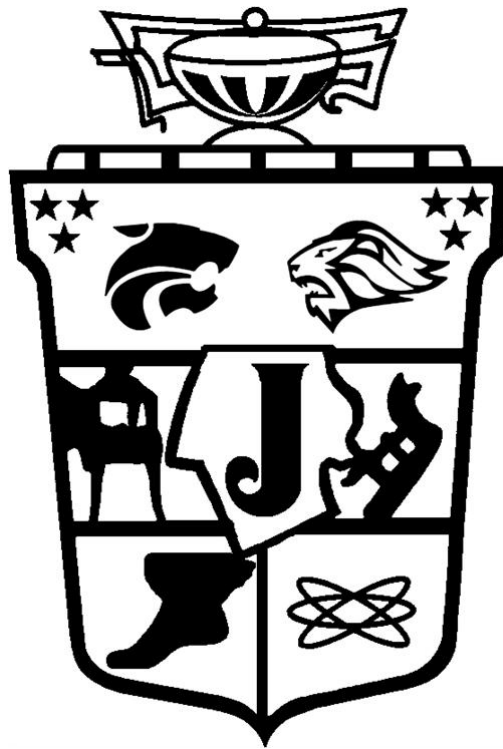


SCHOOL DISTRICT OF JACKSON



Jackson Township Board of Education

Jackson, New Jersey

ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30th, 2024

ANNUAL COMPREHENSIVE
FINANCIAL REPORT

Of the

Jackson Township Board of Education
of Ocean County

Jackson, New Jersey

For the Fiscal Year Ended June 30, 2024

Prepared by

Jackson Township Board of Education
Finance Department

OUTLINE FOR ANNUAL COMPREHENSIVE FINANCIAL REPORT

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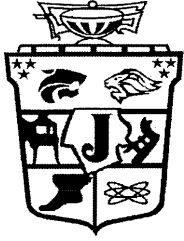
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INTRODUCTORY SECTION



JACKSON TOWNSHIP SCHOOL DISTRICT

151 Don Connor Boulevard
Jackson, NJ 08527-3497
(732) 833-4600
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Nicole Pormilli
Superintendent

Daniel Baginski
Business Administrator/Board Secretary

December 4, 2024

Honorable President and Members of the Board of Education
Jackson Township School District
County of Ocean, New Jersey 08527

Dear Board Members:

The annual comprehensive financial report of the Jackson School District for the fiscal year ended June 30, 2024, 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 Jackson 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 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 management's discussion and analysis, general-purpose financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of The Single Audit Act of 1996 and 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 *OMB Circular 15-08* "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS' SERVICES:

The Jackson 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 Jackson 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 PreK through 12. These include regular, vocational, as well as special education for handicapped children. The District completed the 2023-2024

fiscal year with an average daily enrollment of 7,556 students, which is 0.3% students above the previous year's enrollment. The following details the changes in the student enrollment of the District over the last ten years:

Average Daily Enrollment

| <u>Fiscal Year</u> | <u>Student Enrollment</u> | <u>Percent Change</u> |
|---------------------------|----------------------------------|------------------------------|
| 2023/24 | 7,556 | 0.3% |
| 2022/23 | 7,533 | 0.0% |
| 2021/22 | 7,530 | -1.1% |
| 2020/21 | 7,610 | -4.7% |
| 2019/20 | 7,986 | -1.7% |
| 2018/19 | 8,123* | -1.0%* |
| 2017/18 | 8,205 | -2.7% |
| 2016/17 | 8,434 | -1.9% |
| 2015/16 | 8,601 | -1.2% |
| 2014/15 | 8,707 | -2.6% |

* Indicates a corrected figure.

2. ECONOMIC CONDITION AND OUTLOOK:

The impact of seven years of state aid cuts far exceeds the drop that the district has experienced in enrollment during that same time frame. To add to this differential, the district has experienced a very large increase in the number of non-public students eligible for aid-in-lieu payments and multi-language learners, adding an even greater financial burden on the school district. During that seven year time frame, the district has employed a cut model that has resulted in the elimination of 285 positions, including administration. These cuts have significantly impacted programs and services and created higher class sizes.

With regard to what aid is anticipated for the 25-26 school year, the NJDOE has provided no indication that any sorely needed adjustment to the funding formula will occur. In fact, the Ocean County Executive School Business Official has recommended that we budget for 85% of the state aid received last year, which would represent approximately \$2.5 million less than was received for the 24-25 school year. This reduction in anticipated state aid is even more damaging in the context of the district needing to adjust for a potential loss of over \$11 million in local revenue that was allocated in the 24-25 budget through a sale of land and also the liquidation of remaining referendum accounts that were more than twenty-years old. In addition, the district must also factor in a \$660,000 loss in state aid related to an advanced state aid payment that was received in June 2024 to close a budget deficit in the 23-24 budget, as well as the loss of a \$2.5 million state aid that came to the district via the Governor's budget (i.e. infrastructure money), and the district must also budget for the \$150,000+ salary of the state assigned fiscal monitor. These budget items are in addition to what would be the typical increases that any district has with regard to contractual salary increases, health insurance increases, and increases for tuition in out of district placements. The total impact of these liabilities going into the budget process has left the district with a projected approximate \$17 million deficit going into the budget development process for the 25-26 school year.

In order to address the anticipated decreases in State Aid and anticipated loan payment against the State Aid, the district will be forced, once again, to consider the elimination and restructuring of positions and programs, as well as, maximizing any other miscellaneous revenue sources for the district. Having closed (and still trying to sell one school in Jackson), already eliminating over 285 positions since the start of S-2, pushing class sizes at the historically highest levels that the district has ever had, defunding entire sports programs (Ice Hockey and Gymnastics), merging the high school swimming and bowling teams, and eliminating the district funded activity

bus, the task of identifying further eliminations to programs and staff will be nothing short of impossible. The district has already begun this process by freezing all non-essential spending in all schools and departments, radically limiting the replacement of existing staff and any extra work assignments (e.g. overtime, substitutes). The district is also working quickly to potentially redistrict existing schools and alter grade spans to maximize existing space in a potential cost-saving outcome and to potentially close (and either sell or rent out) another school in the district.

3. EDUCATION PROGRAM

Mission Statement:

The Jackson School District is a partnership of dedicated staff, learners and community members committed to developing the unique abilities of each student through compelling learning experiences in a safe and nurturing environment.

Our comprehensive, engaging and technology-enriched programs inspire, educate and motivate students to become independent, creative and critical thinkers who will thrive in a diverse, evolving global society.

We are resolved that through commitment to scholarship, character and initiative, our students will succeed beyond the expectations of the New Jersey Student Learning Standards as they excel in their life-long pursuit of knowledge.

The Jackson School District educational program spans Pre-Kindergarten to 12th grade in five elementary schools, two middle schools and two high schools. Students have an opportunity to participate in a variety of programs which include, but are not limited to, the following:

- Basic Skills Literacy;
- Basic Skills Math;
- Enrichment;
- Multi-Language Learners;
- Special Education.

The elementary curriculum features a developmentally appropriate approach to learning and an emphasis on activities that promote early literacy. The secondary program offers required and elective courses, which are aligned to the Core Curriculum Content Standards.

The District relies heavily on the use of Title I, II, III, and IV grants to provide educational opportunities and interventions that are not able to be funded through the regular operating budget. Regardless of financial challenges, the District continues to adapt the educational program to the standards set forth by the New Jersey Department of Education.

4. INTERNAL ACCOUNTING CONTROLS:

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

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

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

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 funds. The final budget amount as amended for the fiscal year is reflected in the financial section.

The 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, 2024.

6. ACCOUNTING SYSTEM REPORTS:

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

7. CASH MANAGEMENT:

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

8. 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.

9. OTHER INFORMATION:

A. Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Board selected the accounting firm of Jump, Perry and Company, L.L.P. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of The Single Audit Act of 1996 and the related Uniform Guidance and New Jersey OMB Circular 15-08. The auditor's report on the general-purpose 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.

10. FUTURE GROWTH:

The K - 12 enrollment has been relatively consistent over the last three years with only slight decreases in middle school and high school enrollments. There has been a shift in the enrollment within our schools with Switlik Elementary and Elms Elementary increasing in student enrollment, while other schools, such as Jackson Liberty High School, McAuliffe Middle School, and Rosenauer Elementary School have experienced a decrease in K - 12 enrollment. The district has attempted to balance out this shift in residential school enrollment by controlling the location of district programs, such as Preschool Inclusion, Special Education Self-Contained programs, and Multi-Language Learner programs.

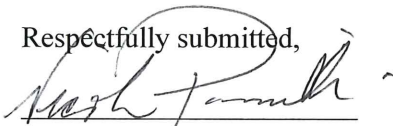
For 25-26, the district is projecting a decrease of approximately 300 public school students in K-12. However, the district is projecting an increase of approximately 60 preschool students for 25-26. This increase will require the need to create four additional preschool inclusion classes for the 2025-2026 school year. These classrooms will require four additional teachers and two additional paraprofessionals, which will be funded through the PEA Grant. The continued decrease in K-12 enrollment has caused the district to form a redistricting committee to potentially change the grade level configurations of schools and possibly close additional schools. These decisions will undoubtedly impact programs and staffing for 25-26.

The district is also projecting the continued growth in the number of non-public students residing in the district from approximately 6,000 non-public students to more than 7,000 non-public students. The district intends to meet the transportation needs of these students in the most fiscally responsible way possible, which may require the hiring of additional bus drivers and will certainly require the devotion of more financial resources to a steep increase in aid-lieu payments.

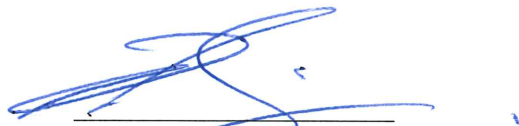
11. ACKNOWLEDGEMENTS:

We would like to express our appreciation to the members of the Jackson School Board for their commitment 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 operations. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,

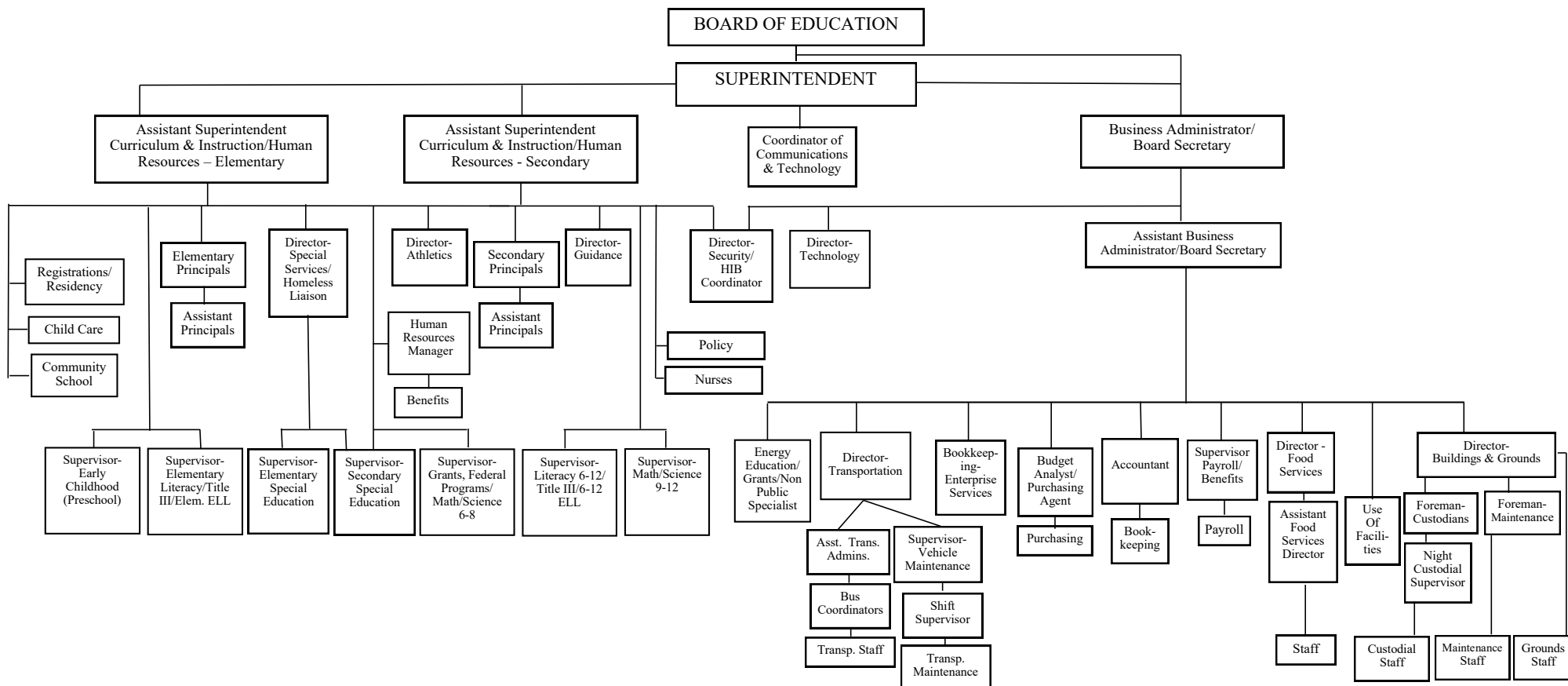


Nicole Pormilli
Superintendent of Schools



Dan Baginski
Business Administrator/Board Secretary

1110 - ORGANIZATIONAL CHART



Adopted: 21 December 2004
 Revised: 17 December 2013
 Revised: 18 August 2015
 Revised: 16 August 2016
 Revised: 21 November 2017
 Revised: 18 September 2019
 Revised: 26 August 2020
 Revised: 30 August 2023

Revised-1st Reading: 21 February 2024
 Revised-2nd Reading/Adoption: 20 March 2024

Jackson Township Board of Education
Jackson, New Jersey

Roster of Officials
June 30, 2024

| <u>Members of the Board of Education</u> | <u>Term Expires</u> |
|--|---------------------|
| Giuseppe Palmeri, Board,President | 2024 |
| Tina Kas, Board Vice President | 2024 |
| Megan Gardella | 2025 |
| Tara Rivera | 2026 |
| Erica Osmond | 2024 |
| Brian McCarron | 2026 |
| Allison Barocas | 2025 |

Other Officials

Nicole Pormilli, Superintendent of Schools

Daniel Baginski, Board Secretary/School Business Administrator

George Stone, Treasurer

Marc H. Zitomer, Board Attorney

Jackson Township Board of Education
Consultants and Advisors

Architect

Spiezle Architects
1395 Yardville Hamilton Square Road
Hamilton, NJ 08691

Audit Firm

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

Attorney

Board Attorney
Marc H. Zitomer
Schenck Price Smith & King, LLP
220 Park Avenue
Florham Park, New Jersey 07932

Special Education Attorney
John Comegno
Comegno Law Group
521 Pleasant Valley Avenue
Moorestown, NJ 08057

Official Depositories

OceanFirst Bank
10 Leesville Road
Jackson, New Jersey 08527

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

Honorable President and
Members of the Board of Education
Jackson Township Board of Education:
County of Ocean
Jackson, New Jersey

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Jackson Township Board of Education in the County of Ocean, State of New Jersey, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above, present fairly in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Jackson Township Board of Education in the County of Ocean, State of New Jersey as of June 30, 2024 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 3, 2024 on our consideration of Jackson Township Board of Education'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 Jackson Township Board of Education 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 Jackson Township Board of Education's internal control over financial reporting and compliance.

Respectfully Submitted,

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


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

REQUIRED SUPPLEMENTARY INFORMATION - PART I

Jackson Township Board of Education
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
Unaudited

The discussion and analysis of Jackson Township Board of Education's financial performance provides an overall review of the School Board's financial activities for the fiscal year ended June 30, 2024. The intent of this discussion and analysis is to look at the School Board's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the School Board's financial performance.

Financial Highlights

Key financial highlights for June 30, 2024 are as follows:

Net position totaled \$48,763,575, which represents a (0.48) percent decrease from June 30, 2023.

General revenues accounted for \$159,119,439 in revenue or 90.97 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$15,790,092 or 9.03 percent of total revenues of \$174,909,531.

Total assets decreased by \$7,079,958 as current assets decreased by \$3,027,789 and capital assets, net decreased by \$4,052,169.

The School Board had \$175,146,711 in expenses; only \$15,790,092 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$159,119,439 were adequate to provide for these programs. The primary source of revenue came from property taxes which represent 58 percent of all revenue.

Among major funds, the General Fund had \$152,212,242 in revenues and \$149,545,665 in expenditures and transfers. The General Fund's balance decreased \$2,666,577 over June 30, 2023. The General Fund's balance is \$4,040,002.

Using this Annual Comprehensive Financial Report (ACFR)

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

Using this Annual Comprehensive Financial Report (ACFR) (continued)

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

Reporting the School Board as a Whole

Statement of Net Position and the Statement of Activities

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

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

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

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

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

Reporting the School Board's Most Significant Funds

Fund Financial Statement

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

Governmental Funds

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

Enterprise Fund

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

The School Board as a Whole

The Statement of Net Position provides the financial perspective of the School Board as a whole. Table 1 provides a summary comparison of the School Board's net position for June 30, 2024 and 2023.

Table 1

Net Position as of June 30, 2024 and June 30, 2023

| | June 30, 2024 | | | June 30, 2023 | | |
|-----------------------------------|-------------------------|--------------------------|----------------------|-------------------------|--------------------------|----------------------|
| | Governmental Activities | Business-type Activities | Total | Governmental Activities | Business-type Activities | Total |
| Assets: | | | | | | |
| Current and other assets | \$ 24,755,550 | \$ 2,109,006 | \$ 26,864,556 | \$ 27,836,707 | \$ 2,055,638 | \$ 29,892,345 |
| Capital assets, net | 138,559,504 | 838,195 | 139,397,699 | 142,473,496 | 976,372 | 143,449,868 |
| Total assets | 163,315,054 | 2,947,201 | 166,262,255 | 170,310,203 | 3,032,010 | 173,342,213 |
| Deferred outflow of resources | 8,317,176 | - | 8,317,176 | 8,398,933 | - | 8,398,933 |
| Liabilities: | | | | | | |
| Current liabilities | 19,289,174 | 382,085 | 19,671,259 | 20,841,201 | 381,259 | 21,222,460 |
| Long-term liabilities outstanding | 102,556,627 | 88,816 | 102,645,443 | 104,034,796 | 100,861 | 104,135,657 |
| Total liabilities | 121,845,801 | 470,901 | 122,316,702 | 124,875,997 | 482,120 | 125,358,117 |
| Deferred inflow of resources | 3,499,154 | - | 3,499,154 | 7,382,274 | - | 7,382,274 |
| Net position: | | | | | | |
| Net investment in capital assets | 89,412,412 | 838,195 | 90,250,607 | 85,754,815 | 976,372 | 86,731,187 |
| Restricted | 1,093,738 | - | 1,093,738 | 2,099,925 | - | 2,099,925 |
| Unrestricted | (44,218,875) | 1,638,105 | (42,580,770) | (41,403,875) | 1,573,518 | (39,830,357) |
| Total Net Position | \$ 46,287,275 | \$ 2,476,300 | \$ 48,763,575 | \$ 46,450,865 | \$ 2,549,890 | \$ 49,000,755 |

The unrestricted net position is a negative balance due to the unfunded liabilities for compensated absences and PERS pension. The District expects to be able to fund these liabilities as they come due annually.

The School Board's combined net position was \$48,763,575 on June 30, 2024. This is a change of (0.48) percent from the previous year.

Table 2 provides a comparison analysis of School Board's changes in net position from fiscal years June 30, 2024 and 2023.

Table 2

Changes in Net Position

| | June 30, 2024 | | | June 30, 2023 | | |
|--|-------------------------|--------------------------|---------------|-------------------------|--------------------------|---------------|
| | Governmental Activities | Business-type Activities | Total | Governmental Activities | Business-type Activities | Total |
| Revenues | | | | | | |
| Program revenues: | | | | | | |
| Charges for services | \$ 486,267 | \$ 2,589,883 | \$ 3,076,150 | \$ 141 | \$ 2,633,114 | \$ 2,633,255 |
| Operating and capital grants and contributions | 10,510,855 | 2,203,087 | 12,713,942 | 10,015,780 | 2,391,730 | 12,407,510 |
| General revenues: | | | | | | |
| Property taxes | 101,167,908 | - | 101,167,908 | 99,205,991 | - | 99,205,991 |
| Federal and state aid | 52,540,836 | - | 52,540,836 | 58,564,932 | - | 58,564,932 |
| Investment earnings | 850,249 | - | 850,249 | 326,044 | - | 326,044 |
| Miscellaneous | 4,560,446 | - | 4,560,446 | 5,589,995 | - | 5,589,995 |
| Total revenues | 170,116,561 | 4,792,970 | 174,909,531 | 173,702,883 | 5,024,844 | 178,727,727 |
| Expenses | | | | | | |
| Instructional services | 63,045,359 | - | 63,045,359 | 64,092,984 | - | 64,092,984 |
| Support services | 106,203,369 | 4,866,560 | 111,069,929 | 101,372,967 | 5,212,205 | 106,585,172 |
| Interest on long-term liabilities | 1,031,423 | - | 1,031,423 | 1,255,595 | - | 1,255,595 |
| Total expenses | 170,280,151 | 4,866,560 | 175,146,711 | 166,721,546 | 5,212,205 | 171,933,751 |
| Change in net position | (163,590) | (73,590) | (237,180) | 6,981,337 | (187,361) | 6,793,976 |
| Net position(deficit) - beginning | 46,450,865 | 2,549,890 | 49,000,755 | 39,469,528 | 2,737,251 | 42,206,779 |
| Net position - beginning restated | \$ 46,450,865 | \$ 2,549,890 | \$ 49,000,755 | \$ 39,469,528 | \$ 2,737,251 | \$ 42,206,779 |
| Net position (deficit) - ending | \$ 46,287,275 | \$ 2,476,300 | \$ 48,763,575 | \$ 46,450,865 | \$ 2,549,890 | \$ 49,000,755 |

Total revenues decreased by \$3,818,196 or 2.14 percent. \$1,961,917 or 51.38 percent of the total revenue decrease was due to the tax levy increase. The tax levy increase was necessary to cover increased costs in salaries and benefits, utilities, the debt service and capital improvements. Property taxes are the majority of total revenues and account for 57.84 percent.

Total expenses increased \$3,212,960 or 1.87 percent.

The decrease in total revenues lead to an decrease of the net position by \$(237,180) or (0.48) percent.

Expenses for Fiscal Year June 30, 2024

Business-Type Activities

Revenues for the District's business-type activities (food service, child care, community school, pre-school programs, digital media and summer elective) were comprised of charges for services and reimbursements. Total Enterprise Fund expenses exceeded revenues by \$73,590.

Charges for services represent \$2,589,883 of revenue. This represents the amount paid by patrons for daily food service.

Federal and state reimbursements for meals, including interest, payments for free lunches and donated commodities was \$2,203,087. These reimbursements decreased by \$188,643 or 7.89 percent from June 30, 2023.

Governmental Activities

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

Table 3

Governmental Activities

| | 2024 | | 2023 | |
|---|----------------------------------|--------------------------------|----------------------------------|--------------------------------|
| | Total Cost of <u>Services</u> | Net Cost of <u>Services</u> | Total Cost of <u>Services</u> | Net Cost of <u>Services</u> |
| Instruction | \$ 63,045,359 | \$ 62,559,092 | \$ 64,092,984 | \$ 64,092,843 |
| Support Services: | | | | |
| Pupils and Instructional Staff | 34,890,115 | 24,379,260 | 34,913,401 | 24,897,621 |
| General Administration, School Administration, Business Operation and Maintenance of Facilities | 54,835,567 | 54,715,349 | 50,966,004 | 50,820,940 |
| Pupil Transportation | 16,477,687 | 16,477,687 | 15,493,562 | 15,493,562 |
| Interest and Fiscal Charges | <u>1,031,423</u> | <u>1,031,423</u> | <u>1,255,595</u> | <u>1,255,595</u> |
| Total Expenses | <u>\$ 170,280,151</u> | <u>\$ 159,162,811</u> | <u>\$ 166,721,546</u> | <u>\$ 156,560,561</u> |

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

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

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

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

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

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

The School Board's Funds

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

As the School Board completed the fiscal year ended June 30, 2024, it reported a combined fund balance of \$5,466,376, which is an decrease of \$(1,529,130). The decrease is due to annual revenues being greater than actual expenditures in 2023-2024. The Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds, Exhibit B-2, presents the reader with a detailed explanation of the increase in fund balance for the fiscal year.

The following schedule presents a summary of General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund revenues for the fiscal year ended June 30, 2024.

| <u>Revenue</u> | <u>2024 Amount</u> | <u>Percent of Total</u> | <u>Increase/ (Decrease) from 2023</u> | <u>Percent of Increase/ (Decrease)</u> |
|-----------------|------------------------|-------------------------|---|--|
| Local Sources | \$ 107,064,870 | 60.79 % | \$ 1,942,699 | 3.10 % |
| State Sources | 59,893,870 | 34.01 | 1,515,450 | 30.36 |
| Federal Sources | <u>9,157,821</u> | <u>5.20</u> | <u>(1,044,471)</u> | <u>14.80</u> |
| Total | <u>\$ 176,116,561</u> | <u>100.00 %</u> | <u>\$ 2,413,678</u> | <u>12.13 %</u> |

The following schedule presents a summary of General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund expenditures for the fiscal year ended June 30, 2024.

| <u>Expenditures</u> | <u>2024 Amount</u> | <u>Percent of Total</u> | <u>Increase/ (Decrease) from 2023</u> | <u>Percent of Increase/ (Decrease)</u> |
|----------------------------|------------------------|-------------------------|---|--|
| Current Expenditures: | | | | |
| Instruction | \$ 63,045,359 | 35.54 % | \$ (1,047,625) | 19.29 % |
| Undistributed Expenditures | 103,321,121 | 58.25 | 1,938,972 | 15.65 |
| Capital Outlay | 2,588,968 | 1.46 | (1,000,611) | 36.13 |
| Debt Service: | | | | |
| Principal | 7,175,000 | 4.04 | 350,000 | 5.00 |
| Interest | <u>1,258,500</u> | <u>0.71</u> | <u>(347,312)</u> | <u>17.07</u> |
| Total | <u>\$ 177,388,948</u> | <u>100.00 %</u> | <u>\$ (106,576)</u> | <u>3.76 %</u> |

General Fund Budgeting Highlights

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

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

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

The General Fund finished the fiscal year approximately \$1,230,304 better than had been budgeted in terms of expenditures. The district achieved savings in energy, transportation, tuition costs, health care and salaries. Revenewise, the General Fund fared about \$775,434 better than expected.

Both revenues and expenditures amounts have been adjusted for the non-budgeted amounts reflected in the comparison schedule for reimbursed TPAF social security contributions and on behalf TPAF postretirement medical contributions

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

| | |
|---------------------|-----------|
| Capital Reserve | 459,156 |
| Unemployment Claims | 1,203,282 |

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

Capital Assets and Debt Administration

Capital Assets. At the end of the fiscal year June 30, 2024, the School Board had \$139,397,699 invested in land, buildings, site improvements and machinery and equipment.

Table 4

Capital Assets (Net of Depreciation) at June 30, 2024 and June 30, 2023

| | Governmental Activities | | Business-type Activities | | Total | |
|---------------------------|-------------------------|----------------------|--------------------------|-------------------|----------------------|----------------------|
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Land | \$ 15,707,450 | \$ 15,707,450 | \$ - | \$ - | \$ 15,707,450 | \$ 15,707,450 |
| Construction in Progress | 26,233,879 | 26,233,879 | - | - | 26,233,879 | 26,233,879 |
| Site Improvements | 10,229,406 | 8,750,344 | - | - | 10,229,406 | 8,750,344 |
| Building and Improvements | 80,235,007 | 84,981,139 | 770,098 | 795,347 | 81,005,105 | 85,776,486 |
| Machinery and Equipment | 6,153,762 | 6,800,685 | 68,097 | 181,025 | 6,221,859 | 6,981,710 |
| Total | \$138,559,504 | \$142,473,497 | \$ 838,195 | \$ 976,372 | \$139,397,699 | \$143,449,869 |

During the current fiscal year, \$2,537,113 of capital assets were capitalized as additions. Increases in capital assets were offset by depreciation expense for the year.

Debt Administration. The District's long-term liabilities are as follows for the governmental and business-type activities:

| | <u>June 30, 2024</u> | <u>June 30, 2023</u> |
|------------------------------------|------------------------------|------------------------------|
| Bonds Payable (net) | \$ 22,865,000 | \$ 30,040,000 |
| Capital Leases payable | 25,600,862 | 25,770,374 |
| Pension Liability-PERS | 40,274,094 | 39,619,016 |
| Unamortized bond premium | 1,257,159 | 1,885,739 |
| State aid loan advance | 6,000,000 | - |
| Compensated Absences payable | <u>6,559,512</u> | <u>6,719,667</u> |
| Total long-term liabilities | <u>\$ 102,556,627</u> | <u>\$ 104,034,796</u> |

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

Economic Factors and Next Year's Budget

For the 2023-2024 school year, the School Board was able to sustain its budget through the local tax levy, state education aid and local revenue sources. Approximately 39.21% of the School Board's revenue is from federal, state and other aid (restricted and not restricted), while 60.79% of total revenue is from local sources.

The \$(44,218,875) in unrestricted net position for all governmental activities represents the accumulated results of all past years' operations. It means that if the School Board had to pay off all bills today, including all of the School Board's non-capital liabilities (compensated absences, etc.), the School Board would owe this value to debtors.

The 2023-2024 budget was adopted in March 2023 based in part on the state education aid the School Board anticipated receiving. Any future increases based on the enrollment formula, originally formulated to allocate state education aid amongst school boards, will be minimal. Future decreases in local revenue and state education aid will place additional burden on the Borough of Jackson for increased aid.

For the Future

The Jackson School District is in good financial condition presently. The School District is proud of its community support of the public schools. The K-12 enrollment has been relatively consistent over the last three years with only slight decreases in middle school and high school enrollments. There has been a shift in the enrollment within our schools with Switlik Elementary and Elms Elementary increasing in student enrollment, while other schools, such as Jackson Liberty High School, McAuliffe Middle School, and Rosenauer Elementary School have experienced a decrease in K - 12 enrollment. The district has attempted to balance out this shift in residential school enrollment by controlling the location of district programs, such as Preschool Inclusion, Special Education Self-Contained programs, and Multi-Language Learner programs.

For 25-26, the district is projecting a decrease of approximately 300 public school students in K-12. However, the district is projecting an increase of approximately 60 preschool students for 25-26. This increase will require the need to create four additional preschool inclusion classes for the 2025-2026 school year. These classrooms will require four additional teachers and two additional paraprofessionals, which will be funded through the PEA Grant. The continued decrease in K-12 enrollment has caused the district to form a redistricting committee to potentially change the grade level configurations of schools and possibly close additional schools. These decisions will undoubtedly impact programs and staffing for 25-26.

The district is also projecting the continued growth in the number of non-public students residing in the district from approximately 6,000 non-public students to more than 7,000 non-public students. The district intends to meet the transportation needs of these students in the most fiscally responsible way possible, which may require the hiring of additional bus drivers and will certainly require the devotion of more financial resources to a steep increase in aid-lieu payments. We anticipate several new non-public schools opening in 2025-2026 and it would be our intention to consider transporting students with our own transportation department instead of paying aid in lieu or contracting to an outside vendor.

Seven years of rapidly decreasing state aid has caused the district to prioritize the continuation of instructional programs over the maintenance and upkeep of district facilities, which has left our facilities in great need. For 2025-2026, the district will once again struggle to allocate the necessary financial resources for these necessary upgrades. If funds allow, the district plans to remove the existing trailers, which are no longer being used for instructional purposes and return those sites to their natural state. If funds permit, the district also intends to complete several badly needed paving projects, including the paving at Jackson Memorial High School, the Memorial Transportation Depot, and the Johnson Elementary School. Any remaining facilities funds will be dedicated to the regular routine maintenance of our facilities in alignment with our Comprehensive Maintenance Plan.

It is worth noting that the district has also moved further along in the process of formulating a possible referendum project to address widespread facility needs to be timed with maturity of current debt service in 2026-2027 with a potential referendum to be held in early 2026.

The Jackson School District's system for financial planning, budgeting and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenge of the future. In conclusion, the Jackson School District has committed itself to financial excellence for many years.

Contacting the School Board's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or need additional information, you may contact the School Business Administrator/Board Secretary at Jackson Township Board of Education,, Jackson, NJ, 08527.

BASIC FINANCIAL STATEMENTS

JACKSON TOWNSHIP SCHOOL DISTRICT
Statement of Net Position
June 30, 2024

| | Governmental Activities | Business-type Activities | Total |
|---------------------------------------|------------------------------------|-------------------------------------|----------------------|
| ASSETS | | | |
| Cash and cash equivalents | \$ 18,055,134 | \$ 1,607,127 | \$ 19,662,261 |
| Receivables - other | 475,228 | 85,491 | 560,719 |
| Receivables - state | 3,892,440 | 6,156 | 3,898,596 |
| Receivables - federal | 2,332,748 | 111,394 | 2,444,142 |
| Inventory | - | 69,032 | 69,032 |
| Due from other funds | - | 229,806 | 229,806 |
| Capital assets, non-depreciable | 41,941,329 | - | 41,941,329 |
| Capital assets, depreciable, net: | 96,618,175 | 838,195 | 97,456,370 |
| Total assets | <u>163,315,054</u> | <u>2,947,201</u> | <u>166,262,255</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | | |
| Deferred outflows - PERS | 7,060,017 | - | 7,060,017 |
| Premium on bond refunding | 1,257,159 | - | 1,257,159 |
| Total deferred outflows of resources | <u>8,317,176</u> | <u>-</u> | <u>8,317,176</u> |
| LIABILITIES | | | |
| Accounts payable | 2,220,840 | 48,547 | 2,269,387 |
| Other liabilities | 7,477,909 | - | 7,477,909 |
| Due to other funds | 79,758 | 150,048 | 229,806 |
| Unearned revenue | 9,510,667 | 183,490 | 9,694,157 |
| Noncurrent liabilities: | | | |
| Due within one year | 10,980,494 | - | 10,980,494 |
| Due beyond one year | 91,576,133 | 88,816 | 91,664,949 |
| Total liabilities | <u>121,845,801</u> | <u>470,901</u> | <u>122,316,702</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Deferred inflows - PERS | 2,817,924 | - | 2,817,924 |
| Deferred premium on refunding | 681,230 | - | 681,230 |
| Total deferred inflows of resources | <u>3,499,154</u> | <u>-</u> | <u>3,499,154</u> |
| NET POSITION | | | |
| Net investment in capital assets | 89,412,412 | 838,195 | 90,250,607 |
| Restricted for: | | | |
| Debt service | - | - | - |
| Capital projects | 1,090,039 | - | 1,090,039 |
| Other purposes | 3,699 | - | 3,699 |
| Unrestricted | (44,218,875) | 1,638,105 | (42,580,770) |
| Total net position | <u>\$ 46,287,275</u> | <u>\$ 2,476,300</u> | <u>\$ 48,763,575</u> |

JACKSON TOWNSHIP SCHOOL DISTRICT
Statement of Activities
For the Year Ended June 30, 2024

| Functions/Programs | Expenses | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position | | |
|---|----------------|----------------------|------------------------------------|----------------------------------|---|--------------------------|------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities | Business-type Activities | Total |
| Governmental activities: | | | | | | | |
| Current: | | | | | | | |
| Regular instruction | \$ 43,971,758 | \$ 486,267 | \$ - | \$ - | \$ (43,485,491) | \$ - | \$ (43,485,491) |
| Special schools instruction | 15,544,477 | - | - | - | (15,544,477) | - | (15,544,477) |
| Other special instruction | 3,529,124 | - | - | - | (3,529,124) | - | (3,529,124) |
| Support services and undistributed costs: | | | | | | | |
| Instruction | 3,192,458 | - | - | - | (3,192,458) | - | (3,192,458) |
| Health services | 1,334,959 | - | - | - | (1,334,959) | - | (1,334,959) |
| Other support services | 18,739,630 | - | - | - | (18,739,630) | - | (18,739,630) |
| Educational media services | 1,099,322 | - | - | - | (1,099,322) | - | (1,099,322) |
| Instruction staff training | 12,891 | - | - | - | (12,891) | - | (12,891) |
| General administrative services | 1,971,701 | - | - | - | (1,971,701) | - | (1,971,701) |
| School administrative services | 5,594,340 | - | - | - | (5,594,340) | - | (5,594,340) |
| Central services | 1,625,239 | - | - | - | (1,625,239) | - | (1,625,239) |
| Admin info technology | 1,248,507 | - | - | - | (1,248,507) | - | (1,248,507) |
| Allowed maintenance for school facilities | 1,531,033 | - | - | - | (1,531,033) | - | (1,531,033) |
| Other operation & maintenance of plant | 14,189,108 | - | - | - | (14,189,108) | - | (14,189,108) |
| Care and upkeep of grounds | 840,658 | - | - | - | (840,658) | - | (840,658) |
| Security | 997,144 | - | - | - | (997,144) | - | (997,144) |
| Student transportation services | 16,477,687 | - | - | - | (16,477,687) | - | (16,477,687) |
| Unallocated employee benefits | 26,777,728 | - | - | - | (26,777,728) | - | (26,777,728) |
| Non-budgeted expenses | 10,510,855 | - | 10,510,855 | - | - | - | - |
| Special schools | 60,109 | - | - | - | (60,109) | - | (60,109) |
| Interest expense | 1,031,423 | - | - | - | (1,031,423) | - | (1,031,423) |
| Total governmental activities | 170,280,151 | 486,267 | 10,510,855 | - | (159,283,029) | - | (159,283,029) |
| Business-type activities: | | | | | | | |
| Food service, Childcare, Community School | 4,866,560 | 2,589,883 | 2,203,087 | - | - | (73,590) | (73,590) |
| Total business-type activities | 4,866,560 | 2,589,883 | 2,203,087 | - | - | (73,590) | (73,590) |
| Total primary government | \$ 175,146,711 | \$ 3,076,150 | \$ 12,713,942 | \$ - | \$ (159,283,029) | \$ (73,590) | \$ (159,356,619) |
| General revenues: | | | | | | | |
| Taxes: | | | | | | | |
| Property taxes levied for general purpose | | | | | 93,274,519 | - | 93,274,519 |
| Taxes levied for debt service | | | | | 7,893,389 | - | 7,893,389 |
| Federal and state aid - not restricted | | | | | 36,945,380 | - | 36,945,380 |
| Federal and state aid -restricted | | | | | 1,356,665 | - | 1,356,665 |
| State aid - restricted | | | | | 14,238,791 | - | 14,238,791 |
| Miscellaneous income | | | | | 4,560,446 | - | 4,560,446 |
| Investment earnings - restricted | | | | | 850,249 | - | 850,249 |
| Total general revenues | | | | | 159,119,439 | - | 159,119,439 |
| Change in net position | | | | | (163,590) | (73,590) | (237,180) |
| Net position, July 1 | | | | | 46,450,865 | 2,549,890 | 49,000,755 |
| Net position—ending | | | | | \$ 46,287,275 | \$ 2,476,300 | \$ 48,763,575 |

JACKSON TOWNSHIP SCHOOL DISTRICT
 Balance Sheet
 Governmental Funds
 June 30, 2024

| | General Fund | Special Revenue Fund | Capital Projects Fund | Debt Service Fund | Total Governmental Funds |
|---|----------------------|----------------------------|-----------------------------|-------------------------|--------------------------------|
| ASSETS | | | | | |
| Cash and cash equivalents | \$ 14,736,565 | \$ 1,451,416 | \$ 630,883 | \$ 777,114 | \$ 17,595,978 |
| Capital reserve | 459,156 | - | - | - | 459,156 |
| Receivables, net | 475,228 | - | - | - | 475,228 |
| Due from other funds | 1,780,716 | - | - | - | 1,780,716 |
| Receivables - State | 3,892,440 | - | - | - | 3,892,440 |
| Receivables - Federal | - | 2,332,748 | - | - | 2,332,748 |
| Prepaid expenses | - | - | - | - | - |
| Total assets | <u>\$ 21,344,105</u> | <u>\$ 3,784,164</u> | <u>\$ 630,883</u> | <u>\$ 777,114</u> | <u>\$ 26,536,266</u> |
| LIABILITIES AND FUND BALANCES | | | | | |
| Liabilities: | | | | | |
| Accounts payable | \$ 1,979,978 | \$ 240,862 | \$ - | \$ - | \$ 2,220,840 |
| Interfund payable | 79,758 | 1,661,387 | - | 119,329 | 1,860,474 |
| Payroll deductions and withholdings payable | 4,273,888 | - | - | - | 4,273,888 |
| Other liabilities | 3,197,711 | - | - | - | 3,197,711 |
| Payable to federal government | - | - | - | - | - |
| Payable to state government | - | - | - | - | - |
| Unearned revenue | 7,772,768 | 1,080,114 | - | 657,785 | 9,510,667 |
| Due to grantor | - | 6,310 | - | - | 6,310 |
| Total liabilities | <u>17,304,103</u> | <u>2,988,673</u> | <u>-</u> | <u>777,114</u> | <u>21,069,890</u> |
| Fund Balances: | | | | | |
| Restricted for: | | | | | |
| Capital reserve account | 459,156 | - | - | - | 459,156 |
| Maintenance reserve account | - | - | - | - | - |
| Emergency reserve account | - | - | - | - | - |
| Unemployment compensation | 1,203,282 | - | - | - | 1,203,282 |
| Student activities | - | 795,491 | - | - | 795,491 |
| Preschool education aid | - | - | - | - | - |
| Excess surplus | - | - | - | - | - |
| Excess surplus -- designated for subsequent year's expenditures | - | - | - | - | - |
| Committed to: | | | | | |
| Other purposes | - | - | - | - | - |
| Debt service fund | - | - | - | - | - |
| Capital projects fund | - | - | 630,883 | - | 630,883 |
| Assigned to: | | | | | |
| Other purposes | 3,699 | - | - | - | 3,699 |
| Designated by the BOE for subsequent year's expenditures | 250,000 | - | - | - | 250,000 |
| Unassigned to: | | | | | |
| General fund | 2,123,865 | - | - | - | 2,123,865 |
| Total Fund balances | <u>4,040,002</u> | <u>795,491</u> | <u>630,883</u> | <u>-</u> | <u>5,466,376</u> |
| Total liabilities and fund balances | <u>\$ 21,344,105</u> | <u>\$ 3,784,164</u> | <u>\$ 630,883</u> | <u>\$ 777,114</u> | |

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

| | |
|---|----------------------|
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. | 138,559,504 |
| Deferred outflows related to the PERS pension plan | 7,060,017 |
| Deferred inflows related to the PERS pension plan | (2,817,924) |
| Deferred inflows on refunding of bonds | 1,257,159 |
| Bond premium is being amortized over the life of the related bonds. The amortization is not recorded in the funds. The original costs were \$7,618,957. | (681,230) |
| Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. | (102,556,627) |
| Net position of governmental activities | <u>\$ 46,287,275</u> |

JACKSON TOWNSHIP SCHOOL DISTRICT
Statement of Revenues, Expenditures, And Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2024

| | General Fund | Special Revenue Fund | Capital Projects Fund | Debt Service Fund | Total Governmental Funds |
|--|-----------------------|----------------------------|-----------------------------|-------------------------|--------------------------------|
| REVENUES | | | | | |
| Local sources: | | | | | |
| Local tax levy | \$ 93,274,519 | \$ - | \$ - | \$ 7,893,389 | \$ 101,167,908 |
| Tuition charges | 486,267 | - | - | - | 486,267 |
| Interest on investments | 776,632 | - | - | - | 776,632 |
| Interest earned on capital reserve funds | 30,769 | - | - | - | 30,769 |
| Interest earned on unemployment | 42,848 | - | - | - | 42,848 |
| Miscellaneous | 2,788,307 | 1,772,139 | - | - | 4,560,446 |
| Total - Local Sources | 97,399,342 | 1,772,139 | - | 7,893,389 | 107,064,870 |
| State sources | 53,456,235 | 5,966,197 | - | 471,438 | 59,893,870 |
| Federal sources | 1,356,665 | 7,801,156 | - | - | 9,157,821 |
| Total revenues | <u>\$ 152,212,242</u> | <u>\$ 15,539,492</u> | <u>\$ -</u> | <u>\$ 8,364,827</u> | <u>\$ 176,116,561</u> |
| EXPENDITURES | | | | | |
| Current: | | | | | |
| Regular instruction | \$ 34,602,492 | \$ 9,369,266 | \$ - | \$ - | \$ 43,971,758 |
| Special education instruction | 15,544,477 | - | - | - | 15,544,477 |
| Other special instruction | 3,529,124 | - | - | - | 3,529,124 |
| Undistributed - current: | | | | | |
| Instruction | 3,192,458 | - | - | - | 3,192,458 |
| Attendance and social work | 196,634 | - | - | - | 196,634 |
| Health services | 1,334,959 | - | - | - | 1,334,959 |
| Other support services | 11,570,431 | 6,972,565 | - | - | 18,542,996 |
| Educational media services | 1,099,322 | - | - | - | 1,099,322 |
| Instruction staff training | 12,891 | - | - | - | 12,891 |
| General administrative services | 1,971,701 | - | - | - | 1,971,701 |
| School administrative services | 5,594,340 | - | - | - | 5,594,340 |
| Allowed maintenance for school facilities | 1,531,033 | - | - | - | 1,531,033 |
| Other operation & maintenance of plant | 7,855,660 | - | - | - | 7,855,660 |
| Care and upkeep of grounds | 840,658 | - | - | - | 840,658 |
| Security | 997,144 | - | - | - | 997,144 |
| Student transportation services | 16,477,687 | - | - | - | 16,477,687 |
| Central services | 1,625,239 | - | - | - | 1,625,239 |
| Admin info technology | 1,248,507 | - | - | - | 1,248,507 |
| Unallocated employee benefits | 30,485,671 | - | - | - | 30,485,671 |
| Non-budgeted expenditures | 10,510,855 | - | - | - | 10,510,855 |
| Special schools | 60,109 | - | - | - | 60,109 |
| Debt service: | | | | | |
| Principal | - | - | - | 7,175,000 | 7,175,000 |
| Interest and other charges | - | - | - | 1,258,500 | 1,258,500 |
| Capital outlay | 1,663,524 | 202,551 | 722,893 | - | 2,588,968 |
| Total expenditures | <u>151,944,916</u> | <u>16,544,382</u> | <u>722,893</u> | <u>8,433,500</u> | <u>177,645,691</u> |
| Excess (Deficiency) of revenues over expenditures | <u>267,326</u> | <u>(1,004,890)</u> | <u>(722,893)</u> | <u>(68,673)</u> | <u>(1,529,130)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Transfers in | - | 1,098,251 | 1,301,000 | - | 2,399,251 |
| Transfers out | (2,399,251) | - | - | - | (2,399,251) |
| Total other financing sources and uses | <u>(2,399,251)</u> | <u>1,098,251</u> | <u>1,301,000</u> | <u>-</u> | <u>-</u> |
| Net change in fund balances | (2,131,925) | 93,361 | 578,107 | (68,673) | (1,529,130) |
| Fund balance—July 1 | 6,171,927 | 702,130 | 52,776 | 68,673 | 6,995,506 |
| Fund balance—June 30 | <u>\$ 4,040,002</u> | <u>\$ 795,491</u> | <u>\$ 630,883</u> | <u>\$ -</u> | <u>\$ 5,466,376</u> |

JACKSON TOWNSHIP 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, 2024

Total net change in fund balances - governmental funds (from B-2) \$ (1,529,130)

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 | (6,429,951) | |
| Capital outlays | <u>2,517,759</u> | (3,912,192) |

In the statement of activities, only the gain on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from a sale increase financial resources. Thus, the change in net position will differ from the change in fund balance by the cost of the asset removed.

| | | |
|---|------------------|---------|
| Accumulated depreciation on capital assets sold or retired during the fiscal year ended June 30, 2024 | 175,494 | |
| Cost basis of capital assets sold or retired during the fiscal year ended June 30, 2024 | <u>(177,294)</u> | (1,800) |

In the Statement of Activities, the PERS pension expense is the amount paid plus net change in the Deferred Outflows, Deferred Inflows and pension liability as reported by the State of New Jersey 3,547,788

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. 7,175,000

In the Statement of Activities, the amortization of bond issuance costs is recorded as interest expense . In the governmental funds, the amortization is not recorded. (114,741)

Capital leases are an other financing source in the Governmental Funds; however, the acquisition increases long-term liabilities in the Statement of Net Position and is not reported in the Statement of Activities. (2,376,195)

In the Statement of Activities, the amortization of bond premium is recorded as a reduction to interest expense . In the governmental funds, the amortization is not recorded. 341,818

In the Statement of Activities, additional state aid is recorded as revenue. In the governmental funds, the additional state aid is recorded as a loan. (6,000,000)

In the Statement of Activities, the principal payments on capital leases are recorded as a reduction in the long-term liability. In the governmental funds, the payments are an expenditure. (Amount is net of payments included in capital outlay) 2,545,707

In the statement of activities, certain operating expenses, e.g., compensated absences (sick leave) and special termination benefits (early retirement incentive) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used, essentially, the amounts actually paid. 160,155

Change in net position of governmental activities \$ (163,590)

**Jackson Township School District
Statement of Net Position
Proprietary Funds
June 30, 2024**

| | Business-type Activities - Enterprise Funds | | | | | | | |
|------------------------------------|--|----------------------------|----------------------------------|----------------------------|-------------------------------|-----------------------------|-----------------------------|---------------------|
| | Food Service Fund | Child Care Fund | Community School Fund | Pre School Fund | Digital Media Fund | Summer Electives | Stem Summer Camp | Totals |
| ASSETS | | | | | | | | |
| Current assets: | | | | | | | | |
| Cash and cash equivalents | \$ 661,078 | \$ 739,652 | \$ 100,728 | \$ 34,796 | \$ 11,462 | \$ 54,827 | \$ 4,584 | \$ 1,607,127 |
| Accounts receivable - State | 6,156 | - | - | - | - | - | - | 6,156 |
| Account receivable - Federal | 111,394 | - | - | - | - | - | - | 111,394 |
| Interfund receivable | 229,806 | - | - | - | - | - | - | 229,806 |
| Other receivables | 85,491 | - | - | - | - | - | - | 85,491 |
| Inventories | 69,032 | - | - | - | - | - | - | 69,032 |
| Total current assets | <u>1,162,957</u> | <u>739,652</u> | <u>100,728</u> | <u>34,796</u> | <u>11,462</u> | <u>54,827</u> | <u>4,584</u> | <u>2,109,006</u> |
| Noncurrent assets: | | | | | | | | |
| Furniture, machinery & equipment | 2,332,788 | - | - | - | - | - | - | 2,332,788 |
| Less accumulated depreciation | <u>(1,494,593)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(1,494,593)</u> |
| Total noncurrent assets | 838,195 | - | - | - | - | - | - | 838,195 |
| Total assets | <u>\$ 2,001,152</u> | <u>\$ 739,652</u> | <u>\$ 100,728</u> | <u>\$ 34,796</u> | <u>\$ 11,462</u> | <u>\$ 54,827</u> | <u>\$ 4,584</u> | <u>\$ 2,947,201</u> |
| LIABILITIES | | | | | | | | |
| Current liabilities: | | | | | | | | |
| Accounts payable | \$ - | \$ 47,722 | \$ - | \$ - | \$ 825 | \$ - | \$ - | \$ 48,547 |
| Deferred revenue | 49,102 | 104,338 | - | - | - | 30,050 | - | 183,490 |
| Interfund payable | - | 150,048 | - | - | - | - | - | 150,048 |
| Compensated absences | 77,034 | 11,782 | - | - | - | - | - | 88,816 |
| Total current liabilities | <u>126,136</u> | <u>313,890</u> | <u>-</u> | <u>-</u> | <u>825</u> | <u>30,050</u> | <u>-</u> | <u>470,901</u> |
| NET POSITION | | | | | | | | |
| Investment in capital assets | 838,195 | | | | | | | 838,195 |
| Unrestricted | 1,036,821 | 425,762 | 100,728 | 34,796 | 10,637 | 24,777 | 4,584 | 1,638,105 |
| Total net position | <u>1,875,016</u> | <u>425,762</u> | <u>100,728</u> | <u>34,796</u> | <u>10,637</u> | <u>24,777</u> | <u>4,584</u> | <u>2,476,300</u> |
| Total liabilities and net position | <u>\$ 2,001,152</u> | <u>\$ 739,652</u> | <u>\$ 100,728</u> | <u>\$ 34,796</u> | <u>\$ 11,462</u> | <u>\$ 54,827</u> | <u>\$ 4,584</u> | <u>\$ 2,947,201</u> |

JACKSON TOWNSHIP SCHOOL DISTRICT
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2024

| | Business-type Activities - | | | | | | Total |
|--|----------------------------|-------------------|-----------------------|------------------------------------|--------------------|------------------|---------------------|
| | Food Service Fund | Child Care Fund | Community School Fund | Enterprise Fund Pre School Fund | Digital Media Fund | Summer Electives | |
| Operating revenues: | | | | | | | |
| Charges for services: | | | | | | | |
| Daily sales | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Daily sales - non-reimbursable programs | 1,334,484 | - | - | - | - | - | 1,334,484 |
| Tuition | - | 1,196,283 | - | - | - | - | 1,196,283 |
| Miscellaneous | - | - | - | - | 23,980 | 34,286 | 59,116 |
| Total operating revenues | <u>1,334,484</u> | <u>1,196,283</u> | <u>-</u> | <u>-</u> | <u>23,980</u> | <u>34,286</u> | <u>2,589,883</u> |
| Operating expenses: | | | | | | | |
| Cost of sales | 1,405,368 | - | - | - | - | - | 1,405,368 |
| Salaries and benefits | 1,626,625 | 803,414 | - | - | 24,288 | 15,188 | 2,470,355 |
| Employee benefits | - | 187,972 | - | - | - | - | 187,972 |
| Purchased property service | 488,119 | 9,097 | - | - | - | - | 497,216 |
| General supplies | 130,304 | 1,553 | - | - | 1,108 | 12,254 | 146,211 |
| Depreciation | 157,531 | - | - | - | - | - | 157,531 |
| Other expenses | - | 1,001 | - | - | 906 | - | 1,907 |
| Total Operating Expenses | <u>3,807,947</u> | <u>1,003,037</u> | <u>-</u> | <u>-</u> | <u>26,302</u> | <u>27,442</u> | <u>4,866,560</u> |
| Operating income (loss) | <u>(2,473,463)</u> | <u>193,246</u> | <u>-</u> | <u>-</u> | <u>(2,322)</u> | <u>6,844</u> | <u>(2,276,677)</u> |
| Nonoperating revenues (expenses): | | | | | | | |
| State sources: | | | | | | | |
| State school lunch program | 83,627 | - | - | - | - | - | 83,627 |
| State school breakfast program | 9,017 | - | - | - | - | - | 9,017 |
| Federal sources: | | | | | | | |
| National school lunch program | 1,387,457 | - | - | - | - | - | 1,387,457 |
| National school breakfast program | 266,784 | - | - | - | - | - | 266,784 |
| Supply Chain Assistance | 176,996 | - | - | - | - | - | 176,996 |
| P-EBT Admin Cost Reimbursement | 3,256 | - | - | - | - | - | 3,256 |
| Summer food service program for children | - | - | - | - | - | - | - |
| Food distribution program | 275,950 | - | - | - | - | - | 275,950 |
| Total nonoperating revenues (expenses) | <u>2,203,087</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>2,203,087</u> |
| Change in net position | <u>(270,376)</u> | <u>193,246</u> | <u>-</u> | <u>-</u> | <u>(2,322)</u> | <u>6,844</u> | <u>(73,590)</u> |
| Total net position—beginning | <u>2,145,392</u> | <u>232,516</u> | <u>100,728</u> | <u>34,796</u> | <u>12,959</u> | <u>17,933</u> | <u>2,549,890</u> |
| Total net position—ending | <u>\$ 1,875,016</u> | <u>\$ 425,762</u> | <u>\$ 100,728</u> | <u>\$ 34,796</u> | <u>\$ 10,637</u> | <u>\$ 24,777</u> | <u>\$ 2,476,300</u> |

JACKSON TOWNSHIP SCHOOL DISTRICT
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2024

| | Food Service | Child Care Fund | Community School Fund | Pre School Fund | Digital Media Fund | Summer Electives | Stem Summer Camp | Total |
|--|-----------------------|--------------------|--------------------------|--------------------|-----------------------|---------------------|---------------------|-----------------------|
| Cash Flows from Operating Activities: | | | | | | | | |
| Receipts from customers and other funds | \$ 1,277,765 | \$ 1,185,412 | \$ - | \$ - | \$ 23,980 | \$ 31,386 | \$ 500 | \$ 2,519,043 |
| Payments to employees | (3,044,038) | (803,414) | - | - | (24,288) | (15,188) | (840) | (3,887,768) |
| Payments for utilities | - | - | - | - | - | - | - | - |
| Payments to management company | - | - | - | - | - | - | - | - |
| Payments to suppliers | (330,475) | (205,494) | - | - | (2,139) | (12,254) | (2,281) | (552,643) |
| Net cash provided by (used in) operating activities | <u>(2,096,748)</u> | <u>176,504</u> | <u>-</u> | <u>-</u> | <u>(2,447)</u> | <u>3,944</u> | <u>(2,621)</u> | <u>(1,921,368)</u> |
| Cash Flows from Noncapital Financing Activities | | | | | | | | |
| State sources | 91,391 | - | - | - | - | - | - | 91,391 |
| Federal sources | 1,858,485 | - | - | - | - | - | - | 1,858,485 |
| Net cash provided by (used in) noncapital financing activities | <u>1,949,876</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>1,949,876</u> |
| Cash Flows from Capital and Related Financing Activities | | | | | | | | |
| Purchases of capital assets | (19,354) | - | - | - | - | - | - | (19,354) |
| Net cash provided by (used in) capital and related financing activities | <u>(19,354)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(19,354)</u> |
| Net increase (decrease) in cash and cash equivalents | (166,226) | 176,504 | - | - | (2,447) | 3,944 | (2,621) | 9,154 |
| Balances-beginning of the year | 827,304 | 563,148 | 100,728 | 34,796 | 13,909 | 50,883 | 7,205 | 1,597,973 |
| Balances-end of the year | <u>\$ 661,078</u> | <u>\$ 739,652</u> | <u>\$ 100,728</u> | <u>\$ 34,796</u> | <u>\$ 11,462</u> | <u>\$ 54,827</u> | <u>\$ 4,584</u> | <u>\$ 1,607,127</u> |
| Reconciliation of operating income (loss) to net cash provided by (used in) operating activities: | | | | | | | | |
| Operating income (loss) | \$ (2,473,463) | \$ 193,246 | \$ - | \$ - | \$ (2,322) | \$ 6,844 | \$ (982) | \$ (2,276,677) |
| Adjustments to reconcile operating income (loss) to cash provided by (used in) operating activities: | | | | | | | | |
| Depreciation | 157,531 | - | - | - | - | - | - | 157,531 |
| Federal commodities | 275,950 | - | - | - | - | - | - | 275,950 |
| Change in assets and liabilities: | | | | | | | | |
| (Increase) decrease in interfund receivable | - | - | - | - | - | - | - | - |
| (Increase) decrease in accounts receivable | (78,951) | - | - | - | - | - | - | (78,951) |
| (Increase) decrease in inventory | 11,998 | - | - | - | - | - | - | 11,998 |
| (Increase) decrease compensated absences | (12,045) | - | - | - | - | - | - | (12,045) |
| Increase (decrease) in deferred revenue | 22,232 | (10,871) | - | - | - | (2,900) | (350) | 8,111 |
| Increase (decrease) in accounts payable | - | (5,871) | - | - | (125) | - | (1,289) | (7,285) |
| Total adjustments | <u>376,715</u> | <u>(16,742)</u> | <u>-</u> | <u>-</u> | <u>(125)</u> | <u>(2,900)</u> | <u>(1,639)</u> | <u>355,309</u> |
| Net cash provided by (used in) operating activities | <u>\$ (2,096,748)</u> | <u>\$ 176,504</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (2,447)</u> | <u>\$ 3,944</u> | <u>\$ (2,621)</u> | <u>\$ (1,921,368)</u> |

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

1. Summary of Significant Accounting Policies

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

A. Reporting Entity:

The Township of Jackson School District is a Type II District located in Ocean County, New Jersey. The Board is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials and is responsible for the fiscal control of the District. A Superintendent is appointed by the Board and is responsible for the administrative control of the District.

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, is the degree of oversight responsibility maintained by the District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The district-wide financial statements include all funds and account groups of the District over which the Board exercises operating control. The operations of the District include a preschool, elementary schools, and middle schools located in Jackson. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation

The School District's basic financial statements consist of District-wide statements, including a Statement of Net Position and a Statement of Activities, and Fund Financial Statements which provide a more detailed level of financial information. The Statement of Net Position includes the reporting of assets, deferred outflows, liabilities and deferred inflows. Items not meeting that definition of assets and liabilities have been classified as deferred outflows or deferred inflows. The deferred outflows are reported under assets and deferred inflows are reported under liabilities on the Statement of Net Position.

The School District has Bond Costs which have been classified as a Deferred Outflow and the Bond Premium has been classified as a Deferred Inflow. The School District has employees that are enrolled in a defined benefit plan operated by the State of New Jersey which creates deferred outflows and inflows.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

1. Summary of Significant Accounting Policies (Cont'd)

B. Basis of Presentation(Cont'd)

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

The statement of net position presents the financial condition of the governmental and business-type activity of the District at fiscal year-end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements: During the fiscal year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in Governmental Accounting Standards. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

The District reports the following governmental funds:

General Fund: The general fund is the general operating fund of the District. It 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.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

1. Summary of Significant Accounting Policies (Cont'd)

B. Basis of Presentation (Cont'd)

As required by the New Jersey State Department of Education, the District includes in this fund budgeted Capital Outlay. 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 the State of New Jersey, district taxes and appropriated fund balances. Expenditures are those that result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by Board resolution.

Special Revenue Fund: The special revenue fund is used to account for 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). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

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

The District reports the following proprietary fund:

Enterprise Funds: The enterprise funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the District is that the costs (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges; or, where the District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

1. Summary of Significant Accounting Policies (Cont'd)

B. Basis of Presentation (Cont'd)

The District's Enterprise Fund is comprised of the Food Service, Child Care, Community School, Preschool, Digital Media, Summer Electives and STEM Summer Camp program operations..

Depreciation of all capital assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

| | |
|-----------|------------|
| Equipment | 5-20 Years |
|-----------|------------|

Additionally, the District reports the following fund type:

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

Basis of Accounting

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

District-Wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds are accounted for using the "economic resources" measurement focus and the modified accrual basis of accounting; the Enterprise Fund and Fiduciary Funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Differences in the accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures. The tax revenues are recognized in the year for which they are levied (see Note 1.D.). Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental Funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

1. Summary of Significant Accounting Policies (Cont'd)

B. Basis of Presentation (Cont'd)

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

C. Property Taxes

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

D. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office and are not voted upon in the annual school election. Budgets are prepared using the modified accrual basis of accounting. 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:23:23-16.2(f).

All budget amendments/transfers must be approved by School Board resolution. Budget amendments during the year ended June 30, 2024 were insignificant.

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.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

1. Summary of Significant Accounting Policies (Cont'd)

E. Encumbrances

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

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

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

F. Cash, Cash Equivalents and Investments

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

New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey statute 18A:2037 provides a list of permissible investments that may be purchased by New Jersey school districts

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

G. Tuition Receivable

Tuition charges were established by the District based on estimated costs. The charges are subject to adjustment when the final costs are determined.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

1. Summary of Significant Accounting Policies (Cont'd)

H. Tuition Payable

Tuition charges for the fiscal year 2023-2024 are based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

I. Inventories and Prepaid Expenses

Inventories and prepaid expenses, which benefit future periods are recorded as an expenditure during the year of purchase.

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.

J. Short-Term Interfund Receivables/Payables

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

K. Capital Assets

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated acquisition value on the date received. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

All reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method under the half-year convention over the following estimated useful lives:

| <u>Asset Class</u> | <u>Estimated Useful Lives</u> |
|-----------------------------|-------------------------------|
| School Buildings | 50 |
| Building Improvements | 20 |
| Electrical/Plumbing | 30 |
| Vehicles | 8 |
| Office & Computer Equipment | 5-10 |
| Instructional Equipment | 10 |
| Grounds Equipment | 15 |

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

1. Summary of Significant Accounting Policies (Cont'd)

K. Capital Assets (Cont'd)

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

L. Compensated Absences

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

In governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as an expenditure and fund liability in the fund that will pay for the compensated absences.

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

M. Unearned Revenue

Unearned revenue in the general and special revenue funds represent cash which has been received but not yet earned.

N. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported on the District-wide financial statements. In general, governmental fund payables 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. Bonds are recognized as a liability on the fund financial statements when due.

O. Deferred Outflows/Inflows of Resources

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

1. Summary of Significant Accounting Policies (Cont'd)

O. Deferred Outflows/Inflows of Resources (Cont'd)

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

P. Net Position

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

Q. Fund Balance Reserves

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

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

1. Summary of Significant Accounting Policies (Cont'd)

R. Revenues - Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place.

On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means within sixty days of the fiscal year-end.

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes available as an advance, interest, and tuition.

S. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise fund. For the School District, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the enterprise fund.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

1. Summary of Significant Accounting Policies (Cont'd)

T. Management Estimates

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

U. GASB Pronouncements

Statement No. 101, *Compensated Absences*, The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. Statement No. 101 is effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

Statement No. 102, *Certain Risk Disclosures*. The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter. Earlier application is encouraged.

Statement No. 103, *Financial Reporting Model Improvements*. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. Earlier application is encouraged.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

2. Cash and Cash Equivalents and Investments

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 17:9-414 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the ACT, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA., However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity fund or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2024, the School District's bank balance of \$28,974,639 was exposed to custodial credit risk as follows:

| | |
|--------------------------------|----------------------|
| Insured under FDIC and GUDPA | \$ 28,275,229 |
| Uninsured and Uncollateralized | <u>699,410</u> |
| | <u>\$ 28,974,639</u> |

3. Investments

The Board is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A 18A:20-37. Examples of the allowable investments are bonds or other obligations of the United States or obligations guaranteed by the United States of America, Government Money Market Mutual Funds, bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located, Local Government investment pools, and agreements or the repurchase of fully-collateralized securities, if transacted in accordance with the above statute.

As of June 30, 2024, the Board had no investments.

Credit Risk: State law limits investments as noted above (N.J.S.A. 18A:20-37). The District has an investment policy that further limits its investment choices. Investment and interest earnings in the Capital Projects Fund are assigned to the General Fund in accordance with Board policy.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

4. Capital Reserve Account

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

Funds placed in the capital reserve account are restricted to capital projects in the District's Long Range Facilities Plan, ("LRFP"). Upon submission of the LRFP to the department, a district may deposit funds by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriate amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23A-14.1(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, 2023 to June 30, 2024 fiscal year is as follows:

| | |
|--------------------------------|-------------------|
| Beginning Balance | \$ 1,875,887 |
| Interest Earned | 30,769 |
| Deposits | |
| Withdrawals | |
| Approved at 2023/2024 Meetings | (1,301,000) |
| Budgeted | <u>(146,500)</u> |
| Ending Balance | <u>\$ 459,156</u> |

The June 30, 2024 LRFP balance of local support costs of uncompleted capital projects is \$28,164,080.

5. Receivables

Receivables at June 30, 2024, consisted of accounts (rent and tuition), accrued interest, interfund, intergovernmental, and property taxes. All receivables are considered collectible in full. A summary of the principal items of intergovernmental receivables follows:

| | Governmental Fund Financial <u>Statements</u> | District-Wide Financial <u>Statements</u> |
|-----------------------------|---|---|
| State Aid | \$ 3,892,440 | \$ 3,898,596 |
| Federal Aid | 2,332,748 | 2,444,142 |
| Interfunds | 1,780,716 | 229,806 |
| Other | <u>475,228</u> | <u>560,719</u> |
| Gross Receivables | 8,481,132 | 7,133,263 |
| Allowance for Credit Losses | - | - |
| Total Receivables, Net | <u>\$ 8,481,132</u> | <u>\$ 7,133,263</u> |

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

6. Capital Assets

Capital Assets consisted of the following at June 30, 2024:

| | <u>Beginning Balance</u> | <u>Additions</u> | <u>Retirements</u> | <u>Ending Balance</u> |
|---|------------------------------|-----------------------|--------------------|---------------------------|
| Governmental Activities: | | | | |
| Capital Assets Not Being Depreciated | | | | |
| Land | \$ 15,707,450 | \$ - | \$ - | \$ 15,707,450 |
| Construction in Progress | <u>26,233,879</u> | <u>-</u> | <u>-</u> | <u>26,233,879</u> |
| Total Capital Assets Not Being Depreciated | <u>41,941,329</u> | <u>-</u> | <u>-</u> | <u>41,941,329</u> |
| Capital Assets Being Depreciated | | | | |
| Site Improvements | 15,696,905 | 1,788,292 | - | 17,485,197 |
| Building and Building Improvements | 173,206,318 | 49,395 | - | 173,255,713 |
| Machinery and Equipment | <u>31,440,366</u> | <u>680,072</u> | <u>(177,294)</u> | <u>31,943,144</u> |
| Totals at Historical Cost | <u>220,343,589</u> | <u>2,517,759</u> | <u>(177,294)</u> | <u>222,684,054</u> |
| Less Accumulated Depreciation for: | | | | |
| Site Improvements | (6,946,561) | (309,230) | - | (7,255,791) |
| Building and Building Improvements | (88,225,179) | (4,795,527) | - | (93,020,706) |
| Machinery and Equipment | <u>(24,639,682)</u> | <u>(1,325,194)</u> | <u>175,494</u> | <u>(25,789,382)</u> |
| Total Accumulated Depreciation | <u>(119,811,422)</u> | <u>(6,429,951)</u> | <u>175,494</u> | <u>(126,065,879)</u> |
| Total Capital Assets Being Depreciated, Net of Accumulated Depreciation | <u>100,532,167</u> | <u>(3,912,192)</u> | <u>(1,800)</u> | <u>96,618,175</u> |
| Government Activity Capital Assets, Net | <u>\$ 142,473,496</u> | <u>\$ (3,912,192)</u> | <u>\$ (1,800)</u> | <u>\$ 138,559,504</u> |
| Business-Type Activities: | | | | |
| Capital Assets Being Depreciated: | | | | |
| Buildings & Improvements | \$ 1,009,965 | \$ - | \$ - | \$ 1,009,965 |
| Equipment | 1,303,469 | 19,354 | - | 1,322,823 |
| Less: Accumulated Depreciation | <u>(1,337,062)</u> | <u>(157,531)</u> | <u>-</u> | <u>(1,494,593)</u> |
| Business-Type Capital Assets, Net | <u>\$ 976,372</u> | <u>\$ (138,177)</u> | <u>\$ -</u> | <u>\$ 838,195</u> |

Depreciation expense was charged to governmental functions as follows:

| | |
|----------------------------|---------------------|
| Regular instruction | \$ 6,429,951 |
| Business services | <u>157,531</u> |
| Total depreciation expense | <u>\$ 6,587,482</u> |

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

7. Non-current Liabilities

During the fiscal year ended June 30, 2024, the following changes occurred in the non-current liabilities:

| | <u>Balance</u> <u>June 30, 2023</u> | <u>Increase/</u> <u>(Decrease)</u> | <u>Balance</u> <u>June 30, 2024</u> | <u>Due within</u> <u>one year</u> |
|--|--|---------------------------------------|--|--------------------------------------|
| Bonds payable | \$ 30,040,000 | (7,175,000) | 22,865,000 | \$ 7,470,000 |
| Unamortized bond premium | 1,885,739 | (628,580) | 1,257,159 | 628,580 |
| Installment purchase contracts payable | 25,770,374 | (169,512) | 25,600,862 | 2,281,914 |
| Compensated absences payable | 6,719,667 | (160,155) | 6,559,512 | - |
| State aid advance loan | - | 6,000,000 | 6,000,000 | 600,000 |
| Pension liability - PERS | <u>39,619,016</u> | <u>655,078</u> | <u>40,274,094</u> | <u>-</u> |
| | <u>\$ 104,034,796</u> | <u>(1,478,169)</u> | <u>102,556,627</u> | <u>\$ 10,980,494</u> |

For governmental activities, the bonds payable are liquidated from the School District's debt service fund. Obligations under capital leases, compensated absences payable and pension liability - PERS are liquidated by the general fund.

A. Bonds Payable

Bonds are authorized in accordance with State law by the voters of the District through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the District are general obligation bonds.

Principal and interest due on serial bonds outstanding is as follows:

| Year ended | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|------------|----------------------|---------------------|----------------------|
| June 30 | | | |
| 2025 | \$ 7,470,000 | \$ 962,300 | \$ 8,432,300 |
| 2026 | 7,835,000 | 598,450 | 8,433,450 |
| 2027 | <u>7,560,000</u> | <u>226,800</u> | <u>7,786,800</u> |
| | <u>\$ 22,865,000</u> | <u>\$ 1,787,550</u> | <u>\$ 24,652,550</u> |

B. Bonds Authorized But Not Issued

As of June 30, 2024 the District had no authorized but not issued bonds.

C. State Aid Advance Loan

The State of New Jersey advanced future state aid of \$6,000,000 to the District in the 2023-2024 school year. The advance is to be paid back over 10 years as a reduction in the District's state aid monthly payments. The advance bears no interest.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

7. Non-current Liabilities (Con'td)

D. Installment Purchase Contracts Payable

The District has entered into installment purchase contracts for copiers, school buses, technology and improvements totaling \$29,780,000. The contracts for the buses are for terms of five years. The improvements are financed through the Energy Savings Incentive Program (ESIP) which has term of 19 years. The following is a schedule of the future minimum contract payments under the contracts at June 30, 2024:

| | |
|-------------------------------------|----------------------|
| Year ended June 30, | |
| 2025 | \$ 2,849,917 |
| 2026 | 2,642,700 |
| 2027 | 1,909,275 |
| 2028 | 1,720,135 |
| 2029 | 1,751,595 |
| 2030-2034 | 8,407,455 |
| 2035-2039 | 11,157,899 |
| 2040 | - |
| Total minimum lease payments | <u>30,438,976</u> |
| Less: amounts representing interest | <u>(4,838,114)</u> |
| Present value of lease payments | <u>\$ 25,600,862</u> |

Amortization of the equipment under the finance purchase agreements is included with depreciation expense.

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.

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

The following represents the membership tiers for PERS:

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (cont'd)

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

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

Contributions - The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2023, the State's pension contribution was more than the actuarial determined amount.

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

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At June 30, 2024, the School District reported a liability of \$40,274,094 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2023. The total pension liability used to calculate the net pension liability was determined using update procedure to roll forward the total pension liability from an actuarial valuation as of July 1, 2022, to the measurement date of June 30, 2023. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2023. The School District's proportion measured as of June 30, 2023, was .2780520169%, which was an increase of .0155245047% from its proportion measured as of June 30, 2022.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (cont'd)

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

For the year ended June 30, 2024, the School District recognized full accrual pension expense of \$4,291,094 in the government-wide financial statements consisting of employer contributions of \$3,716,241 and non-employer contributions of \$574,853. This pension expense was based on the pension plans June 30, 2023 measurement date. At June 30, 2024, the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

| | Deferred Outflows of <u>Resources</u> | Deferred Inflows of <u>Resources</u> |
|---|---|--|
| Differences between expected and actual experience | \$ 385,072 | \$ 164,628 |
| Changes of assumptions | 88,474 | 2,440,783 |
| Net difference between projected and actual earnings on pension plan investments | 185,467 | - |
| Changes in proportion and differences between District contributions and proportionate share of contributions | 2,618,852 | 212,513 |
| District contributions subsequent to the measurement date | <u>3,782,152</u> | <u>-</u> |
| Total | <u>\$ 7,060,017</u> | <u>\$ 2,817,924</u> |

\$3,782,152 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is estimated based on unadjusted 2023-2024 total salaries for PERS employees multiplied by an employer contribution rate. The payable is due on April 1, 2025 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Year ended June 30: | |
|---------------------|-------------------|
| 2024 | \$ 502,460 |
| 2025 | 280,454 |
| 2026 | (391,915) |
| 2027 | 70,138 |
| 2028 | (1,195) |
| Thereafter | - |
| Total | <u>\$ 459,942</u> |

Special Funding Situation - Under N.J.S.A. 43:15A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (cont'd)

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

The legislation which legally obligates the State, are Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001.

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

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

Additionally, the State has no proportionate share of the PERS net pension liability attributable to the District as of June 30, 2024. At June 30, 2024, the State's proportionate share of the employer pension expense and related revenue, associated with the District, calculated by the plan as of the June 30, 2023 measurement date was \$125,600.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (cont'd)

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

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:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|--|---|--|
| Differences between Expected and Actual Experience | | |
| Year of Pension Plan Deferral: | | |
| June 30, 2018 | - | 5.63 |
| 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 | - |
| Changes of Assumptions | | |
| Year of Pension Plan Deferral: | | |
| June 30, 2018 | - | 5.63 |
| June 30, 2019 | - | 5.21 |
| June 30, 2020 | - | 5.16 |
| June 30, 2021 | 5.13 | - |
| June 30, 2022 | - | 5.04 |
| Net Difference between projected and Actual Earnings on Pension Plan Investments | | |
| Year of Pension Plan Deferral: | | |
| June 30, 2018 | 5.00 | - |
| June 30, 2019 | 5.00 | - |
| June 30, 2020 | 5.00 | - |
| June 30, 2021 | 5.00 | - |
| June 30, 2022 | 5.00 | - |
| June 30, 2023 | 5.00 | - |

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 5.08, 5.04, 5.13, 5.16, 5.21, and 5.63 years for the 2023, 2022, 2021, 2020, 2019, and 2018 amounts, respectively.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (cont'd)

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

Actuarial Assumptions - The collective total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. This actuarial valuation used the following assumptions:

Inflation Rate

| | |
|-------|-------|
| Price | 2.75% |
| Wage | 3.25% |

| | |
|-------------------|---------------------------|
| Salary Increases: | 2.75% - 6.55% |
| | Based on years of service |

| | |
|---------------------------|-------|
| Investment Rate of Return | 7.00% |
|---------------------------|-------|

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

The actuarial assumptions used in the July 1, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (cont'd)

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

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2023 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 % | 8.98 % |
| Non-U.S. Developed Markets Equity | 12.75 % | 9.22 % |
| International Small Cap Equity | 1.25 % | 9.22 % |
| Emerging Markets Equity | 5.50 % | 11.13 % |
| Private Equity | 13.00 % | 12.50 % |
| Real Estate | 8.00 % | 8.58 % |
| Real Assets | 3.00 % | 8.40 % |
| High Yield | 4.50 % | 6.97 % |
| Private Credit | 8.00 % | 9.20 % |
| Investment Grade Credit | 7.00 % | 5.19 % |
| Cash Equivalents | 4.00 % | 3.31 % |
| U.S. Treasuries | 4.00 % | 3.31 % |
| Risk Mitigation Strategies | 3.00 % | 6.21 % |

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (cont'd)

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

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

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

The following presents the collective net pension liability of the participating employers as of June 30, 2023 calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

| | 1% Decrease (6.00%) | Current Discount Rate (7.00%) | 1% Increase (8.00%) |
|---|------------------------------------|--|------------------------------------|
| District's proportionate share of the net pension liability | 52,870,315 | 40,274,094 | 30,181,585 |

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

| | <u>6/30/24</u> | <u>6/30/23</u> |
|---|----------------|----------------|
| Collective Deferred Outflows of Resources | 1,080,204,730 | 1,660,772,008 |
| Collective Deferred Inflows of Resources | 1,780,216,457 | 3,236,303,935 |
| Collective Net Pension Liability | 14,606,489,066 | 15,219,184,920 |
| School District's Portion | .2780520169% | .2625275122% |

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (cont'd)

B. Teachers' Pension and Annuity (TPAF)

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

The vesting and benefit provisions are set by N.J.S.A 18A:66. TPAF provides retirement, death, and disability benefits. All benefits vest after ten years of service. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

The following represents the membership tiers for TPAF:

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

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (cont'd)

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

Contributions - The contribution policy for TPAF is set by *N.J.S.A. 18A:66* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2023, the State's pension contribution was more than the actuarial determined amount.

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

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2023 was \$259,365,832. The School District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The State's proportionate share of the net pension liability associated with the District was based on projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2023, the State proportionate share of the TPAF net pension liability attributable to the School District was .5082348894%, which was a decrease of .0149795680% from its proportion measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the State of New Jersey recognized a pension expense in the amount of \$- for the State's proportionate share of the TPAF pension expense attributable to the School District. This pension expense was based on the pension plans June 30, 2023 measurement date.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (cont'd)

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

Actuarial Assumptions - The collective total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. This actuarial valuation used the following assumptions, applied to all periods in the measurement:

| | |
|---------------------------|---------------------------|
| Inflation Rate | |
| Price | 2.75% |
| Wage | 3.25% |
| Salary Increases: | 2.75-4.25% |
| | based on years of service |
| Investment Rate of Return | 7.00% |

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

The actuarial assumptions used in the July 1, 2022 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, 2023) 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, 2023 are summarized in the following table:

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (cont'd)

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

| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Long-Term Expected Real Rate of Return</u> |
|-----------------------------------|--------------------------|---|
| U.S. Equity | 28.00 % | 8.98 % |
| Non-U.S. Developed Markets Equity | 12.75 % | 9.22 % |
| International Small Cap Equity | 1.25 % | 9.22 % |
| Emerging Markets Equity | 5.50 % | 11.13 % |
| Private Equity | 13.00 % | 12.50 % |
| Real Estate | 8.00 % | 8.58 % |
| Real Assets | 3.00 % | 8.34 % |
| High Yield | 4.50 % | 6.97 % |
| Private Credit | 8.00 % | 9.20 % |
| Investment Grade Credit | 7.00 % | 5.19 % |
| Cash Equivalents | 2.00 % | 3.31 % |
| U.S. Treasuries | 4.00 % | 3.31 % |
| Risk Mitigation Strategies | 3.00 % | 6.21 % |

Discount Rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on 100% of the actuarially determined contributions to the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments in determining the total pension liability.

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

The following presents the collective net pension liability of the participating employers as of June 30, 2023 calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (Cont'd)

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

Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate (cont'd)

| | 1% Decrease (6.00%) | Current Discount Rate (7.00%) | 1% Increase (8.00%) |
|--|---------------------------|-------------------------------------|---------------------------|
| State's proportionate share of the net pension liability | 306,302,595 | 259,365,832 | 220,557,601 |

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

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

| | <u>6/30/24</u> | <u>6/30/23</u> |
|---|----------------|----------------|
| Collective Deferred Outflows of Resources | 2,502,380,838 | 5,004,259,312 |
| Collective Deferred Inflows of Resources | 14,830,205,473 | 19,682,774,794 |
| Collective Net Pension Liability | 51,109,961,824 | 51,676,587,303 |
| School District's Portion | 0.50823489% | 0.52321446% |

Defined Contribution Retirement Plan (DCRP)

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

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

8. Pension Plans (Cont'd)

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

9. Post-Retirement Benefits

General Information about the OPEB Plan

Plan description and benefits provided

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

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

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

Basis of Presentation

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

9. Post-Retirement Benefits (cont'd)

State Health Benefit State Retired Employees Plan

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

9. Post-Retirement Benefits (cont'd)

Basis of Presentation

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

Employees covered by benefit terms

At June 30, 2022, the following employees were covered by the benefit terms:

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

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2023 was determined by an actuarial valuation as of June 30, 2022, which was rolled forward to June 30, 2023. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

| | |
|--|--|
| Inflation Rate | 2.50% |
| Salary Increases through 2026 | PERS 2.00%-6.00% |
| | PFRS 3.25%-15.25% |
| | TPAF 1.55%-4.25% |
| Discount Rate | 3.65% |
| Healthcare Cost Trend Rates | 4.5%-6.5% |
| Retirees' Share of Benefit Related Costs | 1.5% of projected health insurance premiums for retirees |

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

9. Post-Retirement Benefits (cont'd)

Total Nonemployer OPEB Liability (cont'd)

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

The actuarial assumptions used in the July 1, 2022 valuation were based on the results of actuarial experience studies for the periods July 1, 2018 - June 30, 2021,

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

| | |
|---|--------------------------|
| Balance at June 30, 2022 | \$ 50,646,462,966 |
| Changes for the year: | |
| Service cost | 2,136,235,476 |
| Interest on the total OPEB liability | 1,844,113,951 |
| Changes of benefit terms | - |
| Differences between expected and actual experiences | (980,424,863) |
| Changes in assumptions | 105,539,463 |
| Gross benefit payments by the state | (1,437,516,858) |
| Contributions from members | <u>47,258,104</u> |
| Net changes | <u>1,715,205,273</u> |
| Balance at June 30, 2023 | <u>\$ 52,361,668,239</u> |

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

9. Post-Retirement Benefits (cont'd)

Discount rate

The discount rate used to measure the total OPEB liability was 3.65%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

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

The following presents the June 30, 2022 total OPEB liability of the State for school board retirees, as well as the State's total OPEB liability for the school district calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

| | 1% Decrease (2.65%) | Current Discount Rate (3.65%) | 1% Increase (4.65%) |
|---|---------------------------|-------------------------------------|---------------------------|
| Total OPEB Liability of the State for School Retirees | \$61,385,066,712 | \$52,361,668,239 | \$45,116,926,835 |
| Total OPEB Liability of the State Associated with the School District for School Retirees | \$405,849,101 | \$346,190,654 | \$298,291,854 |

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 6.50% and decreases to a 4.50% long-term trend rate after eight years. For post-65 medical benefits PPO, the trend is increasing to 14.8% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend is increasing to 17.4% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.50% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

9. Post-Retirement Benefits (cont'd)

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

The following presents the June 30, 2023 total OPEB liability of the State for school board retirees, as well as the State's total OPEB liability for the school district calculated using a health care cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

| | 1% Decrease | Trend Rate | 1% Increase |
|---|------------------|------------------|------------------|
| Total OPEB Liability of the State for School Retirees | \$43,468,257,358 | \$52,361,668,239 | \$63,998,719,320 |
| Total OPEB Liability of the State Associated with the School District for School Retirees | \$287,391,625 | \$346,190,654 | \$423,129,346 |

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

For the year ended June 30, 2024, the board of education recognized OPEB expense of \$5,533,779 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB 75 and in which there is a special funding situation.

In accordance with GASB 75, the Jackson Township Board of Education's proportionate share of school retirees OPEB is zero, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources. At June 30, 2023, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|--------------------------------------|-------------------------------------|
| Differences between expected and actual experience | \$ 7,639,717,639 | \$ 13,791,541,217 |
| Changes of assumptions | 7,445,895,322 | 14,449,948,556 |
| Contributions made in fiscal year ending 2024 after June 30, 2023 measurement date | | - |
| Total | <u>\$ 15,085,612,961</u> | <u>\$ 28,241,489,773</u> |

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

9. Post-Retirement Benefits (cont'd)

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

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

| Year ended June 30: | |
|---------------------|----------------------------|
| 2024 | \$ (2,611,225,301) |
| 2025 | (2,611,225,301) |
| 2026 | (2,269,523,460) |
| 2027 | (1,338,024,839) |
| 2028 | (273,877,609) |
| Thereafter | <u>(4,052,000,302)</u> |
| Total | <u>\$ (13,155,876,812)</u> |

10. Compensated Absences

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by Governmental Accounting Standards.

District employees are granted varying amounts of sick leave in accordance with the districts personnel policy. 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 subsequent years. Upon separation the District shall pay the employee for unused sick leave in accordance with the Districts' agreements with the various employees. Vacation days not used during the year may only be carried forward with approval from the Superintendent.

The liability for vested compensated absences of the governmental fund types is recorded on the District-wide financials. The current portion of the compensated absences balance is shown separately from the long-term liability balance of compensated absences. The liability for vested compensated absences of the proprietary fund type is recorded within those funds as the benefits accrue to employees.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

11. Risk Management

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

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

Self Insurance Plan -The District is self- insured for medical and prescription drug coverage of which certain actuarial assumptions are used by the insurance carrier to calculate "Incurred but not reported" (IBNR) amounts at year-end. Such amounts are reflected in the Government-wide Financial Statements as liabilities. At June 30, 2024 the resultant IBNR was \$3,197,711.

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

| District Financial Year | District Contributions | Interest | Amount Reimbursed | Ending Balance |
|----------------------------|---------------------------|----------|----------------------|-------------------|
| 2023-2024 | \$ 177,045 | 42,848 | 71,335 | \$ 1,203,282 |
| 2022-2023 | 170,962 | 15,248 | 245,469 | 1,054,724 |
| 2021-2022 | 155,101 | 15,113 | - | 1,113,983 |
| 2020-2021 | 138,860 | 21,625 | 80,601 | 943,769 |

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

12. Interfund Receivables and Payables

The following interfund balances remained on the balance sheet at June 30, 2024:

| <u>Fund</u> | <u>Interfund Receivable</u> | <u>Interfund Payable</u> |
|----------------------|---------------------------------|------------------------------|
| General Fund | \$ 1,780,716 | \$ 79,758 |
| Special Revenue Fund | - | 1,661,387 |
| Debt Service Fund | - | 119,329 |
| Enterprise Fund | <u>229,806</u> | <u>150,048</u> |
| | <u>\$ 2,010,522</u> | <u>\$ 2,010,522</u> |

The Special Revenue Fund owes the General Fund for advances.
 The Debt Service Fund owes the General Fund for advances.
 The Enterprise Fund owes the General Fund for advances.

13. Inventory

Inventory in the Food Service Fund at June 30, 2024 consisted of the following:

| | |
|----------|------------------|
| Food | \$ 48,205 |
| Supplies | <u>20,827</u> |
| | <u>\$ 69,032</u> |

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1984) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements.

14. Contingent Liabilities

Grant Programs

The school district participates in federal awards and state financial assistance grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The school district is potentially liable for expenditures which may be disallowed pursuant to the terms of these grant programs. Management is not aware of any material items of noncompliance which would result in the disallowance of program expenditures.

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

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

15. Fund Balances

General Fund - Of the \$4,040,002 General Fund balance at June 30, 2024, \$3,699 is assigned to other purposes, \$459,156 is restricted for capital reserve. \$1,203,282 is restricted for unemployment compensation, \$- is restricted for excess surplus for subsequent year expenditures, \$250,000 has been classified as assigned fund balance designated for subsequent year expenditures, \$- is restricted for excess surplus and \$2,123,865 is unassigned.

16. Calculation of Excess Surplus

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, c.73 (S1701), the designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General 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, 2024 is \$-. The excess fund balance at June 30, 2023 was \$-.

17. Uncertain Tax Positions

The school district had no unrecognized tax benefits at June 30, 2024. The school district files tax returns in the U.S. federal jurisdiction and various states. The school district has no open year prior to June 30, 2021.

18. Subsequent Events

Management has evaluated subsequent events through December 3, 2024, the date the financial statements were available to be issued.

Jackson Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2024

19. Tax Abatement

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

20. Economic Dependency

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

REQUIRED SUPPLEMENTARY INFORMATION - PART II

JACKSON TOWNSHIP SCHOOL DISTRICT
 Budgetary Comparison Schedule
 General Fund
 For the Year Ended June 30, 2024

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|---|-----------------------|-------------------|-----------------------|-----------------------|--------------------------|
| REVENUES: | | | | | |
| Local sources: | | | | | |
| Local tax levy | \$ 93,274,419 | \$ 100 | \$ 93,274,519 | \$ 93,274,519 | \$ - |
| Tuition from other LEAs within the state | - | - | - | 486,267 | 486,267 |
| Interest income | - | - | - | 776,632 | 776,632 |
| Interest earned on capital reserve funds | 100 | (100) | - | 30,769 | 30,769 |
| Interest earned on unemployment | - | - | - | 42,848 | 42,848 |
| Miscellaneous | 4,071,897 | 146,500 | 4,218,397 | 2,788,307 | (1,430,090) |
| Total - local sources | 97,346,416 | 146,500 | 97,492,916 | 97,399,342 | (93,574) |
| State sources: | | | | | |
| Transportation aid | 601,355 | - | 601,355 | 601,355 | - |
| Special education aid | 5,211,500 | - | 5,211,500 | 5,211,500 | - |
| Extraordinary aid | 1,876,584 | - | 1,876,584 | 1,714,901 | (161,683) |
| Non public transportation aid | - | - | - | 1,986,335 | 1,986,335 |
| Equalization aid | 21,193,947 | - | 21,193,947 | 21,193,947 | - |
| Categorical security aid | 854,977 | - | 854,977 | 854,977 | - |
| Stabilization aid | 10,225,067 | - | 10,225,067 | 2,137,833 | (8,087,234) |
| State Aid Advance Loan | - | - | - | 6,000,000 | 6,000,000 |
| TPAF - LTDI (on-behalf - Non-budgeted) | - | - | - | 6,250 | 6,250 |
| TPAF - post retirement medical (on-behalf - Non-budgeted) | - | - | - | 6,092,562 | 6,092,562 |
| Teacher's pension and annuity fund (on-behalf - Non-budgeted) | - | - | - | 22,385,679 | 22,385,679 |
| TPAF social security (reimbursed - Non-budgeted) | - | - | - | 4,412,043 | 4,412,043 |
| Total state sources | 39,963,430 | - | 39,963,430 | 72,597,382 | 32,633,952 |
| Federal Sources: | | | | | |
| Medicaid Reimbursement | 225,075 | - | 225,075 | 230,678 | 5,603 |
| COVID-19 Corona Virus Relief | - | - | - | 1,125,987 | 1,125,987 |
| Total federal sources | 225,075 | - | 225,075 | 1,356,665 | 1,131,590 |
| Total revenues | \$ 137,534,921 | \$ 146,500 | \$ 137,681,421 | \$ 171,353,389 | \$ 33,671,968 |
| EXPENDITURES: | | | | | |
| Current Expenditures: | | | | | |
| Regular Programs - Instruction: | | | | | |
| Local Contrib, - Trans to Special Rev-Inclusion | \$ 1,098,251 | \$ - | \$ 1,098,251 | \$ 1,098,251 | \$ - |
| Kindergarten - Salaries of teachers | 1,085,765 | 51,587 | 1,137,352 | 1,137,352 | - |
| Grades 1-4 - Salaries of teachers | 10,953,984 | 566,886 | 11,520,870 | 11,515,637 | 5,233 |
| Grades 5-8 - Salaries of teachers | 8,053,398 | 364,227 | 8,417,625 | 8,417,625 | - |
| Grades 9-12 - Salaries of teachers | 12,277,161 | (377,893) | 11,899,268 | 11,892,268 | 7,000 |
| Regular Programs - Home Instruction: | | | | | |
| Purchased professional-educational services | 95,000 | 152,789 | 247,789 | 242,644 | 5,145 |
| Regular Programs - Undistributed Instruction: | | | | | |
| Lease purchased | 992,888 | (20,968) | 971,920 | 971,853 | 67 |
| Other purchased services (400-500 series) | 103,461 | (41,688) | 61,773 | 38,283 | 23,490 |
| Travel Teachers | 14,100 | (10,239) | 3,861 | 3,860 | 1 |
| General supplies | 1,196,587 | (689,041) | 507,546 | 337,177 | 170,369 |
| Textbooks | 6,946 | (6,757) | 189 | 189 | - |
| Other objects | 116,920 | (68,255) | 48,665 | 45,604 | 3,061 |
| TOTAL REGULAR PROGRAMS - INSTRUCTION | 35,994,461 | (79,352) | 35,915,109 | 35,700,743 | 214,366 |
| SPECIAL EDUCATION - INSTRUCTION | | | | | |
| Learning and/or Language Disabilities: | | | | | |
| Salaries of teachers | 81,971 | 425,814 | 507,785 | 507,785 | - |
| Other salaries for instruction | 120,584 | 306,560 | 427,144 | 423,519 | 3,625 |
| General supplies | 39,624 | (8,276) | 31,348 | 29,972 | 1,376 |
| Total Learning and/or Language Disabilities | 242,495 | 723,782 | 966,277 | 961,276 | 5,001 |
| Behavioral Disabilities: | | | | | |
| Salaries of teachers | 257,065 | 117,923 | 374,988 | 373,669 | 1,319 |
| Other salaries for instruction | 349,477 | (123,642) | 225,835 | 225,835 | - |
| Total Behavioral Disabilities | 606,542 | (5,719) | 600,823 | 599,504 | 1,319 |

JACKSON TOWNSHIP SCHOOL DISTRICT
 Budgetary Comparison Schedule
 General Fund
 For the Year Ended June 30, 2024

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|--|--------------------|---------------------|-------------------|-------------------|-----------------------------|
| Multiple Disabilities: | | | | | |
| Salaries of teachers | \$ 1,447,375 | \$ (231,960) | \$ 1,215,415 | \$ 1,215,415 | \$ - |
| Other salaries for instruction | 1,655,624 | (503,376) | 1,152,248 | 1,152,248 | - |
| General supplies | 34,679 | 609 | 35,288 | 34,838 | 450 |
| Total Multiple Disabilities | <u>3,137,678</u> | <u>(734,727)</u> | <u>2,402,951</u> | <u>2,402,501</u> | <u>450</u> |
| Resource Room/Resource Center: | | | | | |
| Salaries of teachers | 9,709,731 | (382,863) | 9,326,868 | 9,326,868 | - |
| Other salaries for instruction | 1,848,142 | (461,410) | 1,386,732 | 1,386,732 | - |
| General supplies | 129,282 | (90,213) | 39,069 | 38,148 | 921 |
| Textbooks | 751 | (751) | - | - | - |
| Total Resource Room/Resource Center | <u>11,687,906</u> | <u>(935,237)</u> | <u>10,752,669</u> | <u>10,751,748</u> | <u>921</u> |
| Preschool Disabilities - Full Time | | | | | |
| Salaries of teachers | 322,464 | (157,316) | 165,148 | 165,148 | - |
| Other salaries for instruction | 692,316 | (57,313) | 635,003 | 635,003 | - |
| General supplies | 43,146 | (13,460) | 29,686 | 29,297 | 389 |
| Total Preschool Disabilities - Full Time | <u>1,057,926</u> | <u>(228,089)</u> | <u>829,837</u> | <u>829,448</u> | <u>389</u> |
| TOTAL SPECIAL EDUCATION - INSTRUCTION | <u>16,732,547</u> | <u>(1,179,990)</u> | <u>15,552,557</u> | <u>15,544,477</u> | <u>8,080</u> |
| Basic Skills/Remedial - Instruction | | | | | |
| Salaries of teachers | 263,754 | (95,873) | 167,881 | 167,881 | - |
| General Supplies | 861 | - | 861 | 364 | 497 |
| Total Basic Skills/Remedial - Instruction | <u>264,615</u> | <u>(95,873)</u> | <u>168,742</u> | <u>168,245</u> | <u>497</u> |
| Bilingual Education - Instruction | | | | | |
| Salaries of teachers | 705,844 | 140,889 | 846,733 | 846,733 | - |
| Total Bilingual Education - Instruction | <u>705,844</u> | <u>140,889</u> | <u>846,733</u> | <u>846,733</u> | <u>-</u> |
| School-Spon. Cocurricular Activities - Instruction | | | | | |
| Salaries | 408,507 | 154,474 | 562,981 | 562,981 | - |
| Total School-Spon. Cocurricular Actvts. - Instruction | <u>408,507</u> | <u>154,474</u> | <u>562,981</u> | <u>562,981</u> | <u>-</u> |
| School-Spon. Athletics - Instruction | | | | | |
| Salaries | 1,027,989 | 217,748 | 1,245,737 | 1,245,637 | 100 |
| Lease Purchased Inst / Athletics | 836 | - | 836 | 716 | 120 |
| Purchased services (300-500 series) | 250,003 | (16,877) | 233,126 | 228,687 | 4,439 |
| Supplies and materials | 177,415 | 18,327 | 195,742 | 184,341 | 11,401 |
| Other objects | 13,430 | (2,528) | 10,902 | 10,902 | - |
| Transfers to Cover Deficit (Custodial Funds) | 197,740 | - | 197,740 | 197,740 | - |
| Total School-Spon. Cocurricular Actvts. - Instruction | <u>1,667,413</u> | <u>216,670</u> | <u>1,884,083</u> | <u>1,868,023</u> | <u>16,060</u> |
| Other Instructional Programs - Instruction | | | | | |
| Salaries | 130,751 | (47,609) | 83,142 | 83,142 | - |
| Total Other Instructional Programs - Instruction | <u>130,751</u> | <u>(47,609)</u> | <u>83,142</u> | <u>83,142</u> | <u>-</u> |
| Total Instruction | <u>55,904,138</u> | <u>(890,791)</u> | <u>55,013,347</u> | <u>54,774,344</u> | <u>239,003</u> |
| Undistributed Expenditures - Instruction: | | | | | |
| Tuition to other LEAs within the state - regular | 92,409 | 171,528 | 263,937 | 263,937 | - |
| Tuition to other LEAs within the state - special | 109,000 | 57,165 | 166,165 | 166,054 | 111 |
| Tuition to Co. Voc. School Distr. - regular | 244,800 | (7,515) | 237,285 | 236,885 | 400 |
| Tuition to CSSD & Reg Day School | 1,111,449 | (323,733) | 787,716 | 787,716 | - |
| Tuition to Priv. Sch. For Handic. in state | 2,669,604 | (968,019) | 1,701,585 | 1,687,791 | 13,794 |
| Tuition - State Facilities | 50,075 | - | 50,075 | 50,075 | - |
| Total Undistributed Expenditures - Instruction: | <u>4,277,337</u> | <u>(1,070,574)</u> | <u>3,206,763</u> | <u>3,192,458</u> | <u>14,305</u> |
| Undist. Expend. - Attendance and Social Work | | | | | |
| Salaries | 173,677 | 22,917 | 196,594 | 196,594 | - |
| Supplies and materials | 1,765 | (1,765) | - | - | - |
| Other objects | 650 | (450) | 200 | 40 | 160 |
| Total Undistributed Expenditures - Attendance | <u>176,092</u> | <u>20,702</u> | <u>196,794</u> | <u>196,634</u> | <u>160</u> |
| Undist. Expend. - Health Services | | | | | |
| Salaries | 949,799 | 20,868 | 970,667 | 963,517 | 7,150 |
| Purchased professional and technical services | 399,000 | 14,317 | 413,317 | 371,258 | 42,059 |
| Other Purchd. Serv. (400-500 series) | 1,600 | (1,368) | 232 | 126 | 106 |
| Supplies and materials | 20,650 | (7,100) | 13,550 | 58 | 13,492 |
| Other objects | 200 | (200) | - | - | - |
| Total Undistributed Expenditures - Health Services | <u>1,371,249</u> | <u>26,517</u> | <u>1,397,766</u> | <u>1,334,959</u> | <u>62,807</u> |

JACKSON TOWNSHIP SCHOOL DISTRICT
 Budgetary Comparison Schedule
 General Fund
 For the Year Ended June 30, 2024

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|---|------------------|------------------|------------------|------------------|--------------------------|
| Undist. Expend. - Other Support Serv - Students Related Service | | | | | |
| Salaries | \$ 1,303,035 | \$ (111,826) | \$ 1,191,209 | \$ 1,191,209 | \$ - |
| Supplies and materials | 2,010 | (2,010) | - | - | - |
| Total Undist. Expend. - Other Support Serv - Students | 1,305,045 | (113,836) | 1,191,209 | 1,191,209 | - |
| Undist. Expend. - Other Support Services - Students - Extraordinary Services | | | | | |
| Salaries | 2,682,942 | 532,800 | 3,215,742 | 3,215,742 | - |
| Purchased Prof. Ed. Services | 165,000 | 201,667 | 366,667 | 364,380 | 2,287 |
| Total Undist. Expend. - Other Support Services Students - Extraordinary Services | 2,847,942 | 734,467 | 3,582,409 | 3,580,122 | 2,287 |
| Undist. Expend. - Other Support Serv Students-Regular | | | | | |
| Salaries of other professional staff | 2,256,636 | (60,052) | 2,196,584 | 2,196,584 | - |
| Salaries of secretarial and clerical assistants | 290,214 | (9,128) | 281,086 | 281,086 | - |
| Other Salaries | 4,300 | (4,300) | - | - | - |
| Purchased professional - educational services | 12,350 | (7,127) | 5,223 | 5,223 | - |
| Lease purchase - guidance H/S | 1,224 | 4,479 | 5,703 | 1,229 | 4,474 |
| Other purchased services (400-500 series) | 29,768 | (20,536) | 9,232 | 9,020 | 212 |
| Supplies and materials | 35,311 | (8,681) | 26,630 | 20,238 | 6,392 |
| Other objects | 5,585 | (2,552) | 3,033 | 3,033 | - |
| Total Undist. Expend. - Other Support Serv - Students-Regular | 2,635,388 | (107,897) | 2,527,491 | 2,516,413 | 11,078 |
| Undist. Expend. - Other Support Serv - Students-Special | | | | | |
| Salaries of other professional staff | 2,704,178 | (49,885) | 2,654,293 | 2,654,293 | - |
| Salaries of secretarial and clerical assistants | 549,923 | (66,178) | 483,745 | 483,745 | - |
| Other Salaries | 1,000 | (1,000) | - | - | - |
| Purchased Prof. Ed. Services | 196,660 | (75,232) | 121,428 | 121,270 | 158 |
| Lease Purchased Spec Serv | 4,200 | - | 4,200 | 4,189 | 11 |
| Other purchased services (400-500 series) | 122,488 | (109,231) | 13,257 | 12,013 | 1,244 |
| Supplies and materials | 73,159 | (42,114) | 31,045 | 31,008 | 37 |
| Other objects | 1,550 | (1,050) | 500 | 350 | 150 |
| Total Undist. Expend. - Other Supp Services - Students-Special | 3,653,158 | (344,690) | 3,308,468 | 3,306,868 | 1,600 |
| Undist. Expend. - Improv of Instruct Serv - Other Sup Serv - Instr | | | | | |
| Salaries of supervisor of instruction | 1,050,972 | (267,670) | 783,302 | 782,728 | 574 |
| Salaries of professional staff | 76,164 | 40,482 | 116,646 | 116,646 | - |
| Salaries of secretarial and clerical assistants | 58,635 | (1,070) | 57,565 | 57,565 | - |
| Other Salaries | 1,000 | 8,298 | 9,298 | 9,298 | - |
| Purchased professional - educational services | 31,029 | (24,759) | 6,270 | 6,270 | - |
| Other purchased services (400-500) | 5,800 | (3,249) | 2,551 | 1,662 | 889 |
| Supplies and materials | 5,200 | (3,550) | 1,650 | 1,650 | - |
| Total Undist. Expend. - Improv of Instruct Serv - Other Sup Serv - Instr | 1,228,800 | (251,518) | 977,282 | 975,819 | 1,463 |
| Undist. Expend. - Educational Media Services/School Library | | | | | |
| Salaries | 1,085,764 | (31,478) | 1,054,286 | 1,054,286 | - |
| Other purchased services (400-500) | 19,650 | (2,152) | 17,498 | 17,498 | - |
| Supplies and materials | 48,010 | (20,288) | 27,722 | 27,538 | 184 |
| Total Undist. Expend. - Educational Media Services/School Library | 1,153,424 | (53,918) | 1,099,506 | 1,099,322 | 184 |
| Undist. Expend. - Instruction Staff Training Services | | | | | |
| Other Salaries | 18,856 | (5,750) | 13,106 | 12,891 | 215 |
| Purchased professional - educational services | 8,369 | (8,369) | - | - | - |
| Other purchased services (400-500) | 93,227 | (93,227) | - | - | - |
| Supplies and materials | 200 | (200) | - | - | - |
| Other objects | 3,100 | (3,100) | - | - | - |
| Total Undist. Expend. - Instruction Staff Training Services | 123,752 | (110,646) | 13,106 | 12,891 | 215 |
| Undist. Expend. - Support Service - General Administration | | | | | |
| Salaries | 332,461 | 26,181 | 358,642 | 357,495 | 1,147 |
| Unused Vac Pay to Term/Retired Staff | - | - | - | - | - |
| Legal services | 285,000 | (46,519) | 238,481 | 238,481 | - |
| Audit Fees | 40,000 | 22,856 | 62,856 | 62,856 | - |
| Architectural/Engineering Services | 55,000 | (48,835) | 6,165 | 6,165 | - |
| Other purchased professional services | 33,400 | (9,750) | 23,650 | 23,650 | - |
| Purchased technical services | - | - | - | - | - |
| Communications/Telephone | 299,235 | (31,780) | 267,455 | 251,291 | 16,164 |
| BOE Other purchased services | 4,000 | 560 | 4,560 | 4,501 | 59 |
| Travel general administration | 2,400 | (2,400) | - | - | - |
| Other purchased services (400-500 series) | 329,079 | (255) | 328,824 | 328,824 | - |
| Misc Pur Serv / Ads / Legal Ads | 7,600 | (4,986) | 2,614 | 1,712 | 902 |
| General supplies | 2,142 | (238) | 1,904 | 812 | 1,092 |
| BOE In-House Training/Meeting Supplies | 250 | (250) | - | - | - |
| Judgements against the school district | - | 658,859 | 658,859 | 658,849 | 10 |
| Miscellaneous expenditures | 6,630 | 1,391 | 8,021 | 4,895 | 3,126 |
| BOE membership dues and fees | 31,000 | 1,170 | 32,170 | 32,170 | - |
| Total Undist. Expend. - Support Service - General Administration | 1,428,197 | 566,004 | 1,994,201 | 1,971,701 | 22,500 |

JACKSON TOWNSHIP SCHOOL DISTRICT
 Budgetary Comparison Schedule
 General Fund
 For the Year Ended June 30, 2024

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|--|--------------------|---------------------|------------------|------------------|-----------------------------|
| Undist. Expend. - Support Service - School Administration | | | | | |
| Salaries of principals/Assistant principals | \$ 3,395,705 | \$ 503,807 | \$ 3,899,512 | \$ 3,899,366 | \$ 146 |
| Salaries of other professional staff | 337,649 | (29,590) | 308,059 | 308,059 | - |
| Salaries of secretarial and clerical assistants | 1,267,111 | 1,954 | 1,269,065 | 1,265,030 | 4,035 |
| Other Salaries | 38,900 | (22,705) | 16,195 | 16,195 | - |
| Purchased professional and technical services | 22,000 | (22,000) | - | - | - |
| Lease purchase school admin | 2,985 | (2,985) | - | - | - |
| Travel school administration | 2,500 | (2,500) | - | - | - |
| Other purchased services (400-500 series) | 13,460 | (5,496) | 7,964 | 7,343 | 621 |
| Supplies and materials | 53,158 | (7,229) | 45,929 | 39,928 | 6,001 |
| Other objects | 57,590 | 2,864 | 60,454 | 58,419 | 2,035 |
| Total Undist. Expend. - Support Service - School Administration | 5,191,058 | 416,120 | 5,607,178 | 5,594,340 | 12,838 |
| Undistributed Expenditures - Central Services | | | | | |
| Salaries | 1,485,912 | (92,395) | 1,393,517 | 1,354,779 | 38,738 |
| Purchased professional services | 78,150 | (21,057) | 57,093 | 57,093 | - |
| Lease purchase / central services | 2,612 | - | 2,612 | 2,610 | 2 |
| Purchase services central services | 23,822 | (8,219) | 15,603 | 15,603 | - |
| Misc. Purchased Services | 25,200 | (23,251) | 1,949 | 479 | 1,470 |
| Other Purchased Services | 2,800 | 1,293 | 4,093 | 3,148 | 945 |
| Supplies and materials | 49,467 | (24,062) | 25,405 | 23,839 | 1,566 |
| Other objects | - | - | - | - | - |
| Interest on Current Loans | 94,315 | 55,804 | 150,119 | 150,119 | - |
| Miscellaneous expenditures | 27,446 | (7,976) | 19,470 | 17,569 | 1,901 |
| Total Undist. Expend. - Central Services | 1,789,724 | (119,863) | 1,669,861 | 1,625,239 | 44,622 |
| Undist.- Admin. Info. Technology | | | | | |
| Salaries | 358,111 | (83,799) | 274,312 | 273,369 | 943 |
| Purchased Professional Services | 733,110 | 110,602 | 843,712 | 793,120 | 50,592 |
| Other Purchased Services | 81,545 | 100,770 | 182,315 | 182,009 | 306 |
| Supplies and materials | 126,500 | (126,311) | 189 | 9 | 180 |
| Other objects | 5,580 | (5,580) | - | - | - |
| Total Undist. Expend - Admin. Info. Technology | 1,304,846 | (4,318) | 1,300,528 | 1,248,507 | 52,021 |
| Undist. Expend. - Allowed Maintenance for School Facilities | | | | | |
| Salaries | 883,603 | (39,099) | 844,504 | 843,828 | 676 |
| Cleaning, repair and maintenance services | 363,123 | 162,154 | 525,277 | 517,546 | 7,731 |
| General supplies | 251,431 | (65,436) | 185,995 | 167,832 | 18,163 |
| Other objects | 1,700 | 127 | 1,827 | 1,827 | - |
| Total Undist. Expend. - Allowed Maintenance for School Facilities | 1,499,857 | 57,746 | 1,557,603 | 1,531,033 | 26,570 |
| Undist. Expend. - Other Operation & Maintenance of Plant | | | | | |
| Salaries | 3,809,306 | (293,966) | 3,515,340 | 3,458,103 | 57,237 |
| Salaries of non-instructional aides | 588,452 | (40,621) | 547,831 | 547,237 | 594 |
| Unused Vac Pay to Term/Retired Staff | - | - | - | - | - |
| Purchased professional and technical services | 82,025 | (41,468) | 40,557 | 24,195 | 16,362 |
| Cleaning, repair and maintenance services | 107,217 | (59,450) | 47,767 | 36,450 | 11,317 |
| Other purchased property services | 268,465 | 11,832 | 280,297 | 268,514 | 11,783 |
| Misc Purchased Services | 5,000 | - | 5,000 | 4,076 | 924 |
| Insurance | 1,023,993 | (27,555) | 996,438 | 994,746 | 1,692 |
| General supplies | 40,750 | (33,227) | 7,523 | 7,175 | 348 |
| Energy (electricity) | 1,483,425 | 305,276 | 1,788,701 | 1,520,740 | 267,961 |
| Energy (Heat and electricity) | 1,831 | (1,423) | 408 | 408 | - |
| Other objects | 7,179 | (3,316) | 3,863 | 2,984 | 879 |
| Energy (Oil) | 2,097 | (2,097) | - | - | - |
| Energy (natural gas) | 232,961 | 274,060 | 507,021 | 486,682 | 20,339 |
| Interest - Energy Savings Impr Prog Bonds | 504,350 | - | 504,350 | 504,350 | - |
| Total Undist Expend-Other Operation & Maint Of Plant | 8,157,051 | 88,045 | 8,245,096 | 7,855,660 | 389,436 |
| Undist. Expend. - Care & Upkeep of Grounds | | | | | |
| Salaries | 776,134 | (100,317) | 675,817 | 675,817 | - |
| Cleaning, repair and maintenance services | 108,570 | (28,160) | 80,410 | 41,932 | 38,478 |
| General supplies | 125,000 | 7,485 | 132,485 | 121,950 | 10,535 |
| Other objects | - | 1,000 | 1,000 | 959 | 41 |
| Total Undist Expend-Care & Upkeep of Grounds | 1,009,704 | (119,992) | 889,712 | 840,658 | 49,054 |
| Security | | | | | |
| Salaries | 723,971 | 26,436 | 750,407 | 747,237 | 3,170 |
| Purchased Professional and Technical Services | 183,000 | 4,209 | 187,209 | 187,208 | 1 |
| Cleaning, repair and maintenance services | 103,000 | (94,800) | 8,200 | 8,200 | - |
| General supplies | 111,200 | (56,147) | 55,053 | 54,499 | 554 |
| Total Security | 1,121,171 | (120,302) | 1,000,869 | 997,144 | 3,725 |

JACKSON TOWNSHIP SCHOOL DISTRICT
 Budgetary Comparison Schedule
 General Fund
 For the Year Ended June 30, 2024

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|--|--------------------|---------------------|--------------------|--------------------|-----------------------------|
| Undist. Expend. - Student Transportation Services | | | | | |
| Salaries of non-instructional aides | \$ 1,001,479 | \$ (220,549) | \$ 780,930 | \$ 776,389 | \$ 4,541 |
| Salaries-pupil transport(between home & school)-Regular | 5,403,202 | (1,090,597) | 4,312,605 | 4,307,390 | 5,215 |
| Salaries-pupil transport (between home & school)-Special | 1,042,273 | 165,806 | 1,208,079 | 1,207,323 | 756 |
| Salaries-pupil transport(other than home & school)-Regular | 200,000 | 159,319 | 359,319 | 359,319 | - |
| Salaries-pupil transport(between home & school)-NonPublic School | 92,145 | (49,775) | 42,370 | 42,370 | - |
| Management Fee - ESC & CTSSA Trans. Program | 150,000 | (150,000) | - | - | - |
| Unused Vac Pay to Term/Retired Staff | - | - | - | - | - |
| Other purchased professional and technical services | 98,370 | 147,384 | 245,754 | 244,099 | 1,655 |
| Cleaning, repair and maintenance services | 338,800 | (244,429) | 94,371 | 87,843 | 6,528 |
| Lease purchase payments - School buses | 918,128 | (10,985) | 907,143 | 907,143 | - |
| Contract Svc (btw Home & Sch.) - Vendors | - | 95,877 | 95,877 | 95,356 | 521 |
| Contract Svc - Aid in Lieu Pymts - NonPub Sch | 4,854,500 | (394,560) | 4,459,940 | 4,399,273 | 60,667 |
| Contract Svc (other btw home & Sch.) - Vendors | 3,060 | (3,000) | 60 | - | 60 |
| Contract Svc (btw home & Sch.) - Joint Agreements | 9,225 | (2,000) | 7,225 | 7,223 | 2 |
| Contract Svc (Sp Ed Stds) - Vendors | - | 7,361 | 7,361 | 7,361 | - |
| Contract Svc (Regular students) - ESCs & CTSSAs | 19,418 | 394,560 | 413,978 | 425,219 | (11,241) |
| Contract Svc (Spl. Ed. Students) - ESCs & CTSSAs | 2,290,135 | (466,278) | 1,823,857 | 1,918,393 | (94,536) |
| Contract Svc - Aid in Lieu Pymts - NonPub Sch | 2,000 | 3,616 | 5,616 | 5,616 | - |
| General supplies | 11,724 | (7,022) | 4,702 | 4,467 | 235 |
| Misc Purchased Serv - Transportation | 150,360 | (5,541) | 144,819 | 144,399 | 420 |
| Transportation supplies | 1,895,350 | (346,690) | 1,548,660 | 1,538,394 | 10,266 |
| Other objects | 2,350 | (1,750) | 600 | 110 | 490 |
| Total Undist. Expend. - Student Transportation Services | 18,482,519 | (2,019,253) | 16,463,266 | 16,477,687 | (14,421) |
| UNALLOCATED EMPLOYEE BENEFITS | | | | | |
| Social security contributions | 1,995,820 | 368,635 | 2,364,455 | 2,270,984 | 93,471 |
| Other retirement contributions - PERS | 3,080,367 | 705,170 | 3,785,537 | 3,782,152 | 3,385 |
| Workmen's compensation | 1,182,746 | 14,046 | 1,196,792 | 1,196,792 | - |
| Health benefits | 20,458,210 | 2,586,079 | 23,044,289 | 23,024,770 | 19,519 |
| Tuition reimbursement | 80,227 | (21,000) | 59,227 | 59,227 | - |
| Other employee benefits | 182,643 | (17,353) | 165,290 | 151,746 | 13,544 |
| TOTAL UNALLOCATED EMPLOYEE BENEFITS | 26,980,013 | 3,635,577 | 30,615,590 | 30,485,671 | 129,919 |
| TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS | 26,980,013 | 3,635,577 | 30,615,590 | 30,485,671 | 129,919 |
| ON-BEHALF CONTRIBUTIONS | | | | | |
| On-behalf TPAF LTDI (non-budgeted) | - | - | - | 6,250 | (6,250) |
| On-behalf TPAF OPEB (post retirement med) (non-budgeted) | - | - | - | 6,092,562 | (6,092,562) |
| On-behalf TPAF Pension Contributions (non-budgeted) | - | - | - | 22,385,679 | (22,385,679) |
| Reimbursed TPAF social security contributions (non-budgeted) | - | - | - | 4,412,043 | (4,412,043) |
| TOTAL ON-BEHALF CONTRIBUTIONS | - | - | - | 32,896,534 | (32,896,534) |
| TOTAL UNDISTRIBUTED EXPENDITURES | 85,736,327 | 1,108,371 | 86,844,698 | 118,930,869 | (32,086,171) |
| TOTAL GENERAL CURRENT EXPENDITURES | 141,640,465 | 217,580 | 141,858,045 | 173,705,213 | (31,847,168) |
| CAPITAL OUTLAY | | | | | |
| Interest Deposit to Capital Reserve | 100 | (100) | - | - | - |
| Equipment | | | | | |
| Regular Programs - Instruction: | | | | | |
| Grades 6-8 | 4,441 | (925) | 3,516 | - | 3,516 |
| Grades 9-12 | - | 14,149 | 14,149 | 14,149 | - |
| Undistributed expenditures - Required Maint. For Schools | 161,040 | - | 161,040 | 151,890 | 9,150 |
| Undistributed expenditures - Custodial services | 100,000 | - | 100,000 | 98,896 | 1,104 |
| Undistributed expenditures - Care and Upkeep of Grounds | 30,000 | 12,999 | 42,999 | 42,626 | 373 |
| Undistributed expenditures - Lease Purchase Payments - ESIP | 885,000 | - | 885,000 | 885,000 | - |
| Undistributed expenditures - Student Trans - Non Inst. Equip | 48,595 | - | 48,595 | - | 48,595 |
| Equipment admin information tech | - | 26,723 | 26,723 | 26,723 | - |
| Non-Instructional Equipment | - | - | - | - | - |
| School Buses - Regular | 41,730 | 1,400 | 43,130 | 1,525 | 41,605 |
| Total Equipment | 1,270,806 | 54,346 | 1,325,152 | 1,220,809 | 104,343 |

JACKSON TOWNSHIP SCHOOL DISTRICT
 Budgetary Comparison Schedule
 General Fund
 For the Year Ended June 30, 2024

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Final to Actual |
|---|---------------------|------------------|---------------------|---------------------|--------------------------|
| Facilities Acquisition and Construction Services | | | | | |
| Other objects | - | - | - | - | - |
| Construction Services | 146,500 | 19,292 | 165,792 | 146,248 | 19,544 |
| Assessment for Debt Service on SDA Funding | 296,467 | - | 296,467 | 296,467 | - |
| Total Facilities Acquisition and Construction Services | <u>442,967</u> | <u>19,292</u> | <u>462,259</u> | <u>442,715</u> | <u>19,544</u> |
| TOTAL CAPITAL OUTLAY | <u>1,713,873</u> | <u>73,538</u> | <u>1,787,411</u> | <u>1,663,524</u> | <u>123,887</u> |
| SPECIAL SCHOOLS | | | | | |
| Summer School - Instruction | | | | | |
| Salaries of teachers | \$ 117,159 | \$ (5,887) | \$ 111,272 | \$ 54,221 | \$ 57,051 |
| Total Summer School - Instruction | <u>117,159</u> | <u>(5,887)</u> | <u>111,272</u> | <u>54,221</u> | <u>57,051</u> |
| Other Special School SAT Prep Supp Instruction | | | | | |
| Salaries of teachers | - | 5,888 | 5,888 | 5,888 | - |
| Total Other Special School SAT Prep Supp Instruction | <u>-</u> | <u>5,888</u> | <u>5,888</u> | <u>5,888</u> | <u>-</u> |
| TOTAL SPECIAL SCHOOLS | <u>117,159</u> | <u>1</u> | <u>117,160</u> | <u>60,109</u> | <u>57,051</u> |
| Transfer of funds to Charter Schools | <u>188,529</u> | <u>(188,529)</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL EXPENDITURES | <u>143,660,026</u> | <u>102,590</u> | <u>143,762,616</u> | <u>175,428,846</u> | <u>(31,666,230)</u> |
| Excess (Deficiency) of Revenues | | | | | |
| Over (Under) Expenditures | (6,125,105) | 43,910 | (6,081,195) | (4,075,457) | (2,005,738) |
| Other Financing Sources/ (Uses): | | | | | |
| Transfer from capital reserve to capital projects | - | - | - | (1,301,000) | 1,301,000 |
| Total Other Financing Sources: | <u>-</u> | <u>-</u> | <u>-</u> | <u>(1,301,000)</u> | <u>1,301,000</u> |
| Excess (Deficiency) of Revenues and Other Financing Sources | | | | | |
| Over (Under) Expenditures & Other Financing Sources (Uses) | (6,125,105) | 43,910 | (6,081,195) | (5,376,457) | (704,738) |
| Fund Balance, July 1 | <u>9,967,287</u> | <u>-</u> | <u>9,967,287</u> | <u>9,967,287</u> | <u>-</u> |
| Fund Balance, June 30 | <u>\$ 3,842,182</u> | <u>\$ 43,910</u> | <u>\$ 3,886,092</u> | <u>4,590,830</u> | <u>\$ (704,738)</u> |
| Recapitulation: | | | | | |
| Restricted Fund Balance: | | | | | |
| Capital reserve | | | | 459,156 | |
| Maintenance reserve | | | | - | |
| Emergency reserve | | | | - | |
| Unemployment compensation | | | | 1,203,282 | |
| Excess surplus-current year | | | | - | |
| Excess surplus - designated for subsequent year's expenditures | | | | - | |
| Assigned Fund Balance: | | | | | |
| Year-end encumbrances | | | | 3,699 | |
| Designated for subsequent year's expenditures | | | | 250,000 | |
| Unrestricted/undesignated fund balance | | | | <u>2,674,693</u> | |
| Reconciliation to governmental funds statements (GAAP) | | | | | |
| Fund balance per governmental funds (Budgetary) | | | | 4,590,830 | |
| Last state aid payment not recognized on GAAP basis | | | | (550,828) | |
| Fund balance per governmental funds (GAAP) - B-1 | | | | <u>4,040,002</u> | |
| Fund balance per governmental funds (GAAP) - B-1 | | | | <u>\$ 4,040,002</u> | |

JACKSON TOWNSHIP SCHOOL DISTRICT
Budgetary Comparison Schedule
Special Revenue Fund
For the Year Ended June 30, 2024

| | <u>Original Budget</u> | <u>Budget Transfers</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Final to Actual</u> |
|--|----------------------------|-----------------------------|-------------------------|-------------------|-------------------------------------|
| REVENUES | | | | | |
| Local sources | \$ - | \$ 1,418,746 | \$ 1,418,746 | \$ 1,772,139 | \$ 353,393 |
| State sources | 7,488,075 | 224,754 | 7,712,829 | 6,095,360 | (1,617,469) |
| Federal sources | 6,208,898 | 2,742,240 | 8,951,138 | 7,923,860 | (1,027,278) |
| Total Revenues | 13,696,973 | 4,385,740 | 18,082,713 | 15,791,359 | (2,291,354) |
| EXPENDITURES | | | | | |
| Instruction: | | | | | |
| Salaries of teachers | 3,267,402 | (250,017) | 3,017,385 | 3,014,905 | 2,480 |
| Other salaries for instruction | 1,651,926 | 293,392 | 1,945,318 | 1,810,996 | 134,322 |
| Purchased professional services | 631,685 | 528,157 | 1,159,842 | 933,979 | 225,863 |
| Textbooks | - | 6,249 | 6,249 | 4,625 | 1,624 |
| Miscellaneous expenditures | - | 33,573 | 33,573 | 29,717 | 3,856 |
| General supplies | 997,515 | 1,572,434 | 2,569,949 | 1,560,153 | 1,009,796 |
| Tuition | 1,673,036 | 425,055 | 2,098,091 | 2,098,091 | - |
| Total Instruction | 8,221,564 | 2,608,843 | 10,830,407 | 9,452,466 | 1,377,941 |
| Support services: | | | | | |
| Other professional staff salaries | 2,210,894 | 278,064 | 2,488,958 | 2,385,840 | 103,118 |
| Secretarial/clerical salaries | 97,051 | 26,999 | 124,050 | 107,726 | 16,324 |
| Personal services - employee benefits | 2,448,515 | 8,958 | 2,457,473 | 2,152,913 | 304,560 |
| Purchased Professional and Technical Services | 372,380 | (19,266) | 353,114 | 213,225 | 139,889 |
| Other Purchased Services | 32,439 | 92,558 | 124,997 | 120,377 | 4,620 |
| Travel | 13,100 | (7,450) | 5,650 | 3,363 | 2,287 |
| Miscellaneous purchased services (400-500 series) | - | 2,665 | 2,665 | 2,395 | 270 |
| Miscellaneous expenditures | - | 1,828 | 1,828 | 1,828 | - |
| Supplies & materials | 293,530 | 720,062 | 1,013,592 | 916,299 | 97,293 |
| Equipment | - | 5,075 | 5,075 | - | 5,075 |
| Student activities | - | - | - | 1,200,341 | (1,200,341) |
| Total support services | 5,467,909 | 1,109,493 | 6,577,402 | 7,104,307 | (526,905) |
| EXPENDITURES (CONT'D): | | | | | |
| Facilities acquisition and const. serv.: | | | | | |
| Instructional equipment | 7,500 | 239,739 | 247,239 | 200,951 | 46,288 |
| Non-Instructional equipment | - | 427,665 | 427,665 | 38,525 | 389,140 |
| Total facilities acquisition and const. serv. | 7,500 | 667,404 | 674,904 | 239,476 | 435,428 |
| Total expenditures | 13,696,973 | 4,385,740 | 18,082,713 | 16,796,249 | 1,286,464 |
| Other financing sources (uses) | | | | | |
| Transfer in from general fund | - | - | - | 1,098,251 | (1,098,251) |
| | - | - | - | 1,098,251 | (1,098,251) |
| Total outflows | 13,696,973 | 4,385,740 | 18,082,713 | 15,697,998 | 2,384,715 |
| Excess (deficiency) of revenues Over (under) expenditures | \$ - | \$ - | \$ - | 93,361 | \$ 93,361 |
| Fund Balance, July 1 | | | | 702,130 | |
| Fund Balance, June 30 | | | | \$ 795,491 | |
| Recapitulation: | | | | | |
| Restricted: | | | | | |
| Preschool | | | | - | |
| Student Activities | | | | 795,491 | |
| Total Fund Balance | | | | \$ 795,491 | |

Note 1

Note 1 - Not required to budget for these funds.

**JACKSON TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
Budget-to-GAAP Reconciliation
Note to Required Supplementary Information
For the Year Ended June 30, 2024**

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

| | | General Fund | | Special Revenue Fund |
|--|--------------|-----------------|--------------|----------------------------|
| Sources/inflows of resources | | | | |
| Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule | [C-1] | \$ 171,353,389 | [C-2] | \$ 15,791,359 |
| Difference - budget to GAAP: | | | | |
| Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized. | | - | | (122,704) |
| TPAF pension payments completely funded by the State of New Jersey are not included on the GAAP statements. | | (22,385,679) | | |
| The 2022-23 last State aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GAAP 33). | | 3,795,360 | | - |
| The 2023-24 last State aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GAAP 33). | | (550,828) | | (129,163) |
| Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds. | [B-2] | \$ 152,212,242 | [B-2] | \$ 15,539,492 |
| Uses/outflows of resources | | | | |
| Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule | [C-1] | \$ 175,428,846 | [C-2] | \$ 15,697,998 |
| Differences - budget to GAAP | | | | |
| TPAF pension payments completely funded by the State of New Jersey are not included on the GAAP statements. | | (22,385,679) | | |
| Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes. | | | | (122,704) |
| Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds | [B-2] | \$ 153,043,167 | [B-2] | \$ 15,575,294 |

REQUIRED SUPPLEMENTARY INFORMATION - PART III

**Jackson Township School District
Required Supplementary Information
Schedule of the District's Proportionate Share of Net Pension Liability-PERS
For the Year Ended June 30, 2024**

Last 10 Fiscal Years

| | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u> | <u>2024</u> |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| District's proportion of the net pension liability | 0.2554735380% | 0.2479451138% | 0.2486189228% | 0.2519804763% | 0.2517092688% | 0.2573698992% | 0.2610183409% | 0.2637982280% | 0.2625275122% | 0.2780520169% |
| District's proportionate share of the net pension liability | \$ 47,881,634 | \$ 55,658,710 | \$ 73,633,794 | \$ 58,657,027 | \$ 49,560,301 | \$ 46,374,151 | \$ 42,565,265 | \$ 31,319,754 | \$ 39,619,016 | \$ 40,274,094 |
| District's covered-employee payroll | \$ 17,029,074 | \$ 16,822,768 | \$ 17,530,734 | \$ 17,611,997 | \$ 17,742,881 | \$ 18,401,505 | \$ 19,273,118 | \$ 19,144,004 | \$ 19,437,153 | \$ 20,931,854 |
| District's proportionate share of the net pension liability as a percentage of its covered-employee payroll | 280.88% | 330.85% | 420.03% | 333.05% | 279.32% | 252.01% | 220.85% | 163.60% | 203.83% | 192.41% |
| Plan fiduciary net position as a percentage of the total pension liability | 52.08% | 47.93% | 40.14% | 48.10% | 53.60% | 56.27% | 58.32% | 70.33% | 62.91% | 65.23% |

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

**Jackson Township School District
Required Supplementary Information
Schedule of the District Contributions-PERS
For the Year Ended June 30, 2024**

Last 10 Fiscal Years

| | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u> | <u>2024</u> |
|--|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|---------------------|--------------------|
| Contractually required contributions | \$ 2,131,663 | \$ 2,208,695 | \$ 2,334,330 | \$ 2,503,694 | \$ 2,503,465 | \$ 2,855,412 | \$ 3,096,195 | \$ 3,310,598 | \$ 3,096,195 | \$ 3,716,244 |
| Contributions in relation to the contractually required contribution | <u>2,131,663</u> | <u>2,208,695</u> | <u>2,334,330</u> | <u>2,503,694</u> | <u>2,503,465</u> | <u>2,855,412</u> | <u>3,096,195</u> | <u>3,310,598</u> | <u>3,375,751</u> | <u>3,782,152</u> |
| Contribution deficiency (excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (279,556)</u> | <u>\$ (65,908)</u> |
| District's covered-employee payroll | \$ 16,822,768 | \$ 17,530,734 | \$ 17,611,997 | \$ 17,742,881 | \$ 18,401,505 | \$ 19,273,118 | \$ 19,144,004 | \$ 19,437,153 | \$ 20,931,854 | \$ 21,551,407 |
| Contributions as a percentage of covered-employee payroll | 12.67% | 12.60% | 13.25% | 14.11% | 13.60% | 14.82% | 16.17% | 17.03% | 14.79% | 17.24% |

**Jackson Township School District
Required Supplementary Information
Schedule of the District's Proportionate Share of Net Pension Liability-TPAF
For the Year Ended June 30, 2024**

Last 10 Fiscal Years

| | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u> | <u>2024</u> |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| State's proportion of the net pension liability associated with the District | 0.5295315570% | 0.5400397299% | 0.5274475489% | 0.5176863618% | 0.5423756495% | 0.5431339213% | 0.5474053903% | 0.5346538992% | 0.5232144574% | 0.5082348894% |
| State's proportionate share of the net pension liability associated with the District | \$ 283,017,383 | \$ 343,489,498 | \$ 414,923,825 | \$ 349,042,812 | \$ 345,047,738 | \$ 333,326,414 | \$ 360,459,863 | \$ 257,035,871 | \$ 269,949,443 | \$ 259,365,832 |
| District's covered-employee payroll | 52,681,833 | 52,778,237 | 52,790,402 | 57,049,928 | 57,947,004 | 58,690,740 | 59,088,585 | 57,994,391 | 61,883,093 | 61,082,168 |
| Proportionate share of the net pension liability as a percentage of District's covered-employee payroll | 537.22% | 650.82% | 785.98% | 611.82% | 595.45% | 567.94% | 610.03% | 443.21% | 436.22% | 424.62% |
| Plan fiduciary net position as a percentage of the total pension liability | 33.64% | 28.71% | 22.33% | 25.41% | 26.49% | 26.95% | 24.60% | 35.52% | 32.29% | 34.68% |

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

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

**Jackson Township School District
Required Supplementary Information
Schedule of Changes in the Total OPEB Liability and Related Ratios
For the Year Ended June 30, 2024
(Unaudited)**

Last 10 Fiscal Years*

| | <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u> | <u>2024</u> |
|--|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| State's proportion of the OPEB liability associated with the District | | | | | | | |
| Service cost | \$ 14,878,405 | \$ 12,365,510 | \$ 10,990,992 | \$ 11,043,058 | \$ 19,617,339 | \$ 16,965,857 | \$ 12,897,041 |
| Interest cost | 10,955,051 | 12,689,815 | 11,934,712 | 9,800,918 | 10,327,901 | 8,897,837 | 12,192,412 |
| Differences between expected and actual experiences | - | (27,216,331) | (47,557,117) | 80,342,115 | (72,142,661) | 10,359,874 | (6,158,303) |
| Changes in benefit terms | - | - | - | - | (423,761) | - | - |
| Changes in assumptions | (45,501,609) | (34,589,787) | 4,066,487 | 81,876,119 | 392,785 | (90,068,879) | 697,777 |
| Member contributions | 295,061 | 278,564 | 245,173 | 236,518 | 264,034 | 285,744 | 312,448 |
| Gross benefit payments | <u>(8,013,054)</u> | <u>(8,059,941)</u> | <u>(8,372,122)</u> | <u>(7,803,306)</u> | <u>(8,135,493)</u> | <u>(8,813,571)</u> | <u>(9,504,183)</u> |
| Net change in total OPEB liability | (27,386,146) | (44,532,170) | (28,691,875) | 175,495,422 | (50,099,856) | (62,373,138) | 10,437,192 |
| Total State Share of OPEB liability - beginning | <u>373,341,225</u> | <u>345,955,079</u> | <u>301,422,909</u> | <u>272,731,034</u> | <u>448,226,456</u> | <u>398,126,600</u> | <u>335,753,462</u> |
| Total State Share of OPEB liability - ending | <u>\$ 345,955,079</u> | <u>\$ 301,422,909</u> | <u>\$ 272,731,034</u> | <u>\$ 448,226,456</u> | <u>\$ 398,126,600</u> | <u>\$ 335,753,462</u> | <u>\$ 346,190,654</u> |
| District's covered employee payroll | <u>\$ 75,689,885</u> | <u>\$ 77,092,245</u> | <u>\$ 77,092,245</u> | <u>\$ 77,267,509</u> | <u>\$ 77,138,395</u> | <u>\$ 94,981,435</u> | <u>\$ 94,794,786</u> |
| Total State's OPEB liability as a percentage of covered employee payroll | 457% | 391% | 354% | 580% | 516% | 353% | 365% |

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

Jackson Township Board of Education

Notes to Required Supplementary Information - Part III

For the Year Ended June 30, 2024

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None .

Changes in Assumptions - The discount rate changed from 7.00% as of June 30, 2022, to 7.00% as of June 30, 2023.

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None .

Changes in Assumptions - The discount rate changed from 7.00% as of June 30, 2022, to 7.00% as of June 30, 2023.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None .

Changes in Assumptions - The discount rate changed from 3.54% as of June 30, 2022, to 3.65% as of June 30, 2023.

OTHER SUPPLEMENTARY INFORMATION

D. School Based Budget Schedules
Not Applicable

E. Special Revenue Fund

JACKSON TOWNSHIP SCHOOL DISTRICT
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2024

| | Title I Part A 23/24 | Title III 23/24 | Title III Immigrant 23/24 | Title II Part A 23/24 | Title IV 23/24 | Perkins 23/24 |
|---|-------------------------------------|----------------------------|--|--------------------------------------|---------------------------|--------------------------|
| Revenues: | | | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| State sources | - | - | - | - | - | - |
| Federal sources | <u>2,279,650</u> | <u>80,346</u> | <u>26,725</u> | <u>317,658</u> | <u>117,804</u> | <u>84,408</u> |
| Total revenues | <u>2,279,650</u> | <u>80,346</u> | <u>26,725</u> | <u>317,658</u> | <u>117,804</u> | <u>84,408</u> |
| Expenditures: | | | | | | |
| Instruction: | | | | | | |
| Salaries of teachers | 589,840 | 14,245 | - | - | - | - |
| Other salaries/instruction | 15,030 | - | 7,500 | - | 24,450 | 20,350 |
| Purchased professional services | 828,667 | - | - | - | 28,500 | 30,276 |
| General supplies | 234,906 | 4,973 | 14,865 | - | 53,735 | 10,097 |
| Tuition | - | - | - | - | - | - |
| Textbooks | - | - | - | - | - | - |
| Miscellaneous expenses | <u>3,250</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total instruction | <u>1,671,693</u> | <u>19,218</u> | <u>22,365</u> | <u>-</u> | <u>106,685</u> | <u>60,723</u> |
| Support services: | | | | | | |
| Other support services - students - special: | | | | | | |
| Other professional staff salaries | 127,095 | 49,874 | - | 223,771 | - | 6,725 |
| Secretarial/Clerical salaries | 27,863 | - | - | 10,804 | 1,028 | - |
| Purchased Professional and Technical S | 93,516 | - | - | 7,300 | 1,990 | 1,150 |
| Purchased Property Services | - | - | - | - | - | - |
| Other Purchased Services | 4,649 | 650 | 3,900 | - | 1,476 | - |
| Employee benefits | 322,417 | 6,889 | 197 | 73,034 | 1,113 | 2,071 |
| Travel | - | - | - | - | - | - |
| Miscellaneous purchased services | - | - | - | 2,395 | - | - |
| General supplies | 32,417 | 3,715 | 263 | 354 | 5,512 | 5,639 |
| Equipment | - | - | - | - | - | - |
| Miscellaneous expenses | - | - | - | - | - | - |
| Student activities | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total other support services - students - special | <u>607,957</u> | <u>61,128</u> | <u>4,360</u> | <u>317,658</u> | <u>11,119</u> | <u>15,585</u> |
| Total support services | <u>607,957</u> | <u>61,128</u> | <u>4,360</u> | <u>317,658</u> | <u>11,119</u> | <u>15,585</u> |
| Equipment: | | | | | | |
| Regular programs instruction | - | - | - | - | - | 8,100 |
| Non-instructional equipment | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total equipment | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>8,100</u> |
| Total expenditures | <u>\$ 2,279,650</u> | <u>\$ 80,346</u> | <u>\$ 26,725</u> | <u>\$ 317,658</u> | <u>\$ 117,804</u> | <u>\$ 84,408</u> |
| Other Financing Sources (Uses) | | | | | | |
| Operating transfer in | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Excess (deficiency) of revenues | | | | | | |
| Over (under) expenditures | - | - | - | - | - | - |
| Fund Balance, July 1 | | | | | | |
| | - | - | - | - | - | - |
| Fund Balance, June 30 | | | | | | |
| | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

JACKSON TOWNSHIP SCHOOL DISTRICT
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2024

| | Nonpublic Textbooks 23/24 | Nonpublic Nursing 23/24 | Nonpublic Technology 23/24 | Nonpublic Security 23/24 |
|--|---------------------------------|-------------------------------|----------------------------------|--------------------------------|
| Revenues: | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ - |
| State sources | 4,625 | 5,754 | 3,724 | 15,525 |
| Federal sources | - | - | - | - |
| Total revenues | <u>4,625</u> | <u>5,754</u> | <u>3,724</u> | <u>15,525</u> |
| Expenditures: | | | | |
| Instruction: | | | | |
| Salaries of teachers | - | - | - | - |
| Other salaries/instruction | - | - | - | - |
| Purchased professional services | - | 4,794 | 3,724 | 15,525 |
| General supplies | - | - | - | - |
| Tuition | - | - | - | - |
| Textbooks | 4,625 | - | - | - |
| Miscellaneous expenses | - | - | - | - |
| Total instruction | <u>4,625</u> | <u>4,794</u> | <u>3,724</u> | <u>15,525</u> |
| Support services: | | | | |
| Other support services - students - special: | | | | |
| Other professional staff salaries | - | - | - | - |
| Secretarial/Clerical salaries | - | - | - | - |
| Purchased Professional and Technical Services | - | - | - | - |
| Purchased Property Services | - | - | - | - |
| Other Purchased Services | - | - | - | - |
| Employee benefits | - | - | - | - |
| Travel | - | - | - | - |
| Miscellaneous purchased services | - | - | - | - |
| General supplies | - | 960 | - | - |
| Equipment | - | - | - | - |
| Miscellaneous expenses | - | - | - | - |
| Student activities | - | - | - | - |
| Total other support services - students - special | <u>-</u> | <u>960</u> | <u>-</u> | <u>-</u> |
| Total support services | <u>-</u> | <u>960</u> | <u>-</u> | <u>-</u> |
| Equipment: | | | | |
| Regular programs instruction | - | - | - | - |
| Non-instructional equipment | - | - | - | - |
| Total equipment | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | <u>\$ 4,625</u> | <u>\$ 5,754</u> | <u>\$ 3,724</u> | <u>\$ 15,525</u> |
| Other Financing Sources (Uses) | | | | |
| Operating transfer in | - | - | - | - |
| Total other financing sources (uses) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</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> |

JACKSON TOWNSHIP SCHOOL DISTRICT
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2024

| | IDEA-Part B-Basic Reg Prog 23/24 | IDEA-Part B-Preschool Reg Prog 23/24 | Mental Health Screening in School PILOT 23/24 | ARP Homeless 23/24 | ARP ESSER 23/24 | ARP Learning Coach 23/24 |
|---|---|---|--|--------------------------|-----------------------|-----------------------------------|
| Revenues: | | | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| State sources | - | - | - | - | - | - |
| Federal sources | <u>2,098,091</u> | <u>75,773</u> | <u>763</u> | <u>2,661</u> | <u>1,968,146</u> | <u>347,204</u> |
| Total revenues | <u>2,098,091</u> | <u>75,773</u> | <u>763</u> | <u>2,661</u> | <u>1,968,146</u> | <u>347,204</u> |
| Expenditures: | | | | | | |
| Instruction: | | | | | | |
| Salaries of teachers | - | 46,203 | - | - | 237,904 | - |
| Other salaries/instruction | - | - | - | - | 24,595 | 55,650 |
| Purchased professional services | - | - | - | - | 22,487 | - |
| General supplies | - | - | - | - | 698,764 | 263,205 |
| Tuition | 2,098,091 | - | - | - | - | - |
| Textbooks | - | - | - | - | - | - |
| Miscellaneous expenses | - | - | - | - | 25,090 | - |
| Total instruction | <u>2,098,091</u> | <u>46,203</u> | <u>-</u> | <u>-</u> | <u>1,008,840</u> | <u>318,855</u> |
| Support services: | | | | | | |
| Other support services - students - special: | | | | | | |
| Other professional staff salaries | - | - | 763 | - | 213,773 | 4,214 |
| Secretarial/Clerical salaries | - | - | - | - | - | - |
| Purchased Professional and Technical Sr | - | - | - | - | 15,220 | 20,000 |
| Purchased Property Services | - | - | - | - | - | - |
| Other Purchased Services | - | - | - | 2,661 | 3,974 | - |
| Employee benefits | - | 29,570 | - | - | 405,051 | 4,135 |
| Travel | - | - | - | - | - | - |
| Miscellaneous purchased services | - | - | - | - | - | - |
| General supplies | - | - | - | - | 319,460 | - |
| Equipment | - | - | - | - | - | - |
| Miscellaneous expenses | - | - | - | - | 1,828 | - |
| Student activities | - | - | - | - | - | - |
| Total other support services - students - special | <u>-</u> | <u>29,570</u> | <u>763</u> | <u>2,661</u> | <u>959,306</u> | <u>28,349</u> |
| Total support services | <u>-</u> | <u>29,570</u> | <u>763</u> | <u>2,661</u> | <u>959,306</u> | <u>28,349</u> |
| Equipment: | | | | | | |
| Regular programs instruction | - | - | - | - | - | - |
| Non-instructional equipment | - | - | - | - | - | - |
| Total equipment | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | <u>\$ 2,098,091</u> | <u>\$ 75,773</u> | <u>\$ 763</u> | <u>\$ 2,661</u> | <u>\$ 1,968,146</u> | <u>\$ 347,204</u> |
| Other Financing Sources (Uses) | | | | | | |
| Operating transfer in | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Excess (deficiency) of revenues | - | - | - | - | - | - |
| Over (under) expenditures | - | - | - | - | - | - |
| Fund Balance, July 1 | - | - | - | - | - | - |
| Fund Balance, June 30 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

JACKSON TOWNSHIP SCHOOL DISTRICT
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2024

| | School Based Mental Health Training Grant 23/24 | High Impact Tutoring 23/24 | ESSER II 23/24 | ESSER II LA 23/24 | ESSER II MH 23/24 | SDA Emergency 23/24 |
|--|--|---|---------------------------|----------------------------------|----------------------------------|------------------------------------|
| Revenues: | | | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| State sources | - | - | - | - | - | 188,816 |
| Federal sources | 183,893 | 295,233 | 6 | 23,269 | 5,215 | - |
| Total revenues | <u>183,893</u> | <u>295,233</u> | <u>6</u> | <u>23,269</u> | <u>5,215</u> | <u>188,816</u> |
| Expenditures: | | | | | | |
| Instruction: | | | | | | |
| Salaries of teachers | - | - | - | - | - | - |
| Other salaries/instruction | 54,350 | 217,200 | - | - | - | - |
| Purchased professional services | - | - | 6 | - | - | - |
| General supplies | 82,052 | 10,608 | - | 799 | - | - |
| Tuition | - | - | - | - | - | - |
| Textbooks | - | - | - | - | - | - |
| Miscellaneous expenses | - | - | - | - | - | - |
| Total instruction | <u>136,402</u> | <u>227,808</u> | <u>6</u> | <u>799</u> | <u>-</u> | <u>-</u> |
| Support services: | | | | | | |
| Other support services - students - special: | | | | | | |
| Other professional staff salaries | 28,631 | 57,200 | - | - | - | - |
| Secretarial/Clerical salaries | - | - | - | - | - | - |
| Purchased Professional and Technical St | 15,040 | - | - | - | - | - |
| Purchased Property Services | - | - | - | - | - | - |
| Other Purchased Services | - | - | - | 22,470 | 5,215 | - |
| Employee benefits | 3,820 | 10,225 | - | - | - | - |
| Travel | - | - | - | - | - | - |
| Miscellaneous purchased services | - | - | - | - | - | - |
| General supplies | - | - | - | - | - | - |
| Equipment | - | - | - | - | - | - |
| Miscellaneous expenses | - | - | - | - | - | - |
| Student activities | - | - | - | - | - | - |
| Total other support services - students - special | <u>47,491</u> | <u>67,425</u> | <u>-</u> | <u>22,470</u> | <u>5,215</u> | <u>-</u> |
| Total support services | <u>47,491</u> | <u>67,425</u> | <u>-</u> | <u>22,470</u> | <u>5,215</u> | <u>-</u> |
| Equipment: | | | | | | |
| Regular programs instruction | - | - | - | - | - | 188,816 |
| Non-instructional equipment | - | - | - | - | - | - |
| Total equipment | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>188,816</u> |
| Total expenditures | <u>\$ 183,893</u> | <u>\$ 295,233</u> | <u>\$ 6</u> | <u>\$ 23,269</u> | <u>\$ 5,215</u> | <u>\$ 188,816</u> |
| Other Financing Sources (Uses) | | | | | | |
| Operating transfer in | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Excess (deficiency) of revenues | - | - | - | - | - | - |
| Over (under) expenditures | - | - | - | - | - | - |
| Fund Balance, July 1 | - | - | - | - | - | - |
| Fund Balance, June 30 | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

JACKSON TOWNSHIP SCHOOL DISTRICT
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2024

(Continued from prior page)

| | ARP Beyond the Day School 23/24 | ARP Mental Health 23/24 | Preschool Education Aid 23/24 | Student Activities 23/24 | Local 23/24 | Total 2024 |
|--|--|--|--|---|------------------------|-----------------------|
| Revenues: | | | | | | |
| Local sources | \$ - | \$ - | \$ - | \$ 1,293,702 | \$ 478,437 | \$ 1,772,139 |
| State sources | - | - | 5,876,916 | - | - | 6,095,360 |
| Federal sources | <u>16,925</u> | <u>90</u> | - | - | - | <u>7,923,860</u> |
| Total revenues | <u>16,925</u> | <u>90</u> | <u>5,876,916</u> | <u>1,293,702</u> | <u>478,437</u> | <u>15,791,359</u> |
| Expenditures: | | | | | | |
| Instruction: | | | | | | |
| Salaries of teachers | - | - | 2,126,713 | - | - | 3,014,905 |
| Other salaries/instruction | - | - | 1,384,223 | - | 7,648 | 1,810,996 |
| Purchased professional services | - | - | - | - | - | 933,979 |
| General supplies | 16,925 | - | 161,480 | - | 7,744 | 1,560,153 |
| Tuition | - | - | - | - | - | 2,098,091 |
| Textbooks | - | - | - | - | - | 4,625 |
| Miscellaneous expenses | - | - | - | - | <u>1,377</u> | <u>29,717</u> |
| Total instruction | <u>16,925</u> | <u>-</u> | <u>3,672,416</u> | <u>-</u> | <u>16,769</u> | <u>9,452,466</u> |
| Support services: | | | | | | |
| Other support services - students - special: | | | | | | |
| Other professional staff salaries | - | - | 1,673,794 | - | - | 2,385,840 |
| Secretarial/Clerical salaries | - | - | 68,031 | - | - | 107,726 |
| Purchased Professional and Technical Ser | - | 90 | - | - | 58,919 | 213,225 |
| Purchased Property Services | - | - | - | - | - | - |
| Other Purchased Services | - | - | 75,382 | - | - | 120,377 |
| Employee benefits | - | - | 1,294,391 | - | - | 2,152,913 |
| Travel | - | - | 3,363 | - | - | 3,363 |
| Miscellaneous purchased services | - | - | - | - | - | 2,395 |
| General supplies | - | - | 145,230 | - | 402,749 | 916,299 |
| Equipment | - | - | - | - | - | - |
| Miscellaneous expenses | - | - | - | - | - | 1,828 |
| Student activities | - | - | - | <u>1,200,341</u> | - | <u>1,200,341</u> |
| Total other support services - students - special | <u>-</u> | <u>90</u> | <u>3,260,191</u> | <u>1,200,341</u> | <u>461,668</u> | <u>7,104,307</u> |
| Total support services | <u>-</u> | <u>90</u> | <u>3,260,191</u> | <u>1,200,341</u> | <u>461,668</u> | <u>7,104,307</u> |
| Equipment: | | | | | | |
| Regular programs instruction | - | - | 4,035 | - | - | 200,951 |
| Non-instructional equipment | - | - | <u>38,525</u> | - | - | <u>38,525</u> |
| Total equipment | <u>-</u> | <u>-</u> | <u>42,560</u> | <u>-</u> | <u>-</u> | <u>239,476</u> |
| Total expenditures | <u>\$ 16,925</u> | <u>\$ 90</u> | <u>\$ 6,975,167</u> | <u>\$ 1,200,341</u> | <u>\$ 478,437</u> | <u>\$ 16,796,249</u> |
| Other Financing Sources (Uses) | | | | | | |
| Operating transfer in | - | - | <u>1,098,251</u> | - | - | <u>1,098,251</u> |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>1,098,251</u> | <u>-</u> | <u>-</u> | <u>1,098,251</u> |
| Excess (deficiency) of revenues Over (under) expenditures | | | | | | |
| | - | - | - | 93,361 | - | 93,361 |
| Fund Balance, July 1 | <u>-</u> | <u>-</u> | <u>-</u> | <u>702,130</u> | <u>-</u> | <u>702,130</u> |
| Fund Balance, June 30 | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 795,491</u> | <u>\$ -</u> | <u>\$ 795,491</u> |

JACKSON TOWNSHIP SCHOOL DISTRICT
Special Revenue Fund
Schedule of Expenditures of Preschool Education Aid
Preschool - All Programs
Budgetary Basis
For the Year Ended June 30, 2024

| | <u>Budget</u> | <u>Actual</u> | <u>Variance</u> |
|---|---------------------|---------------------|--------------------|
| EXPENDITURES: | | | |
| Instruction: | | | |
| Salaries of Teachers | \$ 3,573,916 | \$ 2,126,713 | \$ 1,447,203 |
| Other Salaries for Instruction | - | 1,384,223 | (1,384,223) |
| General Supplies | 161,480 | 161,480 | - |
| Total instruction | <u>3,735,396</u> | <u>3,672,416</u> | <u>62,980</u> |
| Support services: | | | |
| Salaries of Secr. And Clerical Assistants | - | 68,031 | (68,031) |
| Other Salaries | 1,785,851 | 1,673,794 | 112,057 |
| Personal Services - Employee Benefits | 1,294,391 | 1,294,391 | - |
| Other Purchased Professional Services | 73,838 | 75,382 | (1,544) |
| Travel | 4,000 | 3,363 | 637 |
| Supplies & Materials | 171,632 | 145,230 | 26,402 |
| Other Objects | 2,335 | - | 2,335 |
| Total support services | <u>3,332,047</u> | <u>3,260,191</u> | <u>71,856</u> |
| Facilities acquisition and cont. serv: | | | |
| Instructional equipment | 4,035 | 4,035 | - |
| Noninstructional Equipment | 416,697 | 38,525 | 378,172 |
| Total Facilities acquisition and cont. serv. | <u>420,732</u> | <u>42,560</u> | <u>378,172</u> |
| Contribution to Charter Schools | <u>-</u> | <u>1,098,251</u> | <u>(1,098,251)</u> |
| Transfer to General Fund | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Expenditures | <u>\$ 7,488,175</u> | <u>\$ 6,975,167</u> | <u>\$ 513,008</u> |

CALCULATION OF BUDGET & CARRYOVER

| | |
|--|--------------------|
| Total 2023-24 PreK/ECPA Aid Allocation | \$ 6,389,924 |
| Add: Actual PreK/ECPA Aid Carryover June 30, 2023 | - |
| Add: Budgeted Transfer From General Fund | 1,098,251 |
| Total Funds Available for 2023-24 Budget | <u>7,488,175</u> |
| Less: 2022-23 Budgeted PreK/ECPA (Including prior year budgeted carryover) | <u>(6,975,167)</u> |
| Available & Unbudgeted Funds as of June 30, 2024 | 513,008 |
| Add: June 30, 2024 Unexpended PreK Aid | - |
| 2024- Actual Carryover - PreK Aid | <u>\$ 513,008</u> |
| 2023-24 PreK Aid Carryover Budgeted in 2024-FY | <u>\$ 513,008</u> |

F. Capital Projects Fund

**JACKSON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Summary Schedule of Project Expenditures
For the Year Ended June 30, 2024**

| Project Title/Issue | Approval Date | Revised Budgetary Appropriations | GAAP Expenditures to Date | | Unexpended Appropriations June 30, 2024 |
|--|---------------|--|------------------------------|-------------------|---|
| | | | Prior Years | Current Year | |
| ESIP Implementation Project | 1/19/2023 | \$ 105,820 | \$ 53,044 | \$ - | \$ 52,776 |
| Fuel Depot at Memorial Transportation Facility | 5/17/2023 | 1,256,331 | 955,331 | 268,121 | 32,879 |
| Water Project | 4/24/2024 | 1,000,000 | - | 454,772 | 545,228 |
| Totals | | <u>\$ 2,362,151</u> | <u>\$ 1,008,375</u> | <u>\$ 722,893</u> | <u>\$ 630,883</u> |

JACKSON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budgetary
For the Year Ended June 30, 2024

Revenues and Other Financing Sources

| | |
|----------------------------------|-----------|
| State Sources - SCC Grant | \$ - |
| Bond proceeds and transfers | - |
| Contribution from private source | - |
| Transfer from capital reserve | 1,301,000 |
| Transfer from capital outlay | - |
| Total revenues | 1,301,000 |

Expenditures and Other Financing Uses

| | |
|---|---------|
| Purchased professional and technical services | - |
| Other objects | - |
| Construction services | 722,893 |
| Equipment purchases | - |
| Total expenditures | 722,893 |

| | |
|---|---------|
| Excess (deficiency) of revenues over (under) expenditures | 578,107 |
|---|---------|

| | |
|--------------------------|--------|
| Fund balance - beginning | 52,776 |
|--------------------------|--------|

| | |
|-----------------------|------------|
| Fund balance - ending | \$ 630,883 |
|-----------------------|------------|

JACKSON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Additions and Renovations to various Schools
Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budgetary Basis
ESIP Implementation Project
For the Year Ended June 30, 2024

| | Prior Periods | Current Year | Totals | Revised Authorized Cost |
|--|------------------|--------------|------------------|-------------------------------|
| Revenues and Other Financing Sources | | | | |
| State Sources - SDA Grant | \$ - | \$ - | \$ - | \$ - |
| Bond proceeds and transfers | - | - | - | - |
| Contribution from private sources | - | - | - | - |
| Transfer from capital reserve | 105,820 | - | 105,820 | 105,820 |
| Transfer from capital outlay | - | - | - | - |
| Total revenues | <u>105,820</u> | <u>-</u> | <u>105,820</u> | <u>105,820</u> |
| Expenditures and Other Financing Uses | | | | |
| Purchased prof. and technical services | - | - | - | - |
| Other objects | 53,044 | - | 53,044 | 53,044 |
| Construction services | - | - | - | - |
| Equipment purchases | - | - | - | - |
| Total expenditures | <u>53,044</u> | <u>-</u> | <u>53,044</u> | <u>53,044</u> |
| Excess (deficiency) or revenues over (under) expenditures | <u>\$ 52,776</u> | <u>\$ -</u> | <u>\$ 52,776</u> | <u>\$ 52,776</u> |

Additional project information:

| | |
|--|------------|
| Project Number | N/A |
| Grant Date | N/A |
| Bond Authorization Date | - |
| Bonds Authorized | - |
| Bonds Issued | - |
| Original Authorized Cost | \$ 105,820 |
| Additional Authorized Cost | - |
| Revised Authorized Cost | \$ 105,820 |
| | |
| Percentage Increase over Original Authorized Cost | 0.0% |
| Percentage Completion | 50% |
| Original target completion date | FY2023 |
| Revised target completion date | FY2025 |

JACKSON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Additions and Renovations for various schools
Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budgetary Basis
Fuel Depot at Memorial Transportation Facility
From Inception and For the Year Ended June 30, 2024

| | Prior Periods | Current Year | Totals | Revised Authorized Cost |
|--|---------------|--------------|-----------|----------------------------|
| Revenues and Other Financing Sources | | | | |
| State Sources - SDA Grant | \$ - | \$ - | \$ - | \$ - |
| Bond proceeds and transfers | - | - | - | - |
| Contribution from private sources | - | - | - | - |
| Transfer from capital reserve | 955,331 | 301,000 | 1,256,331 | 1,256,331 |
| Transfer from capital outlay | - | - | - | - |
| Total revenues | 955,331 | 301,000 | 1,256,331 | 1,256,331 |
| Expenditures and Other Financing Uses | | | | |
| Purchased prof. and technical services | - | - | - | - |
| Land and improvements | - | - | - | - |
| Construction services | 955,331 | 268,121 | 1,223,452 | 1,223,452 |
| Equipment purchases | - | - | - | - |
| Total expenditures | 955,331 | 268,121 | 1,223,452 | 1,223,452 |
| Excess (deficiency) or revenues over (under) expenditures | \$ - | \$ 32,879 | \$ 32,879 | \$ 32,879 |

Additional project information:

| | |
|--|--------------|
| Project Number | N/A |
| Grant Date | N/A |
| Bond Authorization Date | - |
| Bonds Authorized | - |
| Bonds Issued | - |
| Original Authorized Cost | \$ 955,331 |
| Additional Authorized Cost | \$ 301,000 |
| Revised Authorized Cost | \$ 1,256,331 |
| | |
| Percentage Increase over Original Authorized Cost | 31.5% |
| Percentage Completion | 100% |
| Original target completion date | FY2024 |
| Revised target completion date | FY2025 |

JACKSON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Additions and Renovations for various schools
Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budgetary Basis
Water Project at Goetz Middle School
From Inception and For the Year Ended June 30, 2024

| | Prior Periods | Current Year | Totals | Revised Authorized Cost |
|--|---------------|-------------------|-------------------|----------------------------|
| Revenues and Other Financing Sources | | | | |
| State Sources - SDA Grant | \$ - | \$ - | \$ - | \$ - |
| Bond proceeds and transfers | - | - | - | - |
| Contribution from private sources | - | - | - | - |
| Transfer from capital reserve | - | 1,000,000 | 1,000,000 | 1,000,000 |
| Transfer from capital outlay | - | - | - | - |
| Total revenues | <u>-</u> | <u>1,000,000</u> | <u>1,000,000</u> | <u>1,000,000</u> |
| Expenditures and Other Financing Uses | | | | |
| Purchased prof. and technical services | - | - | - | - |
| Land and improvements | - | - | - | - |
| Construction services | - | 454,772 | 454,772 | 454,772 |
| Equipment purchases | - | - | - | - |
| Total expenditures | <u>-</u> | <u>454,772</u> | <u>454,772</u> | <u>454,772</u> |
| Excess (deficiency) or revenues over (under) expenditures | <u>\$ -</u> | <u>\$ 545,228</u> | <u>\$ 545,228</u> | <u>\$ 545,228</u> |
| Additional project information: | | | | |
| Project Number | | N/A | | |
| Grant Date | | N/A | | |
| Bond Authorization Date | | - | | |
| Bonds Authorized | | - | | |
| Bonds Issued | | - | | |
| Original Authorized Cost | \$ 1,000,000 | | | |
| Additional Authorized Cost | \$ - | | | |
| Revised Authorized Cost | \$ 1,000,000 | | | |
| Percentage Increase over Original | | | | |
| Authorized Cost | | 0.0% | | |
| Percentage Completion | | 100% | | |
| Original target completion date | | FY2025 | | |
| Revised target completion date | | FY2025 | | |

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

H. Fiduciary Funds
Not Applicable

I. Long-Term Debt

**JACKSON TOWNSHIP SCHOOL DISTRICT
Long-Term Debt
Schedule of Serial Bonds
June 30, 2024**

| <u>Issue</u> | <u>Date of Issue</u> | <u>Amount Of Issue</u> | <u>Annual Maturities</u> | | <u>Interest Rate</u> | <u>Balance July 1, 2023</u> | <u>Issued</u> | <u>Retired</u> | <u>Balance June 30, 2024</u> |
|-----------------|----------------------|------------------------|--------------------------|---------------|----------------------|-----------------------------|---------------|---------------------|------------------------------|
| | | | <u>Date</u> | <u>Amount</u> | | | | | |
| Refunding Bonds | 9/11/14 | 7,890,000 | 2/1/2025 | 965,000 | 4.000% | \$ 2,890,000 | - | 920,000 | 1,970,000 |
| | | | 2/1/2026 | 1,005,000 | 3.000% | | | | |
| | | | | | | | | | |
| Refunding Bonds | 9/14/16 | 27,150,000 | 6/15/2025 | 6,505,000 | 5.000% | <u>27,150,000</u> | <u>-</u> | <u>6,255,000</u> | <u>20,895,000</u> |
| | | | 6/15/2026 | 6,830,000 | 5.000% | | | | |
| | | | 6/15/2027 | 7,560,000 | 3.000% | | | | |
| | | | | | | | | | |
| | | | | | | <u>\$ 30,040,000</u> | <u>\$ -</u> | <u>\$ 7,175,000</u> | <u>\$ 22,865,000</u> |

JACKSON TOWNSHIP SCHOOL DISTRICT
Long-Term Debt
Schedule of Obligations Under Finance Purchases Payable
June 30, 2024

| <u>Purpose</u> | <u>Amount of Original Contract</u> | <u>Interest Rate</u> | <u>Balance 06/30/23</u> | <u>Issued</u> | <u>Retired</u> | <u>Balance 06/30/24</u> |
|------------------|------------------------------------|----------------------|-------------------------|---------------------|------------------|-------------------------|
| Buses 19/20 | 616,000 | 2.13% | 127,412 | - | 127,412 | - |
| Buses 20/21 | 982,000 | 1.10% | 396,520 | - | 197,175 | 199,345 |
| Buses 21/22 | 1,015,000 | 0.92% | 610,163 | - | 201,528 | 408,635 |
| Buses 22/23 | 975,000 | 3.13% | - | 975,000 | 381,882 | 593,118 |
| Copiers 21/22 | 310,130 | 0.58% | 206,793 | - | 61,513 | 145,280 |
| ESIP | 26,219,000 | 2.20% | 22,925,000 | - | 885,000 | 22,040,000 |
| Technology 21/22 | 2,500,000 | 0.86% | 1,504,486 | - | 497,207 | 1,007,279 |
| Technology 22/23 | 1,401,195 | 3.85% | - | 1,401,195 | 193,990 | 1,207,205 |
| | | | <u>\$ 25,770,374</u> | <u>\$ 2,376,195</u> | <u>2,545,707</u> | <u>\$ 25,600,862</u> |

JACKSON TOWNSHIP SCHOOL DISTRICT
Budgetary Comparison Schedule
Debt Service Fund
For the Year Ended June 30, 2024

| | Original Budget | Budget Transfers | Final Budget | Actual | Variance Positive (Negative) Final to Actual |
|--|--------------------|---------------------|------------------|------------------|--|
| REVENUES: | | | | | |
| Local Sources: | | | | | |
| Local Tax Levy | \$ 7,893,389 | \$ - | \$ 7,893,389 | \$ 7,893,389 | \$ - |
| State Sources: | | | | | |
| Debt Service Aid Type II | 471,438 | - | 471,438 | 471,438 | - |
| Total - State Sources | 471,438 | - | 471,438 | 471,438 | - |
| Total Revenues | 8,364,827 | - | 8,364,827 | 8,364,827 | - |
| EXPENDITURES: | | | | | |
| Regular Debt Service: | | | | | |
| Interest | 1,258,500 | - | 1,258,500 | 1,258,500 | - |
| Redemption of Principal | 7,175,000 | - | 7,175,000 | 7,175,000 | - |
| Total Regular Debt Service | 8,433,500 | - | 8,433,500 | 8,433,500 | - |
| Total expenditures | 8,433,500 | - | 8,433,500 | 8,433,500 | - |
| Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures | (68,673) | - | (68,673) | (68,673) | - |
| Fund Balance, July 1 | 68,673 | - | 68,673 | 68,673 | - |
| Fund Balance, June 30 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures | | | | | |
| Budgeted Fund Balance | \$ - | \$ - | \$ - | \$ - | \$ - |

STATISTICAL SECTION

**Jackson School District
Statistical Section**

| <u>Contents</u> | <u>Page</u> |
|---|-------------|
| <p>Financial Trends These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.</p> | 110-114 |
| <p>Revenue Capacity These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.</p> | 115-118 |
| <p>Debt Capacity These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.</p> | 119-122 |
| <p>Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.</p> | 123-124 |
| <p>Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.</p> | 125-130 |

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

Township of Jackson School District
Net Position by Component
Last Ten Fiscal Years
UNAUDITED
(accrual basis of accounting)

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| Governmental activities | | | | | | | | | | |
| Net investment in capital assets | \$ 51,059,391 | \$ 62,704,699 | \$ 65,055,149 | \$ 66,097,599 | \$ 70,179,132 | \$ 75,571,648 | \$ 78,286,518 | \$ 84,077,531 | \$ 85,754,815 | \$ 89,412,412 |
| Restricted | 14,169,847 | 11,576,907 | 12,474,787 | 11,285,982 | 7,501,636 | 2,446,786 | 3,502,875 | 3,268,811 | 2,099,925 | 1,093,738 |
| Unrestricted | (52,594,416) | (54,912,236) | (60,222,899) | (60,427,551) | (59,573,600) | (58,291,396) | (57,214,543) | (47,876,814) | (41,403,875) | (44,218,875) |
| Total governmental activities net position | \$ 12,634,822 | \$ 19,369,370 | \$ 17,307,037 | \$ 16,956,030 | \$ 18,107,167 | \$ 19,727,038 | \$ 24,574,851 | \$ 39,469,528 | \$ 46,450,865 | \$ 46,287,275 |
| Business-type activities | | | | | | | | | | |
| Net investment in capital assets | \$ 1,281,676 | \$ 1,225,360 | \$ 1,200,060 | \$ 1,185,145 | \$ 1,158,333 | \$ 1,082,432 | \$ 952,889 | \$ 973,662 | \$ 976,372 | \$ 838,195 |
| Restricted | - | - | - | - | - | - | - | - | - | - |
| Unrestricted | 2,138,738 | 2,728,026 | 2,793,430 | 2,511,530 | 2,274,199 | 1,435,873 | 1,253,004 | 1,763,589 | 1,573,518 | 1,638,105 |
| Total business-type activities position | \$ 3,420,415 | \$ 3,953,385 | \$ 3,993,490 | \$ 3,696,675 | \$ 3,432,532 | \$ 2,518,305 | \$ 2,205,893 | \$ 2,737,251 | \$ 2,549,890 | \$ 2,476,300 |
| District-wide | | | | | | | | | | |
| Net investment in capital assets | \$ 52,341,068 | \$ 63,930,058 | \$ 66,255,209 | \$ 67,282,744 | \$ 71,337,465 | \$ 76,654,080 | \$ 79,239,408 | \$ 85,051,193 | \$ 86,731,187 | \$ 90,250,607 |
| Restricted | 14,169,847 | 11,576,907 | 12,474,787 | 11,285,982 | 7,501,636 | 2,446,786 | 3,502,875 | 3,268,811 | 2,099,925 | 1,093,738 |
| Unrestricted | (50,455,678) | (52,184,211) | (57,429,469) | (57,916,021) | (57,299,401) | (56,855,523) | (55,961,539) | (46,113,225) | (39,830,357) | (42,580,770) |
| Total district net position | \$ 16,055,237 | \$ 23,322,755 | \$ 21,300,527 | \$ 20,652,706 | \$ 21,539,700 | \$ 22,245,342 | \$ 26,780,743 | \$ 42,206,779 | \$ 49,000,755 | \$ 48,763,575 |

Source: ACFR Schedule A-1 and District records.
a - In FY2015 the Districted Implemented GASB 68

Township of Jackson School District
Changes in Net Position
Last Ten Fiscal Years
UNAUDITED
(accrual basis of accounting)

Fiscal Year Ending June 30,

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| Expenses | | | | | | | | | | |
| Governmental activities | | | | | | | | | | |
| Instruction | | | | | | | | | | |
| Regular | \$ 56,563,472 | \$ 60,811,329 | \$ 65,972,494 | \$ 69,951,421 | \$ 64,451,276 | \$ 60,735,451 | \$ 68,640,296 | \$ 60,566,007 | \$ 44,614,975 | \$ 43,971,758 |
| Special education | 30,585,453 | 33,066,079 | 37,085,171 | 38,174,469 | 37,809,355 | 37,844,034 | 42,677,393 | 41,042,049 | 15,953,106 | 15,544,477 |
| Other special education | - | - | - | - | - | - | - | - | 3,524,903 | 3,529,124 |
| Other instruction | 4,167,503 | 4,468,380 | 5,058,372 | 5,567,258 | 5,213,208 | 5,116,261 | 5,622,296 | 5,300,951 | - | - |
| Support Services: | | | | | | | | | | |
| Student and instruction related services | 23,538,412 | 24,335,585 | 26,132,832 | 28,282,891 | 26,622,719 | 24,659,167 | 26,896,552 | 26,671,062 | 3,374,633 | 3,192,458 |
| Attendance and social work | - | - | - | - | - | - | - | - | - | - |
| Health services | - | - | - | - | - | - | - | - | 989,506 | 1,334,959 |
| Other support services | - | - | - | - | - | - | - | - | 19,455,636 | 18,739,630 |
| Educational media services | - | - | - | - | - | - | - | - | 1,062,300 | 1,099,322 |
| Instruction staff training | - | - | - | - | - | - | - | - | 15,546 | 12,891 |
| General administration | 1,133,281 | 1,306,603 | 1,486,943 | 1,252,518 | 1,247,916 | 688,753 | 402,188 | 88,432 | 1,393,099 | 1,971,701 |
| School administrative services | 9,327,491 | 10,079,197 | 10,712,412 | 11,233,646 | 10,906,798 | 10,833,511 | 12,636,278 | 12,356,438 | 5,594,363 | 5,594,340 |
| Central services | 3,279,626 | 2,969,567 | 3,501,362 | 3,879,166 | 3,648,179 | 3,746,643 | 3,847,182 | 2,701,793 | 1,606,672 | 1,625,239 |
| Plant operations and maintenance | 12,537,490 | 12,501,620 | 14,933,639 | 15,486,698 | 14,148,410 | 13,553,919 | 14,205,760 | 12,599,231 | 17,371,762 | 15,720,141 |
| Care & upkeep of grounds | - | - | - | - | - | - | - | - | 895,959 | 840,658 |
| Security | - | - | - | - | - | - | - | - | 1,009,392 | 997,144 |
| Administrative information technology | - | - | - | - | - | - | - | - | 1,743,020 | 1,248,507 |
| Allocated employee benefits | - | - | - | - | - | - | - | - | - | - |
| Pupil transportation | 10,789,147 | 10,831,895 | 12,776,349 | 13,974,062 | 14,096,949 | 12,902,436 | 14,291,401 | 16,663,967 | 15,493,562 | 16,477,687 |
| Other support services | - | - | - | - | - | - | - | - | - | - |
| Special schools | 527,004 | 540,983 | 502,555 | 520,452 | 464,955 | 295,011 | 78,264 | 33,653 | 72,532 | 60,109 |
| Charter Schools | - | - | - | - | - | - | - | - | - | - |
| Transfer to charter school | - | - | - | - | - | - | - | - | - | - |
| Interest on long-term debt | 4,512,100 | 4,150,757 | 3,949,029 | 3,186,377 | 2,878,444 | 2,574,164 | 2,287,093 | 1,980,647 | 1,255,595 | 1,031,423 |
| Unallocated depreciation | 4,041,356 | 4,049,346 | 3,983,234 | 4,378,362 | 4,826,334 | 4,678,582 | 4,790,385 | 5,008,709 | 21,279,205 | 26,777,728 |
| Unallocated amortization | - | - | - | - | - | - | - | - | 10,015,780 | 10,510,855 |
| Total governmental activities expenses | 161,002,334 | 169,111,343 | 186,094,392 | 195,887,320 | 186,314,543 | 177,627,933 | 196,375,086 | 185,012,939 | 166,721,546 | 170,280,151 |
| Business-type activities: | | | | | | | | | | |
| Food service | 2,856,912 | 2,618,054 | 2,660,600 | 2,648,320 | 3,236,870 | 2,848,428 | 2,505,985 | 4,127,595 | 5,212,205 | 4,866,560 |
| Child Care | 1,038,946 | 1,147,144 | 1,167,302 | 1,181,720 | 1,156,862 | 929,866 | 632,486 | 730,209 | - | - |
| Extended Enrichment Kindergarten | 408,606 | - | - | - | - | - | - | - | - | - |
| Community School | 83,506 | 84,888 | 84,836 | 89,033 | 91,614 | 89,805 | 19,628 | 46,254 | - | - |
| Preschool | 57,411 | 47,181 | 70,208 | 254,915 | 228,260 | 275,321 | 273,275 | 141,469 | - | - |
| Digital Media | 39,911 | 46,657 | 50,125 | 40,164 | 50,385 | 24,194 | 18,628 | 33,293 | - | - |
| Summer Electives | 12,218 | 15,063 | 18,772 | 16,956 | 18,594 | 16,838 | 4,673 | 22,155 | - | - |
| Stem Summer Camp | - | 13,541 | 13,119 | 7,997 | 4,896 | 2,575 | - | - | - | - |
| Total business-type activities expense | 4,497,510 | 3,972,529 | 4,064,961 | 4,239,106 | 4,787,482 | 4,187,026 | 3,454,675 | 5,100,974 | 5,212,205 | 4,866,560 |
| Total district expenses | \$ 165,499,844 | \$ 173,083,872 | \$ 190,159,353 | \$ 200,126,426 | \$ 191,102,025 | \$ 181,814,959 | \$ 199,829,761 | \$ 190,113,913 | \$ 171,933,751 | \$ 175,146,711 |
| Program Revenues | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Operating grants and contributions | \$ 28,500,405 | \$ 34,836,898 | \$ 44,931,583 | \$ 54,163,330 | \$ 42,830,222 | \$ 35,239,934 | \$ 55,188,558 | \$ 47,493,843 | \$ - | \$ - |
| Charges for Services | - | - | - | - | - | - | 558,977 | 1,062,830 | 10,015,921 | 10,997,122 |
| Total governmental activities program revenues | 28,500,405 | 34,836,898 | 44,931,583 | 54,163,330 | 42,830,222 | 35,239,934 | 55,747,536 | 48,556,673 | 10,015,921 | 10,997,122 |
| Business-type activities: | | | | | | | | | | |
| Charges for services | | | | | | | | | | |
| Food service | 1,747,806 | 1,812,358 | 1,757,285 | 1,679,170 | 1,701,970 | 1,085,296 | 29,782 | 269,173 | 2,633,114 | 2,589,883 |
| Extended Enrichment Kindergarten | 582,380 | - | - | - | - | - | - | - | - | - |
| Child care | 1,114,437 | 1,278,197 | 1,318,939 | 1,326,897 | 1,469,319 | 1,061,478 | 390,506 | 848,538 | - | - |
| Community School | 92,519 | 97,960 | 96,988 | 97,555 | 94,505 | 90,385 | 3,728 | - | - | - |
| Preschool | 145,578 | 150,229 | 121,156 | 286,324 | 279,603 | 280,335 | 166,529 | 77,297 | - | - |
| Digital Media Program | 38,805 | 42,980 | 51,640 | 46,555 | 40,310 | 28,465 | 24,776 | 26,449 | - | - |
| Summer Electives | 27,765 | 12,560 | 26,200 | 22,150 | 24,725 | 18,975 | - | 23,000 | - | - |
| Stem Summer Camp | - | 13,650 | 13,125 | 7,350 | 7,425 | 4,875 | - | - | - | - |
| Operating grants and contributions | 1,046,105 | 1,087,364 | 1,147,911 | 1,216,546 | 1,205,482 | 1,002,990 | 3,276,941 | 4,637,876 | 2,391,730 | 2,203,087 |
| Total business-type activities program revenues | 4,795,394 | 4,495,299 | 4,533,245 | 4,682,548 | 4,823,339 | 3,572,798 | 3,892,263 | 5,882,333 | 5,024,844 | 4,792,970 |
| Total district program revenues | 33,295,798 | 39,332,197 | 49,464,828 | 58,845,878 | 47,653,562 | 38,812,733 | 59,639,798 | 54,439,006 | 15,040,765 | 15,790,092 |
| Net (Expense)/Revenue | | | | | | | | | | |
| Governmental activities | \$ (132,501,929) | \$ (134,274,444) | \$ (141,162,809) | \$ (141,723,990) | \$ (143,484,320) | \$ (142,387,999) | \$ (140,627,551) | \$ (136,456,266) | \$ (156,705,625) | \$ (159,283,029) |
| Business-type activities | 297,883 | 522,770 | 468,284 | 443,442 | 35,857 | (614,228) | 437,588 | 781,359 | (187,361) | (73,590) |
| Total district-wide net expense | \$ (132,204,046) | \$ (133,751,675) | \$ (140,694,525) | \$ (141,280,548) | \$ (143,448,464) | \$ (143,002,226) | \$ (140,189,963) | \$ (135,674,907) | \$ (156,892,986) | \$ (159,356,619) |
| General Revenues and Other Changes in Net Position | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Property taxes levied for general purposes, net | \$ 76,178,357 | \$ 77,701,924 | \$ 79,273,729 | \$ 81,522,303 | \$ 84,481,516 | \$ 86,171,146 | \$ 87,894,569 | \$ 89,652,460 | \$ 91,445,509 | \$ 93,274,519 |
| Taxes levied for debt service | 7,244,288 | 8,220,933 | 7,518,642 | 6,966,039 | 7,374,647 | 7,994,629 | 7,911,836 | 7,860,938 | 7,760,482 | 7,893,389 |
| Federal and state aid not restricted | 49,860,614 | 50,032,328 | 49,987,467 | 50,185,200 | 49,603,784 | 47,131,284 | 44,899,845 | 49,115,545 | 42,755,740 | 36,945,380 |
| Federal and state aid restricted | 2,589,489 | 4,111,814 | 1,015,228 | 901,803 | 828,157 | 361,770 | 390,756 | 2,216,122 | 364,578 | 1,356,665 |
| Payments in lieu of taxes | - | - | - | - | - | - | - | - | 15,444,614 | 14,238,791 |
| Tuition Received | - | - | - | - | - | - | - | - | - | - |
| Investment earnings | - | - | - | - | - | - | - | - | 326,044 | 850,249 |
| Rents and royalties | - | - | - | - | - | - | - | - | - | - |
| Miscellaneous income | 773,333 | 968,925 | 846,152 | 1,060,743 | 2,050,707 | 1,991,717 | 2,105,998 | 2,286,412 | 5,589,995 | 4,560,446 |
| Capital Asset Adjustments | - | - | 13,773 | - | - | - | - | - | - | - |
| Disposal of capital asset (net) | (3,661) | (26,933) | (4,515) | (2,470) | (3,353) | - | (5,880) | (30,534) | - | - |
| Transfers | 200,000 | - | 450,000 | 740,257 | 300,000 | 300,000 | 750,000 | 250,000 | - | - |
| Total governmental activities | 136,842,420 | 141,008,992 | 139,100,477 | 141,373,874 | 144,635,458 | 143,950,547 | 143,947,125 | 151,350,943 | 163,686,962 | 159,119,439 |
| Business-type activities: | | | | | | | | | | |
| Miscellaneous Income | 22,672 | 22,551 | 21,820 | - | - | - | - | - | - | - |
| Transfers | (200,000) | - | (450,000) | (740,257) | (300,000) | (300,000) | (750,000) | (250,000) | - | - |
| Total business-type activities | (177,328) | 22,551 | (428,180) | (740,257) | (300,000) | (300,000) | (750,000) | (250,000) | - | - |
| Total district-wide | \$ 136,665,092 | \$ 141,031,543 | \$ 138,672,297 | \$ 140,633,617 | \$ 144,335,458 | \$ 143,650,547 | \$ 143,197,125 | \$ 151,100,943 | \$ 163,686,962 | \$ 159,119,439 |
| Change in Net Position | | | | | | | | | | |
| Governmental activities | \$ 4,340,490 | \$ 6,734,547 | \$ (2,062,333) | \$ (350,116) | \$ 1,151,137 | \$ 1,562,548 | \$ 3,319,574 | \$ 14,894,677 | \$ 6,981,337 | \$ (163,590) |
| Business-type activities | 120,555 | 545,321 | 40,104 | (296,814) | (264,143) | (914,228) | (312,412) | 531,359 | (187,361) | (73,590) |
| Total district | \$ 4,461,045 | \$ 7,279,868 | \$ (2,022,228) | \$ (646,930) | \$ 886,994 | \$ 648,321 | \$ 3,007,162 | \$ 15,426,036 | \$ 6,793,976 | \$ (237,180) |

Source: ACFR Schedule A-2 and District records.

Township of Jackson School District
Fund Balances, Governmental Funds
Last Ten Fiscal Years
UNAUDITED
(modified accrual basis of accounting)

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---|---------------------|----------------------|----------------------|----------------------|---------------------|---------------------|---------------------|----------------------|---------------------|---------------------|
| General Fund | | | | | | | | | | |
| Restricted | \$ 8,167,419 | \$ 11,241,915 | \$ 12,149,018 | \$ 10,748,040 | \$ 3,674,507 | \$ 2,390,407 | \$ 2,790,632 | \$ 2,720,316 | \$ 2,930,611 | \$ 1,662,438 |
| Committed | 1,268,082 | 666,636 | 194,829 | 1,601,341 | 3,295,819 | 5,376,355 | 4,539,268 | 7,616,873 | - | - |
| Assigned | 524,391 | 555,768 | 557,720 | 191,989 | (306,709) | 172,570 | 373,091 | - | 6,081,194 | 253,699 |
| Unassigned | - | - | - | - | - | - | - | - | (2,839,878) | 2,123,865 |
| Reserved | - | - | - | - | - | - | - | - | - | - |
| Unreserved | - | - | - | - | - | - | - | - | - | - |
| Total general fund | \$ 9,959,892 | \$ 12,464,320 | \$ 12,901,567 | \$ 12,541,369 | \$ 6,663,617 | \$ 7,939,331 | \$ 7,702,991 | \$ 10,337,189 | \$ 6,171,927 | \$ 4,040,002 |
| All Other Governmental Funds | | | | | | | | | | |
| Restricted | \$ 47,403 | \$ 586,703 | \$ 764,172 | \$ 581,745 | \$ 542,433 | \$ 424,313 | \$ 831,325 | \$ 481,291 | \$ - | \$ - |
| Assigned | - | - | - | - | - | - | - | - | - | - |
| Committed | 6,385,047 | 731,993 | 529,897 | 743,636 | 3,827,129 | 56,379 | 104,427 | 201,081 | - | - |
| Special revenue fund | - | - | - | - | - | - | - | - | 702,130 | 795,491 |
| Debt service fund | - | - | - | - | - | - | - | - | 68,673 | - |
| Capital projects fund | - | - | - | - | - | - | - | - | 52,776 | 630,883 |
| Total all other governmental funds | \$ 6,432,450 | \$ 1,318,696 | \$ 1,294,068 | \$ 1,325,381 | \$ 4,369,561 | \$ 480,692 | \$ 935,752 | \$ 682,372 | \$ 823,579 | \$ 1,426,374 |

Source: ACFR Schedule B-1 and District records.

Township of Jackson School District
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
UNAUDITED
(modified accrual basis of accounting)

Fiscal Year Ending June 30,

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---|--------------------|-----------------------|--------------------|---------------------|-----------------------|-----------------------|-----------------------|---------------------|-----------------------|-----------------------|
| Revenues | | | | | | | | | | |
| Tax levy | \$ 83,422,645 | \$ 85,922,857 | \$ 86,792,371 | \$ 88,488,342 | \$ 91,856,163 | \$ 94,165,775 | \$ 95,806,405 | \$ 97,513,398 | \$ 99,205,991 | \$ 101,167,908 |
| Interest on capital reserve | 9,700 | 2,169 | 4,579 | 22,136 | 29,909 | 9,650 | 21,038 | 23,815 | 141 | 486,267 |
| Tuition charges | - | - | - | - | - | 385,930 | 422,569 | 429,126 | 326,044 | 850,249 |
| Admissions | - | - | - | - | - | - | - | - | - | - |
| Miscellaneous | 883,889 | 1,049,592 | 928,475 | 1,081,969 | 2,072,088 | 1,486,467 | 2,678,773 | 3,960,000 | 5,589,995 | 4,560,446 |
| Transportation fees | - | - | - | - | - | - | - | - | - | - |
| State sources | 65,462,345 | 68,955,663 | 67,207,875 | 70,167,698 | 71,804,170 | 69,432,452 | 71,091,271 | 83,838,655 | 58,378,420 | 59,893,870 |
| Federal sources | 3,076,708 | 3,186,661 | 3,286,149 | 3,307,575 | 3,311,018 | 3,557,345 | 4,930,515 | 11,975,285 | 10,202,292 | 9,157,821 |
| Total revenue | 152,855,286 | 159,116,941 | 158,219,449 | 163,067,719 | 169,073,347 | 169,037,619 | 174,950,570 | 197,740,279 | 173,702,883 | 176,116,561 |
| Expenditures | | | | | | | | | | |
| Instruction | | | | | | | | | | |
| Regular Instruction | 34,854,856 | 35,738,782 | 36,286,052 | 36,829,442 | 36,575,622 | 35,254,492 | 35,216,654 | 34,269,103 | 44,614,975 | 43,971,758 |
| Special education instruction | 17,434,806 | 18,170,647 | 19,002,324 | 18,625,983 | 19,146,030 | 19,823,193 | 20,620,919 | 25,165,737 | 15,953,106 | 15,544,477 |
| Other special instruction | 2,726,237 | 2,821,716 | 3,003,089 | 3,115,195 | 3,139,162 | 3,096,263 | 3,162,886 | 3,162,870 | 3,524,903 | 3,529,124 |
| Support Services: | | | | | | | | | | |
| Instruction | 3,322,398 | 3,545,263 | 3,969,069 | 4,286,311 | 5,464,214 | 5,255,528 | 4,731,339 | 3,313,952 | 3,374,633 | 3,192,458 |
| Student & inst. related services | 14,746,722 | 15,416,589 | 15,277,168 | 16,189,574 | 15,830,696 | 14,881,417 | 14,559,570 | 17,070,101 | 21,522,988 | 21,186,802 |
| General administration | 1,248,935 | 1,226,106 | 1,743,326 | 1,656,086 | 1,923,294 | 1,500,073 | 1,502,021 | 1,864,514 | 1,393,099 | 1,971,701 |
| School administrative services | 5,340,818 | 5,321,915 | 5,409,893 | 5,489,312 | 5,476,826 | 5,535,055 | 5,626,593 | 5,888,426 | 5,594,363 | 5,594,340 |
| Central services and Admin Technology | 2,327,830 | 2,372,093 | 2,379,806 | 2,549,403 | 2,598,261 | 2,840,527 | 2,757,717 | 2,748,743 | 3,349,692 | 2,873,746 |
| Plant operations and maintenance | 10,291,660 | 10,035,676 | 10,869,080 | 11,023,853 | 10,919,773 | 10,861,405 | 11,864,962 | 12,580,067 | 10,377,947 | 11,224,495 |
| Pupil transportation | 8,770,999 | 8,699,370 | 9,535,862 | 10,326,103 | 11,240,313 | 10,821,239 | 11,293,456 | 15,438,836 | 15,493,562 | 16,477,687 |
| Unallocated benefits | 37,460,773 | 38,111,329 | 39,996,418 | 43,846,055 | 47,345,771 | 48,803,184 | 56,343,352 | 62,603,058 | 40,434,747 | 40,996,526 |
| Special Schools | 382,328 | 381,465 | 297,391 | 302,366 | 307,560 | 210,283 | 51,475 | 30,639 | 72,532 | 60,109 |
| Charter Schools | - | - | - | - | - | - | - | - | - | - |
| Capital outlay | 6,041,661 | 11,269,236 | 3,152,583 | 2,124,452 | 4,288,190 | 14,110,106 | 18,273,329 | 7,774,270 | 3,589,579 | 2,588,968 |
| Debt service: | | | | | | | | | | |
| Principal | 5,245,000 | 5,830,000 | 5,435,000 | 5,400,000 | 6,110,000 | 5,960,000 | 6,205,000 | 6,500,000 | 6,825,000 | 7,175,000 |
| Interest and other charges | 3,915,078 | 3,668,778 | 3,066,185 | 3,114,075 | 2,832,438 | 2,521,475 | 2,235,063 | 1,936,438 | 1,605,812 | 1,258,500 |
| Total expenditures | 154,110,099 | 162,608,964 | 159,423,248 | 164,878,210 | 173,198,150 | 181,474,237 | 194,348,335 | 200,346,753 | 177,726,938 | 177,645,691 |
| Excess (Deficiency) of revenues over (under) expenditures | (1,254,813) | (3,492,023) | (1,203,799) | (1,810,491) | (4,124,803) | (12,436,618) | (19,397,764) | (2,606,474) | (4,024,055) | (1,529,130) |
| Other Financing sources (uses) | | | | | | | | | | |
| Interest earned on Arbitrage reserve | 348 | 5,706 | 553 | 1,106 | 3,739 | 6,926 | 7,082 | 4,554 | - | - |
| Proceeds from borrowing | - | - | - | - | - | - | - | - | - | - |
| Proceeds from refunding | - | - | - | - | - | - | - | - | - | - |
| Premium and costs for bond issuance | - | - | - | - | - | - | - | - | - | - |
| Capital Leases (Non-budgeted) | 960,671 | 876,991 | 1,165,865 | 740,244 | 987,492 | 9,516,536 | 17,331,164 | 4,732,736 | 2,181,465 | 2,399,251 |
| Transfers | 200,000 | - | 450,000 | 740,257 | 300,000 | 300,000 | 750,000 | 250,000 | (2,181,465) | (2,399,251) |
| Total other financing sources (uses) | 1,161,019 | 882,697 | 1,616,418 | 1,481,607 | 1,291,231 | 9,823,462 | 18,088,245 | 4,987,290 | - | - |
| Net change in fund balances | \$ (93,794) | \$ (2,609,326) | \$ 412,619 | \$ (328,884) | \$ (2,833,572) | \$ (2,613,155) | \$ (1,309,519) | \$ 2,380,817 | \$ (4,024,055) | \$ (1,529,130) |
| Debt service as a percentage of noncapital expenditures | 6.19% | 6.28% | 5.44% | 5.23% | 5.29% | 5.07% | 4.79% | 4.38% | 4.84% | 4.82% |

Source: ACFR Schedule B-2 and District records.

Township of Jackson School District
General Fund - Other Local Revenue by Source
Last Ten Fiscal Years
UNAUDITED
(modified accrual basis of accounting)

| Fiscal Year Ending June 30, | Interest Earned | Prior Year Voided Checks | Tuition | Reimbursements | Township Contributions | Miscellaneous | Annual Totals |
|--------------------------------|-----------------|-----------------------------|---------|----------------|---------------------------|---------------|---------------|
| 2015 | 28,001 | | 208,588 | | | 520,991 | 757,580 |
| 2016 | 24,527 | | 88,769 | | | 842,847 | 956,142 |
| 2017 | 29,120 | | 98,547 | | | 708,452 | 836,118 |
| 2018 | 94,248 | | 258,771 | | | 668,905 | 1,021,924 |
| 2019 | 311,210 | 9,267 | 503,745 | 689,800 | | 452,906 | 1,966,928 |
| 2020 | 563,486 | 4,212 | | 300,000 | | 487,263 | 1,354,961 |
| 2021 | 503,334 | | | 200,000 | 1,000,000 | 274,861 | 1,978,195 |
| 2022 | 290,027 | | | 1,158,345 | | 1,363,736 | 2,812,107 |
| 2023 | - | 2,623,746 | - | - | - | - | 2,623,746 |
| 2024 | 853,871 | - | 6,316 | 1,443,202 | | 484,918 | 2,788,307 |

Source: District records

**Township of Jackson School District
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
UNAUDITED**

| Fiscal Year Ended June 30, | Vacant Land | Residential | Farm Reg. | Qfarm | Commercial | Industrial | Apartment | Total Assessed Value | Less: Tax-Exempt Property | Public Utilities ^a | Net Valuation Taxable | Estimated Actual (County Equalized Value) | Total Direct School Tax Rate ^b |
|----------------------------|-------------|---------------|------------|-----------|-------------|------------|-------------|----------------------|---------------------------|-------------------------------|-----------------------|---|---|
| 2015 | 167,254,100 | 5,768,918,720 | 24,710,800 | - | 570,689,000 | 44,202,500 | 85,155,000 | 6,660,930,120 | - | 8,244,360 | 6,669,174,480 | 6,691,228,327 | 1.269 |
| 2016 | 160,251,900 | 5,796,690,420 | 26,795,900 | - | 567,759,535 | 44,200,900 | 83,655,000 | 6,679,353,655 | - | 7,769,090 | 6,687,122,745 | 6,948,799,597 | 1.291 |
| 2017 | 155,729,300 | 5,835,677,920 | 26,478,600 | - | 568,468,735 | 43,953,400 | 91,321,500 | 6,721,629,455 | - | 7,372,103 | 6,729,001,558 | 7,432,945,960 | 1.303 |
| 2018 | 150,563,200 | 5,853,408,520 | 28,264,611 | - | 573,372,000 | 44,262,300 | 104,821,500 | 6,754,692,131 | - | 7,026,896 | 6,761,719,027 | 7,649,810,479 | 1.331 |
| 2019 | 147,129,300 | 5,866,070,020 | 27,114,611 | - | 575,465,701 | 44,485,200 | 122,389,300 | 6,782,654,132 | - | 6,964,614 | 6,789,618,746 | 7,820,182,137 | 1.373 |
| 2020 | 144,891,600 | 5,889,336,020 | 27,401,511 | - | 580,983,701 | 44,717,200 | 139,061,200 | 6,826,391,232 | - | 6,904,030 | 6,833,295,262 | 7,891,393,787 | 1.390 |
| 2021 | 143,216,257 | 5,908,605,420 | 26,281,511 | - | 580,677,001 | 45,193,900 | 135,054,100 | 6,839,028,189 | - | 7,042,693 | 6,846,070,882 | 8,561,174,261 | 1.412 |
| 2022 | 180,251,600 | 5,921,939,500 | 26,126,400 | - | 599,278,700 | 45,193,900 | 148,435,000 | 6,921,225,100 | - | 6,513,973 | 6,927,739,073 | 10,001,062,854 | 1.420 |
| 2023 | 238,866,300 | 5,959,596,400 | 22,680,600 | 1,039,500 | 614,220,400 | 45,422,700 | 172,321,000 | 7,054,146,900 | - | - | 7,054,146,900 | 11,648,195,013 | 1.420 |
| 2024 | 232,269,550 | 5,999,035,200 | 22,479,100 | 1,136,300 | 736,245,100 | 45,660,200 | 189,649,500 | 7,226,474,950 | - | - | 7,226,474,950 | - | 1.464 |

Source: District records Tax list summary & Municipal Tax Assessor

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

Reassessment occurs when ordered by the County Board of Taxation

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

(b): Tax rates are per \$100

Township of Jackson School District
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
UNAUDITED
(rate per \$100 of assessed value)

| Fiscal Year Ended June 30, | Jackson Township School District | | | Overlapping Rates | | Total Direct and Overlapping Tax Rate |
|-------------------------------|----------------------------------|--|---------------------------------------|------------------------|-----------------|--|
| | Basic Rate ^a | General Obligation Debt Service ^b | Total Direct School Tax Rate | Township of Jackson | Ocean County | |
| 2015 | 1.148 | 0.121 | 1.269 | 0.474 | 0.411 | 2.154 |
| 2016 | 1.179 | 0.112 | 1.291 | 0.482 | 0.418 | 2.191 |
| 2017 | 1.200 | 0.103 | 1.303 | 0.493 | 0.431 | 2.227 |
| 2018 | 1.224 | 0.107 | 1.331 | 0.498 | 0.454 | 2.283 |
| 2019 | 1.256 | 0.117 | 1.373 | 0.506 | 0.463 | 2.342 |
| 2020 | 1.278 | 0.112 | 1.390 | 0.512 | 0.466 | 2.368 |
| 2021 | 1.298 | 0.114 | 1.412 | 0.531 | 0.457 | 2.400 |
| 2022 | 1.309 | 0.111 | 1.420 | 0.530 | 0.474 | 1.894 |
| 2023 | 1.309 | 0.111 | 1.420 | 0.531 | 0.520 | 2.471 |
| 2024 | 1.358 | 0.106 | 1.464 | 0.529 | 0.561 | 2.554 |

Source: District Records and Municipal Tax Collector

Note:

.....
a general fund tax levy . The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calcu

a The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net valuation taxable.

b Rates for debt service are based on each year's requirements.

**Township of Jackson School District
Principal Property Taxpayers
Current Year and Nine Years Ago
UNAUDITED**

| 2024 | | | | 2015 | | | |
|--------------------------------------|------------------------|-----------------|--|--------------------------------------|------------------------|-----------------|--|
| Taxpayer | Taxable Assessed Value | Rank [Optional] | % of Total District Net Assessed Value | Taxpayer | Taxable Assessed Value | Rank [Optional] | % of Total District Net Assessed Value |
| Six Flags Theme Park, Inc. | \$ 116,041,700.00 | 1 | 1.61% | Six Flags Theme Park, Inc. | \$ 111,805,800 | 1 | 1.68% |
| CPG Partners LP | 77,016,800 | 3 | 1.07% | CPG Partners LP | 77,016,800 | 2 | 1.16% |
| Gardens at Jackson 21 LLC | 72,758,000 | 4 | 1.01% | Gardens at Jackson 21 LLC | - | | 0.00% |
| GM Highview DE LLC | 28,984,000 | 7 | 0.40% | GM Prospect Pointe LLC | - | | 0.00% |
| Healthcare Reit Inc. | 18,470,000 | 9 | 0.26% | Healthcare Reit Inc. | 27,431,000 | 4 | 0.41% |
| 7A East Logistics Center | 106,139,300 | 2 | 1.47% | Jackson Owner II LLC | - | | 0.00% |
| GM Prospect Pointe LLC | 31,500,000 | 6 | 0.44% | Jackson Plaza Associates | 20,220,800 | 5 | 0.30% |
| Centro NP LLC | - | | 0.00% | Centro NP LLC | 17,500,000 | 6 | 0.26% |
| Meridian Health Realty Corp | - | | 0.00% | Meridian Health Realty Corp | 16,465,300 | 7 | 0.25% |
| Jackson Crossing Associates LLC | - | | 0.00% | Jackson Crossing Associates LLC | - | | 0.00% |
| Gaia Regency, LLC | - | | 0.00% | Gaia Regency, LLC | 31,500,000 | 3 | 0.47% |
| Cardinale & Jackson Crossing | 40,597,800 | 5 | 0.56% | Cardinale & Jackson Crossing | - | | 0.00% |
| Centrol/IA Bennetts Mills Plaza, LLC | - | | 0.00% | Centrol/IA Bennetts Mills Plaza, LLC | - | | 0.00% |
| G&I XI NJ Grocery Portfolio LLC | 20,220,800 | 8 | 0.28% | Leigh, Mitch | 14,984,000 | 8 | 0.23% |
| Paramount Homes | - | | 0.00% | S/K Jackson Green Assoc LLC | 12,000,000 | 9 | 0.18% |
| Bartley Associates, LLC | - | | 0.00% | Bartley Associates, LLC | 12,475,500 | 10 | 0.19% |
| Total | \$ 511,728,400 | | 7.10% | Total | \$ 341,399,200 | | 5.13% |

Source: District ACFR & Municipal Tax Assessor

**Township of Jackson School District
Property Tax Levies and Collections
Last Ten Fiscal Years
UNAUDITED**

| Fiscal Year Ended June 30, | Taxes Levied for the Fiscal Year | Collected within the Fiscal Year of the Levy (a) | | Collections in Subsequent Years |
|-------------------------------------|--|---|-----------------------|---------------------------------------|
| | | Amount | Percentage of Levy | |
| 2015 | 83,422,645 | 83,422,645 | 100.00% | - |
| 2016 | 85,922,857 | 85,922,857 | 100.00% | - |
| 2017 | 86,792,371 | 86,792,371 | 100.00% | - |
| 2018 | 91,856,163 | 91,856,163 | 100.00% | - |
| 2019 | 91,856,163 | 91,856,163 | 100.00% | - |
| 2020 | 94,165,775 | 94,165,775 | 100.00% | - |
| 2021 | 95,806,405 | 95,806,405 | 100.00% | - |
| 2022 | 97,513,398 | 97,513,398 | 100.00% | - |
| 2023 | 99,205,991 | 99,205,991 | 100.00% | - |
| 2024 | 101,167,810 | 101,167,810 | 100.00% | - |

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

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

Township of Jackson School District
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
UNAUDITED

| Fiscal Year Ended June 30, | <u>Governmental Activities</u> | | Total District | Percentage of Personal Income (a) | Per Capita (a) |
|--|------------------------------------|--------------------------------------|----------------|--------------------------------------|----------------|
| | General Obligation Bonds (b) | Installment Purchase Contracts | | | |
| 2015 | 82,065,000 | 3,628,345 | 85,693,345 | 0.054% | 1,640 |
| 2016 | 76,235,000 | 2,623,040 | 78,858,040 | 0.600% | 1,390 |
| 2017 | 67,040,000 | 2,650,128 | 69,690,128 | 0.072% | 1,221 |
| 2018 | 61,640,000 | 1,907,474 | 63,547,474 | 0.082% | 111 |
| 2019 | 55,530,000 | 1,941,261 | 57,471,261 | 0.092% | 996 |
| 2020 | 49,570,000 | 27,847,353 | 77,417,353 | 0.074% | 1,326 |
| 2021 | 43,365,000 | 26,823,984 | 70,188,984 | 0.087% | 1,177 |
| 2022 | 36,865,000 | 27,882,691 | 64,747,691 | 0.092% | 1,075 |
| 2023 | 30,040,000 | 25,770,374 | 55,810,374 | N/A | 926 |
| 2024 | 22,865,000 | 25,595,862 | 48,460,862 | N/A | 802 |

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

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

- (a) See Exhibit NJ J-14 for personal income and population data. Those ratios are calculated using personal income and population for the prior calendar year.
 - (b) Includes Early Retirement Incentive Plan (ERIP) refunding
- N/A - Not available

Township of Jackson School District
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years
UNAUDITED

| Fiscal Year Ended June 30, | General Bonded Debt Outstanding | | | Percentage of Actual Taxable Value ^a of Property | Per Capita ^b |
|-------------------------------------|---------------------------------|------------|---|---|-------------------------|
| | General Obligation Bonds | Deductions | Net General Bonded Debt Outstanding | | |
| 2015 | 82,065,000 | 655,000 | 81,410,000 | 1.221% | 1,435 |
| 2016 | 76,235,000 | - | 76,235,000 | 1.140% | 1,336 |
| 2017 | 67,040,000 | - | 67,040,000 | 0.991% | 1,175 |
| 2018 | 61,640,000 | - | 61,640,000 | 0.912% | 1,077 |
| 2019 | 55,530,000 | - | 55,530,000 | 0.819% | 962 |
| 2020 | 49,570,000 | - | 49,570,000 | 0.725% | 849 |
| 2021 | 43,365,000 | - | 43,365,000 | 0.633% | 727 |
| 2022 | 36,865,000 | - | 36,865,000 | 0.533% | 612 |
| 2023 | 30,040,000 | - | 30,040,000 | 0.426% | 498 |
| 2024 | 22,865,000 | - | 22,865,000 | 0.316% | 378 |

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

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

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

N/A - Not Available

Township of Jackson School District
 Direct and Overlapping Governmental Activities Debt
 June 30, 2024
 UNAUDITED

| <u>Governmental Unit</u> | <u>Debt Outstanding</u> | <u>Estimated Percentage Applicable ^a</u> | <u>Estimated Share of Overlapping Debt</u> |
|--|-------------------------|---|--|
| Debt repaid with property taxes | | | |
| Jackson Township | \$ 21,161,546 | 100.000% | \$ 21,161,546 |
| Other debt | | | |
| Ocean County | - | 0.000% | - |
| Ocean County Utilities Authority (Unaudited) | - | 0.000% | - |
| Subtotal, overlapping debt | | | 21,161,546 |
| Jackson School District Direct Debt | | | 22,865,000 |
| Total direct and overlapping debt | | | \$ 44,026,546 |

Source: Township of Jackson Chief Financial Officer, Ocean County Treasurer's Office and Ocean County Utilities Authority.

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 governmental unit's taxable value that is within the district's boundaries and dividing it by each unit's total taxable value.

**Township of Jackson School District
Legal Debt Margin Information
Last Ten Fiscal Years
UNAUDITED**

Legal Debt Margin Calculation for Fiscal 2024:

Equalized valuation basis

Calendar Year

| | | |
|--------------|----|------------------------------|
| 2024 | \$ | 7,054,146,900 |
| 2023 | \$ | 6,921,225,100 |
| 2022 | \$ | <u>6,839,028,189</u> |
| [A] | \$ | <u><u>20,814,400,189</u></u> |
| [A/3] | \$ | 6,938,133,396 |
| [B] | | 277,525,336 ^a |
| [C] | | <u>22,865,000</u> |
| [B-C] | \$ | <u><u>254,660,336</u></u> |

| | Fiscal year | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|--|-------------|--------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Debt limit | \$ | 262,594,042 | \$ 262,680,005 | \$ 268,782,297 | \$ 280,661,178 | \$ 293,458,506 | \$ 305,087,666 | \$ 311,206,545 | \$ 323,357,851 | \$ 223,143,849 | \$ 277,525,336 |
| Total net debt applicable to limit | | <u>82,065,973</u> | <u>76,235,973</u> | <u>67,040,000</u> | <u>67,040,973</u> | <u>67,040,973</u> | <u>55,530,973</u> | <u>49,570,000</u> | <u>43,365,000</u> | <u>30,040,000</u> | <u>22,865,000</u> |
| Legal debt margin | \$ | <u>180,528,069</u> | <u>\$ 186,444,032</u> | <u>\$ 201,742,297</u> | <u>\$ 213,620,205</u> | <u>\$ 226,417,533</u> | <u>\$ 249,556,693</u> | <u>\$ 261,636,545</u> | <u>\$ 279,992,851</u> | <u>\$ 193,103,849</u> | <u>\$ 254,660,336</u> |
| Total net debt applicable to the limit as a percentage of debt limit | | 31.25% | 29.02% | 24.94% | 23.89% | 22.85% | 18.20% | 15.93% | 13.41% | 13.46% | 8.24% |

Source: Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation
^a Limit set by NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other district types

**Township of Jackson School District
Demographic and Economic Statistics
Last Ten Fiscal Years
UNAUDITED**

| Year | Population ^a | Personal Income (thousands of dollars) ^b | Per Capita Personal Income ^c | Unemployment Rate ^d |
|------|-------------------------|---|---|-----------------------------------|
| 2015 | 52,251 | 2,409,241,359 | 46,109 | 5.50% |
| 2016 | 56,733 | 2,689,881,729 | 47,413 | 4.80% |
| 2017 | 57,073 | 2,875,566,032 | 50,384 | 4.30% |
| 2018 | 57,218 | 2,975,793,744 | 52,008 | 3.80% |
| 2019 | 57,731 | 3,067,767,609 | 53,139 | 3.20% |
| 2020 | 58,371 | 3,347,226,624 | 57,344 | 8.70% |
| 2021 | 59,614 | 3,347,226,624 | 60,823 | 5.40% |
| 2022 | 60,207 | 3,347,226,624 | 59,332 | 3.30% |
| 2023 | 60,275 | N/A | N/A | 3.50% |
| 2024 | 60,427 | N/A | N/A | 4.20% |

Source:

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

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

^c Per Capita personal income by municipality provided by NJ Dept. of Labor and Workforce development

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

Township of Jackson School District
Principal Employers
Current Year and Nine Years Ago
UNAUDITED

| Employer | 2024 | | | 2015 | | |
|--------------------------------------|----------------|-----------------|--------------------------------|----------------|-----------------|--------------------------------|
| | # of Employees | Rank (Optional) | Percentage of Total Employment | # of Employees | Rank (Optional) | Percentage of Total Employment |
| Six Flags Great Adventure Theme Park | - | 1 | 0.00% | - | 1 | 0.00% |
| Jackson Township Board of Education | - | 2 | 0.00% | - | 2 | 0.00% |
| | - | | 0.00% | - | | 0.00% |

N/A - Not available

Source: District Records

**Township of Jackson School District
Full-time Equivalent District Employees by Function/Program
Last Ten Fiscal Years
UNAUDITED**

| <u>Function/Program</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u> | <u>2024</u> |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Instruction | | | | | | | | | | |
| Regular | 491 | 490 | 495 | 487 | 476 | 474 | 442 | 431 | 415 | 391 |
| Special education | 294 | 302 | 315 | 313 | 321 | 334 | 335 | 334 | 349 | 331 |
| Other special education | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Vocational | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Other instruction | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Nonpublic school programs | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Adult/continuing education programs | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Support Services: | | | | | | | | | | |
| Tuition | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Student & instruction related services | 185 | 181 | 181 | 190 | 175 | 169 | 162 | 169 | 166 | 173 |
| General administrative | 3 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 4 |
| School administrative services | 63 | 63 | 63 | 64 | 62 | 62 | 60 | 61 | 57 | 59 |
| Other administrative services | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Plant operations and maintenance | 169 | 176 | 177 | 177 | 182 | 184 | 177 | 179 | 173 | 164 |
| Pupil transportation | 162 | 157 | 154 | 153 | 156 | 161 | 158 | 176 | 195 | 182 |
| Central Services | 18 | 18 | 18 | 18 | 18 | 18 | 18 | 18 | 17 | 18 |
| Administration information technology | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 7 |
| Food Service | 62 | 62 | 62 | 60 | 60 | 58 | 58 | 58 | 58 | 53 |
| Child Care | 4 | 4 | 4 | 4 | 4 | 4 | 4 | 3 | 3 | 2 |
| Total | 1459 | 1465 | 1481 | 1478 | 1466 | 1476 | 1426 | 1441 | 1445 | 1384 |

Source: District Personnel Records

Township of Jackson School District
 Operating Statistics
 Last Ten Fiscal Years
 UNAUDITED

| Fiscal Year | Enrollment | Operating Expenditures ^a | Cost Per Pupil | Percentage Change | Teaching Staff ^b | Teacher/Pupil Ratio | | | Average Daily Enrollment (ADE) ^c | Average Daily Attendance (ADA) ^c | % Change in Average Daily Enrollment | Student Attendance Percentage |
|-------------|------------|-------------------------------------|----------------|-------------------|-----------------------------|---------------------|---------------|-------------|---|---|--------------------------------------|-------------------------------|
| | | | | | | Elementary | Middle School | High School | | | | |
| 2015 | 8,780 | 138,908,361 | 15,821 | 4.90% | 806 | 1:10 | 1:11 | 1:12 | 8,707 | 8,201 | -2.62% | 94.19% |
| 2016 | 8,660 | 141,840,950 | 16,379 | 3.53% | 814 | 1:09 | 1:11 | 1:12 | 8,601 | 8,123 | -1.22% | 94.44% |
| 2017 | 8,440 | 147,769,479 | 17,508 | 6.90% | 816 | 1:09 | 1:11 | 1:12 | 8,434 | 7,902 | -1.94% | 93.69% |
| 2018 | 8,190 | 154,239,683 | 18,833 | 7.56% | 808 | 1:09 | 1:10 | 1:10 | 8,205 | 7,686 | -2.72% | 93.67% |
| 2019 | 8,106 | 159,967,523 | 19,734 | 4.79% | 803 | 1:10 | 1:11 | 1:10 | 8,123 | 7,636 | -1.00% | 94.00% |
| 2020 | 7,963 | 158,882,656 | 19,953 | 1.11% | 795 | 1:10 | 1:11 | 1:10 | 7,986 | 7,678 | -1.69% | 96.14% |
| 2021 | 7,630 | 167,634,944 | 21,971 | 10.11% | 756 | 1:10 | 1:10 | 1:10 | 7,610 | 7,143 | -4.71% | 93.86% |
| 2022 | 7,360 | 184,136,045 | 25,018 | 13.87% | 753 | 1:09 | 1:11 | 1:09 | 7,530 | 7,015 | -1.05% | 93.16% |
| 2023 | 7,214 | 165,706,547 | 22,970 | -8.19% | 748 | 1:11 | 1:11 | 1:09 | 7,533 | 6,968 | 0.04% | 92.50% |
| 2024 | 7,128 | 166,623,223 | 23,376 | 1.77% | 722 | 1:11 | 1:11 | 1:09 | 7,556 | 6,977 | 0.31% | 92.34% |

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 Jackson School District
School Building Information
Last Ten Fiscal Years
UNAUDITED**

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| District Building^a | | | | | | | | | | |
| Elementary School(s) | | | | | | | | | | |
| Elms Elementary School (2003) | | | | | | | | | | |
| Square Feet | 130,000 | 130,000 | 130,000 | 130,000 | 130,000 | 130,000 | 130,000 | 130,000 | 130,000 | 130,000 |
| Capacity (students) | 808 | 808 | 808 | 808 | 808 | 808 | 808 | 808 | 808 | 808 |
| Enrollment | 680 | 645 | 622 | 609 | 619 | 606 | 625 | 600 | 599 | 641 |
| Crawford Rodriguez Elementary School (2001) | | | | | | | | | | |
| Square Feet | 107,400 | 107,400 | 107,400 | 107,400 | 107,400 | 107,400 | 107,400 | 107,400 | 107,400 | 107,400 |
| Capacity (students) | 742 | 742 | 742 | 742 | 742 | 742 | 742 | 742 | 742 | 742 |
| Enrollment | 783 | 733 | 674 | 658 | 656 | 623 | 534 | 512 | 539 | 522 |
| Switlik Elementary School (1948) | | | | | | | | | | |
| Square Feet | 62,750 | 62,750 | 62,750 | 62,750 | 62,750 | 62,750 | 62,750 | 62,750 | 62,750 | 62,750 |
| Capacity (students) | 475 | 475 | 475 | 475 | 475 | 475 | 475 | 475 | 475 | 475 |
| Enrollment | 806 | 828 | 819 | 777 | 753 | 747 | 737 | 787 | 764 | 759 |
| Holman Elementary School (1970) | | | | | | | | | | |
| Square Feet | 62,280 | 62,280 | 62,280 | 62,280 | 62,280 | 62,280 | 62,280 | 62,280 | 62,280 | 62,280 |
| Capacity (students) | 462 | 462 | 462 | 462 | 462 | 462 | 462 | 462 | 462 | 462 |
| Enrollment | 653 | 630 | 624 | 566 | 549 | 534 | 498 | 472 | 452 | 462 |
| Johnson Elementary School (1970) | | | | | | | | | | |
| Square Feet | 47,490 | 47,490 | 47,490 | 47,490 | 47,490 | 47,490 | 47,490 | 47,490 | 47,490 | 47,490 |
| Capacity (students) | 352 | 352 | 352 | 352 | 352 | 352 | 352 | 352 | 352 | 352 |
| Enrollment | 479 | 461 | 466 | 468 | 463 | 449 | 398 | 340 | 350 | 337 |
| Middle School(s) | | | | | | | | | | |
| Rosenauer Middle School (1962) | | | | | | | | | | |
| Square Feet | 34,128 | 34,128 | 34,128 | 34,128 | 34,128 | 34,128 | 34,128 | 34,128 | 34,128 | 34,128 |
| Capacity (students) | 252 | 252 | 252 | 252 | 252 | 252 | 252 | 252 | 252 | 252 |
| Enrollment | 303 | 315 | 310 | 289 | 285 | 260 | 235 | 211 | 191 | 202 |
| McAuliffe Middle School (1993) | | | | | | | | | | |
| Square Feet | 130,000 | 130,000 | 130,000 | 130,000 | 130,000 | 130,000 | 130,000 | 130,000 | 130,000 | 130,000 |
| Capacity (students) | 886 | 886 | 886 | 886 | 886 | 886 | 886 | 886 | 886 | 886 |
| Enrollment | 902 | 906 | 878 | 908 | 844 | 855 | 805 | 760 | 732 | 663 |
| Goetz Middle School (1973) | | | | | | | | | | |
| Square Feet | 130,000 | 130,000 | 130,000 | 130,000 | 130,000 | 130,000 | 130,000 | 130,000 | 130,000 | 130,000 |
| Capacity (students) | 886 | 886 | 886 | 886 | 886 | 886 | 886 | 886 | 886 | 886 |
| Enrollment | 1,212 | 1,193 | 1,174 | 1,139 | 1,129 | 1,112 | 1,049 | 999 | 988 | 1,011 |
| High School(s) | | | | | | | | | | |
| Jackson Memorial High School | | | | | | | | | | |
| Square Feet | 375,000 | 375,000 | 375,000 | 375,000 | 375,000 | 375,000 | 375,000 | 375,000 | 375,000 | 375,000 |
| Capacity (students) | 1,980 | 1,980 | 1,980 | 1,980 | 1,980 | 1,980 | 1,980 | 1,980 | 1,980 | 1,980 |
| Enrollment | 1,592 | 1,560 | 1,554 | 1,560 | 1,582 | 1,599 | 1,585 | 1,521 | 1,451 | 1,437 |
| Jackson Liberty High School | | | | | | | | | | |
| Square Feet | 295,000 | 295,000 | 295,000 | 295,000 | 295,000 | 295,000 | 295,000 | 295,000 | 295,000 | 295,000 |
| Capacity (students) | 1,900 | 1,900 | 1,900 | 1,900 | 1,900 | 1,900 | 1,900 | 1,900 | 1,900 | 1,900 |
| Enrollment | 1,298 | 1,320 | 1,248 | 1,151 | 1,142 | 1,099 | 1,100 | 1,091 | 1,118 | 1,038 |

Number of Schools at June 30, 2023
 Elementary = 5
 Middle School = 2
 Other = 2

Source: District Facilities Office, District Records

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

**Township of Jackson School District
General Fund
Schedule of Required Maintenance for School Facilities
Last Ten Fiscal Years
UNAUDITED**

Undistributed expenditures - Required maintenance for school facilities - 11-000-261-XXX

| * School Facilities Project # (s) | Liberty High School | Jackson Memorial High School | Rosenauer | Johnson | Holman | McAuliffe | Switlik | Elms | Goetz | Crawford/Rodriguez | Other Facilities | Total |
|--------------------------------------|------------------------|---------------------------------|-------------------|-------------------|-------------------|---------------------|-------------------|---------------------|---------------------|---------------------|---------------------|----------------------|
| | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | |
| 2015 | 208,946 | 219,262 | 362,862 | 34,893 | 44,159 | 148,862 | 54,573 | 125,487 | 119,934 | 155,106 | 8,120 | 1,482,204 |
| 2016 | 247,385 | 222,146 | 30,322 | 44,168 | 51,205 | 161,554 | 69,775 | 137,828 | 168,424 | 154,839 | 10,247 | 1,297,893 |
| 2017 | 263,297 | 249,230 | 61,446 | 40,009 | 55,884 | 156,680 | 57,973 | 120,553 | 204,476 | 170,347 | 10,802 | 1,390,697 |
| 2018 | 308,493 | 302,359 | 47,812 | 50,552 | 55,296 | 179,985 | 63,176 | 136,947 | 181,235 | 164,232 | 12,880 | 1,502,967 |
| 2019 | 259,762 | 307,132 | 51,467 | 74,585 | 59,739 | 222,792 | 72,588 | 140,405 | 175,508 | 149,483 | 10,813 | 1,524,274 |
| 2020 | 271,786 | 451,256 | 32,931 | 69,447 | 58,869 | 155,244 | 62,860 | 128,216 | 163,333 | 121,134 | 9,012 | 1,524,088 |
| 2021 | 248,291 | 323,577 | 33,061 | 83,355 | 57,589 | 173,040 | 56,088 | 139,966 | 200,076 | 112,128 | 9,238 | 1,436,409 |
| 2022 | 280,924 | 306,204 | 33,668 | 70,385 | 59,763 | 176,275 | 67,080 | 127,781 | 173,183 | 123,444 | 9,201 | 1,427,908 |
| 2023 | 237,331 | 243,095 | 27,358 | 66,216 | 41,763 | 126,161 | 54,242 | 117,484 | 166,687 | 100,943 | 9,035 | 1,190,315 |
| 2024 | 258,966 | 343,958 | 46,663 | 80,891 | 68,620 | 168,621 | 82,051 | 130,030 | 180,790 | 161,088 | 9,355 | 1,531,033 |
| Total School Facilities | \$ 2,585,181 | \$ 2,968,219 | \$ 727,590 | \$ 614,501 | \$ 552,887 | \$ 1,669,214 | \$ 640,406 | \$ 1,304,697 | \$ 1,733,646 | \$ 1,412,744 | \$ 98,703 | \$ 14,307,788 |

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

Source: District records

**Township of Jackson School District
Insurance Schedule
For the Year Ended June 30, 2024
UNAUDITED**

| | Coverage | Deductible |
|---|------------------------------|---|
| Property: | | |
| Special Multi Peril Package: Reinsurer: Great American Insurance Co./ACCASBOJIF | | |
| Blanket Building & Contents, EDP Equipment, Data, Media & Extra Expense Musical Instruments & Contractor Equip. | \$ 174,749,500 xs \$ 250,000 | |
| Earthquake | \$ 150,000,000 | Per Occurrence-Sublimit \$ 250,000 |
| Flood: | | |
| A Flood Zones | \$ 10,000,000 | Per Occurrence-Sublimit per Location \$ 500,000 |
| Terrorism (Property - Certified or Non-Certified Event) Lloyd's of London/ACCASBOJIF | | |
| Property Damage and Business Interruption | \$ 75,000,000 | Per Occurrence \$ 10,000 |
| Prevention or Restriction of Access to Premises | \$ 5,000,000 | Per Occurrence \$ 10,000 |
| Contingent Business Interruption | \$ 5,000,000 | Per Occurrence \$ 10,000 |
| Utilities | \$ 5,000,000 | Per Occurrence \$ 10,000 |
| Bodily Injury and Property Damage Liability | \$ 5,000,000 | Per Occurrence \$ 10,000 |
| General Liability/Auto Liability-Reinsurer: General Reinsurance Corp./ACCASBOJIF | | |
| General Liability/Auto Liability Limit | \$ 14,750,000 xs \$ 250,000 | |
| Employee Benefit Liability | \$ 14,750,000 xs \$ 250,000 | |
| Employee Benefit Liability Retroactive Date | 7/1/2008 | |
| Boiler & Machinery - Travelers Insurance/ACCASBOJIF | | |
| Property Damage, Business Income and Extra Expense | \$ 125,000,000 | |
| Sub-limits per Occurance: | | |
| Off Premises Property Damage: | \$ 5,000,000 | |
| Service Interruption: | Included in limit | Subject to 4 Hour waiting period |
| Spoilage/Perishable Goods: | \$ 100,000,000 | Subject to 4 Hour waiting period |
| Data Restoration: | \$ 5,000,000 | |
| Ordinance or Law: | \$ 10,000,000 | |
| Expediting Expenses | Included in limit | |
| Hazardous Substances: | \$ 10,000,000 | |
| Newly Acquired Locations: | Included in limit | 365 days Maximum coverage |
| Deductibles: | | |
| Direct Coverage | | \$ 1,000 |
| Perishable Goods | | \$ 1,000 |
| Indirect Coverage | | 12 Hours |
| Statutory Workers Compensation Excess Coverage Limits: Safety National Casualty Corporation/ACCASBOJIF | | |
| Workers' Compensation: | Statutory XS \$ 1,000,000 | |
| Employer's Liability and Occupational Disease | \$ 1,000,000 xs \$ 1,000,000 | |
| Educator's Legal Liability - Reinsurer: General Reinsurance Corporation/ACCASBOJIF | | |
| Educator's Legal Liability | \$ 14,750,000 x \$ 250,000 | |
| Commercial Pollution and Mold Legal Liability Insurance - Carrier: Beazley/Lloyd's of London/ACCASBOJIF | | |
| Each Incident On-Site Clean-up/Legal Liability | \$ 3,000,000 | |
| Annual Aggregate Per Owner Group Joint Insurance Fund, | | |
| On-Site Clean-Up/Legal Liability | \$ 6,000,000 | |
| Annual Aggregate On-Site Clean-Up/Legal Liability | \$ 12,000,000 | |
| First Party Property Damage Sublimit per Owner Group JIF | \$ 100,000 | |
| Deductibles: | \$ 25,000 | Each Pollution Incident/ \$ 50,000 to \$ 250,000 Each Mold Incident* |

*Mold deductibles are tiered from \$ 50,000 to \$ 250,000 depending upon age and major renovation and shall be determined at time of loss

**Township of Jackson School District
Insurance Schedule (Continued)
For the Year Ended June 30, 2024
UNAUDITED**

| | Coverage | Deductible |
|--|--|--------------------|
| Cyber Liability - Carrier: Starr Indemnity & Liability Company/ACCASBOJIF | | |
| Security and Privacy Liability | \$ 2,000,000 | |
| Incident Response Expense | \$ 2,000,000 | |
| Business Interruption | \$ 2,000,000 | \$ 50,000 |
| Business Interruption Waiting Period | 8 hours | \$ 100,000 8 Hour |
| Data Recovery (including bricking) | \$ 2,000,000 | waiting period for |
| Regulatory Proceedings | \$ 2,000,000 | Business |
| Cyber Extortion | \$ 2,000,000 | Interruption |
| Media Liability | \$ 2,000,000 | |
| Aggregate Limit | \$ 15,000,000 | |
| Retroactive Date | Prior & pending Date: 7/1/2018 / Full Prior Acts | |
| Crisis Protection & Disaster Management Services - Lloyds of London/ACCASBOJIF | | |
| Each Occurrence | \$ 1,000,000 | \$ 10,000 |
| Annual Aggregate Per Owner Group Joint Insurance Fund | \$ 10,000,000 | |
| Commercial Umbrella Liability Insurance - Fireman's Fund Insurance Company/ACCASBOJIF | | |
| Aggregated Shared Program Limit: | \$ 50,000,000 | |
| Underlying Insurance | \$ 20,000,000 | GL/AL/ELL |
| Student Accident: 2 policies (Basic & Catastrophe Plan) | | |
| Carrier: Catlin Insurance Co. through Bob McCloskey Agency | | |
| Basic Disability Plan for all students including interscholastic athletes: | \$ 25,000 | |
| Accidental Death Benefit limit | \$10,000/25,000/50,000 | |
| 80% coinsurance, \$1,000 deductible | | |
| Full excess plan, 2 year benefit period | | |
| Catastrophe Plan for all students including interscholastic athletes | | |
| Excess Disability limit over basic plan-Max Medical Expense Benefit | \$ 5,000,000 | |
| Accidental Death Benefit limit | \$ 10,000 | |
| 10 year benefit period | | |
| Board Secretary/Business Administrator | | |
| Carrier: Traveler Insurance Co through Glenn Insurance, Inc. | \$ 250,000 | |
| Treasurer of School Funds | | |
| Carrier: Traveler Insurance Co through Glenn Insurance, Inc. | \$ 750,000 | |

SINGLE AUDIT SECTION



K-1

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

Honorable President and
Members of the
Jackson Township Board of Education
County of Ocean
Jackson, New Jersey 08527

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Jackson Township Board of Education in the County of Ocean, State of New Jersey, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise of the Jackson Township Board of Education basic financial statements, and have issued our report thereon dated December 3, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Jackson Township Board of Education'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 Jackson Township Board of Education's internal control. Accordingly, we do not express an opinion on the effectiveness of the Jackson Township Board of Education's internal control.

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Respectfully Submitted,

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



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

December 3, 2024



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
Jackson Township Board of Education
County of Ocean
Jackson, New Jersey 08527

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

We have audited Jackson Township Board of Education's compliance with the types of compliance requirements described in the OMB Compliance Supplement and the New Jersey OMB Circular 15-08 that could have a direct and material effect on each of Jackson Township Board of Education's major federal and state programs for the year ended June 30, 2024. Jackson Township Board of Education'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, Jackson Township Board of Education complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2024.

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 and the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the New Jersey OMB Circular 15-08. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Jackson Township Board of Education and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Jackson Township Board of Education'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 Jackson Township Board of Education'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 Jackson Township Board of Education's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance and New Jersey OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Jackson Township Board of Education's compliance with the requirements of each major federal program as a whole.

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

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

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

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 and 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 and 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 and state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.


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

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

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

Respectfully submitted,

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



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

December 3, 2024

JACKSON TOWNSHIP SCHOOL DISTRICT
 Schedule of Expenditures of Federal Awards, Schedule A
 For the Year Ended June 30, 2024

| Federal Grantor/Pass-Through Grantor/Program Title | Federal Assistance Listing Number | Federal FAIN Number | Grant Period | Award Amount | Balance at June 30, 2023 | Cash Received | Budgetary Expenditures | Repayment of Prior years' Balances | Deferred Revenue at June 30, 2024 | (Accounts Receivable) at June 30, 2024 | Due to Grantor at June 30, 2024 |
|---|-----------------------------------|---------------------|----------------------|--------------|--------------------------|---------------|------------------------|------------------------------------|-----------------------------------|--|---------------------------------|
| General Fund: | | | | | | | | | | | |
| U.S Department of Health and Human Services | | | | | | | | | | | |
| Passed-through State Department of Human Services | | | | | | | | | | | |
| Medical Assistance Program | 93.778 | | 9/1/12-8/31/13 | - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Medical Assistance Program | 93.778 | 2005NJSMAP | 7/1/23-6/30/24 | \$ 230,678 | \$ - | \$ 230,678 | \$ (230,678) | \$ - | \$ - | \$ - | \$ - |
| Total U.S. Department of Health and Human Services | | | | | - | 230,678 | (230,678) | - | - | - | - |
| U.S. Department of Homeland Security Pass-Through New Jersey State Police | | | | | | | | | | | |
| COVID-19 Corona Virus Relief Fund | | | | | | | | | | | |
| | 21.019 | SLT0228 | 7/1/23-6/30/24 | 1,125,987 | - | 1,125,987 | (1,125,987) | - | - | - | - |
| Total U.S. Department of Homeland Security Pass-Through New Jersey State Police | | | | | - | 1,125,987 | (1,125,987) | - | - | - | - |
| Total General Fund | | | | | - | 1,356,665 | (1,356,665) | - | - | - | - |
| U.S. Department of Agriculture | | | | | | | | | | | |
| Passed-through State Department of Education: | | | | | | | | | | | |
| Food Distribution Program | 10.550 | | 7/1/23-6/30/24 | 275,950 | - | 275,950 | (275,950) | - | - | - | - |
| P-EBT Administrative Cost Grant | 10.649 | | 7/1/23-6/30/24 | 3,256 | - | 3,256 | (3,256) | - | - | - | - |
| Child Nutrition Cluster: | | | | | | | | | | | |
| Supply Chain Assistance Funding | 10.555 | | 7/1/23-6/30/24 | 176,996 | - | 176,996 | (176,996) | - | - | - | - |
| National School Lunch Program | 10.555 | | 7/1/23-6/30/24 | 1,387,457 | - | 1,295,745 | (1,387,457) | - | - | (91,712) | - |
| National School Breakfast Program | 10.553 | | 7/1/23-6/30/24 | 266,784 | - | 247,102 | (266,784) | - | - | (19,682) | - |
| National School Lunch Program | 10.555 | | 7/1/22-6/30/23 | 3,846,046 | (109,966) | 109,966 | - | - | - | - | - |
| National School Breakfast Program | 10.553 | | 7/1/22-6/30/23 | 454,547 | (25,420) | 25,420 | - | - | - | - | - |
| Subtotal Child Nutrition Cluster | | | | | (135,386) | 1,855,229 | (1,831,237) | - | - | (111,394) | - |
| Total U.S. Department of Agriculture | | | | | (135,386) | 2,131,179 | (2,110,443) | - | - | (111,394) | - |
| U.S Department of the Treasury | | | | | | | | | | | |
| Passed-through State Department of Education: | | | | | | | | | | | |
| NJ High Impact Tutoring | 21.027 | C8220COVID19 | 10/11/2023-8/31/2024 | 306,000 | - | 219,133 | (295,233) | - | - | (76,100) | - |
| U.S. Department of Education | | | | | | | | | | | |
| Passed-through State Department of Education: | | | | | | | | | | | |
| Title I | 84.010 | S010A210030 | 7/1/23-6/30/24 | 2,720,247 | - | 1,502,523 | (2,279,650) | - | - | (777,127) | - |
| Title I | 84.010 | S010A210030 | 7/1/22-6/30/23 | 2,755,843 | (940,318) | 940,318 | - | - | - | - | - |
| Title II Part A | 84.367A | S367A210029 | 7/1/23-6/30/24 | 391,215 | - | 286,272 | (317,658) | - | - | (31,386) | - |
| Title II Part A | 84.367A | S367A210029 | 7/1/22-6/30/23 | 359,237 | - | (99,471) | 99,471 | - | - | - | - |
| Title III | 84.365A | S365A210030 | 7/1/23-6/30/24 | 100,198 | - | 61,219 | (80,346) | - | - | (19,127) | - |
| Title III | 84.365A | S365A210030 | 7/1/22-6/30/23 | 71,913 | (48,690) | 48,690 | - | - | - | - | - |
| Title III Immigrant | 84.365A | S365A210030 | 7/1/23-6/30/24 | 27,102 | - | 16,000 | (26,725) | - | - | (10,725) | - |
| Title III Immigrant | 84.365A | S365A210030 | 7/1/22-6/30/23 | 14,014 | (6,812) | 6,812 | - | - | - | - | - |
| Title IV | 84.424 | S424A210031 | 7/1/22-6/30/23 | 110,602 | (33,802) | 33,802 | - | - | - | - | - |
| Title IV | 84.424 | S424A210031 | 7/1/23-6/30/24 | 122,467 | - | 95,080 | (117,804) | - | - | (22,724) | - |
| Carl D. Perkins-Secondary | 84.048 | VO48A210030 | 7/1/23-6/30/24 | 85,330 | - | 73,548 | (84,408) | - | - | (10,860) | - |
| Carl D. Perkins-Secondary | 84.048 | VO48A210030 | 7/1/22-6/30/23 | 84,687 | (17,106) | 17,106 | - | - | - | - | - |
| Mental Health Screening in School PILOT | 84.184H | | 2/1/24-12/31/24 | 74,735 | - | - | (763) | - | - | (763) | - |
| Mental Health Training Grant | 84.184H | S184H220041 | 12/1/2023-12/31/2024 | 361,888 | - | 161,637 | (183,893) | - | - | (22,256) | - |
| Elementary and Secondary Education Cluster: | | | | | | | | | | | |
| ARP ESSER | 84.425U | S425U210027 | 3/13/20-9/30/24 | 8,380,600 | (541,598) | 1,619,494 | (1,968,146) | - | - | (890,250) | - |
| ARP ESSER Accelerate Learning Coach | 84.425U | S425U210027 | 3/13/20-9/30/24 | 680,750 | (20,643) | 143,111 | (347,204) | - | - | (224,736) | - |
| ARP ESSER Summer Learning | 84.425U | S425U210027 | 3/13/20-9/30/24 | 46,400 | (1) | 1 | - | - | - | - | - |
| ARP ESSER Beyond the School Day | 84.425U | S425U210027 | 3/13/20-9/30/24 | 46,400 | - | - | (16,925) | - | - | (16,925) | - |
| ARP ESSER NJTSS Mental Health | 84.425U | S425U210027 | 3/13/20-9/30/24 | 45,000 | - | 90 | (90) | - | - | - | - |
| ARP-Homeless | 84.425W | S425W240031 | 3/13/20-9/30/24 | 51,130 | - | 1,965 | (2,661) | - | - | (696) | - |
| ESSER II - CRRSA | 84.425D | S425D210027 | 3/13/20-9/30/24 | 8,380,600 | (21,825) | 21,831 | - | - | - | - | - |
| ESSER II - CRRSA CR Mental Health | 84.425D | S425D210027 | 3/13/20-9/30/24 | 45,000 | - | 5,215 | (5,215) | - | - | - | - |
| ESSER II - CR Learning Acceleration | 84.425D | S425D210027 | 3/13/20-9/30/24 | 239,306 | 575 | 22,694 | (23,269) | - | - | - | - |
| Subtotal Elementary and Secondary Education Cluster | | | | | (583,492) | 1,814,401 | (2,363,516) | - | - | (1,132,607) | - |
| Special Education Cluster: | | | | | | | | | | | |
| I.D.E.A. Part B Basic Regular | 84.027 | H027A210100 | 7/1/22-6/30/23 | 1,974,556 | (585,950) | 585,950 | - | - | - | - | - |
| I.D.E.A. Part B Basic Regular | 84.027 | H027A210100 | 7/1/23-6/30/24 | 2,092,091 | - | 1,902,199 | (2,098,091) | - | - | (195,892) | - |
| I.D.E.A. Part B Preschool | 84.173 | H173A210114 | 7/1/23-6/30/24 | 75,773 | - | 42,582 | (75,773) | - | - | (33,181) | - |
| I.D.E.A. Part B Preschool | 84.173 | H173A210114 | 7/1/22-6/30/23 | 76,008 | (25,641) | 25,641 | - | - | - | - | - |
| Subtotal Special Education Cluster | | | | | (611,591) | 2,556,382 | (2,173,864) | - | - | (229,073) | - |
| Total U.S. Department of Education | | | | | (2,341,282) | 7,932,394 | (7,923,860) | - | - | (2,332,748) | - |
| Total Expenditures of Federal Awards | | | | | \$ (2,476,668) | \$ 11,420,238 | \$ (11,390,968) | \$ - | \$ - | \$ (2,444,142) | \$ - |

JACKSON TOWNSHIP SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance, Schedule B
For the Year Ended June 30, 2024

| State Grantor/ Program Title | Grant or State Project Number | Grant Period | Award Amount | Balance at June 30, 2023 | Carryover Amount | Cash Received | Budgetary Expenditures | Repayment of Prior Years' Balances | Deferred Revenue at June 30, 2024 | (Accounts Receivable) at June 30, 2024 | Due to Grantor at June 30, 2024 | Budgetary Receivable | Total Expenditures |
|---|----------------------------------|-----------------|-----------------|-----------------------------|---------------------|-------------------|---------------------------|--|--------------------------------------|---|------------------------------------|-------------------------|-----------------------|
| State Department of Education | | | | | | | | | | | | | |
| General Fund: | | | | | | | | | | | | | |
| Transportation Aid | 24-495-034-5120-014 | 7/1/23-6/30/24 | 601,355 | - | - | 601,355 | (601,355) | - | - | - | - | - | 601,355 |
| Special Education Aid | 24-495-034-5120-089 | 7/1/23-6/30/24 | 5,211,500 | - | - | 5,211,500 | (5,211,500) | - | - | - | - | - | 5,211,500 |
| Equalization Aid | 23-495-034-5120-078 | 7/1/22-6/30/23 | 32,097,569 | (3,795,360) | - | 3,795,360 | - | - | - | - | - | - | - |
| Equalization Aid | 24-495-034-5120-078 | 7/1/23-6/30/24 | 21,193,947 | - | - | 20,643,119 | (21,193,947) | - | - | - | - | (550,828) | 21,193,947 |
| Security Aid | 24-495-034-5120-084 | 7/1/23-6/30/24 | 854,977 | - | - | 854,977 | (854,977) | - | - | - | - | - | 854,977 |
| Stabilization Aid | 23-495-034-5120-078 | 7/1/23-6/30/24 | 2,137,833 | - | - | 2,137,833 | (2,137,833) | - | - | - | - | - | 2,137,833 |
| Advanced State Aid | 7/1/23-6/30/24 | 7/1/23-6/30/24 | 6,000,000 | - | - | 6,000,000 | (6,000,000) | - | - | - | - | - | 6,000,000 |
| Per Pupil Growth Aid | 19-495-034-5120-097 | 7/1/23-6/30/24 | - | - | - | - | - | - | - | - | - | - | - |
| Per Pupil Growth Aid | 17-495-034-5120-097 | 7/1/23-6/30/24 | - | - | - | - | - | - | - | - | - | - | - |
| Professional Learning Comm Aid | 19-495-034-5120-101 | 7/1/23-6/30/24 | - | - | - | - | - | - | - | - | - | - | - |
| Additional Adjustment Aid | 18-495-034-5120-085 | 7/1/23-6/30/24 | - | - | - | - | - | - | - | - | - | - | - |
| Extraordinary Aid | 24-495-034-5120-044 | 7/1/23-6/30/24 | 1,714,901 | - | - | - | (1,714,901) | - | - | (1,714,901) | - | - | 1,714,901 |
| Extraordinary Aid | 23-495-034-5120-044 | 7/1/22-6/30/23 | 1,854,389 | (1,774,735) | - | 1,774,735 | - | - | - | - | - | - | - |
| Nonpublic Transportation Aid | 24-495-034-5120-014 | 7/1/23-6/30/24 | 1,986,335 | - | - | - | (1,986,335) | - | - | (1,986,335) | - | - | 1,986,335 |
| Nonpublic Transportation Aid | 23-495-034-5120-014 | 7/1/23-6/30/24 | 797,751 | (979,420) | - | 979,420 | - | - | - | - | - | - | - |
| On-Behalf TPAF Pension Contribution | 24-495-034-5094-002 | 7/1/23-6/30/24 | 22,385,679 | - | - | 22,385,679 | (22,385,679) | - | - | - | - | - | 22,385,679 |
| On-Behalf TPAF Long-Term Disability Ins | 24-495-034-5094-004 | 7/1/23-6/30/24 | 6,250 | - | - | 6,250 | (6,250) | - | - | - | - | - | 6,250 |
| On-Behalf TPAF Post-Retirement Medical | 24-495-034-5094-001 | 7/1/23-6/30/24 | 6,092,562 | - | - | 6,092,562 | (6,092,562) | - | - | - | - | - | 6,092,562 |
| Reimbursed TPAF Social Security Contribution | 24-495-034-5094-003 | 7/1/23-6/30/24 | 4,412,043 | - | - | 4,220,839 | (4,412,043) | - | - | (191,204) | - | - | 4,412,043 |
| Total General Fund | | | | (6,549,515) | - | 74,703,629 | (72,597,382) | - | - | (3,892,440) | - | (550,828) | 72,597,382 |
| Enterprise Fund: | | | | | | | | | | | | | |
| State School Lunch Program | 24-100-010-3350-023 | 7/1/23-6/30/24 | 83,627 | - | - | 77,471 | (83,627) | - | - | (6,156) | - | - | 83,627 |
| State School Lunch Program | 23-100-010-3350-023 | 7/1/22-6/30/23 | 60,088 | (4,903) | - | 4,903 | - | - | - | - | - | - | - |
| Total Enterprise Fund | | | | (4,903) | - | 82,374 | (83,627) | - | - | (6,156) | - | - | 83,627 |
| Debt Service Fund: | | | | | | | | | | | | | |
| Debt service aid type II | 24-495-034-5120-075 | 7/1/23-6/30/24 | 471,438 | - | - | 471,438 | (471,438) | - | - | - | - | - | 471,438 |
| Total Debt Service Fund | | | | - | - | 471,438 | (471,438) | - | - | - | - | - | 471,438 |
| Special Revenue Fund: | | | | | | | | | | | | | |
| Preschool Education Aid | 24-100-034-5120-086 | 7/1/23-6/30/24 | 6,389,924 | - | - | 5,747,753 | (5,876,916) | - | - | - | - | (129,163) | 5,876,916 |
| N.J. Nonpublic Nursing Aid | 24-100-034-5120-070 | 7/1/23-6/30/24 | 9,600 | - | - | 9,600 | (5,754) | - | - | - | 3,846 | - | 5,754 |
| N.J. Nonpublic Technology Aid | 24-100-034-5120-373 | 7/1/23-6/30/24 | 3,920 | - | - | 3,920 | (3,724) | - | - | - | 196 | - | 3,724 |
| N.J. Nonpublic Transportation | 24-100-034-5120-067 | 7/1/23-6/30/24 | 67 | - | - | 67 | - | - | - | - | 67 | - | - |
| N.J. Nonpublic Security Aid | 24-100-034-5120-509 | 7/1/23-6/30/24 | 16,400 | - | - | 16,400 | (15,525) | - | - | - | 875 | - | 15,525 |
| N.J. Textbooks | 24-100-034-5120-064 | 7/1/23-6/30/24 | 4,625 | - | - | 4,625 | (4,625) | - | - | - | - | - | 4,625 |
| Chapter 192/203 | 24-100-034-5120-068 | 7/1/23-6/30/24 | 1,326 | - | - | 1,326 | - | - | - | - | 1,326 | - | - |
| SDA Emergency | 24-100-034-5120-519 | 7/1/23-6/30/24 | 188,816 | - | - | 188,816 | (188,816) | - | - | - | - | - | 188,816 |
| Total Special Revenue Fund | | | | - | - | 5,972,507 | (6,095,360) | - | - | - | 6,310 | (129,163) | 6,095,360 |
| Total Expenditures of State Awards | | | | (6,554,418) | - | 81,229,948 | (79,247,807) | - | - | (3,898,596) | 6,310 | (679,991) | 79,247,807 |
| State Financial Assistance Not Subject to Single Audit Determination | | | | | | | | | | | | | |
| On-Behalf TPAF Pension Contribution | 24-495-034-5094-002 | 7/1/23-6/30/24 | 22,385,679 | - | - | 22,385,679 | (22,385,679) | - | - | - | - | - | 22,385,679 |
| On-Behalf TPAF Long-Term Disability Ins | 24-495-034-5094-004 | 7/1/23-6/30/24 | 6,250 | - | - | 6,250 | (6,250) | - | - | - | - | - | 6,250 |
| On-Behalf TPAF Post-Retirement Medical | 24-495-034-5094-001 | 7/1/23-6/30/24 | 6,092,562 | - | - | 6,092,562 | (6,092,562) | - | - | - | - | - | 6,092,562 |
| Total State Financial Assistance Not Subject to Single Audit Determination | | | | - | - | 28,484,491 | (28,484,491) | - | - | - | - | - | 28,484,491 |
| Total Expenditures of State Awards Subject to Single Audit Determination | | | | (6,554,418) | - | 52,745,457 | (50,763,316) | - | - | (3,898,596) | 6,310 | (679,991) | 50,763,316 |

See accompanying notes to schedules of expenditures.

Jackson Township Board of Education

Notes to Schedules of Awards and Financial Assistance

June 30, 2024

1. General

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

2. Basis of Accounting

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

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 \$(19,141,147) for the general fund, \$(251,867) for the special revenue fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the GAAP basis of accounting for the general and special revenue fund. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented on the following page.

Jackson Township Board of Education

Notes to Schedules of Awards and Financial Assistance (continued)

June 30, 2024

3. Relationship to Basic Financial Statements (cont'd)

| | <u>Federal</u> | <u>State</u> | <u>Total</u> |
|---------------------------------------|----------------------|----------------------|----------------------|
| General Fund | \$ 1,356,665 | \$ 53,456,235 | \$ 54,812,900 |
| Special Revenue Fund | 7,801,156 | 5,966,197 | 13,767,353 |
| Debt Service Fund | - | 471,438 | 471,438 |
| Capital Projects Fund | - | - | - |
| Food Service Fund | <u>2,107,187</u> | <u>83,627</u> | <u>2,190,814</u> |
| Total awards and financial assistance | <u>\$ 11,265,008</u> | <u>\$ 59,977,497</u> | <u>\$ 71,242,505</u> |

4. Relationship to Federal and State Financial Reports

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

5. Other

TPAF Social Security and Post Retirement/Medical Benefits Contributions represent the amounts reimbursed by the State for the employer’s share of social security contributions and Post Retirement/Medical Benefits for TPAF members for the year ended June 30, 2024.

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

6. Indirect Costs

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

Jackson Township Board of Education

Schedule of Findings and Questioned Costs

June 30, 2024

Section I - Summary of Auditor's Results
Financial Statement Section

Type of auditor's report issued: Unmodified opinion

Internal control over financial reporting:

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

Noncompliance material to general-purpose financial statements noted? yes no

Federal Awards Section

Internal Control over major programs:

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

Type of auditor's report issued on compliance for major programs: Unmodified Opinion

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

Identification of major programs:

| <u>CFDA Number(s)</u> | <u>Name of Federal Program or Cluster</u> |
|--|--|
| Child Nutrition Cluster: 10.555 10.553 | National School Lunch Program National School Breakfast Program |
| 21.019 | COVID-19 Corona Virus Relief Fund |

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? yes no

Jackson Township Board of Education
 Schedule of Findings and Questioned Costs (continued)

June 30, 2024

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

State Financial Assistance Section

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? yes no

Type of auditor's report issued on compliance for major programs: Unmodified Opinion

Internal Control over major programs:

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

Any audit findings disclosed that are
 required to be reported in accordance
 with NJOMB Circular 15-08? yes no

Identification of major programs:

| <u>GMIS Number(s)</u> | <u>Name of State Program</u> |
|-----------------------|--|
| 495-034-5120-089 | State Aid - Public (Cluster) Special Education Categorical Aid Equalization Aid Security Aid |
| 495-034-5120-078 | |
| 495-034-5120-084 | |
| 495-034-5094-003 | Reimbursed TPAF Social Security Contributions |
| 495-034-5120-044 | Extraordinary Special Education Aid |

Jackson Township Board of Education
Schedule of Findings and Questioned Costs (continued)

June 30, 2024

Section II - Financial Statement Findings - N/A

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

Jackson Township Board of Education
Summary Schedule of Prior Audit Findings and Questioned Costs
June 30, 2024

Financial Statement Findings

There were no prior year findings for the period ended June 30, 2023.

Federal Awards

There were no prior year findings for the period ended June 30, 2023.

State Financial Assistance

There were no prior year findings for the period ended June 30, 2023.