Preschool Disabilities - Part-Time:						
Salaries of Teachers	11-215-100-101	61,151	5,624	66,775	66,775	-
Other Salaries for Instruction	11-215-100-106	16,967	(4,681)	12,286	11,706	580
Total Preschool Disabilities - Part-Time		78,118	943	79,061	78,481	580
Preschool Disabilities - Full-Time:						
Salaries of Teachers	11-216-100-101	240,040	1,459	241,499	241,499	-
Other Salaries for Instruction	11-216-100-106	116,672	(2,402)	114,270	86,745	27,525
General Supplies	11-216-100-600	2,720	-	2,720	2,665	55
Total Preschool Disabilities - Full-Time		359,432	(943)	358,489	330,909	27,580
Total Special Education		15,071,591	(397,403)	14,674,188	14,258,331	415,857
Basic Skills/Remedial - Instruction:						
Salaries of Teachers	11-230-100-101	3,521,042	(11,735)	3,509,307	3,292,104	217,203
Other Salaries for Instruction	11-230-100-106	214,327	(13,244)	201,083	179,505	21,578
Purchased Technical Services	11-230-100-340	24,970	-	24,970	24,970	-
General Supplies	11-230-100-610	16,200	-	16,200	15,750	450
Total Basic Skills/Remedial - Instruction		3,776,539	(24,979)	3,751,560	3,512,329	239,231

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

	ACCOUNT NUMBERS	JUNE 30, 2025			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Bilingual Education - Instruction:						
Salaries of Teachers	11-240-100-101	211,989	25,508	237,497	237,497	-
Purchased Professional/Education Services	11-240-100-320	12,250	299	12,549	6,344	6,205
General Supplies	11-240-100-610	1,800	-	1,800	-	1,800
Total Bilingual Education - Instruction:		226,039	25,807	251,846	243,841	8,005
School Sponsored Co-Curricular Activities:						
Salaries	11-401-100-100	589,671	(634)	589,037	588,197	840
Purchased Services	11-401-100-500	81,600	(37,312)	44,288	8,732	35,556
General Supplies	11-401-100-600	42,270	227	42,497	28,015	14,482
Other Objects	11-401-100-800	45,310	682	45,992	29,817	16,175
Transfers to Cover Deficit	11-401-100-930	-	-	-	-	-
Other Purchased Services	11-402-100-500	693,706	(75,363)	618,343	328,556	289,787
Supplies and Materials	11-402-100-600	100,945	434	101,379	95,867	5,512
Other Objects	11-402-100-800	52,725	-	52,725	47,417	5,308
Total School Sponsored Athletics Instruction		1,864,603	(72,322)	1,792,281	1,473,528	318,753
Total Other Instructional Programs		6,626,032	(108,531)	6,517,501	5,884,459	633,042
Summer School - Instruction:						
Salaries of Teachers	11-422-100-101	107,520	52,262	159,782	159,782	-
Other Salaries for Instruction	11-422-100-106	120,698	(36,713)	83,985	83,985	-
Purchased Professional/Technical Services	11-422-100-300	107,000	95,791	202,791	202,791	-
Total Summer School - Instruction		335,218	111,340	446,558	446,558	-
Alternative Education Program - Instruction:						
Salaries of Teachers	11-423-100-100	-	22,145	22,145	-	22,145
Other Salaries for Instruction	11-423-100-106	-	68,000	68,000	53,289	14,711
Purchased Professional/Technical Services	11-423-100-300	438,500	(309,581)	128,919	102,500	26,419
Total Alternative Education Program - Instruction		438,500	(219,436)	219,064	155,789	63,275
Total Alternative Education Program		438,500	(219,436)	219,064	155,789	63,275
Other Supplemental/At-Risk Programs - Instruction:						
Salaries	11-424-100-100	-	909	909	909	-
Total Other Supplemental/At-Risk Program - Instruction		-	909	909	909	-
Total Instruction		65,273,160	296,864	65,570,024	63,400,965	2,169,059
Undistributed Expenditures:						
Instruction :						
Tuition to Other LEAs Within the State - Regular	11-000-100-561	107,484	49,506	156,990	156,990	-
Tuition to Other LEAs Within the State - Special	11-000-100-562	70,442	10,000	80,442	80,441	1
Tuition to County Vocational District/Regular Day Schools	11-000-100-563	460,423	(32,973)	427,450	410,158	17,292
Tuition to County Vocational District/Special Day Schools	11-000-100-564	-	28,512	28,512	28,512	-
Tuition to County Special Services District/Regional Day Schools	11-000-100-565	1,618,339	26,180	1,644,519	1,621,068	23,451
Tuition to Private School for the Disabled - State	11-000-100-566	5,857,874	(236,724)	5,621,150	5,128,657	492,493
Tuition - State Facilities	11-000-100-568	61,944	-	61,944	61,944	-
Tuition - Other	11-000-100-569	78,185	-	78,185	-	78,185
Total Undistributed Expenditures - Instruction		8,254,691	(155,499)	8,099,192	7,487,770	611,422

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

	ACCOUNT NUMBERS	JUNE 30, 2025				POSITIVE/ FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Attendance & Social Work Services:						
Salaries	11-000-211-100	542,466	(92,201)	450,265	448,283	1,982
Purchased Professional/Technical Services	11-000-211-300	142,796	(12,866)	129,930	24,644	105,286
Other Purchased Services	11-000-211-500	3,283	113	3,396	582	2,814
Supplies and Materials	11-000-211-600	5,817	-	5,817	2,833	2,984
Total Attendance & Social Work Services		694,362	(104,954)	589,408	476,342	113,066
Health Services:						
Salaries	11-000-213-100	1,153,036	(40,252)	1,112,784	1,106,431	6,353
Unused Vacation Payment to Terminated/Retired Staff	11-000-213-199		-			-
Purchased Professional & Technical Services	11-000-213-300	113,100	(5,000)	108,100	106,063	2,037
Other Purchased Services	11-000-213-500	50,600	-	50,600	46,800	3,800
Supplies and Materials	11-000-213-600	18,469	783	19,252	15,345	3,907
Other Objects	11-000-213-800	3,000	-	3,000	2,802	198
Total Health Services		1,338,205	(44,469)	1,293,736	1,277,441	16,295
Other Support Services - Students - Related Services:						
Salaries of Teachers	11-000-216-100	1,996,517	(83,154)	1,913,363	1,913,363	-
Purchased Professional/Education Services	11-000-216-320	293,559	(20,000)	273,559	268,837	4,722
Supplies and Materials	11-000-216-600	23,050	50	23,100	17,854	5,246
Total Other Support Services - Students - Related Services		2,313,126	(103,104)	2,210,022	2,200,054	9,968
Other Support Services - Students - Extra Services:						
Salaries	11-000-217-100	2,704,242	2,530	2,706,772	2,706,772	-
Purchased Professional/Education Services	11-000-217-320	432,000	419,076	851,076	851,076	-
Total Other Support Services - Students - Extra Services		3,136,242	421,606	3,557,848	3,557,848	-
Other Support Services - Students - Regular:						
Salaries of Other Professional Staff	11-000-218-104	2,661,259	(211,434)	2,449,825	2,431,165	18,660
Salaries of Secretarial & Clerical Assistants	11-000-218-105	177,853	(12,271)	165,582	158,972	6,610
Other Salaries	11-000-218-110	48,009	-	48,009	45,174	2,835
Purchased Professional/Education Services	11-000-218-320	60,800	31,586	92,386	72,143	20,243
Other Purchased Professional/Technical Services	11-000-218-390	116,300	(69,951)	46,349	34,836	11,513
Other Purchased Services	11-000-218-500	56,638	65	56,703	48,578	8,125
Supplies and Materials	11-000-218-600	37,470	(1,503)	35,967	26,816	9,151
Other Objects	11-000-218-800	2,039	(630)	1,409	1,269	140
Total Other Support Services - Students - Regular		3,160,368	(264,138)	2,896,230	2,818,953	77,277
Other Support Services - Students - Special Services:						
Salaries of Other Professional Staff	11-000-219-104	3,023,878	(283,082)	2,740,796	2,732,118	8,678
Salaries of Secretarial & Clerical Assistants	11-000-219-105	321,669	-	321,669	320,485	1,184
Other Salaries	11-000-219-110	85,376	1,642	87,018	87,017	1
Purchased Professional/Education Services	11-000-219-320	1,399,353	321,392	1,720,745	1,271,824	448,921
Other Purchased Professional/Technical Services	11-000-219-390	84,582	10,000	94,582	93,337	1,245
Other Purchased Services	11-000-219-500	12,296	2,102	14,398	9,791	4,607
Supplies and Materials	11-000-219-600	40,845	-	40,845	30,659	10,186
Other Objects	11-000-219-800	23,052	(3,139)	19,913	17,595	2,318
Total Other Support Services - Students - Special Services		4,991,051	48,915	5,039,966	4,562,826	477,140
Improvement of Instruction Services/Other Support Services - Instructional Staff:						
Salaries of Supervisors of Instruction	11-000-221-102	506,044	10,058	516,102	515,290	812
Salaries of Other Professional Staff	11-000-221-104	72,248	(12,735)	59,513	38,713	20,800
Salaries of Secretarial & Clerical Assistants	11-000-221-105	265,160	(11,479)	253,681	253,680	1
Purchased Professional/Education Services	11-000-221-320	4,000	-	4,000	-	4,000
Other Purchased Services	11-000-221-500	15,125	-	15,125	7,331	7,794
Supplies and Materials	11-000-221-600	2,250	-	2,250	-	2,250
Other Objects	11-000-221-800	29,275	-	29,275	22,961	6,314
Total Improvement of Instruction Services/Other Support Services - Instructional Staff		894,102	(14,156)	879,946	837,975	41,971

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

	ACCOUNT NUMBERS	JUNE 30, 2025				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Educational Media Services/School Library:						
Salaries	11-000-222-100	825,491	(124,589)	700,902	693,072	7,830
Salaries of Technology Coordinators	11-000-222-177	-	53,114	53,114	53,114	-
Purchased Professional/Technical Services	11-000-222-300	104,614	(2,271)	102,343	96,303	6,040
Other Purchased Services	11-000-222-500	3,903	130	4,033	673	3,360
Supplies and Materials	11-000-222-600	4,537	(525)	4,012	905	3,107
Other Objects	11-000-222-800	930	-	930	17	913
Total Educational Media Services/School Library		939,475	(74,141)	865,334	844,084	21,250
Support Services Instructional Staff Training Service:						
Salaries of Other Professional	11-000-223-104	215,000	(3,000)	212,000	146,009	65,991
Purchased Professional/Education Services	11-000-223-320	83,100	-	83,100	18,562	64,538
Other Purchased Services	11-000-223-500	35,324	(768)	34,556	11,418	23,138
Supplies and Materials	11-000-223-600	93	-	93	-	93
Total Support Services Instructional Staff Training Services		333,517	(3,768)	329,749	175,989	153,760
Support Services General Administration:						
Salaries	11-000-230-100	424,294	28,208	452,502	452,502	-
Legal Services	11-000-230-331	340,000	17,884	357,884	328,622	29,262
Audit Services	11-000-230-332	92,000	-	92,000	92,000	-
Architectural/Engineering Services	11-000-230-334	86,500	7,000	93,500	93,102	398
Other Purchased Professional Services	11-000-230-339	50,000	(33,862)	16,138	-	16,138
Purchased Technical Services	11-000-230-340	500	-	500	-	500
Communications/Telephone	11-000-230-530	195,359	22,518	217,877	168,381	49,496
Other Purchased Services	11-000-230-590	28,200	(9,583)	18,617	16,054	2,563
Supplies & Materials	11-000-230-610	18,875	(7,058)	11,817	11,358	459
BOE In-House Training/Meeting Supplies	11-000-230-630	30,000	100,500	130,500	130,500	-
Miscellaneous Expenditures	11-000-230-890	3,600	780	4,380	3,520	860
BOE Membership Dues & Fees	11-000-230-895	29,000	-	29,000	27,739	1,261
Total Support Services General Administration		1,298,328	126,387	1,424,715	1,323,778	100,937
Support Services School Administration:						
Salaries of Principals & Assistant Principals	11-000-240-103	2,609,825	(140,986)	2,468,839	2,468,839	-
Salaries of Other Professional Staff	11-000-240-104	1,247,341	(45,924)	1,201,417	1,201,417	-
Salaries of Secretarial & Clerical Assistants	11-000-240-105	1,943,125	(32,422)	1,910,703	1,906,120	4,583
Purchased Technical Services	11-000-240-300	95,752	-	95,752	94,856	896
Other Purchased Services	11-000-240-500	43,014	(1,500)	41,514	22,031	19,483
Supplies and Materials	11-000-240-600	24,650	1,406	26,056	16,591	9,465
Other Objects	11-000-240-800	31,000	(416)	30,584	21,354	9,230
Total Support Services School Administration		5,994,707	(219,842)	5,774,865	5,731,208	43,657
Central Services:						
Salaries	11-000-251-100	1,611,826	(94,938)	1,516,888	1,450,316	66,572
Purchased Professional Services	11-000-251-330	15,500	(8,500)	7,000	4,850	2,150
Purchased Technical Services	11-000-251-340	175,180	-	175,180	112,022	63,158
Other Purchased Services	11-000-251-592	67,600	(8,456)	59,144	18,490	40,654
Supplies & Materials	11-000-251-600	76,995	2,019	79,014	24,727	54,287
Other Objects	11-000-251-890	20,860	1,000	21,860	6,873	14,987
Total Central Services		1,967,961	(108,875)	1,859,086	1,617,278	241,808
Administrative Information Technology:						
Salaries	11-000-252-100	607,409	(114,264)	493,145	429,518	63,627
Purchased Technical Services	11-000-252-340	487,510	95,020	582,530	493,226	89,304
Other Purchased Services	11-000-252-500	727,911	-	727,911	698,187	29,724
Supplies & Materials	11-000-252-600	37,100	-	37,100	28,324	8,776
Total Administrative Information Technology		1,859,930	(19,244)	1,840,686	1,649,255	191,431
Allowance Maintenance for School Facilities:						
Salaries	11-000-261-100	1,278,954	-	1,278,954	1,258,208	20,746
Cleaning, Repair & Maintenance Services	11-000-261-420	434,760	(1,913)	432,847	386,489	46,358
General Supplies	11-000-261-610	267,074	(54,316)	212,758	197,007	15,751
Total Allowance Maintenance for School Facilities		1,980,788	(56,229)	1,924,559	1,841,704	82,855

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

	ACCOUNT NUMBERS	JUNE 30, 2025				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Other Operation & Maintenance of Plant Services:						
Salaries	11-000-262-100	3,520,259	(10,442)	3,509,817	3,330,152	179,665
Salaries of Non-Instructional Aides	11-000-262-107	546,050	(35,741)	510,309	492,093	18,216
Purchased Professional & Technical Services	11-000-262-300	795,115	476,681	1,271,796	1,196,744	75,052
Cleaning, Repair & Maintenance Services	11-000-262-420	194,779	22,678	217,457	147,005	70,452
Lease Purchase Payments - Energy Saving Impr. Program	11-000-262-444	839,354	-	839,354	839,119	235
Other Purchased Property Services	11-000-262-490	185,503	10,013	195,516	189,896	5,620
Insurance	11-000-262-520	963,419	1,979	965,398	965,398	-
Other Purchased Services	11-000-262-590	13,000	(3,001)	9,999	-	9,999
General Supplies	11-000-262-610	417,014	59,569	476,583	465,205	11,378
Energy (Natural Gas)	11-000-262-621	628,693	214,209	842,902	842,902	-
Energy (Electricity)	11-000-262-622	2,551,317	160	2,551,477	2,448,042	103,435
Other Objects	11-000-262-800	32,670	(1,650)	31,020	25,193	5,827
Total Other Operation & Maintenance of Plant Services		10,687,173	734,455	11,421,628	10,941,749	479,879
Care & Upkeep of Grounds:						
Salaries	11-000-263-100	309,615	-	309,615	303,226	6,389
Cleaning, Repair & Maintenance Services	11-000-263-420	43,317	(4,058)	39,259	34,656	4,603
General Supplies	11-000-263-610	103,674	(56,000)	47,674	39,708	7,966
Other Objects	11-000-263-800	770	-	770	-	770
Total Care & Upkeep of Grounds		457,376	(60,058)	397,318	377,590	19,728
Security:						
Salaries	11-000-266-100	338,754	3,475	342,229	311,626	30,603
Purchased Professional/Technical Services	11-000-266-300	18,450	7,025	25,475	18,118	7,357
Cleaning, Repair & Maintenance Services	11-000-266-420	11,000	-	11,000	7,179	3,821
General Supplies	11-000-266-610	33,900	299	34,199	7,281	26,918
Other Objects	11-000-266-800	6,000	-	6,000	5,000	1,000
Total Security		408,104	10,799	418,903	349,204	69,699
Total Operation & Maintenance of Plant Services		13,533,441	628,967	14,162,408	13,510,247	652,161
Student Transportation Services:						
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	2,784,042	5,767	2,789,809	2,789,809	-
Salaries for Pupil Transportation (Between Home & School) - Special	11-000-270-161	248,138	35,783	283,921	283,921	-
Salaries for Pupil Transportation (Other Than Between Home & School)	11-000-270-162	-	87,718	87,718	77,413	10,305
Management Fee - ESC CTSA Transportation Program	11-000-270-350	294,290	(65,125)	229,165	195,130	34,035
Purchased Professional & Technical Services	11-000-270-390	17,400	300	17,700	17,666	34
Cleaning, Repair & Maintenance Services	11-000-270-420	51,580	143	51,723	34,285	17,438
Lease Purchase Payments - School Buses	11-000-270-443	520,560	150,424	670,984	667,912	3,072
Aid in Lieu of Payments - Nonpublic	11-000-270-503	542,000	(30,000)	512,000	502,429	9,571
Aid in Lieu of Payments - Charter Schools	11-000-270-504	27,000	-	27,000	3,531	23,469
Contracted Services						
Between Home & School - Vendors	11-000-270-511	332,500	219,576	552,076	542,730	9,346
Contracted Services (Other Than Between Home & School) - Vendors	11-000-270-512	64,470	(11,232)	53,238	3,995	49,243
Contracted Services (Special Education Students) - Vendors	11-000-270-514	2,945,800	(281,000)	2,664,800	2,557,478	107,322
Miscellaneous Purchased Services - Transportation	11-000-270-593	92,855	10,000	102,855	100,495	2,360
Supplies and Materials	11-000-270-610	11,550	-	11,550	7,476	4,074
Transportation Supplies	11-000-270-615	889,300	(13,797)	875,503	788,262	87,241
Other Objects	11-000-270-800	6,460	1,234	7,694	6,120	1,574
Total Student Transportation Services		8,827,945	109,791	8,937,736	8,578,652	359,084

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

	ACCOUNT NUMBERS	JUNE 30, 2025				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Unallocated Benefits - Employee Benefits:						
Social Security Contributions	11-000-291-220	1,886,259	308,016	2,194,275	1,234,071	960,204
Other Retirement Benefits - PERS	11-000-291-241	2,372,841	667,724	3,040,565	3,040,565	-
Other Retirement Benefits - Regular	11-000-291-249	247,075	193,533	440,608	269,407	171,201
Worker's Compensation	11-000-291-260	692,995	-	692,995	692,995	-
Health Benefits	11-000-291-270	21,756,437	(1,138,565)	20,617,872	20,182,322	435,550
Tuition Reimbursement	11-000-291-280	240,000	-	240,000	150,409	89,591
Other Employee Benefits	11-000-291-290	2,157,258	(53,834)	2,103,424	2,051,734	51,690
Unused Sick Payment to Terminated/Retired Staff	11-000-291-299	803,000	(160,180)	642,820	642,820	-
Total Unallocated Benefits - Employee Benefits		30,155,865	(183,306)	29,972,559	28,264,323	1,708,236
Nonbudgeted:						
On-Behalf TPAF Pension Contribution		-	-	-	21,262,023	(21,262,023)
On-Behalf TPAF Post-Retirement Medical Contribution		-	-	-	6,212,780	(6,212,780)
On-Behalf TPAF Long Term Disability Insurance Contribution		-	-	-	9,624	(9,624)
Reimbursed TPAF Social Security Contribution		-	-	-	4,699,893	(4,699,893)
Total Nonbudgeted		-	-	-	32,184,320	(32,184,320)
Total Undistributed Expenditures		89,693,316	40,170	89,733,486	117,098,343	(27,364,857)
Total Expenditures - Current Expense		154,966,476	337,034	155,303,510	180,499,308	(25,195,798)
Capital Outlay:						
Equipment:						
Increase in Capital Reserve	10-604	5,000	-	5,000	-	5,000
Regular Programs - Instruction: Grades 9 - 12	12-140-100-730	-	2,298	2,298	2,298	-
Total Equipment		5,000	2,298	7,298	2,298	5,000
Facilities Acquisition & Construction Services:						
Assessment for Debt Service on Construction Services	12-000-400-450	125,000	31,568	156,568	142,133	14,435
SDA Funding	12-000-400-896	182,956	-	182,956	182,956	-
Total Facilities Acquisition & Construction Services		307,956	31,568	339,524	325,089	14,435
Assets Acquired Under Financed Purchases/Subscription Liabilities (Non-Budgeted)						
Technology Equipment and Vehicles		-	-	-	5,100,000	(5,100,000)
Total Assets Acquired Under Subscription Liabilities (Non-Budgeted)		-	-	-	5,100,000	(5,100,000)
Total Capital Outlay		312,956	33,866	346,822	5,427,387	(5,080,565)
Total Expenditures		155,279,432	370,900	155,650,332	185,926,695	(30,276,363)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		(9,598,679)	(370,900)	(9,969,579)	(6,971,009)	2,998,570

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

	ACCOUNT NUMBERS	JUNE 30, 2025				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Other Financing Sources/(Uses):						
Transfer of Fund to Charter Schools	10-000-100-56x	(82,990)	-	(82,990)	(77,072)	5,918
Transfers to Cover Deficit (Enterprise Fund)	11-000-310-930	(831,817)	(93,162)	(924,979)	(801,659)	123,320
Proceeds from Financed Purchases (Non-Budgeted)		-	-	-	5,100,000	5,100,000
Total Other Financing Sources/(Uses)		(914,807)	(93,162)	(1,007,969)	4,221,269	5,229,238
Excess/(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures & Other Financing Sources/(Uses)		(10,513,486)	(464,062)	(10,977,548)	(2,749,740)	8,227,808
Fund Balances, July 1		17,441,253	-	17,441,253	17,441,253	-
Fund Balances, June 30		<u>\$ 6,927,767</u>	<u>\$ (464,062)</u>	<u>\$ 6,463,705</u>	<u>\$ 14,691,513</u>	<u>\$ 8,227,808</u>

RECAPITULATION OF BUDGET TRANSFERS

Prior Year Encumbrances	\$ 487,985
Cancelled	(23,923)
Total	<u>\$ 464,062</u>

RECAPITULATION OF FUND BALANCE:

Restricted for:	
Capital Reserve	\$ 2,251,980
50% of Current Year School Bus Advertising Revenue, Fuel Costs	6,357
Bus Advertising Revenue Reserve for Fuel Costs - Designated for Subsequent Year	9,597
Excess Surplus	7,498,134
Unemployment Compensation	1,578,724
Assigned to:	
Year-End Encumbrances	132,917
Unassigned Fund Balance	<u>3,213,804</u>
Subtotal	14,691,513
Reconciliation to Governmental Fund Statements (GAAP):	
Proceeds from Purchase Agreements (Net of Expenditures)	2,078,034
Last Two State Aid Payments Not Recognized on GAAP Basis	<u>(4,222,382)</u>
Fund Balance Per Governmental Funds (GAAP)	<u>\$ 12,547,165</u>

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Revenues:					
Federal Sources	\$ 3,210,416	\$ 336,602	\$ 3,547,018	\$ 3,120,370	\$ (426,648)
State Sources	9,243,963	580,622	9,824,585	8,592,388	(1,232,197)
Local Sources	859,891	35,663	895,554	1,836,284	940,730
Total Revenues	13,314,270	952,887	14,267,157	13,549,042	(718,115)
Expenditures:					
Instruction:					
Salaries of Teachers	3,615,924	16,141	3,632,065	3,472,864	159,201
Purchased Professional Technical Services	730,496	126,924	857,420	742,202	115,218
Other Professional Services	2,905	5,385	8,290	7,170	1,120
General Supplies	697,963	173,646	871,609	674,798	196,811
Tuition	639,013	-	639,013	490,326	148,687
Other Objects	26,170	23,700	49,870	7,507	42,363
Total Instruction	5,712,471	345,796	6,058,267	5,394,867	663,400
Support Services:					
Salaries	1,832,574	142,264	1,974,838	1,658,556	316,282
Personal Services - Employee Benefits	1,660,414	179,152	1,839,566	1,702,549	137,017
Purchased Professional Services	2,556,099	243,901	2,800,000	2,760,356	39,644
Other Purchased Services	717,074	53,004	770,078	583,771	186,307
Supplies and Materials	374,180	(98,444)	275,736	141,085	134,651
Other Objects	8,466	8,829	17,295	3,707	13,588
Student Activities	799,622	-	799,622	1,575,973	(776,351)
Total Support Services	7,948,429	528,706	8,477,135	8,425,997	51,138
Facilities Acquisition & Construction Services:					
Instructional Equipment	329,808	166,113	495,921	389,894	106,027
Non-Instructional Equipment	303,000	(87,728)	215,272	136,625	78,647
Total Facilities Acquisition & Construction Services	632,808	78,385	711,193	526,519	184,674
Total Expenditures	14,293,708	952,887	15,246,595	14,347,383	899,212
Other Financing Sources:					
Transfer in from General Fund	979,438	-	979,438	979,438	
Total Expenditures	979,438	-	979,438	979,438	-
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	-	-	-	181,097	181,097
Fund Balances, July 1	631,484	-	631,484	631,484	-
Fund Balances, June 30	\$ 631,484	\$ -	\$ 631,484	\$ 812,581	\$ 181,097

Recapitulation of Fund Balance:

Restricted for:	
Scholarships	\$ 122,037
Student Activities	690,544
Total Fund Balance	<u>\$ 812,581</u>
Reconciliation to Governmental Funds Statements (GAAP)	
Unexpended Preschool Education Aid	\$ 1,271,713
Last State Aid Payments Not Recognized on GAAP Basis	(863,354)
Fund Balance per Governmental Funds (GAAP)	<u>\$ 1,220,940</u>

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART II

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

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 178,955,686	\$ 13,549,042
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.	-	119,976
Interest earned on purchase agreement account held with fiscal agents is not recognized on the budgetary comparison schedules but is recognized as a revenue on the governmental fund financial statements.	327,614	-
The restricted state aids recorded in the Special Revenue Fund are realized utilizing the budgetary basis which dictates that revenue must equal expenditures and differs from GAAP which recognizes the revenue once the eligibility criteria are met as specified in Note 1 and GASB 33.	-	41,154
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	4,059,760	327,458
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(4,222,382)	(863,354)
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<u>\$ 179,120,678</u>	<u>\$ 13,174,276</u>
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 184,947,257	\$ 14,347,383
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.		
General Supplies	-	119,976
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<u>\$ 184,947,257</u>	<u>\$ 14,467,359</u>

REQUIRED SUPPLEMENTARY INFORMATION - PART III

L. Schedules Related to Accounting and Reporting for Pensions (GASB 68)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
LAST TEN FISCAL YEARS

	Measurement Date Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
School District's proportion of the net pension liability	0.16859%	0.18268%	0.18595%	0.18795%	0.18779%	0.19992%	0.20282%	0.19987%	0.20287%	0.20656%
School District's proportionate share of the net pension liability	\$ 22,907,930	\$ 26,459,827	\$28,062,010	\$ 22,265,476	\$30,623,655	\$ 35,895,704	\$ 39,933,520	\$ 46,526,036	\$ 60,082,838	\$ 46,300,302
District's covered-employee payroll (Plan Measurement Period)	\$ 13,274,378	\$ 14,282,412	\$14,235,084	\$ 14,342,928	\$14,260,636	\$ 14,722,944	\$ 15,010,248	\$ 14,624,796	\$ 14,827,220	\$ 15,187,024
School District's proportionate share of the net pension liability as a percentage of its covered payroll	172.57%	185.26%	197.13%	155.24%	214.74%	243.81%	266.04%	318.13%	405.22%	304.87%
Plan fiduciary net position as a percentage of the total pension liability	68.22%	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%

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

	Fiscal Year Ending June 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	\$ 2,173,023	\$ 2,294,047	\$ 2,441,549	\$ 2,344,885	\$ 2,201,111	\$ 2,054,331	\$ 1,937,785	\$ 2,017,367	\$ 1,851,562	\$ 1,802,225
Contributions in relation to the contractually required contribution	(2,173,023)	(2,294,047)	(2,441,549)	(2,344,885)	(2,201,111)	(2,054,331)	(1,937,785)	(2,017,367)	(1,851,562)	(1,802,225)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 12,902,411	\$ 13,274,378	\$ 13,331,433	\$ 13,829,717	\$ 13,757,289	\$ 13,740,628	\$ 13,692,560	\$ 14,030,222	\$ 13,658,385	\$ 13,549,985
Contributions as a percentage of covered-employee payroll	16.84%	17.28%	18.31%	16.96%	16.00%	14.95%	14.15%	14.38%	13.56%	13.30%

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

	Measurement Date Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
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%
School District's proportionate share of the net pension liability	\$ 259,115,103	\$ 268,914,099	\$ 275,205,757	\$ 262,114,513	\$ 360,127,645	\$ 335,983,246	\$ 354,568,425	\$ 383,853,627	\$ 452,277,035	\$ 335,380,820
State's proportionate share of the net pension liability associated with the School District	\$ 259,115,103	\$ 268,914,099	\$ 275,205,757	\$ 262,114,513	\$ 360,127,645	\$ 335,983,246	\$ 354,568,425	\$ 383,853,627	\$ 452,277,035	\$ 335,380,820
District's covered-employee payroll (Plan Measurement Period)	\$ 64,474,278	\$ 73,456,732	\$ 70,921,056	\$ 70,834,312	\$ 70,733,800	\$ 69,203,144	\$ 68,151,116	\$ 67,573,936	\$ 68,827,112	\$ 68,546,704
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%
Plan fiduciary net position as a percentage of the total pension liability	37.99%	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%

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

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND (TPAF)
LAST TEN FISCAL YEARS**

This schedule is not applicable. There is a special funding situation where the State of New Jersey pays 100% of the required contributions associated with the School District.

M. Schedules Related to Accounting and Reporting for Other Post-Employment Benefits (GASB 75)

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

	Measurement Date Ending June 30,							
	2024	2023	2022	2021	2020	2019	2018	2017
Total OPEB Liability Associated with the District								
Service Cost	\$ 11,504,604	\$ 11,514,005	\$ 14,986,481	\$ 17,465,591	\$ 9,933,923	\$ 9,907,952	\$ 11,314,901	\$ 13,623,063
Interest Cost	13,345,951	12,555,647	9,094,601	10,452,097	10,267,119	12,748,794	13,871,181	11,984,134
Changes in Benefit Terms				(428,856)				-
Differences between Expected and Actual	3,591,440	(1,996,511)	16,960,009	(77,963,620)	77,069,905	(54,869,418)	(36,209,898)	-
Changes of Assumptions	30,331,910	718,565	(92,060,633)	397,508	84,201,665	4,283,215	(37,152,633)	(47,917,818)
Contributions: Member	349,002	(9,787,331)	(9,008,471)	(8,233,325)	(8,024,945)	261,400	299,204	324,345
Gross Benefit Payments	(10,192,519)	321,757	288,996	267,209	243,236	(8,818,324)	(8,657,123)	(8,808,334)
Net Change in Total OPEB Liability Associated with District	48,930,388	13,326,132	(59,739,017)	(58,043,396)	173,690,903	(36,486,381)	(56,534,368)	(30,794,610)
Total OPEB Liability Associated with District (Beginning)	356,504,340	343,178,208	402,917,225	460,960,621	287,269,718	323,756,099	380,290,467	411,085,077
Total OPEB Liability Associated with District (Ending)	<u>\$ 405,434,728</u>	<u>\$ 356,504,340</u>	<u>\$ 343,178,208</u>	<u>\$ 402,917,225</u>	<u>\$ 460,960,621</u>	<u>\$ 287,269,718</u>	<u>\$ 323,756,099</u>	<u>\$ 380,290,467</u>
District's Covered Employee Payroll (Plan Measurement Period)	77,748,656	87,739,144	85,156,140	85,177,240	84,994,436	83,926,088	83,161,364	82,198,732
Net OPEB Liability Associated with District as a Percentage of Payroll	521.47%	406.32%	403.00%	473.03%	542.34%	342.29%	389.31%	462.65%

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.

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

Changes in Assumptions - None.

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

Changes in Assumptions - None.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

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

OTHER SUPPLEMENTARY INFORMATION

D. School Based Budget Schedules

Not Applicable

E. Special Revenue Fund

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

	TITLE I PART A	TITLE II - PART A TEACHER & PRINCIPAL TRAINING & RECRUITING	TITLE III	TITLE IV
Revenues:				
Federal Sources	\$ 788,628	\$ 135,069	\$ 17,329	\$ 54,150
Total Revenues	<u>\$ 788,628</u>	<u>\$ 135,069</u>	<u>\$ 17,329</u>	<u>\$ 54,150</u>
Expenditures:				
Instruction:				
Salaries of Teachers	\$ 463,134	\$ -	\$ -	\$ -
General Supplies	35,683	-	10,076	8,533
Total Instruction	<u>498,817</u>	<u>-</u>	<u>10,076</u>	<u>8,533</u>
Support Services:				
Salaries	9,766	6,156	1,216	912
Employee Benefits	247,008	471	93	519
Purchased Professional Services	22,500	123,650	-	3,800
Other Purchased Services	-	-	1,525	3,950
Supplies & Materials	8,241	4,792	4,419	1,436
Total Support Services	<u>287,515</u>	<u>135,069</u>	<u>7,253</u>	<u>10,617</u>
Facilities Acquisition & Construction Services:				
Instructional Equipment	-	-	-	35,000
Non-Instructional Equipment	2,296	-	-	-
Total Facilities Acquisition & Construction Services	<u>2,296</u>	<u>-</u>	<u>-</u>	<u>35,000</u>
Total Expenditures	<u>\$ 788,628</u>	<u>\$ 135,069</u>	<u>\$ 17,329</u>	<u>\$ 54,150</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	IDEA PART B BASIC REGULAR	IDEA PART B BASIC PRESCHOOL	PERKINS	PRESCHOOL EDUCATION AID
Revenues:				
Federal Sources	\$ 1,977,790	\$ 104,770	\$ 42,634	\$ -
State Sources	-	-	-	8,592,388
Local Sources	-	-	-	-
Total Revenues	\$ 1,977,790	\$ 104,770	\$ 42,634	\$ 8,592,388
Expenditures:				
Instruction:				
Salaries of Teachers	\$ 221,124	\$ -	\$ 2,200	\$ 2,786,406
Purchased Professional/ Technical Services	448,070	-	17,632	276,500
Other Purchased Services	7,750	-	1,939	7,170
General Supplies	490,326	-	-	587,643
Tuition	-	-	-	-
Other Objects	-	-	7,450	57
Total Instruction	1,167,270	-	29,221	3,657,776
Support Services:				
Salaries	177,506	-	-	1,463,000
Employee Benefits	35,690	-	168	1,418,600
Purchased Professional Services	575,974	104,770	-	1,877,324
Other Purchased Services	-	-	10,750	567,546
Supplies & Materials	1,557	-	226	116,762
Other Objects	-	-	-	3,657
Total Support Services	790,727	104,770	11,144	5,446,889
Facilities Acquisition & Construction Services:				
Instructional Equipment	9,793	-	2,269	342,832
Non-Instructional Equipment	10,000	-	-	124,329
Total Facilities Acquisition & Construction Services	19,793	-	2,269	467,161
Total Expenditures	1,977,790	104,770	42,634	9,571,826
Other Financing Sources/(Uses):				
Transfer from Operating Budget	-	-	-	979,438
Total Expenditures and Other Sources/(Uses)	1,977,790	104,770	42,634	8,592,388
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
Fund Balance, July 1	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -

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

	OTHER LOCAL	STUDENT ACTIVITIES	SCHOLARSHIPS	2025
Revenues:				
State Sources	\$ -	\$ -	\$ -	\$ 8,592,388
Federal Sources	-	-	-	3,120,370
Local Sources	79,214	1,738,836	18,234	1,836,284
Total Revenues	\$ 79,214	\$ 1,738,836	\$ 18,234	\$ 13,549,042
Expenditures:				
Instruction:				
Salaries of Teachers	\$ -	\$ -	\$ -	\$ 3,472,864
Purchased Professional / Technical Services	-	-	-	742,202
Other Purchased Services	-	-	-	7,170
General Supplies	23,174	-	-	674,798
Tuition	-	-	-	490,326
Other Objects	-	-	-	7,507
Total Instruction	23,174	-	-	5,394,867
Support Services:				
Salaries	-	-	-	1,658,556
Employee Benefits	-	-	-	1,702,549
Purchased Professional Services	52,338	-	-	2,760,356
Other Purchased Services	-	-	-	583,771
Supplies & Materials	3,652	-	-	141,085
Other Objects	50	-	-	3,707
Student Activities	-	1,575,973	-	1,575,973
Total Support Services	56,040	1,575,973	-	8,425,997
Facilities Acquisition & Construction Services:				
Instructional Equipment	-	-	-	389,894
Non-Instructional Equipment	-	-	-	136,625
Total Facilities Acquisition & Construction Services	-	-	-	526,519
Other Financing Sources/(Uses):				
Transfer from Operating Budget	-	-	-	979,438
Total Expenditures and Other Sources/(Uses)	79,214	1,575,973	-	13,367,945
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	162,863	18,234	181,097
Fund Balance, July 1	-	527,681	103,803	631,484
Fund Balance, June 30	\$ -	\$ 690,544	\$ 122,037	\$ 812,581

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF PRESCHOOL EDUCATION EXPANSION AID
STATEMENT OF EXPENDITURES
BUDGETARY BASIS
FOR FISCAL YEAR ENDED JUNE 30, 2025**

	BUDGETED	ACTUAL	VARIANCE
Expenditures:			
Instruction:			
Salaries of Teachers	\$ 2,159,553	\$ 2,156,327	\$ 3,226
Salaries for Aides	685,205	630,079	55,126
Purchased Professional & Educational Services	375,278	283,670	91,608
Supplies	748,755	587,700	161,055
Total Instruction	3,968,791	3,657,776	311,015
Support Services:			
Director Salary	112,000	84,553	27,447
Program Salary	294,839	280,550	14,289
Clerical Salary	154,965	127,380	27,585
Other Salaries	396,060	601,994	(205,934)
Parent Liason	68,058	68,058	-
Salaries of Facilitators	393,209	300,465	92,744
Employee Benefits	1,517,995	1,418,600	99,395
Purchased Professional and Educational Services	1,925,094	1,877,325	47,769
Cleaning Repair & Maintenance	378,958	224,127	154,831
Other Purchased Services	281,194	343,419	(62,225)
Supplies	206,324	120,418	85,906
Total Support Services	5,728,696	5,446,889	281,807
Facilities Acquisition & Construction Services:			
Instructional Equipment	479,229	342,832	136,397
Non-Instructional Equipment	194,483	124,329	70,154
Total Facilities Acquisition & Construction Services	673,712	467,161	206,551
Total Expenditures	\$ 10,371,199	\$ 9,571,826	\$ 799,373

CALCULATION OF BUDGET AND CARRYOVER

Total Revised 2024-2025 Preschool Education Aid Allocation	\$ 8,633,542
Add: Actual Preschool Education Aid Carryover (June 30, 2024)	1,230,559
Add: Budgeted Transfer from the General Fund 2024-25	979,438
Total Preschool Education Aid Funds Available for 2024-2025 Budget	10,843,539
Less: 2024-2025 Budgeted Preschool Education Aid (Prior Year Budget Carryover)	(10,371,199)
Available & Unbudgeted Preschool Education Aid Funds June 30, 2025	472,340
Add: June 30, 2025 Unexpended Preschool Education Aid	799,373
Total Actual Preschool Education Aid Carryover	\$ 1,271,713
2024-2025 Preschool Education Aid Carryover Budgeted in 2025-2026	\$ 1,230,560

F. Capital Projects Fund

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR FISCAL YEAR ENDED JUNE 30, 2025**

PROJECT TITLE	ORIGINAL DATE	APPROPRIATIONS	EXPENDITURES			UNEXPENDED BALANCE JUNE 30, 2025
			PRIOR YEAR	CURRENT YEAR	TRANSFER TO DEBT SERVICE	
Replace Doors, Install Locks/Keyless Entry-Various Locations	N/A	197,610	176,114	-	-	21,496
Hurffville Modular Classroom	N/A	1,392,289	1,216,707	-	-	175,582
OVMS Chiller	N/A	971,578	439,629	256,363	-	275,586
Concrete Replacement	N/A	47,100	44,968	-	-	2,132
Replace Carpet/Tile	N/A	183,309	171,153	-	-	12,156
Door/Lock Replacement	N/A	18,000	-	-	-	18,000
HVAC	N/A	194,668	71,840	-	-	122,828
Bathroom Refurbish	N/A	14,800	-	-	-	14,800
Install/Replace Door Swipes	N/A	40,333	27,260	-	-	13,073
Athletic Field Fence and Maintenance	N/A	77,685	53,957	13,299	-	10,429
Refurbish All Purpose Room	N/A	20,000	-	-	-	20,000
Install LED Lights Front	N/A	7,000	-	-	-	7,000
Install Blinds	N/A	15,000	14,495	-	-	505
Track Resurface	N/A	30,200	16,000	-	-	14,200
New Stadium Bleachers	N/A	946,000	-	945,667	-	333
Orchard Valley Middle School Window Replacement	03/26/24	1,524,777	30,459	1,431,172	-	63,146
Grenloch Terrace Early Childhood Center Window Replacement	03/26/24	208,257	5,208	197,262	-	5,787
Thomas Jefferson Elementary Roof Replacement	03/26/24	1,180,055	20,668	941,295	-	218,092
Birches Elementary Roof Replacement	03/28/24	1,178,994	22,425	887,095	-	269,474
Total		<u>\$ 8,247,655</u>	<u>\$ 2,310,883</u>	<u>\$ 4,672,153</u>	<u>\$ -</u>	<u>\$ 1,264,619</u>

Reconciliation - Unexpended Capital Project
Balances to Fund Balance - June 30, 2025

Unexpended Project Balances June 30, 2025	\$ 1,264,619
Less:	
SDA Grant Revenue Not Recognized on GAAP Basis	<u>(246,403)</u>
Total Fund Balance (GAAP Basis) - June 30, 2025	<u>\$ 1,018,216</u>

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE-BUDGETARY BASIS
YEAR ENDED JUNE 30, 2025

Expenditures & Other Financing Uses:

Other Financing Sources/(Uses):

Other Purchased Services

\$ 128,709

Construction Services

4,543,444

Total Expenditures & Other Financing Sources/(Uses)

4,672,153

Excess/(Deficiency) of Revenues Over/(Under) Expenditures

(4,672,153)

Fund Balance - Beginning5,936,772**Fund Balance - Ending**\$ 1,264,619

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
REPLACE DOORS, INSTALL LOCKS/KEYLESS ENTRY-VARIOUS LOCATIONS
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 197,610	\$ -	\$ 197,610	\$ 197,610
Total Revenues	197,610	-	197,610	197,610
Expenditures & Other Financing Uses:				
Construction Services	176,114	-	176,114	197,610
Total Expenditures	176,114	-	176,114	197,610
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 21,496	\$ -	\$ 21,496	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	197,610
Additional Authorized Cost	-
Revised Authorized Cost	197,610
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	89.12%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
HURFFVILLE MODULAR CLASSROOM
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 1,392,289	\$ -	\$ 1,392,289	\$ 1,392,289
Total Revenues	1,392,289	-	1,392,289	1,392,289
Expenditures & Other Financing Uses:				
Other Purchased Services	72,883	-	72,883	72,883
Construction Services	1,143,824	-	1,143,824	1,319,406
Total Expenditures	1,216,707	-	1,216,707	1,392,289
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 175,582	\$ -	\$ 175,582	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	1,378,371
Additional Authorized Cost	13,918
Revised Authorized Cost	1,392,289
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	87.39%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
OVMS CHILLER
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 971,578	\$ -	\$ 971,578	\$ 971,578
Total Revenues	971,578	-	971,578	971,578
Expenditures & Other Financing Uses:				
Other Purchased Services	24,969	-	24,969	24,969
Construction Services	414,660	256,363	671,023	946,609
Total Expenditures	439,629	256,363	695,992	971,578
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 531,949	\$ (256,363)	\$ 275,586	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	972,061
Additional Authorized Cost	(483)
Revised Authorized Cost	971,578
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	71.64%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
CONCRETE REPLACEMENT
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 47,100	\$ -	\$ 47,100	\$ 47,100
Total Revenues	47,100	-	47,100	47,100
Expenditures & Other Financing Uses:				
Construction Services	44,968	-	44,968	47,100
Total Expenditures	44,968	-	44,968	47,100
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 2,132	\$ -	\$ 2,132	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	47,100
Additional Authorized Cost	-
Revised Authorized Cost	47,100
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	95.47%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
REPLACE CARPET/TILE
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 183,309	\$ -	\$ 183,309	\$ 183,309
Total Revenues	183,309	-	183,309	183,309
Expenditures & Other Financing Uses:				
Construction Services	171,153	-	171,153	183,309
Total Expenditures	171,153	-	171,153	183,309
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 12,156	\$ -	\$ 12,156	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	213,495
Additional Authorized Cost	(30,186)
Revised Authorized Cost	183,309
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	93.37%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
DOOR/LOCK REPLACEMENT
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 18,000	\$ -	\$ 18,000	\$ 18,000
Total Revenues	18,000	-	18,000	18,000
Expenditures & Other Financing Uses:				
Construction Services	-	-	-	18,000
Total Expenditures	-	-	-	18,000
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 18,000	\$ -	\$ 18,000	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	46,000
Additional Authorized Cost	(28,000)
Revised Authorized Cost	18,000
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	0.00%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
HVAC
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 194,668	\$ -	\$ 194,668	\$ 194,668
Total Revenues	194,668	-	194,668	194,668
Expenditures & Other Financing Uses:				
Construction Services	71,840	-	71,840	194,668
Total Expenditures	71,840	-	71,840	194,668
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 122,828	\$ -	\$ 122,828	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	360,000
Additional Authorized Cost	(165,332)
Revised Authorized Cost	194,668
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	36.90%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
BATHROOM REFURBISH
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 14,800	\$ -	\$ 14,800	\$ 14,800
Total Revenues	14,800	-	14,800	14,800
Expenditures & Other Financing Uses:				
Construction Services	-	-	-	14,800
Total Expenditures	-	-	-	14,800
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 14,800	\$ -	\$ 14,800	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	21,000
Additional Authorized Cost	(6,200)
Revised Authorized Cost	14,800
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	0.00%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
INSTALL/REPLACE DOOR SWIPES
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 40,333	\$ -	\$ 40,333	\$ 40,333
Total Revenues	40,333	-	40,333	40,333
Expenditures & Other Financing Uses:				
Construction Services	27,260	-	27,260	40,333
Total Expenditures	27,260	-	27,260	40,333
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 13,073	\$ -	\$ 13,073	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	30,000
Additional Authorized Cost	10,333
Revised Authorized Cost	40,333
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	67.59%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
ATHLETIC FIELD FENCE AND MAINTENANCE
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 77,685	\$ -	\$ 77,685	\$ 77,685
Total Revenues	77,685	-	77,685	77,685
Expenditures & Other Financing Uses:				
Construction Services	53,957	13,299	67,256	77,685
Total Expenditures	53,957	13,299	67,256	77,685
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 23,728	\$ (13,299)	\$ 10,429	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	77,685
Additional Authorized Cost	-
Revised Authorized Cost	77,685
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	86.58%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
REFURBISH ALL PURPOSE ROOM
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 20,000	\$ -	\$ 20,000	\$ 20,000
Total Revenues	20,000	-	20,000	20,000
Expenditures & Other Financing Uses:				
Construction Services	-	-	-	20,000
Total Expenditures	-	-	-	20,000
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 20,000	\$ -	\$ 20,000	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	20,000
Additional Authorized Cost	-
Revised Authorized Cost	20,000
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	0.00%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
INSTALL LED LIGHTS FRONT
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 7,000	\$ -	\$ 7,000	\$ 7,000
Total Revenues	7,000	-	7,000	7,000
Expenditures & Other Financing Uses:				
Construction Services	-	-	-	7,000
Total Expenditures	-	-	-	7,000
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 7,000	\$ -	\$ 7,000	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	7,000
Additional Authorized Cost	-
Revised Authorized Cost	7,000
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	0.00%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
INSTALL BLINDS
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 15,000	\$ -	\$ 15,000	\$ 15,000
Total Revenues	15,000	-	15,000	15,000
Expenditures & Other Financing Uses:				
Construction Services	14,495	-	14,495	15,000
Total Expenditures	14,495	-	14,495	15,000
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 505	\$ -	\$ 505	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	15,000
Additional Authorized Cost	-
Revised Authorized Cost	15,000
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	96.63%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
TRACK RESURFACE
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 30,200	\$ -	\$ 30,200	\$ 30,200
Total Revenues	30,200	-	30,200	30,200
Expenditures & Other Financing Uses:				
Construction Services	16,000	-	16,000	30,200
Total Expenditures	16,000	-	16,000	30,200
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 14,200	\$ -	\$ 14,200	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	6,000
Additional Authorized Cost	24,200
Revised Authorized Cost	30,200
Percentage Increase Over Original Authorized Cost	403.33%
Percentage Completion	52.98%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
NEW STADIUM BLEACHERS
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
Transfer from Capital Reserve	\$ 946,000	\$ -	\$ 946,000	\$ 946,000
Total Revenues	946,000	-	946,000	946,000
Expenditures & Other Financing Uses:				
Construction Services	-	945,667	945,667	946,000
Total Expenditures	-	945,667	945,667	946,000
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 946,000	\$ (945,667)	\$ 333	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	800,000
Additional Authorized Cost	146,000
Revised Authorized Cost	946,000
Percentage Increase Over Original Authorized Cost	18.25%
Percentage Completion	99.96%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
ORCHARD VALLEY MIDDLE SCHOOL WINDOW REPLACEMENT
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources	\$ 609,911	\$ -	\$ 609,911	\$ 609,911
Transfer from Capital Reserve	914,866	-	914,866	914,866
Total Revenues	1,524,777	-	1,524,777	1,524,777
Expenditures & Other Financing Uses:				
Other Purchased Services	30,459	43,603	74,062	137,208
Construction Services	-	1,387,569	1,387,569	1,387,569
Total Expenditures	30,459	1,431,172	1,461,631	1,524,777
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 1,494,318	\$ (1,431,172)	\$ 63,146	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	15-5500-050-23-R501
Grant Date	3/26/2024
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	1,524,777
Additional Authorized Cost	-
Revised Authorized Cost	1,524,777
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	95.86%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
GRENLOCH TERRACE EARLY CHILDHOOD CENTER WINDOW REPLACEMENT
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources	\$ 83,303	\$ -	\$ 83,303	\$ 83,303
Transfer from Capital Reserve	124,954	-	124,954	124,954
Total Revenues	208,257	-	208,257	208,257
Expenditures & Other Financing Uses:				
Other Purchased Services	5,208	9,831	15,039	20,826
Construction Services	-	187,431	187,431	187,431
Total Expenditures	5,208	197,262	202,470	208,257
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 203,049	\$ (197,262)	\$ 5,787	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	208,257
Additional Authorized Cost	-
Revised Authorized Cost	208,257
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	97.22%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
THOMAS JEFFERSON ELEMENTARY ROOF REPLACEMENT
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources	\$ 448,220	\$ -	\$ 448,220	\$ 448,220
Transfer from Capital Reserve	672,329	59,506	731,835	731,835
Total Revenues	1,120,549	59,506	1,180,055	1,180,055
Expenditures & Other Financing Uses:				
Other Purchased Services	20,668	36,845	57,513	112,055
Construction Services	-	904,450	904,450	1,068,000
Total Expenditures	20,668	941,295	961,963	1,180,055
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 1,099,881	\$ (881,789)	\$ 218,092	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	1,180,055
Additional Authorized Cost	-
Revised Authorized Cost	1,180,055
Percentage Increase Over Original Authorized Cost	N/A
Percentage Completion	81.52%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
BIRCHES ELEMENTARY ROOF REPLACEMENT
YEAR ENDED JUNE 30, 2025**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources	\$ 495,400	\$ -	\$ 495,400	\$ 495,400
Transfer from Capital Reserve	743,100	(59,506)	683,594	683,594
Total Revenues	1,238,500	(59,506)	1,178,994	1,178,994
Expenditures & Other Financing Uses:				
Other Purchased Services	22,425	38,430	60,855	123,850
Construction Services	-	848,665	848,665	1,055,144
Total Expenditures	22,425	887,095	909,520	1,178,994
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 1,216,075	\$ (946,601)	\$ 269,474	\$ -

ADDITIONAL PROJECT INFORMATION

Project Numbers	15-5500-027-23-R502
Grant Date	3/28/2024
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	1,178,994
Additional Authorized Cost	4,200
Revised Authorized Cost	1,183,194
Percentage Increase Over Original Authorized Cost	0.36%
Percentage Completion	76.87%
Original Target Completion Date	6/30/25
Revised Target Completion Date	N/A

G. Proprietary Funds

Enterprise Funds

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING SCHEDULE OF NET POSITION
AS OF JUNE 30, 2025**

ASSETS	BUSINESS-TYPE ACTIVITIES					TOTAL
	FOOD SERVICE FUND	CHILD CARE PROGRAM	TELECOMM	CENTER FOR THE PERFORMING ARTS	DRIVERS EDUCATION	
Current Assets:						
Cash & Cash Equivalents	\$ 1,740,787	\$ 19,104	\$ 71,014	\$ 837,370	\$ 154,292	\$ 2,822,567
Accounts Receivable:						
State	12,914	-	-	-	-	12,914
Federal	202,094	-	-	-	-	202,094
Other	8,240	-	-	-	-	8,240
Interfund Receivable	-	5,200	-	-	-	5,200
Inventory	58,123	-	-	-	-	58,123
Total Current Assets	2,022,158	24,304	71,014	837,370	154,292	3,109,138
Noncurrent Assets:						
Furniture, Machinery & Equipment	813,440	26,171	-	714,627	48,725	1,602,963
Less: Accumulated Depreciation	(664,914)	(14,028)	-	(376,794)	(48,725)	(1,104,461)
Total Noncurrent Assets	148,526	12,143	-	337,833	-	498,502
Total Assets	2,170,684	36,447	71,014	1,175,203	154,292	3,607,640
LIABILITIES						
Liabilities:						
Accounts Payable	230,574	1,580	1,387	4,969	7,378	245,888
Interfund Payable	504,365	-	-	1,147,677	-	1,652,042
Unearned Revenue	166,548	-	-	-	-	166,548
Total Liabilities	901,487	1,580	1,387	1,152,646	7,378	2,064,478
NET POSITION						
Investment in Capital Assets	148,526	12,143	-	337,833	-	498,502
Unrestricted	1,120,671	22,724	69,627	(315,276)	146,914	1,044,660
Total Net Position	\$ 1,269,197	\$ 34,867	\$ 69,627	\$ 22,557	\$ 146,914	\$ 1,543,162

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
AS OF JUNE 30, 2025**

	BUSINESS-TYPE ACTIVITIES					TOTAL
	FOOD SERVICE FUND	CHLD CARE PROGRAM	TELECOMM	CENTER FOR THE PERFORMIN ARTS	DRIVERS EDUCATION	
Local Sources:						
Daily Sales - Reimbursable Programs	\$ 1,011,651	\$ -	\$ -	\$ -	\$ -	\$ 1,011,651
Daily Sales Nonreimbursable Programs	458,969	-	-	-	-	458,969
Special Functions	25,600	-	-	-	-	25,600
Miscellaneous	19,771	67,260	7,700	502,396	83,530	680,657
Total Operating Revenue	1,515,991	67,260	7,700	502,396	83,530	2,176,877
Operating Expenses:						
Salaries	1,371,122	70,846	4,418	115,162	71,759	1,633,307
Employee Benefits	709,193	-	-	-	-	709,193
Social Security Contributions	39,977	-	-	-	-	39,977
Supplies and Materials	79,136	7,564	-	-	-	86,700
Cleaning, Repair & Maintenance Services	25,158	-	-	-	-	25,158
Insurance	87,351	-	-	-	-	87,351
Other Purchased Services	24,133	213	-	466,613	1,000	491,959
Depreciation	24,535	1,592	-	50,185	3,045	79,357
Miscellaneous	54,215	418	-	-	9,956	64,589
Cost of Sales - Reimbursable Programs	1,071,380	-	-	-	-	1,071,380
Cost of Sales - Non-Reimbursable Programs	222,178	-	-	-	-	222,178
Total Operating Expenses	3,708,378	80,633	4,418	631,960	85,760	4,511,149
Operating/(Loss)/Gain	(2,192,387)	(13,373)	3,282	(129,564)	(2,230)	(2,334,272)
Nonoperating Revenues/(Expenses):						
State Sources:						
State School Lunch Program	38,232	-	-	-	-	38,232
State School Breakfast Program	2,878	-	-	-	-	2,878
Working Class Families State Supplement	33,117	-	-	-	-	33,117
After the Bell	777	-	-	-	-	777
State Summer Electronic Benefit Transfer Program	1,556	-	-	-	-	1,556
Federal Sources:						
National School Lunch Program	943,234	-	-	-	-	943,234
Healthy Hunger-Free Kids Act	39,386	-	-	-	-	39,386
Food Distribution Program	256,782	-	-	-	-	256,782
National School Breakfast Program	213,610	-	-	-	-	213,610
Supply Chain Assistance Funds	135,418	-	-	-	-	135,418
Federal Summer Electronic Benefit Transfer Program	1,556	-	-	-	-	1,556
Local Food for Schools Cooperative Agreement Program	14,888	-	-	-	-	14,888
Interest & Investment Revenue	31,635	93	-	16,621	-	48,349
Transfer From General Fund	801,659	-	-	-	-	801,659
Total Nonoperating Revenues/ (Expenses)	2,514,728	93	-	16,621	-	2,531,442
Net Income/(Loss)	322,341	(13,280)	3,282	(112,943)	(2,230)	197,170
Net Position - Beginning,	1,347,437	51,512	72,768	(242,490)	147,114	1,376,341
Prior Period Adjustment	(400,581)	(3,365)	(6,423)	377,990	2,030	(30,349)
Total Net Position - Beginning, Restated	946,856	48,147	66,345	135,500	149,144	1,345,992
Total Net Position - Ending	\$ 1,269,197	\$ 34,867	\$ 69,627	\$ 22,557	\$ 146,914	\$ 1,543,162

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING SCHEDULE OF CASH FLOWS
AS OF JUNE 30, 2025**

	BUSINESS-TYPE ACTIVITIES					
	FOOD SERVICE FUND	CHLD CARE PROGRAM	TELECOMM	CENTER FOR THE PERFORMING ARTS	DRIVERS EDUCATION	TOTAL
Cash Flows From Operating Activities:						
Receipts from Customers	\$ 1,289,366	\$ 60,520	\$ 6,066	\$ 549,391	\$ 76,105	\$ 1,981,448
Payments to Suppliers	(1,322,859)	(7,612)	1,387	(477,326)	(3,578)	(1,809,988)
Payments to Employees	(1,446,555)	(70,846)	(4,418)	(151,444)	(71,759)	(1,745,022)
Payments for Employee Benefits	(749,170)	-	-	-	-	(749,170)
Net Cash Provided/(Used) by Operating Activities	(2,229,218)	(17,938)	3,035	(79,379)	768	(2,322,732)
Cash Flows From Capital Financing Activities:						
Purchase of Equipment	-	(2,298)	-	-	-	(2,298)
Net Cash Used by Capital Financing Activities	-	(2,298)	-	-	-	(2,298)
Cash Flows From Non-Capital Financing Activities:						
Transfer from General Fund	801,659	-	-	-	-	801,659
Cash Received from State Sources	74,968	-	-	-	-	74,968
Federal Sources	1,571,109	-	-	-	-	1,571,109
Net Cash Provided by Non-Capital Financing Activities	2,447,736	-	-	-	-	2,447,736
Cash Flows From Investing Activities:						
Interest Income	31,635	93	-	16,621	-	48,349
Net Cash Provided by Investing Activities	31,635	93	-	16,621	-	48,349
Net Increase/(Decrease) in Cash & Cash Equivalents	250,153	(20,143)	3,035	(62,758)	768	171,055
Cash & Cash Equivalents, July 1	1,490,634	39,247	67,979	900,128	153,524	2,651,512
Cash & Cash Equivalents, June 30	\$ 1,740,787	\$ 19,104	\$ 71,014	\$ 837,370	\$ 154,292	\$ 2,822,567

RECONCILIATION OF OPERATING INCOME/(LOSS) TO NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES:

Operating Income/(Loss)	\$ (2,192,387)	\$ (13,373)	\$ 3,282	\$ (129,564)	\$ (2,230)	\$ (2,334,272)
Adjustments to Reconcile Operating Income/(Loss) in Cash Provided/(Used) by Operating Activities:						
Depreciation Expense	24,535	1,592	-	50,185	3,045	79,357
Change in Assets & Liabilities:						
Increase/(Decrease) in Accounts Payable	207,933	583	1,387	(10,713)	7,378	206,568
Increase/(Decrease) in Interfund Payable	(55,874)	-	-	39,441	-	(16,433)
Increase/(Decrease) in Accrued Salaries and Benefits	(312)	(1,540)	(1,634)	(10,052)	(7,425)	(20,963)
Increase/(Decrease) in Customer Deposits Payable	-	-	-	(1,500)	-	(1,500)
Increase/(Decrease) in Compensated Absences Payable	(7,543)	-	-	(3,628)	-	(11,171)
Increase/(Decrease) in Unearned Revenue	(172,199)	-	-	-	-	(172,199)
(Increase)/Decrease in Other Accounts Receivable	1,760	-	-	19,106	-	20,866
(Increase)/Decrease in Interfund Receivable	-	(5,200)	-	-	-	(5,200)
(Increase)/Decrease in Inventories	32,759	-	-	-	-	32,759
Change in Noncurrent Liabilities:						
Increase/(Decrease) in Compensated Absences Payable	(67,890)	-	-	(32,654)	-	(100,544)
Total Adjustments	(36,831)	(4,565)	(247)	50,185	2,998	11,540
Net Cash Provided/(Used) by Operating Activities	\$ (2,229,218)	\$ (17,938)	\$ 3,035	\$ (79,379)	\$ 768	\$ (2,322,732)

Internal Service Fund

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING STATEMENT OF NET POSITION
AS OF JUNE 30, 2025**

ASSETS	GOVERNMENTAL ACTIVITIES		TOTAL
	PAPER SUPPLIES & DISTRICT PRINTING		
Current Assets:			
Cash and Cash Equivalents	\$ 46,481	\$	46,481
Total Assets	46,481		46,481
LIABILITIES			
Interfund Accounts Payable	46,481		46,481
Total Liabilities	46,481		46,481
NET POSITION			
Unrestricted	-	-	-
Total Net Position	\$ -	\$	-

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
AS OF JUNE 30, 2025**

	GOVERNMENTAL ACTIVITIES		
	PAPER SUPPLIES & DISTRICT PRINTING	TOTAL	
OPERATING REVENUES:			
OPERATING EXPENSES:			
Total Net Position - July 1	\$ -	\$ -	
Total Net Position - June 30	\$ -	\$ -	

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING STATEMENT OF CASH FLOWS
AS OF JUNE 30, 2025**

	GOVERNMENTAL ACTIVITIES		
	PAPER SUPPLIES & DISTRICT PRINTING	TOTAL	
Net Increase/(Decrease) in Cash & Cash Equivalents	-		-
Cash & Cash Equivalents, July 1	46,481		46,481
Cash & Cash Equivalents, June 30	\$ 46,481	\$	46,481

I. Long-Term Debt

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
JUNE 30, 2025**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITY		INTEREST RATE	BALANCE JUNE 30, 2024	ISSUED	RETIRED	BALANCE JUNE 30, 2025
			DATE	AMOUNT					
Refunding Bonds, Series 2016	12/28/2016	7,550,000	3/1/2026	1,090,000	4.000%	6,445,000	-	1,065,000	5,380,000
			3/1/2027	1,090,000	4.000%				
			3/1/2028	1,080,000	4.000%				
			3/1/2029	1,070,000	3.250%				
			3/1/2030	1,050,000	3.250%				
Total						\$ 6,445,000	\$ -	\$ 1,065,000	\$ 5,380,000

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF FINANCED PURCHASE AGREEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

Purpose	Date of Original Issue	Term of Subscription	Amount of Original Subscription		Interest Rate	Balance June 30, 2024	Issued Current Year	Decreased Current Year	Balance June 30, 2025
			Principal	Interest					
US Bancorp	12/22/15	168 months	\$ 2,000,000	\$ 443,529	2.55%	\$ 1,040,834	\$ -	\$ 136,999	\$ 903,835
Dell OPTIPIX	08/28/20	60 months	3,983,568	91,261	1.02%	805,556	-	805,556	-
Dell Chromebooks	07/22/21	60 months	4,967,152	89,928	0.77%	2,005,643	-	998,966	1,006,677
Dell Chromebooks	08/23/22	60 months	5,180,746	350,557	2.95%	3,166,380	-	1,024,595	2,141,785
Dell Chromebooks	08/24/23	60 months	5,164,973	498,740	4.19%	4,150,537	-	973,687	3,176,850
Dell Chromebooks	08/20/24	60 months	5,100,000	463,493	3.93%	-	5,100,000	1,003,015	4,096,985
						\$ 11,168,950	\$ 5,100,000	\$ 4,942,818	\$ 11,326,132

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

	JUNE 30, 2025				POSITIVE/ NEGATIVE
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL
Revenues:					
Local Sources:					
Local Tax Levy	\$ 1,306,900	\$ -	\$ 1,306,900	\$ 1,306,900	\$ -
Total Revenues	1,306,900	-	1,306,900	1,306,900	-
Expenditures:					
Regular Debt Service:					
Interest on Bonds	241,900	-	241,900	241,900	-
Redemption of Principal	1,065,000	-	1,065,000	1,065,000	-
Total Expenditures	1,306,900	-	1,306,900	1,306,900	-
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	1	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ 1	\$ -

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

Purpose	Date of Original Issue	Term of Subscription	Amount of Original Subscription		Interest Rate	Balance June 30, 2024	Issued Current Year	Decreased Current Year	Balance June 30, 2025
			Principal	Interest					
Copier/Printer Lease	08/17/23	5 Years	\$ 601,112	\$ 63,887	4.19%	\$ 498,366	\$ -	\$ 114,297	\$ 384,069
						\$ 498,366	\$ -	\$ 114,297	\$ 384,069

STATISTICAL SECTION (Unaudited)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Governmental Activities:										
Net Investment in Capital Assets	\$ 60,160,181	\$ 65,021,962	\$ 66,178,590	\$ 69,387,842	\$ 71,938,685	\$ 74,537,339	\$ 71,466,779	\$ 74,895,655	\$ 73,824,002	\$ 74,128,035
Restricted	15,237,670	14,124,092	18,866,958	17,851,319	16,391,153	11,576,419	9,969,227	10,046,016	10,927,450	9,501,040
Unrestricted	(44,798,844)	(36,074,600)	(36,431,020)	(40,161,151)	(43,188,496)	(48,083,431)	(46,824,649)	(52,943,090)	(53,416,270)	(46,010,510)
Total Governmental Activities	\$ 30,599,007	\$ 43,071,454	\$ 48,614,528	\$ 47,078,010	\$ 45,141,342	\$ 38,030,327	\$ 34,611,357	\$ 31,998,581	\$ 31,335,182	\$ 37,618,565
Net Position										
Business-Type Activities:										
Net Investment in Capital Assets	\$ 148,526	\$ 324,554	\$ 303,335	\$ 299,784	\$ 315,327	\$ 337,452	\$ 368,178	\$ 407,505	\$ 228,556	\$ 136,468
Unrestricted	1,394,636	1,051,788	1,085,168	755,757	(132,698)	188,496	475,494	388,699	363,808	369,276
Total Business-Type Activities	\$ 1,543,162	\$ 1,376,342	\$ 1,388,503	\$ 1,055,541	\$ 182,629	\$ 525,948	\$ 843,672	\$ 796,204	\$ 592,364	\$ 505,744
Net Position										
District-Wide:										
Net Investment in Capital Assets	\$ 60,308,707	\$ 65,346,516	\$ 66,481,925	\$ 69,687,626	\$ 72,254,012	\$ 74,874,791	\$ 71,834,957	\$ 75,303,160	\$ 74,052,558	\$ 74,264,503
Restricted	15,237,670	14,124,092	18,866,958	17,851,319	16,391,153	11,576,419	9,969,227	10,046,016	10,927,450	9,501,040
Unrestricted	(43,404,208)	(35,022,812)	(35,345,852)	(39,405,394)	(43,321,194)	(47,894,935)	(46,349,155)	(52,554,391)	(53,052,462)	(45,641,234)
Total District Net Position	\$ 32,142,169	\$ 44,447,796	\$ 50,003,031	\$ 48,133,551	\$ 45,323,971	\$ 38,556,275	\$ 35,455,029	\$ 32,794,785	\$ 31,927,546	\$ 38,124,309

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$ 41,675,481	\$ 48,413,740	45,685,136	45,016,256	41,983,739	40,669,690	40,972,350	43,665,461	47,877,797	45,681,658
Special Education	19,653,198	13,984,748	13,464,114	13,085,157	12,546,189	12,259,478	11,864,431	11,434,216	11,449,681	11,407,743
Other Special Instruction	-	3,776,568	3,771,825	3,598,366	3,486,418	3,372,875	3,103,901	3,123,567	3,046,252	3,289,832
Other Instruction	6,487,715	3,106,347	2,843,933	2,693,862	2,494,377	2,549,419	2,425,291	2,273,926	1,860,190	1,843,805
Support Services:										
Tuition	7,487,770	6,251,425	5,274,417	5,334,414	5,766,458	5,887,424	6,139,171	6,708,123	7,064,432	7,338,019
Student & Instruction Related Services	22,860,766	22,321,848	22,423,849	20,514,577	18,253,913	16,832,354	16,945,343	16,291,469	15,551,182	14,622,128
Other Administrative Services	6,887,825	5,267,562	4,965,072	4,701,982	4,459,395	5,890,789	6,392,300	3,538,879	2,757,303	3,005,365
School Administrative Services	5,731,208	5,986,589	5,967,669	5,916,504	6,289,498	6,613,155	6,490,511	6,507,291	6,469,474	6,451,866
Plant Operations & Maintenance	8,348,628	18,342,434	18,308,259	18,594,200	16,681,413	12,877,585	12,786,894	12,732,109	11,999,623	10,573,490
Pupil Transportation	8,578,652	8,625,877	9,212,648	7,748,635	5,673,605	5,634,469	6,532,001	6,733,532	6,638,888	6,266,829
Employee Benefits	37,435,090	39,422,363	36,569,591	45,790,111	67,834,982	52,081,660	62,093,132	77,439,718	73,969,301	57,475,982
On Behalf TPAF Pension and Social Security Contributions	-	78,615	39,720	56,461	124,132	141,915	172,527	219,640	182,483	253,853
Transfer of Funds to Chart School	-	-	-	-	-	-	-	-	-	-
Adjustment to Capital Assets	543,661	280,483	333,538	370,603	392,603	646,878	258,419	449,906	429,141	574,693
Interest on Long-Term Debt	-	-	-	-	-	-	-	-	-	-
Capital Outlay	8,720,187	-	68,833	68,058	172,904	17,437	24,769	-	-	-
Unallocated Depreciation	-	-	-	-	-	-	-	-	-	-
Loss on Disposal of Capital Assets	-	-	-	-	-	-	-	-	-	-
Reduction of Capital Leases	-	-	-	-	-	-	-	-	-	-
Unallocated Compensated Absences	-	-	-	-	-	-	-	-	-	-
Total Governmental Activities Expenses	\$174,410,181	\$175,858,599	\$168,948,604	\$173,489,186	\$186,159,626	\$165,475,128	\$176,201,040	\$191,118,837	\$189,295,717	\$168,785,263
Business-Type Activities:										
Food Service	3,708,378	3,466,413	3,408,377	3,435,020	2,420,414	2,809,756	3,038,743	3,224,884	3,395,004	3,253,463
Child Care Program	80,633	91,119	96,532	101,870	68,952	116,662	125,871	142,528	107,984	125,538
Telecomm	4,418	5,484	5,808	6,959	12,885	6,133	8,255	10,955	8,886	12,758
Center for the Performing Arts	631,960	505,835	336,900	375,974	261,203	282,836	314,814	571,577	-	-
Drivers Education	85,760	82,414	83,755	77,507	82,402	60,435	73,027	59,979	576,569	602,394
Tech Crew	-	-	-	-	-	-	-	-	63,118	76,224
Total Business-Type Activities Expense	4,511,149	4,151,265	3,931,372	3,997,330	2,845,656	3,275,822	3,560,710	4,009,923	4,151,361	4,070,377
Total District Expenses	\$ 178,921,330	\$ 180,009,864	\$ 172,879,976	\$ 177,486,516	\$ 189,005,282	\$ 168,750,950	\$ 179,761,750	\$ 195,128,760	\$ 193,447,078	\$ 172,855,640

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Program Revenues:										
Governmental Activities:										
Charges for Services	\$ -	\$ 408,300	\$ 575,047	\$ 789,736	\$ 1,082,850	\$ 715,523	\$ 1,129,888	\$ 145,700	\$ 155,277	\$ 155,054
Operating Grants and Contributions	25,432,902	26,407,488	26,751,351	33,011,601	50,204,597	30,451,381	39,723,432	54,147,072	46,562,688	33,269,464
Capital Grants and Contribution		1,176,335	297,456	220,861	28,366	27,152	29,428			
Total Governmental Activities Program Revenues	25,432,902	27,992,123	27,623,854	34,022,198	51,315,813	31,194,056	40,882,748	54,292,772	46,717,965	33,424,518
Business-Type Activities:										
Charges for Services:										
Food Service	1,515,991	1,467,744	1,359,061	275,072	16,996	893,444	1,343,673	1,295,982	1,281,395	1,233,534
Child Care Program	67,260	71,355	82,651	67,015	33,611	63,378	104,096	128,350	125,545	141,414
Telecomm	7,700	17,750	16,175	15,500	8,825	14,750	17,266	12,410	14,390	13,375
Center for the Performing Arts	502,396	464,600	243,549	323,608	116,264	273,964	264,076	571,873	598,415	592,139
Drivers Education	83,530	71,118	78,395	64,075	78,650	64,213	63,963	63,450	70,960	75,600
Operating Grants & Contributions	1,681,434	1,499,959	1,575,080	3,234,394	1,427,966	791,514	899,758	876,177	903,106	840,981
Total Business Type Activities Program Revenues	3,858,311	3,592,526	3,354,911	3,979,664	1,682,312	2,101,263	2,692,832	2,948,242	2,993,801	2,897,043
Total District Program Revenues	\$ 29,291,213	\$ 31,584,649	\$ 30,978,765	\$ 38,001,862	\$ 52,998,125	\$ 33,295,319	\$ 43,575,580	\$ 57,241,014	\$ 49,711,766	\$ 36,321,561
Net/(Expense)/Revenue:										
Governmental Activities	\$ (148,977,279)	\$ (147,866,476)	\$ (141,324,750)	\$ (139,466,988)	\$ (134,843,813)	\$ (134,281,072)	\$ (135,318,292)	\$ (136,826,065)	\$ (142,577,752)	\$ (135,360,745)
Business-Type Activities	(652,838)	(588,739)	(576,461)	(17,666)	(1,163,344)	(1,174,599)	(867,878)	(1,061,681)	(1,157,560)	(1,173,334)
Total District-Wide Net Expense	\$ (149,630,117)	\$ (148,425,215)	\$ (141,901,211)	\$ (139,484,654)	\$ (136,007,157)	\$ (135,455,631)	\$ (136,186,170)	\$ (137,887,746)	\$ (143,735,312)	\$ (136,534,079)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS

	FISCAL YEAR ENDING JUNE 30.									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 98,172,949	\$ 94,430,756	\$ 92,579,173	\$ 90,289,351	\$ 88,688,142	\$ 86,949,159	\$ 85,549,647	\$ 84,702,621	\$ 83,041,785	\$ 81,413,515
Taxes Levied for Debt Service	1,306,900	1,281,900	1,229,500	1,218,838	1,235,838	1,240,300	1,234,916	1,239,800	1,175,221	2,885,059
Federal & State Aid Not Restricted	46,074,297	45,480,459	48,172,206	49,573,935	49,923,935	49,305,861	50,904,952	51,290,651	52,206,592	53,333,738
Federal & State Aid Restricted	1,311,671	-	-	-	-	-	-	-	-	-
Tuition Received	809,216	-	-	-	-	-	-	-	-	-
Investment Earnings	42	944,326	810,048	181,229	150,274	443,274	635,210	348,729	172,441	103,868
Cancellation of Prior Year Accounts Receivable	-	-	-	-	-	-	-	-	-	34,316
Donation of Assets	-	-	-	-	(813,597)	(831,559)	(873,835)	(24,664)	(129,976)	(7,749)
Gain (Loss) on Disposal of Capital Assets	-	(513,902)	(895,171)	(888,999)	821,459	593,010	480,177	(1,102,525)	(1,246,038)	(929,490)
Miscellaneous Income	1,001,123	737,207	965,512	1,029,300	821,459	593,010	480,177	1,179,567	1,074,343	1,195,110
Total Governmental Activities	148,676,198	142,360,746	142,861,268	141,403,654	140,006,051	137,700,045	137,931,067	137,634,179	136,294,368	138,028,367
Business-Type Activities:										
Investment Earnings - Unrestricted	48,349	42,320	27,314	4,333	6,428	25,277	41,512	18,281	8,630	5,877
Donation of Assets	-	(9,644)	(13,062)	(2,754)	-	-	-	-	(10,488)	-
Accounts Receivable Cancelled	-	-	-	-	-	-	-	-	-	-
Gain (Loss) on Disposal of Capital Assets	801,659	513,902	895,171	888,999	813,597	831,559	873,835	1,102,525	1,246,038	929,490
Transfers/Other	-	-	-	-	-	-	-	-	-	-
Total Business-Type Activities	850,008	546,578	909,423	890,578	820,025	856,836	915,347	1,120,806	1,244,180	935,367
Total District-Wide	\$ 149,526,206	\$ 142,907,324	\$ 143,770,691	\$ 142,294,232	\$ 140,826,076	\$ 138,556,881	\$ 138,846,414	\$ 138,754,985	\$ 137,538,548	\$ 138,963,734
Change in Net Position:										
Governmental Activities	\$ (301,081)	\$ (5,505,730)	\$ 1,536,518	\$ 1,936,666	\$ 5,162,238	\$ 3,418,973	\$ 2,612,775	\$ 808,114	\$ (6,283,384)	\$ 2,667,622
Business-Type Activities	197,170	(12,161)	332,962	872,912	(343,319)	(317,723)	47,469	59,125	86,620	(237,967)
Total District	\$ (103,911)	\$ (5,517,891)	\$ 1,869,480	\$ 2,809,578	\$ 4,818,919	\$ 3,101,250	\$ 2,660,244	\$ 867,239	\$ (6,196,764)	\$ 2,429,655

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Fund:										
Restricted	\$ 11,344,792	\$ 9,113,908	\$ 15,756,322	\$ 13,973,138	\$ 14,855,427	\$ 9,959,616	\$ 6,922,820	\$ 6,833,376	\$ 8,201,919	\$ 8,328,625
Committed	2,078,034	1,750,420	1,391,159	428,950	662,516	717,627	591,089	1,227,491	1,761,695	3,271,515
Assigned	132,917	4,693,106	4,802,618	4,430,399	4,977,146	5,980,144	7,617,277	7,365,435	5,042,384	6,592,320
Unassigned	(1,008,577)	(425,521)	4,123,728	7,252,870	7,863,547	3,651,212	3,870,166	3,264,016	3,472,840	3,151,118
Total General Fund	\$ 12,547,166	\$ 15,131,913	\$ 26,073,827	\$ 26,085,357	\$ 28,358,636	\$ 20,308,599	\$ 19,001,352	\$ 18,690,318	\$ 18,478,838	\$ 21,343,578
All Other Governmental Funds:										
Unassigned (Deficit)	\$ -	\$ -	\$ -	\$ (28,140)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted, Reported in:										
Special Revenue Fund	1,220,940	1,534,585	1,037,733	640,821	537,741	-	-	-	-	-
Capital Projects Fund	1,018,216	4,378,698	2,072,902	3,237,360	997,985	1,616,803	3,046,407	3,212,641	2,725,532	1,172,415
Debt Service Fund	1	1	1	1	1	-	-	2,284	2,284	118,180
Total All Other Governmental Funds	\$ 2,239,157	\$ 5,913,284	\$ 3,110,636	\$ 3,850,042	\$ 1,535,727	\$ 1,616,803	\$ 3,046,407	\$ 3,214,925	\$ 2,727,816	\$ 1,290,595

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
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
Revenues:										
Taxes Local	\$ 99,479,849	95,712,656	93,808,673	91,508,189	89,923,980	88,189,459	86,784,563	85,942,421	84,217,006	84,298,574
Tuition Charges	809,216	295,784	446,059	696,717	996,599	593,638	1,129,888	392,812	521,075	713,888
Transportation	-	-	21,494	9,440	11,330	30,091	52,778	-	-	-
Interest Earnings	42	1,681,533	1,754,067	1,201,089	960,403	1,006,193	1,062,609	1,135,484	725,710	585,089
Miscellaneous	3,767,879	6,964,855	6,210,401	5,803,182	4,191,483	2,963,948	3,054,223	3,146,860	3,108,658	3,102,333
State Sources	87,703,398	81,935,835	82,217,136	80,290,037	75,165,049	70,110,821	70,975,034	69,233,902	67,858,076	67,407,551
Federal Sources	3,153,141	184,3765	2,062,472	1,719,050	1,163,325	103,102	130,177	-	-	-
Total Revenue	194,913,525	188,494,428	186,520,302	181,227,704	172,412,169	163,003,352	163,189,272	159,851,479	156,430,525	156,107,435
Expenditures:										
Instruction:										
Regular Instruction	41,675,481	49,922,503	47,858,034	47,069,500	43,768,498	41,878,455	43,083,432	42,826,076	45,405,756	43,502,805
Special Education Instruction	19,653,198	14,077,345	13,548,520	13,405,437	12,500,220	12,216,966	11,894,149	11,426,879	11,435,269	11,268,895
Other Special Instruction	-	3,910,754	3,864,438	3,677,397	3,498,588	3,375,250	3,131,036	3,123,567	3,046,252	3,289,832
Other Instruction	6,487,715	3,112,170	2,848,474	2,703,811	2,488,297	2,543,284	2,429,628	2,273,926	1,860,190	1,843,805
Support Services and Undistributed Cost:										
Tuition	7,487,770	6,251,425	5,274,417	5,334,414	5,768,458	5,887,424	6,139,171	6,708,123	7,064,432	7,338,019
Students and Instruction Related Services	22,860,766	22,868,405	22,834,236	20,882,654	18,328,594	16,830,220	16,933,260	16,271,430	15,529,739	14,588,340
Other Administrative Services	6,887,825	5,164,624	4,914,767	4,663,716	4,300,282	4,240,241	4,620,676	4,561,703	4,991,249	4,633,591
School Administrative Services	5,731,208	6,113,715	5,918,027	6,040,217	6,286,509	6,613,262	6,522,937	6,507,291	6,469,474	6,451,866
Plant Operations and Maintenance	13,510,247	13,327,925	13,470,001	13,409,717	12,174,654	11,326,532	11,294,932	11,030,684	11,030,684	9,669,757
Pupil Transportation	8,578,652	9,271,916	9,315,413	7,596,346	5,788,061	5,773,292	6,558,292	6,196,200	6,166,850	5,905,058
Person Services - Employee Benefits	60,448,643	60,627,464	56,898,710	56,755,970	50,323,263	46,134,115	45,628,614	43,140,240	42,277,170	40,467,495
Capital Outlay	10,582,308	5,877,025	3,542,555	2,450,343	2,978,560	8,122,892	6,377,068	6,572,602	4,591,660	4,427,303
Transfer of Funds to Charter School	77,072	78,615	39,720	56,461	124,132	141,915	172,527	219,640	182,483	253,853
Debt Service Expenditures:										
Principal	1,065,000	1,000,000	920,000	885,000	880,000	865,000	845,000	884,515	1,061,176	3,450,000
Interest	424,856	281,900	309,500	333,837	355,838	375,300	392,200	424,800	366,116	577,100
Total Expenditures	205,470,741	201,885,786	191,556,812	185,264,820	169,561,954	166,329,148	166,022,922	162,688,687	161,478,500	157,667,719
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(10,557,216)	(13,391,358)	(5,036,510)	(4,037,116)	2,850,215	(3,325,796)	(2,833,650)	(2,817,208)	(5,047,975)	(1,560,284)
Other Financing Sources/(Uses):										
Lease Liabilities (Non-budgeted)	-	60,112	-	-	-	-	-	268,327	-	-
Financed Purchase Proceeds	5,100,000	5,164,973	5,180,746	4,967,152	3,983,568	4,035,000	3,850,000	4,350,000	4,768,500	6,168,000
Proceeds from Issuance of School Bonds	-	-	-	-	-	-	-	-	7,550,000	-
Premium on School Bonds Issued and Accrued Interest	-	-	-	-	-	-	-	-	538,172	-
Payment to Refunding Bond Escrow Agent	-	-	-	-	-	-	-	-	(7,990,180)	-
Transfers (In/Out)	(801,659)	(513,902)	(895,171)	(888,999)	(813,597)	(831,599)	(873,835)	(1,102,525)	(1,246,039)	(929,490)
Total Other Financing Sources/(Uses)	4,298,341	5,252,183	4,285,575	4,078,153	3,169,971	3,203,401	2,976,165	3,515,802	3,620,453	5,238,510
Net Change in Fund Balances	(\$5,258,875)	(\$8,139,175)	(\$750,935)	\$41,037	\$6,020,186	(\$122,395)	\$142,515	\$698,594	(\$1,427,522)	\$3,678,226
Debt Service as a Percentage of Noncapital Expenditures	0.76%	0.65%	0.65%	0.67%	0.74%	0.78%	0.77%	0.84%	0.91%	2.63%
Source: District Records										

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

FISCAL YEAR ENDING JUNE 30,	ACCOUNTS PAYABLE	ADV FEE FOR BUSES	AIR FORCE ROTC REIMBURSEMENT	MISC	SALE OF FIXED ASSETS	PRIOR YEAR REFUNDS	INTEREST ON INVESTMENT	MUNICIPAL PILOT RECEIPTS	RENTAL	TUITION	RECEIPTS	E-RATE	TOTAL
2025	\$ -	\$ 12,714	\$ -	\$ 567,278	\$ 11,633	\$ 230,685	\$ 599,638	\$ 381,261	\$ 76,645	\$ -	\$ -	\$ -	\$ 1,879,854
2024	-	19,193	113,758	44,687	30,517	28,905	944,326	375,168	66,180	-	-	58,800	1,681,534
2023	-	26,973	94,140	20,626	19,065	273,769	788,555	350,626	106,813	-	-	73,500	1,754,067
2022	-	24,780	97,945	148,430	26,725	320,167	171,789	292,614	39,987	-	1,280	77,371	1,201,088
2021	-	3,271	99,356	64,951	15,271	252,540	138,944	261,442	150	-	-	124,479	960,404
2020	-	37,946	95,532	58,024	1,545	128,585	413,183	111,413	61,694	-	20,016	78,254	1,006,192
2019	-	36,213	89,597	57,658	3,909	61,294	582,433	-	113,250	-	16,987	101,267	1,062,608
2018	121,245	16,147	96,744	22,174	6,438	180,574	324,045	-	158,568	392,812	16,099	-	1,334,846
2017	16,962	20,219	91,839	12,035	5,173	215,263	157,961	-	127,473	521,075	17,159	-	1,185,159
2016	35,728	5,480	98,182	7,970	6,688	165,433	98,932	-	126,136	713,888	21,954	-	1,280,391

Source: District records

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	TAX -EXEMPT PROPERTY	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE
2025	47,373,200	3,803,757,100	3,715,300	796,305,300	14,358,600	50,669,000	4,716,178,500	-	4,716,178,500	2.184	499,088,900	2,175,356,426
2024	49,496,900	3,802,964,000	4,722,500	804,644,400	11,492,100	50,669,000	4,723,988,900	-	4,723,988,900	2.066	487,623,400	1,954,895,393
2023	51,254,400	3,800,676,800	4,636,000	803,221,800	11,478,100	50,838,000	4,722,105,100	-	4,722,105,100	2.007	481,869,800	1,713,578,226
2022	50,472,600	3,798,455,400	4,835,300	818,554,615	9,842,200	50,838,000	4,732,998,115	5,270,560	4,738,268,675	1.956	470,514,800	1,627,320,354
2021	55,280,300	3,780,486,000	5,279,100	818,726,015	9,842,200	50,838,000	4,720,451,615	5,110,754	4,725,112,369	1.920	463,104,300	1,588,358,863
2020	59,627,400	3,761,563,900	4,807,100	819,961,965	9,842,200	50,838,000	4,706,640,565	4,887,481	4,725,339,096	1.890	460,624,900	1,574,851,951
2019	48,881,700	3,406,608,000	5,162,300	741,104,515	6,674,400	52,452,000	4,260,882,915	4,432,929	4,711,073,494	2.052	400,543,500	1,517,540,518
2018	54,273,100	3,400,109,200	4,819,600	733,249,300	6,727,900	58,445,900	4,257,625,000	4,422,553	4,265,305,468	1.998	468,530,600	1,474,009,560
2017	40,551,300	3,397,484,400	4,966,000	744,805,500	7,127,900	58,445,900	4,253,381,000	5,070,544	4,262,695,544	1.989	468,561,800	1,441,299,419
2016	38,031,000	3,384,306,100	5,021,900	727,653,800	9,203,400	68,105,000	4,232,321,200	5,208,364	4,258,589,364	1.959	468,561,800	1,373,202,019

b. Tax rates are per \$100

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)**

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES			TOTAL DIRECT AND OVERLAPPING TAX RATE
	BASIC RATE	GENERAL OBLIGATION DEBT SERVICES	TOTAL DIRECT SCHOOL TAX RATE	MUNICIPAL	FIRE DISTRICT	GLOUCESTER COUNTY	
2025	2.157	0.027	2.184	0.789	0.193	0.692	3.858
2024	2.039	0.027	2.066	0.762	0.183	0.688	3.699
2023	1.980	0.027	2.007	0.697	0.176	0.715	3.595
2022	1.930	0.026	1.956	0.651	0.159	0.711	3.477
2021	1.894	0.026	1.920	0.648	0.147	0.728	3.443
2020	1.863	0.027	1.891	0.633	0.139	0.719	3.382
2019	2.022	0.029	2.051	0.701	0.144	0.748	3.644
2018	1.998	0.029	2.027	0.702	0.138	0.737	3.604
2017	1.970	0.028	1.998	0.702	0.139	0.720	3.559
2016	1.941	0.048	1.989	0.703	0.140	0.706	3.538

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO**

TAXPAYER	2025		2016	
	TAXABLE ASSESSED VALUE	% OF TOTAL DISTRICT NET ASSESSED VALUATION	TAXABLE ASSESSED VALUE	% OF TOTAL DISTRICT NET ASSESSED VALUATION
Cars DBS LP	\$ 38,289,600	0.81%	\$ -	0
Virtua West Jersey	36,428,000	0.77%	32,812,900	0.78%
Society Hill Apt Associates LP	32,079,000	0.68%	28,469,200	0.67%
Centro Bradley C/O Ryan LLC	23,500,000	0.50%	20,140,000	0.48%
Wal-Mart Property C/O Ryan LLC	20,176,500	0.43%	20,076,800	0.47%
Birches Reality C/O Sigma Mgmt Co	17,596,000	0.37%	-	0.00%
Washington Ctnr LLC 1% Whlr	17,317,000	0.37%	14,866,300	0.35%
Turnersville Interstate LLC	15,960,000	0.34%	19,583,000	0.46%
G&L XI Cross Keys LLC	13,971,500	0.30%	-	0.00%
Bre RC Cross Keys LLC	13,500,000	0.29%	-	0.00%
Turnersville Auto Mall	-	0.00%	43,618,600	1.03%
CSC Cross Keys LP % Riocan AM Mang	-	0.00%	23,801,500	0.56%
WP Plaza % National Reality & Dev Co	-	0.00%	14,586,000	0.34%
Lowes Companies Site #751	-	0.00%	14,200,000	0.34%
Total	\$ 228,817,600	4.85%	\$ 232,154,300	5.49%

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

YEAR ENDED DECEMBER 31	TAXES LEVIED FOR THE FISCAL YEAR		<u>COLLECTED WITH THE FISCAL YEAR</u>		COLLECTIONS IN SUBSEQUENT YEAR
			AMOUNT	PERCENT OF LEVY	
2025	\$	99,479,849	\$ 99,479,849	100.00%	\$ -
2024		95,712,656	95,712,656	100.00%	-
2023		93,808,673	93,808,673	100.00%	-
2022		91,508,189	84,275,041	92.10%	7,233,148
2021		89,923,980	89,923,980	100.00%	-
2020		88,189,459	88,189,459	100.00%	-
2019		86,784,563	86,784,552	100.00%	11
2018		85,942,421	79,166,211	92.12%	6,776,210
2017		84,217,006	84,217,006	100.00%	-
2016		84,298,574	84,298,574	100.00%	-

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

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 20,	GOVERNMENTAL ACTIVITIES				PERCENTAGE OF PERSONAL INCOME
	GENERAL OBLIGATION BONDS	FINANCED PURCHASES AGREEMENTS	LEASES	TOTAL DISTRICT	
2025	\$ 5,380,000	\$ 11,326,132	\$ 384,069	17,090,201	N/A
2024	6,445,000	11,168,950	498,366	18,112,316	N/A
2023	7,445,000	10,768,846	-	18,213,846	0.56%
2022	8,365,000	10,144,082	-	18,509,082	0.60%
2021	9,250,000	9,623,250	53,665	18,926,915	0.61%
2020	10,130,000	10,031,976	107,661	20,269,637	0.70%
2019	10,130,000	10,156,901	160,996	20,447,897	0.75%
2018	10,995,000	11,018,452	214,661	22,228,113	0.85%
2017	11,840,000	10,930,578	-	22,770,578	0.90%
2016	12,655,000	10,281,944	-	22,936,944	0.94%

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

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
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
	GENERAL OBLIGATION BONDS	DEDUCTIONS			
2025	\$ 5,380,000	\$ -	\$ 5,380,000	0.11%	N/A
2024	6,445,000	-	6,445,000	0.14%	130
2023	7,445,000	-	7,445,000	0.16%	151
2022	8,365,000	-	8,365,000	0.18%	170
2021	8,250,000	-	8,250,000	0.20%	167
2020	10,130,000	-	10,130,000	0.21%	210
2019	10,995,000	-	10,995,000	0.23%	230
2018	11,840,000	-	11,840,000	0.28%	248
2017	12,655,000	-	12,655,000	0.30%	265
2016	13,870,000	-	13,870,000	0.33%	289

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2025**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	PERCENTAGE APPLICABLE	OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
Township of Washington	\$50,970,510	100.00%	\$50,970,510
Gloucester County General Obligation Debt	220,136,961	5.62%	12,375,675
Total Direct & Overlapping Debt			<u><u>\$63,346,185</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by the Gloucester 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 the above Townships. 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.

a. 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 government unit's taxable value that is within the District's boundaries and dividing it by each unit's total taxable value.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Debt Limit	\$229,454,706	\$236,653,097	\$245,617,974	\$200,035,244	\$191,948,497	187,706,311	183,441,427	181,232,366	179,105,325	178,520,460
Total Net Debt Applicable to Limit	5,380,000	6,445,000	7,445,000	8,365,000	9,250,000	10,130,000	10,995,000	11,840,000	12,655,000	13,870,000
Legal Debt Margin	\$224,074,706	\$230,208,097	\$208,172,974	\$191,670,244	\$182,698,497	\$177,576,311	\$172,446,427	\$169,392,366	\$166,450,325	\$164,650,460
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	2.34%	2.72%	4.18%	4.82%	5.40%	5.99%	6.53%	7.07%	7.77%	9.66%

Legal Debt Margin Calculation for Fiscal Year 2024

	Equalized Valuation Basis
Average Equalized Valuation of Taxable Property	2024 7,170,596,387
Debt Limit (3.5 % of Average Equalization Value)	2023 6,489,082,177
Net Bonded School Debt	2022 6,007,867,625
Legal Debt Margin	\$19,667,546,189
	\$6,555,848,730
	\$229,454,706
	5,380,000
	\$224,074,706

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

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

YEAR	POPULATION (a)	PERSONAL INCOME	PER CAPITA PERSONAL INCOME (c)	UNEMPLOYMENT RATE (d)
2025	N/A	N/A	N/A	N/A
2024	49,756	N/A	N/A	3.9%
2023	49,378	3,261,960,058	66,061	3.8%
2022	49,234	3,072,447,770	62,405	3.2%
2021	49,391	3,089,555,223	62,553	5.4%
2020	48,186	2,909,759,796	60,386	8.9%
2019	47,786	2,716,777,458	56,853	3.2%
2018	47,718	2,607,597,828	54,646	3.6%
2017	47,791	2,519,971,639	52,729	4.0%
2016	47,926	2,434,065,688	50,788	4.3%

Source:

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

^b Personal income

^c Per Capita

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

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

EMPLOYER	2025		
	EMPLOYEES	RANK (OPTIONAL)	PERCENTAGE OF TOTAL EMPLOYMENT
Rowan University	3,500	1	N/A
Inspira Medical Center	1,222	2	N/A
Gloucester County Personnel	1,200	3	N/A
Jefferson Health Washington Twp	670	4	N/A
Aryzta LaBrea Bakery, Inc.	500	5	N/A
Keller Williams Realty	500	6	N/A
Honda of Turnersville	499	7	N/A
Paulsboro Refinery LLC	402	8	N/A
Washington Township High School	400	9	N/A
Johnson Matthey, Inc.	379	10	N/A
	<u>5,772</u>		

EMPLOYER	2016		
	EMPLOYEES	RANK (OPTIONAL)	PERCENTAGE OF TOTAL EMPLOYMENT
	N/A		
	<u>0</u>		

Source: Information provided by the Gloucester County Office of Economic Development and Employer Directly.

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
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:	748	715	761	760	737	739	741	729	738	770
Support Services:										
Student and Instruction Related Services	252	325	332	331	364	357	342	354	340	302
Other Administrative Services	25	29	35	35	36	39	39	39	41	40
School Administration Services	63	62	68	68	74	76	76	76	75	77
Plant Operations and Maintenance	101	111	122	121	131	121	121	121	120	115
Pupil Transportation	60	82	82	82	82	81	81	81	81	81
Food Service	38	48	60	58	59	47	60	55	55	55
Child Care Program	2	3	5	5	5	5	5	4	4	4
Center for Performing Arts	1	2	2	2	2	2	2	2	2	3
Total	1,290	1,376	1,466	1,461	1,488	1,464	1,465	1,460	1,455	1,446

Source: District Personnel Records

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF	PUPIL/TEACHER RATIO			AVERAGE DAILY ENROLLMENT (ADA) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						ELEMENTARY	MIDDLE SCHOOL	HIGH SCHOOL				
2025	7,209	\$ 180,499,308	25,038	-7.26%	753	1:24	1:26	1:26	7,459	7,007	4.38%	93.94%
2024	7,210	194,648,335	26,997	2.58%	776	1:24	1:26	1:26	7,146	6,732	1.43%	94.21%
2023	7,096	186,745,038	26,317	2.72%	770	1:24	1:26	1:24	7,045	6,617	0.50%	93.92%
2022	7,086	181,539,179	25,619	8.34%	758	1:24	1:26	1:24	7,010	6,596	2.80%	94.09%
2021	6,987	165,223,426	23,647	8.81%	739	1:24	1:26	1:24	6,819	6,589	-4.76%	96.63%
2020	7,216	156,824,042	21,733	-1.85%	776	1:24	1:26	1:24	7,160	6,921	0.77%	96.66%
2019	7,146	158,236,126	22,143	3.14%	776	1:24	1:26	1:24	7,105	6,775	-1.20%	95.36%
2018	7,210	154,786,772	21,468	0.98%	778	1:24	1:26	1:24	7,191	6,843	-0.94%	95.16%
2017	7,312	155,459,548	21,261	4.37%	779	1:24	1:26	1:24	7,259	6,916	0.48%	95.27%
2016	7,325	149,213,315	20,370	6.00%	776	1:24	1:26	1:24	7,224	6,901	-2.81%	95.53%

Sources: District records

Note: Enrollment based on annual October district count.

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

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).

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS**

DISTRICT BUILDINGS	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Middle School:										
Bells Elementary School (1967):										
Square Feet	62,617	62,617	62,617	62,617	62,617	62,617	62,617	62,617	62,617	62,617
Capacity (Students)	675	675	675	675	675	675	675	675	675	675
Enrollment	537	554	552	547	509	443	430	437	447	476
Birches Elementary School (1968):										
Square Feet	62,411	62,411	62,411	62,411	62,411	62,411	62,411	62,411	62,411	62,411
Capacity (Students)	675	675	675	675	675	675	675	675	675	675
Enrollment	469	453	460	460	397	424	438	446	451	455
Grenloch Terrace Early Childhood Center (1936)										
Square Feet	31,139	31,139	31,139	31,139	31,139	31,139	31,139	31,139	31,139	31,139
Capacity (Students)	600	600	600	600	600	600	600	600	600	600
Enrollment	263	276	223	230	270	318	290	344	355	529
Hurffville Elementary School (1957):										
Square Feet	65,082	65,082	65,082	65,082	65,082	65,082	65,082	65,082	65,082	65,082
Capacity (Students)	675	675	675	675	675	675	675	675	675	675
Enrollment	531	558	561	479	491	507	504	491	495	443
Thomas Jefferson Elementary School (1980):										
Square Feet	81,896	81,896	81,896	81,896	81,896	81,896	81,896	81,896	81,896	81,896
Capacity (Students)	675	675	675	675	675	675	675	675	675	675
Enrollment	477	484	480	462	438	549	507	504	491	495
Wedgwood Elementary School (1970):										
Square Feet	64,956	64,956	64,956	64,956	64,956	64,956	64,956	64,956	64,956	64,956
Capacity (Students)	675	675	675	675	675	675	675	675	675	675
Enrollment	455	551	492	502	462	500	479	472	473	412
Whitman Elementary School (1965):										
Square Feet	67,415	67,415	67,415	67,415	67,415	67,415	67,415	67,415	67,415	67,415
Capacity (Students)	675	675	675	675	675	675	675	675	675	675
Enrollment	569		510	510	517	540	494	487	472	460
Middle School:										
Bunker Hill Middle School (1997)										
Square Feet	125,056	125,056	125,056	125,056	125,056	125,056	125,056	125,056	125,056	125,056
Capacity (Students)	900	900	900	900	900	900	900	900	900	900
Enrollment	525	578	608	593	576	572	567	583	608	682
Chestnut Ridge Middle School (1989)										
Square Feet	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000
Capacity (Students)	900	900	900	900	900	900	900	900	900	900
Enrollment	595	654	648	638	610	621	632	697	698	578
Orchard Valley Middle School (1989)										
Square Feet	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000
Capacity (Students)	900	900	900	900	900	900	900	900	900	900
Enrollment	521	526	490	498	513	523	519	547	527	583
High School:										
Washington Township High School (1962):										
Square Feet	427,011	427,011	427,011	427,011	427,011	427,011	427,011	427,011	427,011	427,011
Capacity (Students)	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200
Enrollment	2,081	2,105	2,072	2,167	2,204	2,219	2,233	2,233	2,275	2,321

Number of Schools at June 30, 2025:
 Elementary School = 7
 Middle School = 3
 Senior High School = 1
 Other = 0

Source: District Facilities Office

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

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS**

**UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES**

	GROSS SQUARE * FOOTAGE	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Bells Elementary School	62,617	\$ 95,495	\$ 107,443	\$ 95,161	\$ 87,718	\$ 90,455	\$ 80,536	\$ 73,737	\$ 10,033	\$ 83,140	\$ 58,912
Birchses Elementary School	62,411	95,180	107,089	94,848	87,429	90,158	80,271	73,494	69,802	82,384	58,718
Bunker Hill Middle School	125,056	190,718	214,580	191,967	176,952	182,790	162,027	147,263	139,866	169,849	117,656
Chestnut Ridge Middle School	107,000	163,181	183,598	164,360	151,204	156,232	139,183	126,231	119,672	131,940	104,301
Grenlock Terrace Early Childhood Centre	31,139	47,489	53,431	47,323	43,621	44,983	40,050	36,669	34,827	38,397	29,296
Hurffville Elementary School	65,082	99,254	111,672	98,907	91,171	94,016	83,707	76,639	72,789	80,251	61,231
Orchard Valley Middle School	107,000	163,181	183,598	164,360	151,504	156,232	139,183	120,001	119,672	131,940	100,668
Thomas Jefferson Elementary School	81,896	124,896	139,881	124,460	114,725	118,306	105,332	96,439	91,595	104,584	77,050
Washington Township High School	427,011	660,436	740,560	669,573	614,962	636,840	557,022	507,674	480,578	531,270	406,731
Wedgewood Elementary School	64,956	99,062	111,456	98,716	90,994	93,834	83,545	76,491	72,649	80,096	61,112
Whitman Elementary School	67,415	102,812	115,676	102,453	94,439	97,387	86,708	79,387	75,399	83,128	64,143
Total School Facilities		\$ 1,841,704	\$ 2,068,984	\$ 1,852,128	\$ 1,704,719	\$ 1,761,233	\$ 1,557,564	\$1,414,025	\$1,286,882	\$1,516,979	\$ 1,139,818

* School facilities as defined under EFCFA.
(N.J.A.C. 6A:26-12 and N.J.A.C. 6A:26A-1.3)

Source: District records

**TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2025**

<u>Coverage Type</u>	<u>Insurance Company</u>	<u>Coverage</u>	<u>Deductible</u>
Property / Inland Marine / Automobile Physical Damage	New Jersey Schools Insurance Group	\$400,000,000	\$5,000 / \$1,000 (Auto)
Environmental Impairment Liability	New Jersey Schools Insurance Group	\$1,000,000	\$50,000
Excess Environmental (Mold)	Rivington Partners (Lloyd's)	\$1,000,000	\$25,000
Crime	New Jersey Schools Insurance Group	\$1,000,000	\$500
General Liability / Auto Liability	New Jersey Schools Insurance Group	\$21,000,000	None
Educators Legal Liability (Coverage A)	New Jersey Schools Insurance Group	\$21,000,000	\$5,000
Educators Legal Liability (Coverage B)	New Jersey Schools Insurance Group	\$100,000 / \$300,000	\$5,000
Workers Compensation	New Jersey Schools Insurance Group	Statutory / \$3,000,000	None
Supplemental Workers Compensation	New Jersey Schools Insurance Group	Lost Wages 100%	None
Crime	New Jersey Schools Insurance Group	\$1,000,000	\$1,000
Workers Compensation General Liability / Auto Terrorism	New Jersey Schools Insurance Group	\$100,000,000	\$500,000
Equipment Breakdown	New Jersey Schools Insurance Group	\$100,000,000	\$25,000
Cyber Liability	New Jersey Schools Insurance Group	\$2,000,000	Various
Excess Cyber Liability	Chubb	\$1,000,000	\$50,000
Crisis Management	New Jersey Schools Insurance Group	\$1,000,000	None
Excess/Umbrella	New Jersey Schools Insurance Group	Limits shown in each line of Coverage	
Board Secretary's Bond	Western Surety Company	\$580,298	None
Driving School Bond	Western Surety Company	\$10,000	None
Student Accident Policy	The Hartford Insurance Company		
	Class I and III	\$1,000,000	None
	Class II	\$5,000,000	None

SINGLE AUDIT SECTION



Certified Public Accountants & Advisors

EXHIBIT K-1

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND REPORT 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
Washington Township School District
County of Gloucester
Sewell, 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, and each major fund of the Washington Township School District (the "School District"), in the County of Gloucester, State of New Jersey as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated January 30, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the 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 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 may exist that have not been identified.

Report on Compliance and Other Matters

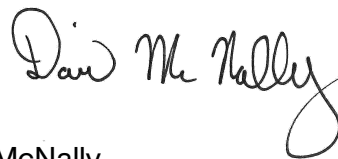
As part of obtaining reasonable assurance about whether the School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and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

HOLT MCNALLY & ASSOCIATES, INC.
Certified Public Accountants & Advisors

A handwritten signature in black ink, appearing to read "David McNally", with a stylized flourish at the end.

David McNally
Certified Public Accountant
Public School Accountant, No. 2616

Medford, New Jersey
January 30, 2026



HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

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
Washington Township School District
County of Gloucester
Sewell, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Washington Township School District's (the "School District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the School District's major federal and state programs for the fiscal year ended June 30, 2025. The 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 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* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); New Jersey Circular 15-08-OMB, *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 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 School District and to meet our ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major state program. Our audit does not provide a legal determination of the School District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the 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 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 standards generally accepted in the United States of America; *Government Auditing Standards*; the Office of School Finance, Department of Education, State of New Jersey; Uniform Guidance; and State of New Jersey Circular 15-08-OMB, will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is substantial likelihood that, individually or in the aggregate, it would influence the judgement made by a reasonable user of the report on compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards*, the Uniform Guidance, and State of New Jersey Circular 15-08-OMB, 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 School District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of 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 State of New Jersey Circular 15-08-OMB, but not for the purpose of expressing an opinion on the effectiveness of 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. 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 Circular 15-08-OMB. Accordingly, this report is not suitable for any other purpose.

Respectfully Submitted,

HOLT MCNALLY & ASSOCIATES, INC
Certified Public Accountants & Advisors



David McNally
Certified Public Accountant
Public School Accountant, No. 2616

Medford, New Jersey
January 30, 2026

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

FEDERAL GRANTOR/PASS THROUGH GRANTOR/ PROGRAM TITLE OR CLUSTER	ASSISTANCE LISTING NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	RES IDATED JUNE 30, 2024	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	ADJUSTMENTS	BALANCE, JUNE 30, 2025	
											(ACCOUNTS RECEIVABLE)	UNEARNED GRANTOR REVENUE
U.S. DEPARTMENT OF AGRICULTURE PASSED-THROUGH STATE DEPARTMENT OF AGRICULTURE												
Child Nutrition Cluster:												
School Breakfast Program	10.553	25NJ30-AN099	100-010-3350-028	213,610	7/1/24-6/30/25	\$	-	\$ 177,343	\$ (213,610)	\$	-	\$ -
School Breakfast Program	10.553	24NJ30-AN099	100-010-3350-028	164,707	7/1/23-6/30/24	(29,712)	-	29,712	-	-	-	-
National School Lunch Program	10.555	25NJ30-AN099	100-010-3350-026	943,234	7/1/24-6/30/25	-	783,962	(943,234)	-	-	-	-
National School Lunch Program	10.555	24NJ30-AN099	100-010-3350-026	788,303	7/1/23-6/30/24	(132,839)	132,839	-	-	-	-	-
Seamless Summer Food Program	10.555	25NJ30-AN099	100-010-3350-026	10,555	7/1/24-6/30/25	-	10,555	(10,555)	-	-	-	-
Healthy Hunger-Free Kids Act	10.555	24NJ30-AN099	100-010-3350-026	34,100	7/1/23-6/30/24	(5,777)	5,777	-	-	-	-	(6,545)
COVID-19 Supply Chain Assistance Grant (3rd/4th Round)	10.555	23NJ30-AN8903	100-010-3350-116	499,127	10/1/22-9/30/24	281,358	-	(135,418)	-	-	-	145,940
Food Distribution Program (Noncash Assistance)	10.555	25NJ30-AN099	unavailable	277,390	7/1/24-6/30/25	-	277,390	(256,782)	-	-	-	20,608
Total Child Nutrition Cluster												
				113,030	1,439,854	(1,588,430)	-	-	-	-	-	166,548
Local Food for Schools Cooperative Agreement Program												
	10.185	AM22CPJFS000C015	100-010-3350-123	14,888	7/1/24-6/30/25	-	14,888	(14,888)	-	-	-	-
Subtotal												
				-	-	(14,888)	14,888	-	-	-	-	-
Summer Electronic Benefit Transfer Program for Children												
	10.649	25NJ30-AS9009	100-010-3350-115	1,556	7/1/24-6/30/25	-	1,556	(1,556)	-	-	-	-
Subtotal												
				-	-	(1,556)	1,556	-	-	-	-	-
Total Enterprise Fund												
				113,030	1,456,298	(1,604,874)	-	-	-	-	-	166,548
U.S. DEPARTMENT OF TREASURY PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:												
Special Revenue Fund:												
COVID-19 State and Local Fiscal Recovery Funds (ASCERS)	21.027	SLFRPDOEISES	100-034-5065-016	79,739	3/1/20-9/30/24	(218,476)	218,476	-	-	-	-	-
Subtotal												
				(218,476)	218,476	-	-	-	-	-	-	-
Total Special Revenue Fund												
				(218,476)	218,476	-	-	-	-	-	-	-
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:												
General Fund:												
Medical Assistance Program	93.778	2505NJBMAP	100-054-7540-211	33,229	7/1/24-6/30/25	-	33,229	(33,229)	-	-	-	-
Total General Fund												
				-	-	(33,229)	33,229	(33,229)	-	-	-	-
U.S. DEPARTMENT OF EDUCATION PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:												
Special Revenue Fund:												
Title I - Part A												
	84.010	S010A240030	100-034-5064-194	789,329	7/1/24-9/30/25	-	498,856	(788,628)	-	-	(289,772)	-
	84.010	S010A230030	100-034-5064-194	912,397	7/1/23-9/30/24	(515,976)	515,976	-	-	-	-	-
Subtotal												
				(515,976)	1,014,832	(788,628)	-	-	-	-	(289,772)	-
Title II - Part A												
	84.367A	S367A240029	100-034-5063-290	145,573	7/1/24-9/30/25	-	130,996	(135,069)	-	-	(4,073)	-
	84.367A	S367A230029	100-034-5063-290	165,583	7/1/23-9/30/24	(67,110)	67,110	-	-	-	-	-
Subtotal												
				(67,110)	985,106	(135,069)	-	-	-	-	(4,073)	-
Title III, Immigrant												
	84.365A	S365A240030	100-034-5064-187	3,755	7/1/24-9/30/25	-	3,686	(3,756)	-	-	(70)	-
	84.365A	S365A240030	100-034-5064-187	14,885	7/1/24-9/30/25	-	11,826	(13,576)	-	-	(1,747)	-
Title III												
	84.365A	S365A230030	100-034-5064-187	14,416	7/1/23-9/30/24	(10,607)	10,607	-	-	-	-	-
Subtotal												
				(10,607)	26,119	(17,329)	-	-	-	-	(1,817)	-
Title IV												
	84.424A	S424A240031	100-034-5069-031	56,474	7/1/24-9/30/25	-	5,573	(64,150)	-	-	(48,577)	-
	84.424A	S424A230031	100-034-5069-031	60,422	7/1/23-9/30/24	(38,679)	38,679	-	-	-	-	-
Subtotal												
				(38,679)	44,252	(64,150)	-	-	-	-	(48,577)	-
Education Stabilization Fund:												
COVID-19 ARP ESSER III												
	84.425U	S425U210027	100-034-5120-523	4,187,733	3/1/20-9/30/24	(1,099,534)	1,050,024	-	-	49,510	-	-
	84.425U	S425U210027	100-034-5120-523	618,013	3/1/20-9/30/24	(222,332)	222,332	-	-	-	-	-
COVID-19 ARP ESSER III - Accelerated Learning												
	84.425U	S425U210027	100-034-5120-523	42,135	3/1/20-9/30/24	(36,854)	36,854	-	-	-	-	-
COVID-19 ARP ESSER III - Evidence Based - Summer												
	84.425U	S425U210027	100-034-5120-523	42,135	3/1/20-9/30/24	(41,763)	41,763	-	-	-	-	-
COVID-19 ARP ESSER III - Evidence Based - Beyond School Day												
	84.425U	S425U210027	100-034-5120-523	45,000	3/1/20-9/30/24	(45,000)	45,000	-	-	-	-	-
Subtotal												
				(1,445,483)	1,395,973	-	-	-	-	49,510	-	-
New Jersey High Impact Tutoring Grant												
	84.425V	S425V200031	100-034-5120-527	608,016	10/1/23-8/31/24	(579,058)	577,681	-	-	-	(1,377)	-
						(579,058)	577,681	-	-	-	(1,377)	-
Total Education Stabilization Fund												
				(2,024,541)	1,973,654	-	-	-	-	49,510	(1,377)	-
Special Education Cluster:												
IDEA, Part B, Basic Regular												
	84.027A	H027A240100	100-034-5065-016	2,084,653	7/1/24-9/30/25	-	1,487,630	(1,977,790)	-	-	(490,160)	-
	84.027A	H027A230100	100-034-5065-016	2,321,019	7/1/23-9/30/24	(800,124)	800,124	-	-	-	-	-
Subtotal												
				(800,124)	2,287,754	(1,977,790)	-	-	-	-	(490,160)	-
IDEA, Part B, Preschool												
	84.173	H173A240114	100-034-5065-020	104,770	7/1/24-9/30/25	-	104,770	(104,770)	-	-	-	-
	84.173	H173A230114	100-034-5065-020	107,125	7/1/23-9/30/24	(107,125)	107,125	-	-	-	-	-
Subtotal												
				(107,125)	21,885	(104,770)	-	-	-	-	-	-
Total Special Education Cluster												
				(907,249)	2,499,649	(2,082,560)	-	-	-	-	(490,160)	-
Carl D. Perkins Vocational and Technical:												
Career and Technical Education - Basic Grants to States												
	84.048	V048A220030	100-034-5062-084	42,792	7/1/24-9/30/25	-	39,200	(42,634)	-	-	(3,434)	-
	84.048	V048A220030	100-034-5062-084	32,031	7/1/21-9/30/22	(22,958)	22,958	-	-	-	-	-
Subtotal												
				(22,958)	62,158	(42,634)	-	-	-	-	(3,434)	-
Total Special Revenue Fund												
				(3,587,120)	5,818,770	(3,120,370)	-	-	-	49,510	(839,210)	-
Total Federal Financial Assistance												
				\$ (3,692,566)	\$ 7,526,773	\$ (4,758,473)	\$	-	\$	49,510	\$ (1,041,304)	\$ 166,548

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

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
SCHEDULE OF STATE FINANCIAL ASSISTANCE
FOR FISCAL YEAR ENDED JUNE 30, 2025

STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2024	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	REPAYMENT OF PRIOR YEARS BALANCES	BALANCE, JUNE 30, 2025			MEMO	
									ACCOUNTS RECEIVABLE	UNEARNED REVENUE	DUE TO GRANTOR	BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
General Fund:													
New Jersey Department of Education:													
State Aid Public:													
Equalization Aid	495-034-5120-078	32,710,025	7/1/24-6/30/25	\$ -	\$32,710,025	\$ (32,710,025)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,159,353	\$ 32,710,025
Special Education Categorical Aid	495-034-5120-089	7,162,534	7/1/24-6/30/25	-	7,162,534	(7,162,534)	-	-	-	-	-	690,840	7,162,534
Security Aid	495-034-5120-084	944,104	7/1/24-6/30/25	-	944,104	(944,104)	-	-	-	-	-	9,188	944,104
Total State Aid Public					\$40,806,663	(40,806,663)						3,941,381	40,806,663
Transportation Aid	495-034-5120-014	2,909,393	7/1/24-6/30/25	-	2,909,393	(2,909,393)	-	-	-	-	-	281,001	2,909,393
Additional Nonpublic Transportation Aid	495-034-5120-014	210,668	7/1/24-6/30/25	-	-	(210,668)	-	-	-	-	-	-	210,668
Additional Nonpublic Transportation Aid	495-034-5120-014	199,555	7/1/23-6/30/24	(199,555)	199,555	-	-	-	-	-	-	-	-
Extraordinary Aid	495-034-5120-044	2,277,046	7/1/24-6/30/25	-	-	(2,277,046)	-	-	-	-	-	-	2,277,046
Extraordinary Aid	495-034-5120-044	2,218,527	7/1/24-6/30/24	(2,218,527)	2,218,527	-	-	-	-	-	-	-	-
Reimbursed Social Security Tax	495-034-5120-003	4,699,893	7/1/24-6/30/25	-	4,469,964	(4,699,893)	-	-	-	-	-	-	4,699,893
Reimbursed Social Security Tax	495-034-5094-003	4,635,726	7/1/23-6/30/24	(687,025)	687,025	-	-	-	-	-	-	-	-
Noncash Assistance:													
On-Behalf Teacher's Pension & Annuity Fund - Post Retirement Medical	495-034-5094-001	6,212,780	7/1/24-6/30/25	-	6,212,780	(6,212,780)	-	-	-	-	-	-	6,212,780
On-Behalf Teacher's Pension & Annuity Fund	495-034-5094-002	21,262,023	7/1/24-6/30/25	-	21,262,023	(21,262,023)	-	-	-	-	-	-	21,262,023
On-Behalf Teacher's Pension & Annuity Fund - Non-contributory Insurance	495-034-5094-004	9,624	7/1/24-6/30/25	-	9,624	(9,624)	-	-	-	-	-	-	9,624
Total General Fund Assistance				(3,105,107)	78,775,474	(78,388,010)			(2,717,643)			4,222,382	78,388,010
Special Revenue Fund:													
New Jersey Department of Education:													
N.J. Nonpublic Aid:													
Textbook Aid	100-034-5120-067	173	7/1/23-6/30/24	173	-	-	-	(173)	-	-	-	-	-
Nursing Services	100-034-5120-070	360	7/1/23-6/30/24	360	-	-	-	(360)	-	-	-	-	-
Security	100-034-5120-509	615	7/1/23-6/30/24	615	-	-	-	(615)	-	-	-	-	-
Technology	100-034-5120-373	147	7/1/23-6/30/24	147	-	-	-	(147)	-	-	-	-	-
Auxiliary Services (Ch. 192):													
Transportation	100-034-5120-068	207	7/1/24-6/30/25	-	207	-	-	-	-	-	207	-	-
Transportation	100-034-5120-068	290	7/1/23-6/30/24	290	-	-	-	(290)	-	-	-	-	-
Handicapped Services (Ch. 193):													
Corrective Speech	100-034-5120-066	1,860	7/1/24-6/30/25	-	1,860	-	-	-	-	-	1,860	-	-
Examination & Classification	100-034-5120-066	4,650	7/1/23-6/30/24	4,650	-	-	-	(4,650)	-	-	-	-	-
Subtotal				6,235	2,067	-	-	(6,235)	-	-	2,067	-	-
Preschool Expansion Aid	495-034-5120-086	8,633,542	7/1/24-6/30/25	-	8,961,000	(7,689,287)	-	-	-	1,271,713	-	863,354	7,689,287
Preschool Expansion Aid	495-034-5120-086	3,274,585	7/1/23-6/30/24	903,101	-	(903,101)	-	-	-	-	-	903,101	-
Subtotal				903,101	8,961,000	(8,592,388)			-	1,271,713	-	863,354	8,592,388
N.J. School Development Authority Aid:													
Emergent and Capital Maintenance Needs	unavailable	173,776	7/1/23-6/30/24	(173,776)	173,776	-	-	-	-	-	-	-	-
Subtotal				(173,776)	173,776	-							
Total Special Revenue Fund Fund Assistance				735,560	9,136,843	(8,592,388)		(6,235)	-	1,271,713	2,067	863,354	8,592,388
Capital Projects Fund:													
New Jersey Schools Development Authority (SDA):													
Orchard Valley Middle School Window Replacement	5500-050-23-R601	609,911	3/26/24-Completion	(30,459)	-	(554,183)	-	-	(584,652)	-	-	-	554,193
Glenloch Terrace Window Replacement	5500-030-23-R601	83,303	3/26/24-Completion	(5,208)	-	(75,780)	-	-	(60,988)	-	-	-	75,780
Thomas Jefferson Elementary Roof Replacement	5500-028-23-R601	448,220	3/26/24-Completion	(20,668)	-	(364,117)	-	-	(384,785)	-	-	-	364,117
Briches Elementary Roof Replacement	5500-027-23-H502	495,400	3/26/24-Completion	(22,425)	-	(317,591)	-	-	(340,006)	-	-	-	317,591
Total Capital Projects Fund				(78,760)	-	(1,311,671)			(1,390,451)			-	1,311,671
Enterprise Fund:													
State Department of Agriculture:													
State School Lunch Program	495-010-3350-001	38,232	7/1/24-6/30/25	-	31,998	(38,232)	-	-	(6,234)	-	-	-	38,232
State School Lunch Program	495-010-3350-001	40,047	7/1/23-6/30/24	(6,770)	6,770	-	-	-	-	-	-	-	-
Working Class Families State Supplement	495-010-3350-006	33,117	7/1/24-6/30/25	(3,928)	30,922	(33,117)	-	-	(6,123)	-	-	-	33,117
State School Breakfast Program	495-010-3350-002	2,818	7/1/24-6/30/25	-	2,408	(2,818)	-	-	(410)	-	-	-	2,818
State School Breakfast Program	495-010-3350-002	3,523	7/1/23-6/30/24	(624)	624	-	-	-	-	-	-	-	-
Breakfast After the Bell Program	495-010-3350-004	777	7/1/24-6/30/25	-	690	(777)	-	-	(87)	-	-	-	777
Summer Electronic Benefit Transfer Program for Children	100-010-3370-003	1,556	7/1/24-6/30/25	-	1,556	(1,556)	-	-	-	-	-	-	1,556
Total Enterprise Fund Assistance				(11,322)	74,968	(76,560)			(12,914)			-	76,560
Grand Total State Financial Assistance				\$ (2,459,629)	\$ 87,987,285	\$ (88,366,629)	\$ -	\$ -	(6,235)	\$ (4,120,988)	\$ 1,271,713	\$ 2,067	\$ 9,027,117
Less: On-Behalf TPAF Pension System Contributions:													
On-Behalf Teacher's Pension & Annuity Fund - Post Retirement Medical	495-034-5094-001	6,212,780	7/1/24-6/30/25			6,212,780							
On-Behalf Teacher's Pension & Annuity Fund	495-034-5094-002	21,262,023	7/1/24-6/30/25			21,262,023							
On-Behalf Teacher's Pension & Annuity Fund - Non-contributory Insurance	495-034-5094-004	9,624	7/1/24-6/30/25			9,624							
Total State Financial Assistance subject to Major Program Determination						\$ (60,884,202)							

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

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL 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 Washington 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.

WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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 (\$162,622) for the general fund and (\$426,507) 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. 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	\$ 33,229	\$ 78,225,388	\$ 78,258,617
Special Revenue Fund	3,119,912	8,166,339	11,286,251
Capital Projects Fund	-	1,311,671	1,311,671
Food Service Fund	1,604,874	76,560	1,681,434
	<u> </u>	<u> </u>	<u> </u>
Total Awards & Financial Assistance	<u>\$ 4,758,015</u>	<u>\$ 87,779,958</u>	<u>\$ 92,537,973</u>

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

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

Note 6. Adjustments

Amounts reported in the column entitled "adjustments" represent the reclassification of receivables from State to Federal and differences in the liquidation of prior year encumbrances.

WASHINGTON TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL 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 X no

2) Significant deficiency(ies) identified? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major programs:

1) Material weakness(es) identified? yes X no

2) Significant deficiency(ies) identified? yes X none reported

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 X no

Identification of major programs:

Assistance Listing Number(s)	FAIN Number(s)	Name of Federal Program or Cluster
Special Education Cluster:		
84.027A	H024A230100	IDEA Part B, Regular
84.137A	H173A210114	IDEA Preschool

Dollar threshold used to determine Type A programs \$750,000.00

Auditee qualified as low-risk auditee? yes X no

WASHINGTON TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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

State Financial Assistance

Dollar threshold used to determine Type A programs \$1,826,526.00

Auditee qualified as low-risk auditee? yes X no

Internal control over major programs:

1) Material weakness(es) identified? yes X no

2) Significant deficiency(ies) identified? yes X 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 New Jersey OMB's Circular 15-08? yes X no

Identification of major programs:

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
<u>495-034-5120-078</u>	State Aid Public:
<u>495-034-5120-084</u>	Equalization Aid
<u>495-034-5120-089</u>	Security Aid
	Special Education Categorical Aid
<u>495-034-5120-086</u>	Preschool Education Expansion Aid
<u>495-034-5120-044</u>	Extraordinary Aid

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL 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 Office of School Finance, Department of Education, State of New Jersey.

None.

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL 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.

**WASHINGTON TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL 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 Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and New Jersey OMB's Circular 15-08.

Financial Statement Findings

Finding 2024-001

Material audit adjusting journal entries were required to be made to record omitted financial transactions and to properly report financial statements that are free from material misstatement.

Status: Corrective action has been taken.

Finding 2024-002

The School District was unable to provide a capital asset record as of June 30, 2024 that properly included capital asset additions for all expenditures charged to capital outlay budgetary line items. Additionally, the School District's capital asset record did not properly calculate depreciation expense. Audit adjustments were proposed, approved and recorded to report capital assets balances that are free from material misstatement.

Status: Corrective action has been taken.

Federal Awards

No Prior Year Findings.

State Financial Assistance

No Prior Year Findings.