MOUNT OLIVE TOWNSHIP
SCHOOL DISTRICT
COUNTY OF MORRIS, NEW JERSEY

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

Mount Olive Township School District

"Students are our first priority"



"Home of the Marauders"

Mount Olive Board of Education
227 US Route 206
Flanders, New Jersey

Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2025

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
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INTRODUCTORY SECTION

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT

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BOARD OF EDUCATION

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Kevin Moore
Director of Human Resources

Luisa Rodriguez, MBA
Assistant Business Administrator/Assistant Board Secretary

Letter of Transmittal

For the Fiscal Year Ended June 30, 2025

December 30, 2025

Honorable President, Board Members

and Citizens of the Mount Olive Township School District

County of Morris

Mount Olive, New Jersey

We are pleased to present to you the Annual Comprehensive Financial Report ("ACFR") of the Mount Olive Township School District ("District") for the fiscal year ended June 30, 2025. State statutes require the issuance of an ACFR by every school district as the basis for the annual audit. This ACFR was prepared in accordance with Generally Accepted Accounting Principles ("GAAP") as applicable to governmental entities.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the Mount Olive Township Board of Education ("Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included. The Management's Discussion and Analysis (MD&A), which immediately follows the independent auditor's report, provides a narrative overview and analysis of the basic financial statements. The MD&A is intended to complement this letter of transmittal and should be read in conjunction with it.

The Annual Comprehensive Financial Report is presented in four sections as follows:

- The *Introductory Section* contains the Transmittal Letter, the Organizational Chart of the School District, and a List of Principal Officials, Consultants, and Advisors.

- The *Financial Section* begins with the Independent Auditors' Report and includes the MD&A, the Basic Financial Statements and Notes, and Other Supplementary Information that is required by the State Department of Education.

- The *Statistical Section* includes select information on financial trends, revenue capacity and debt capacity, along with demographic and economic information and other select operating information in accordance with GASB Statement 44.

- The *Single Audit Section* – In addition to meeting the requirements set forth in state statutes, the District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and the New Jersey's 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 auditors' reports on internal controls and compliance with applicable laws, regulations, contracts and grant requirements, along with findings and questioned costs, are included in the single audit section of this report.

Profile of the Mount Olive Township School District

Mount Olive Township is located in northwest New Jersey in Morris County, approximately 45 miles west of New York City. The Mount Olive community is primarily residential with support from varied commercial and retail property. Geographically, the Township is comprised of the Budd Lake and Flanders areas, which total approximately 32 square miles and has a population of nearly 29,000 residents. The District currently stands as the fourth largest school district in Morris County with an enrollment of just over 4,700 students. The District is comprised of six schools: four elementary schools serving grades Pre-K through 5, one middle school serving grades 6 through 8, and one high school serving grades 9 through 12.

An elected nine-member Board of Education serves as the policy maker for the School District. The Board adopts an annual budget and directly approves all expenditures, which serve as the basis for control over, and authorization for, all expenditures of School District tax money.

The Superintendent is the chief executive officer of the School District, responsible to the Board for total educational and support operations. The Business Administrator is the chief financial officer, responsible for the overall financial and budgetary operations of the District. The Board Secretary is the District's accountant, responsible for producing the financial statements, maintaining the financial accounts, and reconciling the accounting records.

Reporting Entity

The District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board ("GASB") in codification section 2100. All funds of the District are included in this report. The Mount Olive Township Board of Education and its six schools constitute the District's reporting entity.

Educational Programs and Services

"Empowering our school community to succeed in a diverse and dynamic world."

-- Mission Statement of the Mount Olive Township Board of Education

The Mount Olive Township School District provides a full range of educational programs appropriate to grade levels K through 12. These include regular, college preparatory, honors and vocational programs, as well as a wide variety of in-class support services, resource centers, and self-contained special education programs for students with special needs. In addition, the District offers a gifted and talented program for students in grades K-8 and dozens of advanced placement courses for high school students seeking a highly challenging and rigorous curriculum at the college level.

Extended learning summer and after school programs are also offered such as the extended school year program for disabled students, the Mount Olive Success Academy for at-risk students seeking additional instructional assistance, and the summer STEAM Camp for students in grades K through 9. Vocational course offerings include a wide variety of related arts and business/technology programs such as architecture, robotics, nutrition and culinary science, woodworking, engineering, industrial design, accounting, advertising and promotion, economics, fashion, finance, marketing, and television production.

The District had 3 students enrolled in charter schools for the 2024-25 school year. Charter school students who reside in the District are reported to the Department of Education through the District's Application for State School Aid ("ASSA") and are considered "resident students" for purposes of calculating the District's state aid. Pursuant to state statutes, the school district of residence must pay the charter school "an amount equal to 90% of the sum of the budget year equalization aid per pupil and the prebudget year general fund tax levy per pupil inflated by the CPI rate most recent to the calculation". In addition, the school district of residence shall pay directly to the charter school the security categorical aid attributable to the student and a percentage of the district's special education categorical aid equal to the percentage of the district's special education students enrolled in the charter school and, if applicable, 100% of preschool education aid.

In addition to its many curricular offerings, the District offers an extensive extracurricular and athletic program. Extracurricular programs provide opportunities for students to participate in student government, various academic, social and vocational clubs, national honor societies, drama and musical performance productions. The District's athletic program features 32 varsity sports for male and female athletes at the high school level and 12 male and female sports at the middle school level.

Internal Accounting Controls

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

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

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

Accounting System and Reports

In accordance with state statutes, each District must maintain a uniform system of financial bookkeeping and reporting that is consistent with GAAP. The District's accounting records reflect the accounting principles generally accepted in the United States, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is

organized on the basis of funds, as described in the "Notes to the Basic Financial Statements," Note 1.

The District's accounting records are prepared in accordance with the *Uniform Minimum Chart of Accounts for New Jersey Public Schools* prepared by the State of New Jersey Department of Education. The District's accounting records include an expanded minimum chart of accounts using dimensions to define location and subject area for internal management purposes.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either liquidated or are included as reappropriations of fund balance in the subsequent fiscal year. Those amounts to be reappropriated are reported as committed and/or assigned fund balance at fiscal year-end.

Budget Development and Controls

The District's budget is developed annually by the administration with input from all stakeholders in the District. The District utilizes zero-based budgeting practices as well as historical trend analysis to prepare its budget. In March of each year, a tentative budget is adopted by the Board, which is presented to the New Jersey Department of Education's Executive County Superintendent of Schools for approval. Upon approval by the Executive County Superintendent, the budget is then advertised for public input and a budget hearing is scheduled. Public commentary at the hearing may result in modifications to the budget. The final budget approved by the Board must be posted to the District's website forty-eight hours after the public hearing.

The District monitors actual vs. budgeted amounts on a monthly basis and provides monthly reports to the Board. Line-item transfers must be made whenever a budgeted line item is in danger of going into a deficit condition. All line-item transfers from an advertised appropriation account require a two-thirds affirmative vote of the Board. In addition, line-item transfers, which on a cumulative basis exceed 10% of the amount included in the original budget, and transfers to capital outlay require Executive County Superintendent approval.

The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education and the Executive County Superintendent. Annual appropriated budgets are adopted for the general fund, the special revenue fund and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section of this report.

Condition and Financial Outlook

Like most school districts in New Jersey, the District's primary sources of funding are property tax revenue and state aid. State aid comprised 33% of the District's 2024-2025 operating budget while local property taxes accounted for 64.1% of budgeted revenue. As a result, the financial well-being of the District is tied in large measure to the actions of the state legislature. Current legislation restricts the growth rate on local property taxes to 2%. However, the law does allow for an increase in the 2% limitation, if needed, provided that it is approved by the voters. Significant cuts in state funding and/or further restrictions on the growth rate of the local property tax levy could have a substantial impact on the District's programs and services.

Increased expenditures from inflationary pressures, the growing cost of employee health care, increases in contributions to the retirement system, and mandated special education costs present an enormous challenge for the District's administration. In the past, the increase in property tax revenue and state aid, coupled with the District's stringent budgetary measures, have been sufficient to allow the District to economically maintain its existing programs and services. It has become a reality that the district is operating at maximum capacity. These space constraints

affect classrooms, common areas, and specialized instructional spaces, making it challenging to maintain optimal learning environments for students. As a result, the District's administration is actively preparing for solutions to address the building capacities and continues to closely monitor the cost of operations and to search for new funding sources in order to maintain the quality educational services that the Mount Olive School District is accustomed to providing.

District Facilities and Housing Trends

The District's three original elementary schools were built between 1969 and 1974. In 1997 Township voters approved a referendum to convert the middle school, which was built in 1966, into a fourth elementary school and construct a new middle school. The new middle school was completed and opened in 2001. The high school opened in 1972 as a regional high school and was operated by the West Morris Regional High School District until 1978, when Township voters elected to leave the regional district. The class of 1978 was the last graduating class under the regional administration. In the 1978-1979 school year, the high school building and associated faculty became part of the Mount Olive Township School District.

The 1997 building referendum, which converted the former middle school to the Chester M. Stephens Elementary School and constructed the new middle school, also expanded and upgraded the three original elementary schools. In 2004 Township voters approved a $46.9 million building expansion project for Mount Olive High School, which included 10 new science labs, 21 new classrooms, an auxiliary gymnasium, a new Performing Arts Center, and an artificial turf field.

All of the District's buildings are exceptionally well maintained. The Board has an established capital reserve account to provide for the accumulation of funds for capital outlay expenditures. For the 2024-2025 school year, the district invested over three million eight hundred thousand dollars including a roof replacement at Chester M Stephens Elementary School, a partial roof replacement at the Mount Olive Middle School, and parking lot renovations at the Mountain View Elementary School.

The following is a status report of new residential development in progress within the Township during 2025.

Riad Development Company - approved to construct 10 2 bedroom residential apartments

SDK Village Green, LLC - approved to construct 186 2 bedroom residential apartments.

Enrollment

The District's enrollment reported on the Application for State School Aid ("ASSA") in October 2024 was 4,711 students compared to 4,758.5 students the previous year. Enrollment had been relatively stable for the past ten years before increasing this past year. The District's most recent demographic study projects a continued increase in enrollment over the next five years. To address the capacity issues and to ensure that sufficient facilities are available to meet the needs of its growing student population, the Board approved a building referendum in May 2023 to address various spaces Mount Olive Middle School, Sandshore Elementary School, and Tinc Road Elementary School, to accommodate the increased enrollment, support modern instructional standards, and preserve small class sizes and provide capital improvements, such as HVAC upgrades in each school and new roofing at five of the District's six schools. Unfortunately, the referendum held in December of 23 was voted down by the taxpayers of Mount Olive.

Student Performance

The Mount Olive Township School District places a high degree of emphasis on student performance. The District uses a wide variety of internal assessment tools and data evaluation programs to determine whether a student exceeds, meets, or does not meet grade level standards. These personalized learning tools and assessments have enabled students in the Mount Olive School District to score well on standardized test scores, regularly exceeding state and federal averages.

In the 2024-2025 school year, 47 percent of Mount Olive High School seniors took at least one AP exam during their high school career. Additionally, 38 percent of seniors earned a score of three or higher on at least one AP exam, qualifying them for potential college credit or advanced placement. Thirteen percent of seniors took five or more AP exams over the course of high school, with at least one exam completed during their freshman or sophomore years, reflecting early engagement in advanced academic opportunities.

Eighty-four percent of the school's 2025 graduates will be pursuing post-secondary education, with sixty-three percent attending four-year colleges and universities. Three seniors were recognized as National Merit Commended Scholars. Additionally, we are proud five graduates will serve our nation as a member of the Armed Forces.

Districtwide Initiatives

Social-Emotional Learning and Behavior Supports

This year, our district has continued to prioritize fostering social-emotional learning (SEL) and promoting positive behavior through initiatives such as No Place for Hate, New Jersey Positive Behavior Support in Schools (NJPBSIS), and Teen Mental Health First Aid (tMHFA). Partnering with the Anti-Defamation League, No Place for Hate empowers students to create inclusive school environments that celebrate diversity and address bullying and bias. Through NJPBSIS, in collaboration with Rutgers University, schools will implement proactive, evidence-based strategies to promote positive behaviors and improve student outcomes using tiered interventions and data-informed practices. Additionally, tMHFA equips high school students with the skills to recognize mental health challenges among peers, reduce stigma, and connect those in need with trusted adults and resources. Our SEL Curriculum resource, Silas by Central Reach, offers K-12 SEL lessons, activities, and projects that offer Tier 1, 2, and 3 behavioral supports aligned with the five SEL and Casel competencies. Teachers, counselors, and Child Study Teams can all access the lessons to support student wellbeing. Together, these programs enhance our district's commitment to supporting the emotional, social, and behavioral well-being of all students.

Professional Learning Communities (PLCs)

This year, the district has prioritized enhancing student achievement through collaborative Professional Learning Communities (PLCs), emphasizing data analysis, evidence-based practices, and collective teacher efficacy (CTE). Our goal is to foster a culture of collaboration, trust, and innovation among educators. By providing data literacy training, targeted resources, and structured support, we empower educators to engage in data-informed decision-making, implement evidence-based interventions, and reflect on instructional practices. Through regular sessions and a focus on continuous improvement, our PLCs aim to drive measurable gains in student learning outcomes, ensuring every student has the opportunity to succeed.

Targeted Support

To further support our district's goals of enhancing student achievement and fostering professional growth, we have implemented a multi-faceted approach to targeted instructional support. Over the past year, educators participated in focused professional learning through i-Ready and Conquer Math training, designed to strengthen data-informed instruction and targeted intervention practices. In addition, district committees engaged in the thoughtful review and selection of new English Language Arts (ELA) and Math instructional resources to ensure alignment with standards and student needs. To sustain and deepen this work, we strategically expanded our coaching team by hiring an additional staff Elementary ELA Coach to provide targeted, job-embedded support to teachers. Collectively, these efforts are designed to build instructional capacity, promote coherence across initiatives, and ensure equitable access to high-quality learning experiences for all students.

Strategic Planning:

During the 2024-25 school year, the District completed their Strategic Plan for the 2025-2030 academic years focusing on four key areas:

- Teaching and Learning: Fostering innovative and inclusive instructional practices that promote critical thinking, creativity, and lifelong learning for all students.
- Community and Wellness: Cultivating a positive, inclusive environment where diversity is celebrated, and strong partnerships with families and the community are nurtured.
- Leadership and Governance: Enhancing leadership capacity at all levels and ensuring transparent, collaborative decision-making that supports the district's vision.
- Finance and Facilities: Maintaining fiscal responsibility while investing in state-of-the-art facilities and technology that support student success and future growth.

Capital Improvements – The District takes a great deal of pride in its facilities, which are exceptionally well maintained. As is customary, the District undertook and/or completed a number of capital improvements and facilities upgrades during the 2024-2025 school year. Current year projects authorized were the Chester M Stephens roof project, partial roof replacement at the Mount Olive Middle School, and parking lot upgrades at the Mountain View Elementary School.

Safety and Security Upgrades – The Mount Olive School District prioritizes the safety and well-being of both staff and students, as demonstrated by the comprehensive security measures implemented over the years. In the 2024-2025 school year, the district installed additional security cameras to keep all students and staff safe. In addition security screening was installed on several of the district schools. The district continues to have enhanced security at each elementary school by assigning an additional armed retired police officer to each location. This strategic increase in security allows one officer to monitor students outdoors during recess while maintaining a secure interior environment with the support of other security personnel.

Technology Integration – The Mount Olive School District continues to devote significant financial resources to technology integration that supports students and staff with the necessary tools and technical skills to be successful.

Building Referendum – Although the district has invested millions of dollars into the health and safety of the districts' facilities, there were still many issues to deal with such as aging and inefficient HVAC and roof systems, and the overcrowding of the school buildings due to increased enrollment and the diverse needs of our students. In an effort to ensure sufficient facilities are available to meet the needs of its growing population and Because the district could never fund such projects in their annual budget, the district decided to hold a special election to address

these issues on December 12, 2023, Unfortunately, 63% of the voting population voted no on both questions. As a result, the district's administration created a planning document on how to address the most emergent needs within the district's annual budget for the time being including addressing and completing several HVAC, and roofing projects. To address the main concern of the overcrowding and little or no room to accommodate the growing needs of the student population, the district has no choice but for the short term to budget for portable trailers in their 2026-2027 annual budget and to prepare for the planning of another referendum.

Districtwide Accomplishments, State and National Recognitions

Niche Distinction – Niche.com ranked the Mount Olive School District #89 of 428 as the best public high school in New Jersey , #40 of 531 as the best high school for athletes in NJ and #98 out of 407 for the best college prep public high school in New Jersey .Mount Olive High School earned an "A-" rating as its overall Niche grade.

U.S. News and World Report Ranking – U.S. News and World Report ranked Mount Olive High School #1580 out of 17,901 as the best public high school in the country.

Music Education Award -Mount Olive Township School District has again been honored with the "Best Communities for Music Education" designation from The NAMM Foundation for its outstanding commitment to music education. MOTSD is among the 4% of districts across the nation receiving the prestigious award in 2017, 2018, 2019, 2020, 2021, 2022, 2023, and 2024. The Best Communities Music Education designation is awarded to districts that demonstrate outstanding achievement in efforts to provide music access and education to all students. To qualify for the Best Communities designation, the district answered detailed questions about funding, graduation requirements, music class participation, instruction time, facilities, support for the music program, and community music-making programs. Responses were verified with school officials and reviewed by The Music Research Institute at the University of Kansas.

Seal of Biliteracy Awards – For the 2024-2025 school year, fifty-eight Juniors and Seniors received the New Jersey State Seal and the Global Seal of Biliteracy, an award that recognizes students who have studied and attained proficiency in two or more languages by high school graduation.

Athletic Achievements:

The Mount Olive Athletics Department once again celebrated an excellent 2024-2025 season, marked by success on and off the field. The Marauders achieved marked accomplishments, securing multiple division, conference, and state championships while excelling academically and contributing to their community through volunteer efforts.

Relevant Financial Policies

The District recognizes the importance of sound financial policies and their importance in supporting the school program. The Board employs a policy consultant, Strauss Esmay Associates, LLP to develop customized policy and regulation manuals that are consistent with State and Federal laws and are in compliance with State and Federal monitoring standards. District administration works with the Policy Committee, a subcommittees of the Board, to review

and update the financial policies as needed. During the 2024-25 school year, the Administration and Policy Committee reviewed and updated all policies of the Board of Education as needed

Risk Management

The District purchases insurance from two insurance pools. The School Alliance Insurance Fund, SAIF, provides property coverage, general liability insurance, auto insurance, and legal liability insurance. New Jersey Schools Insurance Group provides workers' compensation insurance. The District is self-insured for medical, prescription, and dental insurance claims with supplemental stop-loss insurance limiting the District's total exposure. During the year, the district secured a new insurance broker via an RFP (Request for Proposal) and as a result was able to save the district a significant amount of money while increasing its limits of liability coverage.

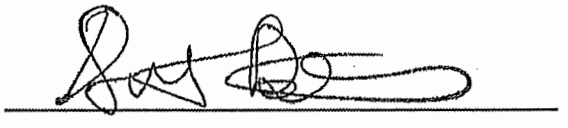
Independent Audit

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Wielkotz & Co, LLC was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The Auditors' Report on the basic financial statements and specific required supplementary information are included in the financial section of this report. The Auditors' Reports related specifically to the single audit and *Government Auditing Standards* are included in the single audit section of this report.

Acknowledgments

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

Respectfully submitted,



Sumit Bangia, Ed.D

Superintendent of Schools

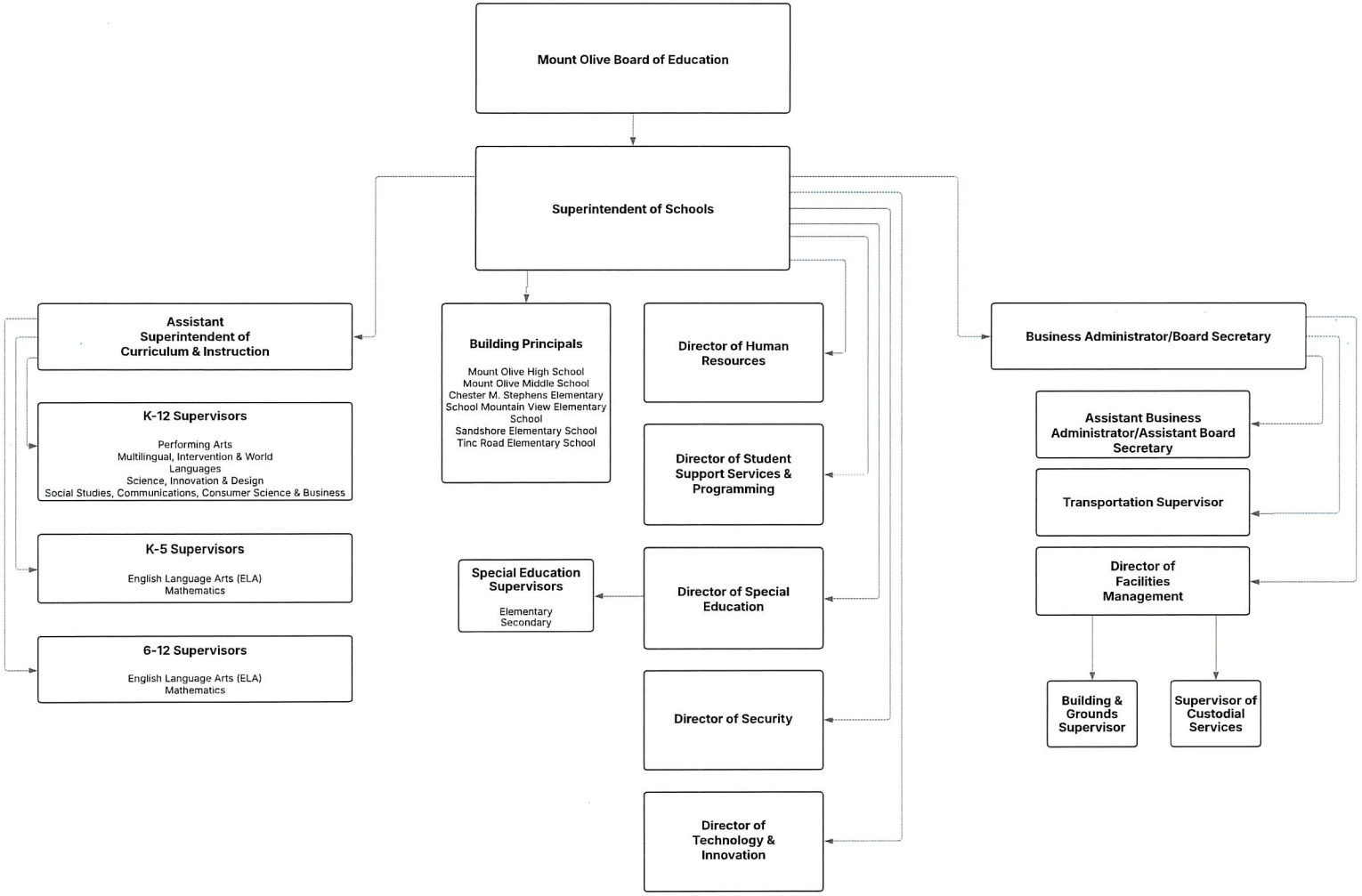


Nicole C Schoening, CPA, SFO

Business Administrator/Board Secretary

Mount Olive Township School District- Organizational Chart

Empowering our school community to succeed in a diverse and dynamic world.



MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
ROSTER OF OFFICIALS
JUNE 30, 2025

Members of the Board of Education	Term Expires December 31,
Lisa Narcise, President	2025
Lisa Fenton, Vice-President	2025
Jennifer Aquino	2027
BethAnn Figueira	2026
Lauren Fitzgerald	2027
Louisa Melendez	2025
Jeannie O'Neill	2026
Marc Orzillo	2026
Anthony Strillacci – to 12/31/2024	2024
Anthony Giordano – from 1/1/2025	2027

Other Officials

Dr. Sumit Bangia, Superintendent

Nicole Schoening, Business Administrator

Nicole Schoening, Board Secretary - from 10/1/2024

Lynn Jones, Board Secretary/Assistant to the Business Administrator - to 10/1/2024

Sherry Kolody, Treasurer of School Monies

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
CONSULTANTS AND ADVISORS

Auditor

Wielkotz & Company, LLC
401 Wanaque Avenue
Pompton Lakes, New Jersey 07442

General Legal Counsel

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Continuing Disclosure Agent/Financial Services Advisor

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Risk Management Consultant

Balken Risk Management
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Flemington, NJ 08822

Property Management Services
Fairclough Enterprises
265 Sparta Avenue
Sparta, NJ 07871

Official Depository

Valley National Bank
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Budd Lake, NJ 07828

Provident Bank
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Iselin, NJ 08830

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INDEPENDENT AUDITOR'S REPORT

Honorable President and
Members of the Board of Education
Township of Mount Olive School District
County of Morris, New Jersey

Report on the Audit of the Financial Statements

Opinion

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

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey 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 the Township of Mount Olive Board of Education and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. 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, the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township of Mount Olive Board of Education's ability to continue as a going concern for the next 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, audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey 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, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these financial statements.

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

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

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

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Township of Mount Olive 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 judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township of Mount Olive 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Budgetary Comparison Information, Schedules Related to Accounting and Reporting for Pensions, and Other Post Employment Benefits identified in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township of Mount Olive Board of Education's basic financial statements. The introductory section, 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* (Uniform Guidance) and the schedule of expenditures of state financial assistance as required by NJ OMB 15-08 and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the schedule of expenditures of state financial assistance as required by NJ OMB 15-08 are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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, schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the schedule of expenditures of state financial assistance as required by NJ OMB 15-08 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and statistical data section has not been subject to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

W&Co

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2025 on our consideration of the Township of Mount Olive 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 to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Mount Olive Board of Education's internal control over financial reporting and compliance.

Steven D. Wielkotz, C.P.A.
Licensed Public School Accountant
No. 816

WIELKOTZ & COMPANY, LLC
Certified Public Accountants
Pompton Lakes, New Jersey

December 30, 2025

REQUIRED SUPPLEMENTARY INFORMATION - PART I

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
MOUNT OLIVE, NJ

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED

As management of the Mount Olive Township School District (District), we offer readers of the District's financial statements this narrative discussion and analysis (MD&A), which will provide a general overview of the District's financial performance and activities for the fiscal year ended June 30, 2025. While the intent of this MD&A is to examine the District's financial performance as a whole, we encourage readers to review it in conjunction with the transmittal letter and the basic financial statements and notes to enhance their understanding of the District's financial performance. Certain comparative information between the current fiscal year and the prior fiscal year is presented in this MD&A.

Financial Highlights

Key financial highlights for fiscal year 2025 are as follows:

- Net position at year-end totaled $66,041,329, which represents an increase of $3,310,214, or 5.3%, over the prior year net position balance of $62,731,115.
- Assets decreased by $359,961. Current assets such as cash and cash equivalents, accounts receivable, inventory, and prepaid expenses decreased by $3,165,779 while capital and lease assets such as land, buildings, machinery and equipment increased by $2,805,818.
- Liabilities decreased by $3,584,584. Current liabilities such as accounts payable, unearned revenue, and accrued liabilities increased by $156,799, while long-term liabilities such as bonds payable, financed purchases and leases payable, net pension liability payable, unamortized bond premium, and accrued compensated absences payable decreased by $3,741,383. Of this amount, the District's net pension liability for PERS employees, as reported by the State of New Jersey, decreased by $721,763 and accrued compensated absences decreased by $23,396 while the District's debt related to bonds, financed purchases and leases decreased by $2,312,046.
- Deferred outflows of resources decreased by $55,940 while deferred inflows of resources decreased by $141,530. These fluctuations are attributable to differences between expected and actual experience, changes of assumptions, changes in proportion, and the net difference between projected and actual investment earnings on pension plan investments.
- General revenues such as property taxes, unrestricted federal and state aid, investment earnings, and miscellaneous income amounted to $110,914,670, which represents 75% of total revenue. The largest source of revenue for the District continues to be locally assessed property taxes, which comprised 72% of general revenues and 54% of total revenues. Program specific revenues in the form of charges for services and grants and contributions totaled $37,796,523, the remaining 25% of total revenue. Overall, total revenues increased $8,671,970, or 6%, over the prior year.
- Expenses totaled $145,400,979. Of this amount, only $37,796,523 was offset by program specific charges for services, grants or contributions. General revenues (primarily taxes, unrestricted state and federal aid, investment earnings, and miscellaneous income) of $110,914,670 were sufficient to provide for the balance of governmental expenses. Overall, expenses increased $12,246,250, or 9% over the prior year.

Overview of the Financial Statements

The Annual Comprehensive Financial Report (ACFR) consists of this MD&A, a series of basic financial statements, and required supplementary information. The ACFR is organized so that the reader can understand the Mount Olive Township School District as a financial whole, an entire operating entity. The District's basic financial statements are comprised of three components: 1) district-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. The required supplementary information contains data that further explains and supports the financial statements, including a comparison of the District's budget for the fiscal year.

1) District-wide financial statements

The district-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. Two statements make up the district-wide financial statements - the Statement of Net Position and the Statement of Activities.

The Statement of Net Position and the Statement of Activities provide information about the activities of the whole District, presenting both an aggregate view of the school district's finances and a longer-term view of those finances. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

The Statement of Net Position presents information on all of the assets and liabilities of the District, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Statement of Activities presents information showing how the net position of the District changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

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

- Governmental activities – All of the District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- Business-Type activities – This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The operations of the food service program, the District's summer programs, and the building rental account are reported as business-type activities.

2) Fund financial statements

Fund financial statements provide the next level of detail. A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The funds of the District are divided into two categories: governmental funds and proprietary funds.

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

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

The District maintains four individual governmental funds: the General Fund, the Special Revenue Fund, the Capital Projects Fund, and the Debt Service Fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances.

The District adopts an annual appropriated budget for its General Fund, Special Revenue Fund, and Debt Service Fund. Budgetary comparison statements have been provided for these funds as supplementary information to demonstrate compliance with the adopted budget.

Proprietary funds. Proprietary funds are used to account for services for which the District charges a fee and are reported in the government-wide financial statements. There are two types of proprietary funds: enterprise funds and internal service funds.

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost of providing goods or services are financed or recovered primarily through user charges. The District uses enterprise funds to account for revenues and expenses pertaining to the District's food service operations, the District's summer programs, and the rental of Building #2 at the administrative complex. Enterprise funds are presented as business-type activities in the district-wide financial statements.

Internal service funds are used to account for goods or services that are provided to other funds of the District. The District operates an internal service fund for its self-insurance activities. The internal service fund has been included within governmental activities in the district-wide financial statements.

3) Notes to the Basic Financial Statements

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

District-wide Financial Analysis

The District's financial position is the product of various financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of assets, and the depreciation and amortization of capital and leased assets. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Table 1 provides a summary of the School District's net position at June 30, 2025 and June 30, 2024.

Table 1
Net Position

	2025	2024
Assets		
Current and Other Assets	25,637,502	$28,803,281
Capital Assets, Net	78,569,732	75,316,760
Lease Assets, Net	594,163	1,041,317
Total Assets	104,801,397	105,161,358
Deferred Outflows of Resources	5,388,889	5,444,829
Liabilities		
Current Liabilities	7,459,659	7,302,860
Long-Term Liabilities	35,381,624	39,123,007
Total Liabilities	42,841,283	46,425,867
Deferred Inflows of Resources	1,307,674	1,449,204
Net Position		
Invested in Capital and Leased Assets, Net of Related Debt	67,604,387	61,879,499
Restricted	19,750,372	21,957,003
Unrestricted/(Deficit)	(21,313,430)	(21,105,386)
Total Net Position	66,041,329	$62,731,116

The bulk of the District's combined net position reflects the District's investment in capital and leased assets (e.g., land, buildings and improvements, furniture and equipment) less any related outstanding debt that was used to acquire or finance those assets. At June 30, 2025 the District's investment in capital and leased assets, net of depreciation and amortization, amounted to $79,163,895 while the District's outstanding debt and debt related charges amounted to $11,559,508, resulting in a net investment in capital and leased assets of $67,604,387.

A portion of the District's combined net position represents resources that are subject to external restrictions. The restricted net position balance of $19,747,821 has been earmarked for the following purposes:

- $8,638,434 is restricted for capital projects. This amount represents funds set aside in dedicated capital accounts to fund future capital projects.
- $915,444 is restricted for maintenance projects. This amount represents funds set aside in the maintenance reserve account to fund future maintenance projects pursuant *N.J.A.C.* 6A:23A-14.2 and *N.J.A.C.* 6A:26.
- $2,712,539 is restricted to finance subsequent year's expenditures. This figure represents current year excess surplus of $1,177,392 which must be appropriated and included as anticipated revenue in the 2026-27 budget.
- $462,823 is restricted for unemployment compensation claims. These funds are restricted pursuant to state statute, which requires that employer and employee contributions be held in a trust fund and any surplus remaining in the trust fund be retained in reserve for payment of benefit costs in subsequent years.
- $646,240 is restricted for student activities. This amount represents funds raised by students for specific extra-curricular club activities.
- $3,574,892 is restricted for encumbrances outstanding at year-end.

The remaining unrestricted deficit balance of $21,313,430 represents the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position. This amount is the residual product of various transactions, including the net results of activities. The deficit balance is attributable to the District's allocated share of the net pension liability for PERS employees and the related deferred outflows and inflows of resources. The deficit balance is a permitted practice under generally accepted accounting principles and does not indicate that the District is facing financial difficulties as evidenced by the District's increase in net position the past two years. Table 2 provides a summary of this increase for the fiscal years ended June 30, 2025 and June 30, 2024.

Table 2
Changes in Net Position

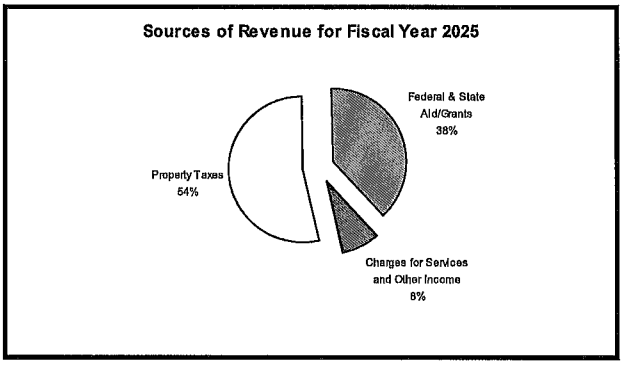
	2025	2024
Revenues		
Program Revenues:		
Charges for services	$10,173,205	$6,397,096
Grants and contributions	27,623,318	25,681,349
General revenues:		
Property taxes	80,220,361	78,492,481
Grants and entitlements	29,216,567	27,700,489
Other	1,503,857	1,793,923
Total Revenues	148,737,308	140,065,338
Program Expenses		
Instruction	69,166,318	65,292,668
Support Services:		
Pupils and instructional staff	29,511,410	23,789,237
General administration, school administration, business and other support services	12,954,396	12,279,927
Plant operations and maintenance	20,657,382	20,671,244
Pupil transportation	10,319,164	8,575,177
Interest and other debt related charges	457,482	530,964
Food service operations	2,046,887	1,696,461
Other	287,940	319,051
Total Program Expenses	145,400,979	133,154,729
Extraordinary and Special Items		
Net revaluation, sale and/or disposal of capital assets	(26,115)	(27,385)
Increase in Net Position	$3,310,214	$6,883,224

In addition to the net results of activities shown on the previous table, the following transactions had a significant impact on the Statement of Net Position for the fiscal year ended June 30, 2025:

- The net decrease in long-term liabilities such as serial bonds payable, financed purchases payable, leases payable, the PERS pension liability, and compensated absences payable totaled $3,741,383.
- Investments in capital assets totaled $9,247,972 and depreciation amounted to $6,058,648.

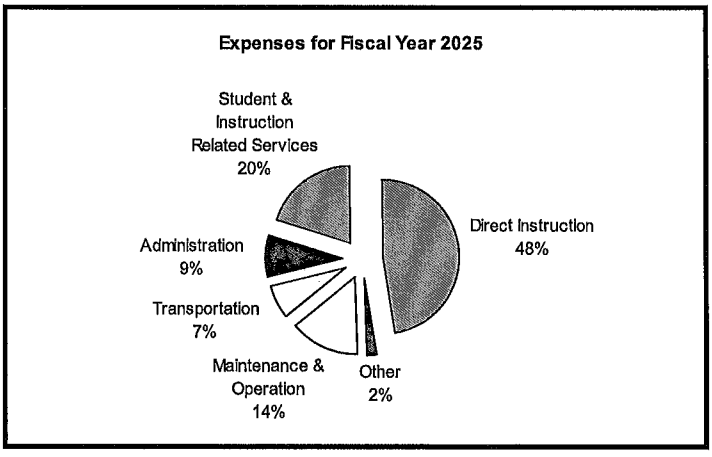
Revenues

Property taxes made up 54% of total revenue for the Mount Olive Township School District for the fiscal year 2025. Federal and state aid and grants accounted for 38% of revenue. The remaining 8% of revenue was derived from charges for services and other revenue, such as tuition income, transportation fees, interest earnings, use of facilities, and miscellaneous income. The following chart illustrates the sources of revenue for the fiscal year 2025:



Expenses

The total cost of all programs and services was $145,400,979. Direct instruction and instruction related services comprised 67% of the District's total expenses. The following chart illustrates the District's expenses for the fiscal year 2025:



Direct instruction includes activities directly related to the interaction between teachers and students. Instruction includes all regular and special education programs, basic skills/remedial programs, bilingual education, before and after school programs, school sponsored co-curricular activities, and athletic programs.

Student and instruction related services includes out-of-district tuition, attendance and social work services, health services, guidance services, educational media/library services, instructional staff training services, curriculum development services, and other student related and extraordinary services such as one-on-one aides, speech, physical therapy, occupational therapy, and services provided by child study team members.

Administration includes those expenses associated with school management and the overall administrative and financial supervision of the District. This includes all costs associated with the activities of the school board, the superintendent, the board secretary, the treasurer, the personnel office, the business office, the technology department, and the administrative team of each school.

Maintenance and operation includes all costs associated with the activities of the District's buildings and grounds department. This includes all expenses related to keeping the facilities open, clean, comfortable, and safe for use or in its original condition, including repairs and replacements to building systems and fixtures. Salaries for all maintenance, custodial, and security personnel are recorded here, along with contracted maintenance, repairs and cleaning services, property insurance and utilities.

Transportation includes all costs associated with the conveyance of students to and from school, including transportation to and from school activities, as provided by state law. This includes the salaries of all transportation personnel, contracted transportation, the maintenance and repair of transportation vehicles, and transportation insurance.

Other expenses includes interest on debt and debt related charges and the activities of the District's food service operations, summer programs, and building rental accounts.

Financial Analysis of the District's Funds

Governmental Funds

The District maintains four individual governmental funds: the General Fund, the Special Revenue Fund, the Capital Projects Fund, and the Debt Service Fund. The following is a summary of the financial activities of the individual funds:

- In the General Fund, revenues and other financing sources totaled $145,169,333 and expenditures and other financing uses totaled $147,781,759, resulting in a net decrease in fund balance of $2,612,426. Excluding non-budgeted revenues and expenses, excess revenues amounted to $2,266,639 and unexpended budget appropriations amounted to $6,218,587. The replenishment of $8,485,226 was sufficient to cover fund balance withdrawals totaling $6,826,405.
- In the General Fund, the year-end fund balance amounted to $17,794,871 which represents a 13% decrease over the prior year fund balance of $20,407,297. Of this amount, $7,324,062 is restricted for capital projects, $915,444 is restricted for maintenance reserve, $2,712,539 is restricted as excess surplus which will be used to finance subsequent years' expenditures, $462,823 is restricted for future unemployment compensation claims, $2,800,000 has been assigned as excess surplus to be used in the 2025-26 school year and $3,574,892 has been assigned for year-end encumbrances. The remaining balance of $5,111 is unassigned.
- In the Special Revenue Fund, revenues totaled $3,212,692 and expenditures totaled $3,177,104, resulting in a net increase in fund balance of $35,588. The year-end fund balance amounted to $646,240, which is comprised of funds raised by students that are held in trust for student activities and scholarship funds. Since grant revenues are recognized only to the extent of grant expenditures, the year-end fund balance typically does not reflect any grant balances.
- In the Capital Projects Fund, revenues totaled $1,333,600 and expenditures totaled $1,910,593, resulting in a fund balance of $1,314,372 at June 30, 2025. The HVAC System Upgrades at the Mount Olive Middle School were ongoing as of June 30, 2025 and are expected to be complete by August 30, 2025.
- In the Debt Service Fund, revenues totaled $1,954,275 and expenditures totaled $1,954,275, resulting in a fund balance of $0 at year end.

Enterprise Funds

The District maintains three enterprise funds to account for revenues and expenses pertaining to the District's food service operations, the District's summer programs, and the rental of Building #2 at the administrative complex. The following is a summary of the financial activities of the individual funds:

- In the Food Service Fund, revenues totaled $1,834,578 and expenses totaled $2,046,887, resulting in an decrease in net position of $212,309. Food sales from reimbursable programs accounted for 57% of total revenue, state and federal subsidies accounted for 41% of total revenue, and catering sales and interest earnings accounted for less than 3% of total revenue. Cost of sales and supplies accounted for 44% of operating expenses. Labor costs, including payroll taxes and employee benefits, accounted for 44% of operating expenses, and management fees accounted for 7% of operating expenses. Other expenses accounted for the remaining 5% of operating expenses. The ending net position at June 30, 2025 amounted to $1,285,791. Of this amount, $704,870 reflects the Fund's investment in capital assets and $580,921 is unrestricted. The Board employs an outside food service management company to oversee its food service operations.
- The property rental account had revenues totaling $354,027, which were all derived from rental income. Operating expenses, such as building management fees, cleaning, repairs and maintenance services, depreciation, utilities, and interest amounted to $233,156, resulting in an increase in net position of $120,871. The ending net position at June 30, 2025 amounted to $1,162,615. Of this amount, $1,069,021 reflects the Fund's investment in capital assets and the remaining deficit balance of $93,594 is unrestricted. The Board employs an outside service company to oversee the property rental account.

Internal Service Fund

The District utilizes the internal service fund to account for its self-insurance activities. The following is a summary of the financial activities of the fund:

- Revenues, which are comprised of health benefit contributions from the Board and the District's employees and interest earnings, amounted to $22,348,255 for the 2025 fiscal year. Expenses, which are comprised of insurance claims, excess liability insurance premiums, administrative fees, and state and federal surcharges amounted to $20,300,456, resulting in an increase in net position of $47,799. The fund closed the year with a balance of $256,574 at June 30, 2025. In an effort to contain costs, which have steadily increased the past three years, the Board hired a new insurance broker during the 2023-24 school year. Additionally, the administration is considering an increase in budgeted premiums, which would result in a corresponding increase in employee contributions.

Analysis of Governmental Fund Activity – Comparison to Prior Year

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedule presents a summary of the governmental fund revenues for the fiscal year ended June 30, 2025 and the amount and percentage of increase/(decrease) in relation to prior year revenues.

Revenue	Amount	Percent Of Total	Increase (Decrease) From 2023-24	Percentage Increase (Decrease)
Local Sources	$ 83,508,152	55%	$ 1,597,092	2%
State Sources	65,197,792	43%	6,501,111	11%
Federal Sources	2,509,617	2%	(204,378)	-8%
Total	$ 151,215,490	100%	$ 7,893,825	6%

The increase in *local sources* is mainly attributable to an increase in the local tax levy which increased $1,727,880, or 2%, compared to the previous year. Revenue from other local sources including tuition, interest income, and other miscellaneous revenues decreased $130,778, or 4% compared to the previous year.

The increase in *state sources* is attributable to an increase in state aid totaling $2,451,333. Other state aid, such as extraordinary aid, nonpublic school transportation aid, homeless tuition aid, on-behalf TPAF contributions and debt service aid increased $2,595,505.

The decrease in *federal sources* is attributable to an decrease in revenue from federal grants and federally funded programs. Since grant revenues are recognized only to the extent of grant expenditures, the grant expenditures drive the amount of revenue recognized.

The following schedule presents a summary of the governmental fund expenditures for the fiscal year ended June 30, 2025, and the amount and percentage of increase in relation to prior year expenditures.

Expenditures	Amount	Percent Of Total	Increase (Decrease) From 2023-24	Percentage Increase (Decrease)
Current:				
Instructional Expenditures	$ 47,545,367	31%	$ 3,272,450	7%
Support Expenditures	95,948,876	62%	7,094,420	8%
Capital Outlay	9,375,213	6%	4,850,803	107%
Debt Service	1,954,275	1%	(6,975)	0%
Total	$ 154,823,731	100%	$ 15,210,698	11%

D*istributed Expenditures-Instruction* includes all activities associated with the instructional programs including regular and special education, basic skills and remedial instruction, bilingual education, before and after school programs, and school sponsored co-curricular and athletic programs. The increase in distributed expenditures is attributable to an increase in instructional salaries. Like most service entities, salaries comprise the vast majority of the District's expenses. Salary increases are the result of negotiated pay rates, coupled with the need for additional instructional staff to meet the demands of the educational program and students with special needs.

Undistributed Expenditures includes all support activities that facilitate and enhance the instructional programs including out-of-district tuition, attendance and social work services, health services, guidance services, educational media/library services, instructional staff training services, curriculum development services, and other student related and extraordinary services such as speech, physical therapy, occupational therapy, one-to-one student aides, and services provided by child study team members. This category also includes all school and general administrative services, custodial and maintenance services, and pupil transportation services.

Capital Outlay includes machinery and equipment purchases greater than $2,000, facilities acquisition and construction services, and assets acquired under financed purchases and leases. Capital outlay expenditures vary significantly from year to year based on the District's facility needs. The significant amount invested in capital outlay overall ($9,375,213) reflects the District's continued commitment to maintain and improve its facilities, to upgrade its fleet of vehicles, to replace obsolete machinery and equipment, and to provide enhanced technology to its students.

Debt Service includes all of the District's bonded debt and loan obligations. The District's debt service requirements are driven by the amount of annual maturities and the corresponding interest payments for each debt obligation. In the 2025 fiscal year, the District's principal payments increased by $60,000 while associated interest payments decreased by $66,975.

General Fund Budgeting Highlights

The District's budget is prepared in accordance with New Jersey law, and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The District uses program based budgeting, which is designed to tightly control total program budgets, while providing flexibility for program management. The most significant budgeted fund is the General Fund.

Statements showing the District's original and final budget compared with actual operating results are provided in this ACFR for the General Fund in the Budgetary Comparison Schedule (C-1). The District's actual year-end results were significantly better than had been projected, as conservative budgetary practices are customary.

The following points highlight key areas of the 2024-25 General Fund budget:

- On-behalf TPAF pension, post-retirement medical benefits, long term disability insurance premiums, and social security contributions ("on-behalf payments") are not required to be included in the original budget; however, these items are reflected as revenue and expenditures in the financial statements in accordance with GASB Statement No. 24 paragraphs 7 through 13.
- Excluding state on-behalf payments, revenues exceeded budgeted estimates by $2,266,639, or 2% of anticipated revenues. The bulk of this amount is attributable to extraordinary aid, which exceeded budgeted estimates by $1,414,951. Extraordinary aid is not fully budgeted since the amount the state will fund is unknown at the time the budget is prepared. In recognition of this, the state allows extraordinary aid to be excluded from the excess surplus calculation and to be appropriated in the subsequent year's budget without prior approval from the Executive County Superintendent.
- Tuition income is derived from the preschool inclusion program, the international education partnership with Edu-Link, and tuition received from individuals and other school districts located within New Jersey for educating students that reside outside the district. Tuition is budgeted based on the number of projected incoming students at the time the budget is prepared. In the 2025 fiscal year, tuition revenues were less than budgeted estimates by $131,781.
- Interest income is budgeted based on historical cash balances and existing interest rates. For the 2025 fiscal year, interest earnings exceeded budgeted estimates by $715,522 – a reflection of the rising interest rates throughout the fiscal year.
- Miscellaneous income includes revenue collected for student fines and fees, parking permit fees, before and after care program fees, facilities usage, dome rental fees, the sale and/or lease of assets, prior year refunds, and other unanticipated revenues. Miscellaneous income can fluctuate dramatically from year to year, based on the uncertain nature of these receipts. In the 2025 fiscal year, actual revenues exceeded budgeted estimates by $240,820.
- Excluding state on-behalf payments, financed purchases, and leases, unexpended budget appropriations totaled $6,218,587, or 5% of the final revised budget. Of this amount, $3,574,892 has been reserved for encumbrances, which will be expended in the subsequent fiscal year. The final unexpended and unencumbered balance of $2,643,695 represents 2% of the final revised budget.
- The 2025 budget was adopted based on existing and known factors at the time the budget was prepared. Accordingly, the District amended its General Fund budget as needed, based on the actual results of operations. Throughout the course of the year, the Board approved line-item transfers whenever a line item was in danger of falling into a deficit balance. Balances remaining in under-expended line items were sufficient to cover those line-items requiring additional funds. Transfers to and from the capital projects accounts and line-item transfers, which on a cumulative basis exceed 10 percent of the amount included in the original budget, require the approval of the Executive County Superintendent as well as the Board. During the 2024-25 school year, the Board sought County authorization for several transfers in accordance with State regulations.

Capital Assets

The capitalization threshold used by school districts in the State of New Jersey is $2,000. Acclaim Inventory LLC conducts an annual inventory of the District's capital assets. At June 30, 2025, the District had $78,569,732 invested in land, site improvements, buildings, furniture, machinery and equipment. The following table illustrates the District's investment in capital assets, net of depreciation.

Table 3
Capital Assets (Net of Depreciation)

	2025	2024
Land	$ 2,028,259	$ 2,028,259
Site and site improvements	7,425,591	7,818,951
Building and building improvements	56,581,267	55,764,599
Furniture, equipment and machinery	12,534,615	9,704,951
Total Capital Assets	$ 78,569,732	$ 75,316,760

Overall, the District invested $9,428,884 in capital assets for the fiscal year 2025. Of this amount, $174,076 was invested in site and site improvements, $4,813,042 was invested in building and building improvements, and $4,441,766 was invested in furniture, equipment, and machinery. Depreciation expense for the current fiscal year totaled $6,139,797 and disposals, net of accumulated depreciation, totaled $26,115.

Additional information on the District's capital assets can be found in Note 12 of the notes to the basic financial statements.

Debt Administration

At June 30, 2025, the District had $35,381,624 in long-term outstanding debt, of which $4,928,451 is due within one year. The following table illustrates the District's outstanding debt at June 30, 2025 and June 30, 2024.

Table 4
Outstanding Debt

	2025	2024
Outstanding Bonds, Loans and Notes		
2016 Refunding Bonds - High School Additions and Renovations	7,430,000	7,430,000
2016 Refunding Bonds - High School Additions and Renovations	955,000	2,470,000
Other Long-Term Liabilities		
Financed Purchases Payable	2,340,189	2,948,457
Leases Payable	515,555	1,149,563
Net Pension Liability	21,647,637	22,369,400
Unamortized Bond Issuance Premium	459,180	698,128
Accrued Compensated Absences Payable	2,034,063	2,057,459
Total Long-term Outstanding Debt	$ 35,381,624	$ 39,123,007

State statutes limit the amount of bonded debt a school district may issue. As a result, the Mount Olive School District's debt is limited to 4% of the average equalized valuation of taxable property. The current debt limitation for the Mount Olive School District is $175,737,200, resulting in an available borrowing margin of $167,352,200 at June 30, 2025.

At June 30, 2025 the District had no authorized but unissued debt.

Additional information on the District's long-term outstanding debt can be found in Note 14 of the notes to the basic financial statements.

Factors Bearing on the District's Future

Like most school districts in New Jersey, the District's primary sources of funding are property tax revenue and state aid. State aid comprised 34% of the District's original 2025 operating budget while local property taxes accounted for 64% of budgeted revenue. As a result, the financial well-being of the District is tied in large measure to the actions of the state legislature. Current legislation restricts the growth rate on local property taxes to 2%. However, the law does allow for an increase in the 2% limitation, if needed, provided that it is approved by the voters. Significant cuts in state funding and/or further restrictions on the growth rate of the local property tax levy could have a substantial impact on the District's programs and services.

The School District resides in a primarily residential community with support from varied commercial and retail property. Student enrollment has remained relatively stable over the past 10 years before increasing this past year. There are several major housing developments at various stages of completion that could impact student enrollment. Consequently, the District's most recent demographic study projects a continued increase in enrollment over the next five years. At the present time adequate capacity is shrinking within the District to meet the general classroom enrollment projections and the Board is planning to conduct a capacity study to address these needs. As a result, the Board continually monitors the municipal population and housing trends to ensure that sufficient school facilities are available to meet the needs of its student population while keeping class sizes to a minimum.

Increased expenditures from inflationary pressures, the growing cost of employee health care, increases in contributions to the retirement system, and mandated special education costs present an enormous challenge for the District's administration. Thus far, the 2% increase in local tax revenue and modest increases in state aid, coupled with the District's stringent budgetary measures, have been sufficient to allow the District to maintain its existing programs and services. Nevertheless, the District's administration continues to closely monitor the cost of operations and to search for new funding sources in order to maintain the quality educational services that the Mount Olive School District is accustomed to providing.

The District employs three separate bargaining units: the Education Association of Mt. Olive ("EAMO"), the International Brotherhood of Teamsters Local 97 ("Teamsters"), and the Mt. Olive Administrators and Supervisors Association ("MOASA"). Each bargaining unit agreement has a significant impact on the District's future operating budgets as salaries and benefits comprise more than three-quarters of the District's operating budget. All bargaining unit agreements are currently settled.

The Board is 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 is either unknown, will be covered by the District's insurance policies, or will not have a material adverse effect on the financial position of the District.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional information, please contact the Business Administrator/Board Secretary, Nicole Schoening, at the Mount Olive Township School District Administration Building, 227 US Route 206, Flanders, NJ 07836. Please visit our website at www.motsd.org.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2025

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	9,647,291	334,227	9,981,518
Accounts receivables, net	5,311,629	483,899	5,795,528
Inventory	-	14,330	14,330
Restricted assets:			
Cash and cash equivalents	9,843,164	2,962	9,846,126
Capital assets, non-depreciable	1,377,059	651,200	2,028,259
Capital assets, depreciable	75,010,587	1,530,886	76,541,473
Lease assets, net	594,163	-	594,163
Total Assets	101,783,893	3,017,504	104,801,397
DEFERRED OUTFLOWS			
Deferred loss on defeasance of debt	140,416	-	140,416
Deferred amounts related to PERS liability	5,248,473	-	5,248,473
Total Deferred Outflows of Resources	5,388,889	-	5,388,889
LIABILITIES			
Current liabilities:			
Accounts payable	4,053,154	14,005	4,067,159
Unearned revenue	34,166	50,578	84,744
Escrow deposits payable	-	2,962	2,962
Unemployment trust fund liability	315,683	-	315,683
Accrued interest payable	219,837	75,701	295,538
Accrued liability for insurance claims	2,496,184	-	2,496,184
Other current liabilities	197,389	-	197,389
Noncurrent liabilities:			
Due within one year	4,807,107	121,344	4,928,451
Due beyond one year	30,166,322	286,851	30,453,173
Total Liabilities	42,289,842	551,441	42,841,283
DEFERRED INFLOWS			
Deferred amounts Related to PERS liability	1,307,674	-	1,307,674
NET POSITION			
Net investment in capital assets	65,830,496	1,773,891	67,604,387
Restricted for:			
Capital projects	8,638,434	-	8,638,434
Maintenance reserves	915,444	-	915,444
Excess surplus	2,712,539	-	2,712,539
Unemployment compensation	462,823	-	462,823
Student activities	646,240	-	646,240
Other purposes	6,374,892	-	6,374,892
Unrestricted/(Deficit)	(22,005,602)	692,172	(21,313,430)
Total Net Position	63,575,266	2,466,063	66,041,329

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

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
Instruction:							
Regular programs	44,370,249	2,660,445	5,593,651	-	(36,116,153)	-	(36,116,153)
Special education programs	18,163,002	1,693,919	8,807,273	-	(7,661,810)	-	(7,661,810)
Other instructional programs	3,280,797	192,396	340,228	-	(2,748,173)	-	(2,748,173)
School-sponsored programs	3,352,270	155,825	118,958	-	(3,077,487)	-	(3,077,487)
Support services:							
Tuition and transfers to charter schools	3,325,934	-	1,032,476	-	(2,293,459)	-	(2,293,459)
Student & instruction related services	26,185,476	1,873,161	3,350,778	-	(20,961,537)	-	(20,961,537)
General administrative services	6,356,679	572,011	218,405	-	(5,566,263)	-	(5,566,263)
School administrative service	6,597,717	394,824	731,403	-	(5,471,490)	-	(5,471,490)
Plant operations and maintenance	20,657,382	961,448	2,745,006	-	(16,950,928)	-	(16,950,928)
Pupil transportation	10,319,164	202,279	3,941,362	-	(6,175,523)	-	(6,175,523)
Capital outlay (non-depreciable)	128,241	-	-	-	(128,241)	-	(128,241)
Interest and other debt-related charges	329,241	-	-	-	(329,241)	-	(329,241)
Total governmental activities	143,066,152	8,706,308	26,879,540	-	(107,480,304)	-	(107,480,304)
Business-type activities:							
Food service	2,046,887	1,050,648	743,778	-	-	(252,461)	(252,461)
Property rentals	233,156	354,027	-	-	-	120,871	120,871
Summer programs	54,784	62,222	-	-	-	7,438	7,438
Total business-type activities	2,334,827	1,466,897	743,778	-	-	(124,152)	(124,152)
Total primary government	145,400,979	10,173,205	27,623,318	-	(107,480,304)	(124,152)	(107,604,456)
General revenues, special items, extraordinary items and transfers:							
Property taxes, levied for general purposes, net					78,266,086	-	78,266,086
Taxes levied for debt service					1,954,275	-	1,954,275
Federal and State aid not restricted					29,216,567	-	29,216,567
Interest and investment earnings					1,199,406	41,213	1,240,619
Miscellaneous income					263,238	-	263,238
Sale and/or disposal of capital assets, net					(26,115)	-	(26,115)
Total general revenues, special items, extraordinary items and transfers					110,873,457	41,213	110,914,670
Change in Net Position					3,393,153	(82,939)	3,310,214
Net Position - July 1					60,182,113	2,549,002	62,731,115
Net Position - June 30					63,575,266	2,466,063	66,041,329

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

FUND FINANCIAL STATEMENTS

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025

	Major Funds				
	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and cash equivalents	$ 7,259,013	$ 628,295	$ 43,002		$ 7,930,310
Restricted cash and cash equivalents	9,171,867				9,171,867
Interfund accounts receivable	504,904	17,945			522,849
Intergovernmental accounts receivable:					
Federal		452,048			452,048
State	2,332,921	103,102	1,333,600		3,769,623
Other, net	93,766				93,766
Other accounts receivable	341,921				341,921
Total assets	$ 19,704,392	$ 1,201,390	$ 1,376,602	$ -0-	$ 22,282,384
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	$ 1,377,304	$ 17,280	$ 62,230		$ 1,456,814
Unemployment trust fund liability	315,683				315,683
Interfund accounts payable	215,125	504,904			720,029
Unearned revenue	1,200	32,966			34,166
Other current liabilities	209				209
Total liabilities	1,909,521	555,150	62,230		2,526,901
Fund balances:					
Restricted for:					
Capital projects	7,324,062		1,314,372		8,638,434
Maintenance reserve	915,444				915,444
Unemployment claims	462,823				462,823
Excess surplus - current year	1,177,392				1,177,392
Excess surplus - prior year - designated for subsequent year's expenditures	1,535,147				1,535,147
Student activities		645,594			645,594
Scholarships		646			646
Assigned to:					
Other purposes	3,574,892				3,574,892
Designated for subsequent year's expenditures	2,800,000				2,800,000
Unassigned	5,111				5,111
Total fund balances	17,794,871	646,240	1,314,372		19,755,483
Total liabilities and fund balances	$ 19,704,392	$ 1,201,390	$ 1,376,602	$ -0-	$ 22,282,384

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

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
WITH THE STATEMENT OF NET POSITION
JUNE 30, 2025

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

Total fund balances - governmental funds		$ 19,755,483
In the fund financial statements, the activities of the District's self-insurance fund are reported in the internal service fund. In the statement of net position, the assets and liabilities of the internal service fund are included with the governmental activities.		256,574
Capital assets are reported in the governmental funds as expenditures in the year purchased. In the statement of net position, the cost of those assets is capitalized and allocated over their estimated useful lives as depreciation expense.		
Capitalized cost of capital assets	$ 176,571,553	
Accumulated depreciation	(100,183,907)	
		76,387,646
Assets acquired under financed purchases are reported in the governmental funds as expenditures. In the statement of net position, the cost of those assets is capitalized and allocated over the shorter of their estimated useful lives or lease term as amortization expense		
Cost of assets acquired under financed purchases	1,911,675	
Accumulated amortization	(1,317,512)	
		594,163
Bond premiums are reported as other financing sources in the governmental funds in the year the bonds are issued. In the statement of net position, bond premiums are amortized over the life of the bonds.		
Bond premium	(1,557,218)	
Accumulated amortization	1,098,038	
		(459,180)
Refunding bond proceeds are reported as other financing sources in the governmental funds in the year the bonds are issued. In the statement of net position, refunding bond proceeds are reduced by the principal defeased and the balance is recorded as deffered interest, which is amortized over the life of the bond.		
Deferred loss on defeasance of debt	476,193	
Accumulated amortization	(335,777)	
		140,416
Interest on long-term liabilities, such as bonds payable and financed purchases, is reported in the governmental funds as an expenditure in the year paid. In the statement of net position, interest is accrued regardless of when payment is made.		(219,837)

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

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
WITH THE STATEMENT OF NET POSITION
JUNE 30, 2025

Amounts related to the net pension liability for PERS employees are not reported in the governmental funds. In the statement of net position, the net pension liability is reported as noncurrent liability and the related inflows and outflows are deferred and amortized.		
Net pension liability	(21,647,637)	
Deferred outflows of resources related to PERS pension liability	5,248,473	
Deferred inflows of resources related to PERS pension liability	(1,307,674)	
		(17,706,838)
The subsequent pension contribution is reported in the governmental funds as an expenditure in the year paid. In the statement of net position, the subsequent pension contribution is recorded as an accounts payable and an increase to the deferred amounts related to PERS pension liability.		(2,306,549)
Long-term liabilities such as bonds payable, leases payable, financed purchases payable, and accrued compensated absences payable are not due and payable in the current period and therefore are not reported as liabilities in the governmental funds. In the district-wide financial statements, these items are reported as noncurrent liabilities.		
Bonds payable	(8,385,000)	
Leases payable	(515,555)	
Financed purchases payable	(1,931,994)	
Accrued compensated absences payable	(2,034,063)	
		(12,866,612)
Net Position of Governmental Activities		$ 63,575,266

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

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

	Major Funds				
REVENUES	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Local sources:					
Local tax levy	$ 78,266,086			$ 1,954,275	$ 80,220,361
Tuition charges	793,219				793,219
Interest on investments	825,586				825,586
Interest earned on capital reserve funds	297,436				297,436
Unrestricted miscellaneous revenues	735,820				735,820
Other restricted miscellaneous revenues	39,468	$ 596,262			635,730
Total - Local Sources	80,957,615	596,262		1,954,275	83,508,152
State sources	63,700,719	163,402	$ 1,333,600		65,197,721
Federal sources	56,589	2,453,028			2,509,617
Total revenues	144,714,923	3,212,692	1,333,600	1,954,275	151,215,490
EXPENDITURES					
Current:					
Regular instruction	30,835,455	398,533			31,233,988
Special education instruction	11,500,436	363,904			11,864,340
Other instructional programs	2,129,933				2,129,933
School sponsored programs	2,311,706	5,400			2,317,106
Support services and undistributed costs:					
Tuition and transfers to charter schools	3,325,934				3,325,934
Student & instruction related services	15,769,373	2,060,891			17,830,264
School administrative services	4,378,691				4,378,691
Other administrative services	4,814,087				4,814,087
Plant operations and maintenance	11,401,724				11,401,724
Pupil transportation	7,274,063				7,274,063
Unallocated employee benefits	46,924,113				46,924,113
Capital outlay	7,116,244	348,376	1,910,593		9,375,213
Debt service:					
Principal				1,515,000	1,515,000
Interest and other charges				439,275	439,275
Total expenditures	147,781,759	3,177,104	1,910,593	1,954,275	154,823,731
Excess (Deficiency) of revenues over (under) expenditures	(3,066,836)	35,588	(576,993)		(3,608,241)
OTHER FINANCING SOURCES (USES)					
Financed Purchases (non-budgeted)	454,410				454,410
Total other financing sources (uses)	454,410				454,410
Net change in fund balances	(2,612,426)	35,588	(576,993)		(3,153,831)
Fund balance, July 1	20,407,297	610,652	1,891,365		22,909,314
Fund balance, June 30	$ 17,794,871	$ 646,240	$ 1,314,372	$ -0-	$ 19,755,483

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

MOUNT OLIVE 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 FISCAL YEAR ENDED JUNE 30, 2025

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

Total net change in fund balances - governmental funds (from B-2)		$ (3,153,831)
In the fund financial statements, the activites of the District's self-insurance fund are reported in the internal service fund. In the statement of activities, the revenues and expenses of the internal service fund are included with the governmental activities.		47,799
In the governmental funds, capital outlays related to capital assets are reported as expenditures in the year purchased. In the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.		
Capital asset additions	$ 9,319,878	
Depreciation expense	(6,058,648)	
Disposals, net	(26,115)	
		3,235,115
In the governmental funds, financed purchases are reported as other financing sources and payments are reported as expenditures in the year paid. In the district-wide financial statements, financed purchases are reported as noncurrent liabilities and payments are recorded as a reduction in the liability.		
Financed purchases	(454,410)	
Retired and/or matured	1,037,678	
		583,268
In the governmental funds, capital outlays related to lease purchases are reported as expenditures. In the district-wide financial statements, the costs of those assets is allocated over the shorter of their estimated useful lives or lease term as amortization expense.		
Capital outlays related to lease purchases	-	
Amortization expense	(447,154)	
		(447,154)
In the governmental funds, leases are reported as other financing sources and the repayment of leases is an expenditure in the year paid. In the district-wide financial statements, leases are reported as noncurrent liabilites and payments are recorded as a reduction in the liability.		
Lease obligations	-	
Retired and/or matured	634,008	
		634,008
Repayment of debt service principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the district-wide financial statements.		1,515,000
Payment of debt service interest is reported when due in the governmental funds, but in the district-wide financial statements, interest is accrued regardless of when due.		47,961
Bond premiums are reported in the governmental funds as other financing sources in the year the bonds are issued. However, in the district-wide financial statements, bond premiums are amortized and expensed over the life of the bonds.		238,949
Refunding bond proceeds are reported as other financing sources in the governmental funds in the year the bonds are refinanced and thus contribute to the change in fund balances. In the district-wide financial statements, refunding bond proceeds are reduced by the principal defeased and the balace is recorded as deferred interest, which is amortized over the life of the bonds.		(77,154)

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

MOUNT OLIVE 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 FISCAL YEAR ENDED JUNE 30, 2025

Amounts related to the net pension liability for PERS employees do not require the use of current financial resources and are therefore not reported in the governmental funds. In the district-wide financial statements, the change in net pension liability is reported as an adjustment to expenses and the related inflows and outflows are deferred and amortized.		
(Increase)/decrease in net pension liability	721,763	
Increase/(decrease) in deferred outflows of resources related to PERS pension liability	(117,497)	
(Increase)/decrease in deferred inflows of resources related to PERS pension liability	141,530	
		745,796
Per GASB No. 68 non-employer contributing entities are required to record a revenue and corresponding expense on the statement of activities for on-behalf TPAF pension paid by the State of New Jersey that are in excess of those amounts reported in the fund financial statements.		
Increase/(decrease) in on-behalf TPAF pension revenue		(14,986,028)
(Increase)/decrease in on-behalf TPAF pension expense		14,986,028
Per GASB No. 75 non-employer contributing entities are required to record a revenue and expense for On-behalf TPAF post employment medical payments paid by the State of New Jersey in the district-wide financial statements that are in excess of those amounts reported in the fund financial statements.		
Increase/(decrease) in on-behalf State Aid TPAF post-employment medical revenue		3,374,796
(Increase)/decrease in on-behalf State Aid TPAF post-employment medical expense		(3,374,796)
In the governmental funds, compensated absences are reported as expenditures in the year paid. In the district-wide financial statements, compensated absences are measured by the amounts earned and paid during the year. When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation; when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation.		23,396
Change in net position of governmental activities		$ 3,393,153

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

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUND
JUNE 30, 2025

	Business-type Activities - Enterprise Funds			Major Fund Governmental Activities
	Major Funds	Non-Major Fund	Total Enterprise Funds	Internal Service Fund
ASSETS				
Current assets:				
Cash and cash equivalents	$ 301,720	$ 32,507	$ 334,227	$ 2,388,278
Restricted cash and cash equivalents	2,962		2,962	
Intergovernmental accounts receivable	111,435		111,435	
Other accounts receivable	175,284		175,284	654,271
Interfund Accounts Receivable	197,180		197,180	
Inventories	14,330		14,330	
Total current assets	802,911	32,507	835,418	3,042,549
Noncurrent assets:				
Capital assets	2,930,327		2,930,327	
Less accumulated depreciation	748,241		748,241	
Total noncurrent assets	2,182,086		2,182,086	
Total assets	2,984,997	32,507	3,017,504	3,042,549
LIABILITIES				
Current liabilities:				
Accounts payable	14,005		14,005	289,791
Unearned revenue	35,728	14,850	50,578	
Escrow deposits payable	2,962		2,962	
Accrued interest payable	75,701		75,701	
Accrued liability for insurance claims				2,496,184
Noncurrent liabilities:				
Due within one year	121,344		121,344	
Due beyond one year	286,851		286,851	
Total liabilities	536,591	14,850	551,441	2,785,975
NET POSITION				
Invested in capital assets, net of related debt	1,773,891		1,773,891	
Unrestricted	674,515	17,657	692,172	256,574
Total net position	$ 2,448,406	$ 17,657	$ 2,466,063	$ 256,574

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

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Business-type Activities - Enterprise Funds			Major Fund Governmental Activities
	Major Funds	Non-Major Fund	Total Enterprise Funds	Internal Service Fund
OPERATING REVENUES:				
Daily sales - reimbursable programs	$ 1,041,181		$ 1,041,181	
Daily sales - non-reimbursable programs	9,467		9,467	
Charges for services	354,027	$ 62,222	416,249	$ 22,271,871
Total operating revenues	1,404,675	62,222	1,466,897	22,271,871
OPERATING EXPENSES:				
Salaries	808,635	38,100	846,735	
Employee benefits	90,294	2,915	93,209	
Management fees	145,242		145,242	
Cleaning, repair and maintenance services	81,797		81,797	
Other purchased services	21,176	1,492	22,668	
Cost of sales	893,949		893,949	
Supplies and materials	6,745	5,027	11,772	
Property taxes	55,736		55,736	
Depreciation	91,149		91,149	
Utilities	48,786		48,786	
Interest expense	35,321		35,321	
Other expenses	1,213	7,250	8,463	
Insurance claims				18,736,502
Excess liability insurance premiums				2,661,794
Administrative fees				643,297
State and federal surcharges				258,863
Total operating expenses	2,280,043	54,784	2,334,827	22,300,456
OPERATING INCOME (LOSS)	(875,368)	7,438	(867,930)	(28,585)
NON-OPERATING REVENUES:				
State sources:				
State school breakfast program	5,047		5,047	
State school lunch program	45,814		45,814	
Federal sources:				
School breakfast program	72,824		72,824	
National school lunch program	513,792		513,792	
Food donation program	106,301		106,301	
Interest income	40,152	1,061	41,213	76,384
Total nonoperating revenues	783,930	1,061	784,991	76,384
Change in net position	(91,438)	8,499	(82,939)	47,799
Total net position - beginning	2,539,844	9,158	2,549,002	208,775
Total net position - ending	$ 2,448,406	$ 17,657	$ 2,466,063	$ 256,574

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

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Business-type Activities - Enterprise Funds			Major Fund Governmental Activities
	Major Funds	Non-Major Fund	Total Enterprise Funds	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	$ 1,424,812	$ 50,418	$ 1,475,230	$ 22,271,871
Payments for employees and employee benefits	(1,983,997)	(41,015)	(2,025,012)	(20,246,616)
Payments to suppliers for goods and services	(204,341)	(13,769)	(218,110)	(1,777,232)
Net cash used in operating activities	(763,526)	(4,366)	(767,892)	248,023
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
State sources	33,713		33,713	
Federal sources	402,289		402,289	
Net cash provided by non-capital financing activities	436,002		436,002	
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Capital contributions	(25,000)		(25,000)	
Purchase of capital assets	(103,459)		(103,459)	
Net cash used for capital and related financing activities	(128,459)		(128,459)	
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest and dividends	40,152	1,061	41,213	76,384
Net increase (decrease) in cash and cash equivalents	(415,831)	(3,305)	(419,136)	324,407
Cash and cash equivalents - beginning of year	717,551	35,812	753,363	2,063,871
Cash and cash equivalents - end of year	$ 301,720	$ 32,507	$ 334,227	$ 2,388,278
Reconciliation of operating loss to net cash used in operating activities:				
Operating loss	$ (875,368)	$ 7,438	$ (867,930)	$ (28,585)
Adjustments to reconcile operating loss to net cash used in operating activities:				
Depreciation and interest expense	126,470		126,470	
Food donation program	106,301		106,301	
(Increase) decrease in accounts receivable, net	(51,495)		(51,495)	(356,303)
(Increase) decrease in inventories	3,244		3,244	
Increase (decrease) in accounts payable, net	(44,565)		(44,565)	10,023
Increase (decrease) in accrued liability				622,888
Increase (decrease) in deferred revenue	(28,113)	(11,804)	(39,917)	
Total adjustments	111,842	(11,804)	100,038	276,608
Net cash used in operating activities	$ (763,526)	$ (4,366)	$ (767,892)	$ 248,023

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

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

The Mount Olive Township School District ("District") is an instrumentality of the State of New Jersey, established to function as an educational institution. The purpose of the District is to educate students in grades K-12. The District is a Type II district whose operations include the elementary, middle and high schools located in the County of Morris, State of New Jersey. As a Type II district, the District functions independently through a Board of Education ("Board"). The Board is comprised of nine members elected to three-year terms and is responsible for the fiscal control of the District. Under existing statutes, the Board's duties and powers include, but are not limited to, the development and adoption of a school program; the establishment, organization and operation of schools; and the acquisition, maintenance and disposition of school property. The Board also has broad financial responsibilities, including the approval of the annual budget and the establishment of a system of accounting and budgetary controls. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

Governmental Accounting Standards Board ("GASB") Codification Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A legally separate, tax-exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents. (2) The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization. (3) The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. 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.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government 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. Basis of Presentation:

The District's basic financial statements consist of District-wide Financial 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.

District-Wide Financial Statements:

The *statement of net position* and the *statement of activities* present financial information about the District's governmental and business type activities. These statements include the financial activities of the overall District in its entirety. Eliminations have been made to minimize the double counting of internal transactions. These statements distinguish between the governmental and business type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenue and other nonexchange transactions. Business type activities are financed in part by fees charged to external parties.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

A. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function. Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements. Program revenue includes (a) 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. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses with program revenues identifies the extent to which each government 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 into separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's various funds. Separate statements for each fund category - *governmental and proprietary* - are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey school districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No. 34, paragraph 76. 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.

Governmental Fund Types:

The focus of Governmental Fund measurement is upon determination of financial position and changes in financial position, (sources, uses and balances of financial resources) rather than upon net income. The following is a description of the Governmental Funds of the District:

General Fund: The General Fund is the general operating fund of the District and is used to account for and report all expendable financial resources not accounted for and reported in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the capital outlay subfund.

As required by the NJDOE, the District includes budgeted capital outlay in this fund. GAAP, as it pertains to governmental entities, states 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 revenue. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed 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 expenses by Board resolution.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

A. Basis of Presentation: (Cont'd)

Governmental Fund Types: (Cont'd)

Special Revenue Fund: The Special Revenue Fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Thus, the Special Revenue Fund is used to account for the proceeds of specific revenue from state and federal governments (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted or committed to expenditures for specified purposes.

Capital Projects Fund: The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets or lease assets (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, funds appropriated from the General Fund, and from aid provided by the state to offset the cost of approved capital projects.

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

Proprietary Fund Types:

Proprietary Funds are used to account for activities that are similar to business operations in the private sector. There are two categories of Proprietary Funds -- Enterprise Funds and Internal Service Funds. The following is a description of the Proprietary Funds of the District:

Enterprise Fund: The Enterprise Fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e., expenses including depreciation and indirect costs) of providing goods or services on a continuing basis are financed or recovered primarily through user charges. The Enterprise Fund accounts for all revenue and expenses pertaining to the Board's food service operations, its summer programs, and building rentals. The building rental account is considered a major fund of the District.

Internal Service Fund: The Internal Service Fund is utilized to finance, administer and account for activities that provide goods and/or services to other departments or agencies on a cost-reimbursement basis. GASB Statement No. 10 permits school districts to use an Internal Service Fund to account for risk financing activities, such as self-insurance funds. Accordingly, the District uses the Internal Service Fund to account for its self-insurance activities and is considered a major fund of the District.

B. Measurement Focus and Basis of Accounting:

The district-wide financial statements and the proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Non-exchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. On an 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.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Measurement Focus and Basis of Accounting:

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenue is recognized when measurable and available. The District considers all revenue reported in the governmental funds to be available if the revenue is collected within sixty days after the end of the fiscal year. 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. Capital asset or lease asset acquisitions are reported as expenditures in the governmental funds. Proceeds of general long-term debt and acquisitions under financed purchases are reported as other financing sources.

It is the District's policy, that when an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, to apply restricted resources first followed by unrestricted resources. Similarly, within unrestricted fund balance, it is the District's policy to apply committed resources first followed by assigned resources and then unassigned resources when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants and general revenue. Therefore, when program expenses are incurred, both restricted and unrestricted net position may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenue.

Due to the differences in the measurement focus and basis of accounting used on the district-wide statements and the governmental fund financial statements, the basic financial statements contain a full reconciliation of these items on Schedules B-1a and B-3.

C. Budgets/Budgetary Control:

An annual appropriated budget is prepared in the spring of each year for the General, Special Revenue and Debt Service Funds. The budget is submitted to the County Office for approval by the Executive County Superintendent before it is formally adopted by the Board of Education. Budgets are prepared using the modified accrual basis of accounting, except for the Special Revenue Fund, as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. All budget amendments and transfers must be approved by the Board of Education. All budgeting amounts presented in the accompanying supplementary information reflect the original budget and the amended budget, which have been adjusted for legally authorized revisions of the annual budget during the fiscal year.

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 those instances described in the succeeding paragraphs. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Budgets/Budgetary Control: (Cont'd)

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:

The General Fund budgetary revenue differs from GAAP revenue due to the difference in revenue recognition of the final two state aid payments. These payments, which are recognized as revenue for budgeting purposes, must be excluded from revenue on the GAAP financial statements since the State records the payments in the subsequent fiscal year. N.J.S.A. 18A:22-44.2 provides that, in the event a state school aid payment is not made until the following school budget year, districts must record the last state aid payment as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year.

However, for intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the final two state aid payments in the subsequent fiscal year, school districts cannot recognize this revenue on the GAAP financial statements until the year the State records the payable.

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 revenue, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

The Capital Projects Fund budgetary revenue differs from GAAP revenue due to the difference in revenue recognition of grant funds awarded by the New Jersey Schools Development Authority (SDA). On the budgetary basis, SDA grants are recognized in full when the grant is awarded. On the GAAP financial statements, SDA funds are recognized as they are expended and requested for reimbursement.

GASB 34 requires a reconciliation of inflows and outflows from the budgetary comparison schedules to the GAAP basis funds statements. The reconciliation between budgetary inflows and outflows and GAAP revenues and expenditures is detailed on Schedule C-3 in the required supplementary information section of this report.

D. Cash and Cash Equivalents and Investments:

Cash and cash equivalents include petty cash, change funds, amounts on deposit, and short-term investments with original maturities of three months or less.

The District generally records investments at fair value and records the unrealized gains and losses as part of investment income. Fair value is the price that would be received to sell an investment in an orderly transaction between market participants at the measurement date. The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

New Jersey school districts are limited as to type of investments and types of financial institutions they may invest in. New Jersey Statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

D. Cash and Cash Equivalents and Investments: (Cont'd)

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 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 of at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Government Units. If a public depository fails, the collateral it has pledged, plus the collateral of all the other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

E. Interfund Transactions:

On the fund financial statements, receivables and payables resulting from interfund transactions are classified as "Due to/from Other Funds" when there is an expectation of repayment. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in the governmental funds and after non-operating revenue/expenses in the Enterprise Fund.

On the district-wide financial statements, interfund balances between governmental funds are eliminated in the statement of net position and the net residual amounts due between governmental and business-type activities is presented as internal balances.

F. Allowance for Uncollectible Accounts:

No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

G. Encumbrances:

Under encumbrance accounting, purchase orders, contracts and/or other commitments that are issued in the current year that will be honored in the subsequent year are considered reservations of fund balance in order to reserve a portion of the applicable appropriation. Open encumbrances do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services. Open encumbrances in the governmental funds, other than the Special Revenue Fund, are reported as restricted, committed, and/or assigned fund balances at fiscal year-end, depending on their level of restriction. 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 at the end of the current fiscal year.

Open encumbrances in the Special Revenue Fund for which the district has received advances are reflected in the balance sheet as unearned revenue at fiscal year-end.

H. Inventories and Prepaid Items:

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

Enterprise inventories are presented at cost, which approximates market, using the first-in, first-out ("FIFO") method. Enterprise inventories consist of food and goods held for sale through the District's food service operations.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

H. Inventories and Prepaid Items: (Cont'd)

Payments made to vendors for services that will benefit future periods are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year in which the services are consumed.

I. Capital Assets:

The capitalization threshold used by school districts in the State of New Jersey is $2,000. In the district-wide financial statements, all capital assets, with the exception of land, are recorded at original cost and are depreciated over the estimated useful life of the asset. Land has been recorded at the estimated historical cost at the time the land was acquired and is not depreciated. Donated capital assets are valued at their estimated fair market value on the date received. Expenditures that enhance the asset or significantly extend the useful life of the asset are considered improvements and are added to the asset's currently capitalized cost.

Depreciation is computed using the straight-line method in accordance with the following schedule of useful lives:

	Estimated Useful Life
Buildings and building improvements	25-50 years
Tools and machinery	10-15 years
Vehicles	10 years
Public safety and security related equipment	10-20 years
Recreational and fine arts equipment	12-15 years
Office equipment	7-10 years
Furnishings	10-20 years
Computer hardware	5 years
Kitchen equipment	12 years
Laboratory, scientific and medical apparatus	10 years
Audiovisual and communications equipment	7-10 years

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

J. Lease Assets

Intangible right-to-use lease assets are assets which the District leases for a term of more than one year. The values of leases are determined by the net present value of the leases at the District's incremental borrowing rate at the time of the lease agreement, amortized over the term of the agreement.

K. Long Term Liabilities:

In the district-wide and enterprise fund statements of net position, long-term debt and other long-term obligations, such as accrued compensated absences and net pension liability, are reported as liabilities in the applicable governmental or business-type activities. Bond discounts and deferred interest on refunding bonds are reported as deferred charges and are amortized over the term of the related debt using the straight-line method of amortization. Premiums received on debt issuances are reported as current liabilities and are expensed over the term of the related debt using the straight-line method of amortization. In the fund financial statements, transactions related to new bond issues are reported as other financing sources or uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures in the year incurred.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

L. Accrued Salaries and Wages:

The District does not allow employees who provide services over the ten-month academic year the option to have their salaries evenly distributed over the twelve-month fiscal year; however, salaries may be accrued at year-end for unsettled employment contracts, outstanding timesheets for hourly employees, and/or outstanding merit pay bonuses. At June 30, 2025 the District had no unsettled employment contracts.

M. Compensated Absences:

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

District employees are granted personal days and vacation and sick leave in varying amounts in accordance with the District's employment contracts. Upon termination, resignation or retirement employees are paid for accrued vacation. Unused sick leave benefits begin vesting after 15 years of continuous service with the District for employees covered under the EAMO contract and 10 years of service for employees covered by the Administrators' contract. Accumulated sick leave is paid out at fixed maximum amounts in accordance with the appropriate employment contract.

In the district-wide Statement of Net Position, compensated absences are reported as liabilities and are broken down between those that are due within one year and those payable beyond one year.

N. Lease Payable

In the district-wide financial statements, lease payables are reported as liabilities in the Statement of Net Position. In the governmental fund financial statements, the present value of lease payments is reported as other financing sources.

O. Unearned Revenue:

Unearned revenue arises when assets are received before revenue recognition criteria have been satisfied. Unearned revenue in the general and enterprise funds represents cash which has been received but not yet earned, such as tuition and facility rental fees. Unearned revenue in the special revenue fund represents grants and entitlement funds received before the eligibility requirements have been met.

P. Fund Balance Restrictions, Commitments, and Assignments:

The District reports its fund balance classifications in accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which 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.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

P. Fund Balance Restrictions, Commitments, and Assignments: (Cont'd)

The *restricted* fund balance category includes amounts constrained for specific purposes as stipulated by external parties, constitutional provision, or enabling legislation. At June 30, 2025, the District had restricted fund balances of $8,638,434 for capital projects, $915,444 for maintenance reserve, $462,823 for unemployment compensation insurance claims, $645,594 for student activities, and $2,712,539 for excess surplus, $1,535,147 which was appropriated as anticipated revenue in the 2025-26 operating budget and $1,177,392 resulting from the current year which will be appropriated in the 2026-27 operating budget.

The *committed* fund balance classification includes amounts that can be used only for specific purposes as determined by formal action of the District's highest level of decision-making authority. The Board of Education has the authority to formally commit resources for specific purposes through a formal motion or resolution that is passed by a majority of the members of the Board of Education at a public meeting. Such process must also be used to remove or change the commitment of resources. At June 30, 2025, the District had no committed resources.

Amounts in the *assigned* fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. The process is not as restrictive as the commitment of resources and the Board of Education may allow an official of the District to assign resources through policies adopted by the Board of Education. At June 30, 2025, the District had assigned resources of $3,574,892 for outstanding encumbrances and $2,800,000 which was appropriated as anticipated revenue in the 2025-26 operating budget.

Unassigned fund balance is the residual classification for the District's General Fund and includes all spendable amounts not contained in the other classifications. At June 30, 2025, the District had unassigned resources totaling $5,111.

Q. Revenue - Exchange and Nonexchange 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.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Q. Revenue - Exchange and Nonexchange Transactions: (Cont'd)

Nonexchange transactions, in which the School 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 nonexchange 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, interest and tuition.

R. Fund Balance Appropriated:

General Fund: Of the $17,794,871 General Fund balance at June 30, 2025, $3,574,892 is assigned for year-end encumbrances; $4,335,147 has been appropriated and included as anticipated revenue for the fiscal year ending June 30, 2026; $7,324,062 is restricted for capital projects in the capital reserve account; $915,444 is restricted for maintenance projects in the maintenance reserve account; $462,823 is restricted for unemployment compensation; $1,177,392 is restricted as excess surplus, which will be appropriated and included as anticipated revenue in the 2026-2027 operating budget; and $5,111 is unassigned.

Special Revenue Fund: The Special Revenue fund balance at June 30, 2025 of $646,240 is restricted for student activities and scholarship funds.

Capital Projects Fund: The Capital Projects fund balance at June 30, 2025 of $1,314,372 is restricted for ongoing capital improvements.

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 Restricted Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). The law limits the maximum unassigned fund balance which regular districts may have at year end to 2 percent of adjusted General Fund expenditures. Any amount in excess of the 2 percent limitation must be restricted and appropriated and included as anticipated revenue in the subsequent year's budget. At June 30, 2025 the District's total unassigned fund balance was $5,135,983, which was $1,174,839 more than the maximum unassigned fund balance of $3,961,144. The full excess surplus calculation is included in the Auditor's Management Report (AMR).

P.L. 2003, C.97 provides that in the event state school aid payments are not made until the following school budget year, districts must record the related state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the last two state aid payments in the subsequent fiscal year, the school district cannot recognize the last two state aid payments

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

R. Fund Balance Appropriated: (Cont'd)

on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the final two state aid payments and not the fund balance reported on the fund statement which excludes the last two state aid payments.

S. Operating Revenue and Expenses:

Operating revenue are those revenue that are generated directly from the primary activity of the Enterprise Fund. For the District, these revenue are sales from food service operations and tuition for the community school and summer school programs. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the Enterprise Fund.

T. Extraordinary and Special Items:

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board and that are either unusual in nature or infrequent in occurrence.

U. Allocation of Indirect Expenses:

Expenses that can be directly attributable to a specific function are reported by function in the Statement of Activities. Indirect expenses, which are not clearly identifiable with a function, are allocated to functions where practicable. Employee benefits and state on-behalf payments are two examples of indirect expenses. Such expenses are allocated based on the salaries of that function.

V. Accounting and Financial Reporting for Pensions:

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, requires state or local government employers (or nonemployer contributing entity in a special funding situation) to recognize a net pension liability measured as of a date (the measurement date) no earlier than the end of its prior fiscal year. If a state or local government employer or nonemployer contributing entity makes a contribution to a defined benefit pension plan between the measurement date of the reported net pension liability and the end of the government's reporting period, Statement 68 requires that the government recognize its contribution as a deferred outflow of resources.

In addition, Statement 68 requires recognition of deferred outflows of resources and deferred inflows of resources for changes in the net pension liability of a state or local government employer or nonemployer contributing entity that arise from other types of events. Deferred outflows and inflows of resources are recognized for differences between expected and actual experience, changes of assumptions, the net difference between projected and actual investment earnings on pension plan investments, changes in proportion, and differences between employer contributions and proportionate share of contributions.

Note 15 provides a full description of the pension plans offered by the District.

W. Management Estimates:

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

X. Recent Accounting Pronouncements:

The GASB has issued the following statements that will become effective for the District for the fiscal years ending June 30, 2025 and 2026:

GASB Statement No. 101, Compensated Absences, became effective beginning with the fiscal year ending June 30, 2025. 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. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.

In December 2023, the Government Accounting Standards Board issued GASB Statement No. 102, *Certain Risk Disclosures*. This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter.

In April 2024, the Government Accounting Standards Board issued GASB Statement No. 103, *Financial Reporting Model Improvements*. The objective of this Statement is to improve key components of the financial reporting model to enhance its' effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter, though, earlier application is encouraged. Management is currently reviewing the provisions of this Statement and plans to implement, as needed, before the effective date.

In September 2024, the Government Accounting Standards Board issued GASB Statement No. 104, *Disclosure of Certain Capital Assets*. This Statement will provide users of financial statements with essential information about certain types of capital assets in order to make informed decisions and assess accountability. The requirements of this Statement are effective for periods beginning after June 15, 2025. Management is currently reviewing the provisions of this Statement and its effect on the financial statements of the District.

Y. Net Position:

GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* defines net position as the residual of all other elements presented in a statement of financial position. It is the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources. This Statement provides guidance for reporting net position within a framework that includes deferred outflows of resources and deferred inflows of resources, in addition to assets and liabilities.

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. At June 30, 2025, the District had $140,416 in deferred outflows of resources for deferred loss on defeasance of debt arising from the issuance of refunding bonds and $5,248,473 for deferred amounts related to the PERS pension liability. A deferred inflow of resources is an acquisition of net position that is applicable to a future reporting period. At June 30, 2025, the District had $1,307,674 in deferred inflows of resources for the deferred amounts related to the PERS pension liability.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Y. Net Position: (Cont'd)

Net position is displayed in three components - net investment in capital assets; restricted and unrestricted.

The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, and lease assets, net of accumulated amortization, reduced by the outstanding balances of borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also would be included in this component of net position. At June 30, 2025 the District's net investment in capital assets amounted to $67,604,387.

The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. At June 30, 2025 the District's restricted net position totaled $19,750,372.

The unrestricted component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position. At June 30, 2025 the District had an unrestricted deficit balance of $21,313,430.

Z. Deficit Net Position:

At June 30, 2025, the District has a deficit in unrestricted net position of $22,005,602 in governmental activities. The deficit is attributable to the District's allocated share of the net pension liability for PERS employees and the related deferred outflows and inflows of resources. The deficit does not indicate that the District is in financial difficulties and is a permitted practice under generally accepted accounting principles.

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

The Board classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

GASB requires disclosure of the level of custodial credit risk assumed by the District in its cash, cash equivalents and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk - In accordance with its cash management plan, the District ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk - The District limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed below.

Custodial Credit Risk – The District's policy with respect to custodial credit risk requires that the District ensures that District funds are only deposited in financial institutions in which New Jersey school districts are permitted to invest their funds.

Deposits:

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

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

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

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

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

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than $25,000,000.

Permissible Investments:

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

(1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;

(2) Government money market mutual funds;

(3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;

(4) 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;

(5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983, c.313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by local units;

(6) Local government investment pools;

(7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or

(8) Agreements for the repurchase of fully collateralized securities if:

   (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.).;

   (b) the custody of collateral is transferred to a third party;

   (c) the maturity of the agreement is not more than 30 days;

   (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and

   (e) a master repurchase agreement providing for the custody and security of collateral is executed; or

(9) Deposit of funds in accordance with the following conditions:

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

(a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;

(b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;

(c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;

(d) The designated public depository acts as custodian for the school district with respect to these deposits; and

(e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an number of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

As of June 30, 2025, cash and cash equivalents of the District consisted entirely of amounts deposited in interest bearing checking, savings, and money market accounts as follows:

	Bank Balance	Carrying Amount
Governmental Activities - Unrestricted	$14,673,027	$9,647,291
Governmental Activities - Restricted	8,066,898	9,843,164
Business-type Activities - Unrestricted	595,551	334,227
Business-type Activities - Restricted	1,751	2,962
	$23,337,227	$19,827,644

NOTE 4. RECEIVABLES

Receivables at June 30, 2025 consisted of state and federal aid receivable, intergovernmental accounts receivable, and other accounts receivable. No allowance for uncollectible accounts has been recorded as all receivables are considered collectible in full. The following is a summary of the principal receivable items.

	Governmental	Business-type	District-wide
Federal grants receivable	$ 452,048	$ 102,226	$ 554,274
State aid receivable	3,769,623	9,209	3,778,832
Other intergovernmental receivables	93,766	-	93,766
Interfunds receivable	522,849	197,180	197,180
Other accounts receivable	341,921	829,555	1,171,476
	$ 5,180,207	$1,138,170	$ 5,795,528

A detailed schedule of state aid and federal grants receivable can be found on Schedules K-3 and K-4 of this report.

NOTE 5. PREPAID EXPENSE

In the Enterprise Fund, payments made to vendors for services that will benefit future periods are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year in which the services are consumed.

At June 30, 2025, the Enterprise Fund had no prepaid expenses.

NOTE 6. INVENTORIES

Inventories in the Enterprise Fund at June 30, 2025 consisted of the following:

Food	$ 8,194
Non-food Items	6,136
	$14,330

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Act of 1996, as revised) 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.

NOTE 7. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by resolution of the Board of Education during the 1998-99 fiscal year to provide for the accumulation of funds for capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the General Fund and its activity is included in the General Fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the State Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at fiscal year-end of any unanticipated revenue or unexpended line item appropriation amounts or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant 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 account for the 2025 fiscal year is as follows:

Beginning balance, July 1, 2024		$7,226,626
Increased by:		
Additional increase authorized by Board resolution	$1,000,000	
Interest earnings	297,436	
		1,297,436
		8,524,062
Decreased by:		
Budgeted withdrawal		(1,200,000)
Ending balance, June 30, 2025		$7,324,062

NOTE 8. MAINTENANCE RESERVE ACCOUNT

The Board of Education established a maintenance reserve account on June 22, 2020 in the amount of $500,000. The funds for the establishment of this reserve were withdrawn from unassigned general fund balance. These funds are restricted to be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building.

Pursuant to N.J.A.C. 6A:26A-4.2 funds may be deposited into the maintenance reserve account at any time by board resolution to meet the required maintenance of the district by transferring unassigned general fund balance or by transferring excess, unassigned general fund balance that is anticipated to be deposited during the current year in the advertised recapitulation of balances of the subsequent year's budget that is certified for taxes. Funds may be withdrawn from the maintenance reserve account and appropriated into the required maintenance account lines at budget time or any time during the year by board resolution for use on required maintenance activities by school facility as reported in the comprehensive maintenance plan. Funds withdrawn from the maintenance reserve account are restricted to required maintenance appropriations and may not be transferred to any other line-item account. In any year that maintenance reserve account funds are withdrawn, unexpended required maintenance appropriations, up to the amount of maintenance reserve account funds withdrawn, shall be restored to the maintenance reserve account at year-end. At no time, shall the maintenance reserve account have a balance that exceeds four percent of the replacement cost of the current year of the district's school facilities. If the account exceeds this maximum amount at June 30, the excess shall be restricted and designated in the subsequent year's budget. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The activity of the maintenance reserve for the 2025 fiscal year is as follows:

Beginning balance, July 1, 2024	$ 1,415,444
Add: Increase authorized by Board resolution	-
Less: Budgeted withdrawal	(500,000)
Ending balance, June 30, 2025	$ 915,444

NOTE 9. INTERFUND BALANCES AND TRANSFERS

On the fund financial statements, interfund accounts receivable/payable are reported on the respective balance sheets of the Governmental and Proprietary Funds. On the Statement of Net Position, interfund balances between the governmental fund types are eliminated, while interfund balances between the governmental fund types and business-type activities are reflected as internal balances.

NOTE 9. INTERFUND BALANCES AND TRANSFERS (Cont'd)

The District had the following interfund balances at June 30, 2025:

	Interfund Receivable	Interfund Payable
General Fund	$ 504,904	$ 215,125
Special Revenue Fund	17,945	504,904
Capital Projects Fund	-	-
Food Service Fund	197,180	-
Interfund Balances – Fund Financial Statements	720,029	720,029
Elimination of Interfund Balances between Governmental Fund Types	(522,849)	(522,849)
Internal Balances - Statement of Net Position	$ 197,180	$ 197,180

The interfund balance between the General Fund and the Special Revenue Fund is comprised of funds advanced to cover deficit cash balances while awaiting the collection of federal grant reimbursements. The internal balance between the governmental fund types and business-type activities is comprised of state and federal subsidies for the Food Service Fund, which were received by the General Fund.

All interfund balances are expected to be cleared within one year.

NOTE 10. ACCOUNTS PAYABLE

The following accounts payable balances existed as of June 30, 2025:

Amounts due to vendors	$ 1,760,610
Pension contribution subsequent to measurement date	2,306,549
	$ 4,067,159

NOTE 11. DEFERRED LOSS ON DEFEASANCE OF DEBT

Deferred loss on defeasance of debt arising from the issuance of refunding bonds is recorded as a deferred outflow of resources. The amount is amortized using the straight-line method over the life of the related bond issue as a component of interest expense. As of June 30, 2025, the District has recorded an unamortized balance of $140,416 as a deferred outflow of resources. Amortization expense for the year ended June 30, 2025 was $77,154.

NOTE 12. CAPITAL ASSETS

The District hired Acclaim Inventory LLC to conduct a physical inventory of its capital assets as of June 30, 2025. The following schedule details the district's capital asset activity for the year ended June 30, 2025:

Governmental activities:	Beginning Balance	Additions	Disposals	Ending Balance
Capital assets not being depreciated:				
Land	$ 1,377,059	$ -	$ -	$ 1,377,059
Total capital assets not being depreciated	1,377,059	-	-	1,377,059
Capital assets being depreciated:				
Site and site improvements	14,602,338	174,076	-	14,776,414
Building and building improvements	130,109,795	4,813,042	-	134,922,837
Machinery and equipment	21,396,207	4,332,760	(233,724)	25,495,243
Total capital assets being depreciated	166,108,340	9,319,878	(233,724)	175,194,494
Governmental activities capital assets	167,485,399	9,319,878	(233,724)	176,571,553
Less accumulated depreciation for:				
Site and site improvements	(6,783,387)	(567,436)	-	(7,350,823)
Building and improvements	(75,192,188)	(3,975,398)	-	(79,167,586)
Machinery and equipment	(12,357,293)	(1,515,814)	207,609	(13,665,498)
Total accumulated depreciation	(94,332,868)	(6,058,648)	207,609	(100,183,907)
Government activities capital assets, net	$ 73,152,531	$ 3,261,230	$ (26,115)	$ 76,387,646
Business-type activities:				
Capital assets not being depreciated:				
Land	$ 651,200	$ -	$ -	$ 651,200
Total capital assets not being depreciated	651,200	-	-	651,200
Capital assets being depreciated:				
Building and building improvements	1,048,800	-	-	1,048,800
Machinery and equipment	1,121,321	109,006	-	1,230,327
Total capital assets being depreciated	2,170,121	109,006	-	2,279,127
Business-type activities capital assets	2,821,321	109,006	-	2,930,327
Less accumulated depreciation for:				
Building and improvements	(201,808)	(20,976)	-	(222,784)
Machinery and equipment	(455,284)	(70,173)	-	(525,457)
Total accumulated depreciation	(657,092)	(91,149)	-	(748,241)
Business-type activities capital assets, net	$ 2,164,229	$ 17,857	$ -	$ 2,182,086

NOTE 12. CAPITAL ASSETS (Cont'd)

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular programs	$ 157,493
Special education programs	18,949
Other instructional programs	39,987
School sponsored programs	48,614
Support Services:	
Student & instruction related services	33,728
General administrative services	64,416
School administrative services	4,459
Plant operations and maintenance	4,993,898
Pupil transportation	757,104
Total depreciation expense	$ 6,058,648

NOTE 13. LEASE ASSETS

The District has active lease agreements for Chromebooks, postage meters, copiers and printers. The following schedule details the district's lease asset activity for the year ended June 30, 2025:

Governmental activities	Beginning Balance	Increases	Decreases	Ending Balance
Lease assets being amortized:				
Machinery and equipment	$ 3,542,420	$ -	$(1,630,745)	$ 1,911,675
Total lease assets being amortized	3,542,420	-	(1,630,745)	1,911,675
Governmental activities lease assets	3,542,420	-	(1,630,745)	1,911,675
Less accumulated amortization for:				
Machinery and equipment	(2,501,103)	(447,157)	1,630,745	(1,317,512)
Total accumulated amortization	(2,501,103)	(447,157)	1,630,745	(1,317,512)
Governmental activities lease assets, net	$ 1,043,317	$ (447,157)	$ -	$ 594,163

Amortization expense was charged to governmental functions as follows:

Regular instruction programs	$ 404,705
Other administrative services	2,000
School sponsored co-curricular programs	40,449
	$ 447,157

NOTE 14. LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2025 the following changes occurred in long-term obligations reported in the district-wide financial statements:

	Beginning Balance	Additions	Reductions	Ending Balance
Governmental activities:				
Serial bonds payable	$ 9,900,000	$ -	$ 1,515,000	$ 8,385,000
Financed purchases payable	2,515,262	454,410	1,037,678	1,931,994
Leases payable	1,149,563	-	634,008	515,555
Unamortized bond issuance premium	698,128	-	238,949	459,180
Net pension liability	22,369,400	-	721,763	21,647,637
Compensated absences payable	2,057,459	138,820	162,216	2,034,063
Total governmental activities	38,689,812	593,230	4,309,614	34,973,429
Business-type activities:				
Financed purchases payable	433,195	-	25,000	408,195
Total long-term liabilities	$ 39,123,007	$ 593,230	$ 4,334,614	$ 35,381,624

	Amounts Due Within One Year	Amounts Due Beyond One Year	Total
Governmental activities:			
Serial bonds payable	$ 1,395,000	$ 6,990,000	$ 8,385,000
Financed purchases payable	689,803	1,242,191	1,931,994
Leases payable	133,753	381,802	515,555
Unamortized bond issuance premium	119,786	339,394	459,180
Net pension liability	2,306,549	19,341,088	21,647,637
Compensated absences payable	162,216	1,871,847	2,034,063
Total governmental activities	4,807,107	30,166,322	34,973,429
Business-type activities:			
Financed purchases payable	121,344	286,851	408,195
Total long-term liabilities	$ 4,928,451	$ 30,453,173	$ 35,381,624

Serial Bonds Payable:

Bonds are authorized in accordance with State law by the voters of the municipality through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the District are general obligation bonds and will be liquidated through the Debt Service Fund.

Bonds payable at June 30, 2025 are comprised of the following issues:

Purpose	Issue Date	Amount Issued	Interest Rates	Date of Maturity	Balance at June 30, 2024
High School Addition	04/20/2016	$ 7,540,000	3.00-5.00%	7/15/2029	$ 7,430,000
High School Addition	04/20/2016	8,095,000	3.00-5.00%	7/15/2025	955,000
					$ 8,385,000

NOTE 14. LONG-TERM LIABILITIES (Cont'd)

Bond Obligations:

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

Fiscal Year Ending June 30,	Principal	Interest	Total
2026	$ 1,395,000	$ 366,525	$ 1,761,525
2027	1,640,000	290,650	1,930,650
2028	1,710,000	206,900	1,916,900
2029	1,785,000	128,450	1,913,450
2030	1,855,000	46,375	1,901,375
	$ 8,385,000	$ 1,038,900	$ 9,423,900

Financed Purchases Payable:

Governmental Activities:

The District has financed purchase agreements for school vehicles, the air dome at Mount Olive High School, the artificial turf field at Mount Olive High School, the electronic scoreboard at Mount Olive High School, and a Districtwide wireless infrastructure project. All financed purchase agreements are for a term of five years. The following is a schedule of the future minimum financed purchase payments and the present value of the net minimum financed purchase payments at June 30, 2025:

Fiscal Year Ending June 30,	Amount
2026	$ 827,939
2027	617,918
2028	513,401
2029	97,130
Total minimum lease payments	2,056,387
Less: Amount representing interest	(124,392)
Present value of net minimum lease payments	$ 1,931,994

Business-type Activities:

In July 2015, the District entered into an agreement to purchase property located at 227 US Route 206 in Flanders NJ. The property is comprised of two, identical three-story buildings – one of which is being used as the new administration building, while the other (known as "Building 2") is being rented as commercial office space. The new administration building was purchased outright for cash at a cost of $1,700,000. The Board of Education entered into a financed purchase agreement to purchase the second building, which entitles the former owner to earn $2,350,000 (the "earnout amount") from the net rents collected from the operation of Building 2. The term of the Building 2 lease is the period of time required for the former owner to receive the entire earnout amount, but shall not exceed 15 years. The difference between the earnout amount of $2,350,000 and the $1,700,000 capitalized cost is considered interest, imputed at the rate of 4.35%, which will be expensed over the earnout period, or 15 years, whichever comes first.

NOTE 14. LONG-TERM LIABILITIES (Cont'd)

Financed Purchases Payable: (Cont'd)

During the 2025 fiscal year, the District made a financed purchase payment of $25,000 from the rents collected. This amount was applied as principal, bringing the outstanding principal balance to $408,195. The following is a schedule of the future minimum financed purchase payments and the present value of the net minimum financed purchase payments at June 30, 2025:

Fiscal Year Ending June 30,	Amount
2026	156,665
2027	156,665
2028	156,665
2029	106,606
Total minimum lease payments	576,601
Less: Amount representing interest	(168,406)
Present value of net minimum lease payments	$ 408,195

Leases Payable:

The District had leases outstanding as of June 30, 2025 as follows:

Purpose	Frequency of Payment	Term	Interest Rate	Amount
Postage Machines/Meters	Monthly	5 Years	3.25%	10,742
Copiers	Monthly	5 Years	5.98%	502,934
Printer	Monthly	5 Years	5.93%	1,879
				$515,555

Principal and interest due on leases outstanding will be liquidated through the General Fund as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2026	$ 133,754	$ 27,006	$ 160,760
2027	133,079	19,164	152,243
2028	138,941	11,107	150,048
2029	109,781	2,755	112,536
	$ 515,555	$ 60,032	$ 575,587

NOTE 14. LONG-TERM LIABILITIES (Cont'd)

Unamortized Bond Issuance Premium:

At June 30, 2025, the District had unamortized premiums on three refunding bond issues totaling $459,180 as follows:

Issue Date	Purpose	Unamortized Premium
04/20/2016	High School Addition	$ 459,180

Amortization expense for the fiscal year ended June 30, 2025 amounted to $238,949. Bond premiums are amortized using the straight-line method over the life of the specific bonds as follows:

Fiscal Year Ending June 30,	Amortization Expense
2026	119,786
2027	119,786
2028	119,786
2029	99,822
	$ 459,180

Net Pension Liability:

At June 30, 2025, the District reported a liability of $21,647,637 for its proportionate share of the Public Employees' Retirement System's (PERS) net pension liability. Of this amount, $2,306,549 is due within one year and $19,341,088 is due beyond one year.

See Note 15 for further information on the PERS pension plan.

Compensated Absences Payable:

The liability for compensated absences reported in the District-wide financial statements consists of unpaid accumulated vacation and sick leave balances as of June 30, 2025. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. The entire compensated absence liability is reported on the District-wide financial statements.

The total liability for compensated absences amounted to $2,034,063 at June 30, 2025. Compensated absences will be liquidated by the General Fund.

NOTE 15. PENSION PLANS

Substantially all of the Board's employees participate in one of the three contributory, defined benefit retirement systems: A.) the Public Employee's Retirement System of New Jersey; B.) the Teachers' Pension and Annuity Fund; or C.) the Defined Contribution Retirement Program.

A. Public Employees' Retirement System

Plan Description

The Public Employees' Retirement System (PERS) was established as of January 1, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The PERS is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (Division). Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction. For additional information about the PERS, please refer to the Division's Annual Comprehensive Financial Report, which may be obtained by writing to the New Jersey Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625 or can be accessed online at www.state.nj.us/treasury/pensions/annual-reports.shtml

Vesting and Benefit Provisions

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

The following represents the membership tiers for PERS:

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

Service retirement benefits of 1/55th 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 to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to 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.

NOTE 15. PENSION PLANS (Cont'd)

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

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets.

The District's contribution to PERS amounted to $2,167,816 for fiscal year 2025. The employee contribution rate for fiscal year 2025 was 7.5% of base salary.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2025, the District reported a liability of $21,647,637 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability for the June 30, 2024 measurement date was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2024, the District's proportion was 0.1593138375%, which was an increase of 0.0048756855% from its proportion measured as of June 30, 2023.

For the fiscal year ended June 30, 2025, the District recognized pension expense of $745,796. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows	Deferred Inflows
Difference between expected and actual experience	$ 433,642	$ (57,632)
Changes of assumptions	26,893	(246,300)
Net difference between projected and actual investment earnings	-	(1,003,742)
	460,535	(1,307,674)
Changes in proportion	2,481,389	-
District contributions subsequent to the measurement date	2,306,549	-
	$ 5,248,473	$ (1,307,674)

District contributions subsequent to the measurement date of $2,306,549 will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions (excluding changes in proportion) will be recognized in pension expense as follows:

NOTE 15. PENSION PLANS (Cont'd)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Fiscal Year Ending June 30,	Pension Expense
2024	$ (919,106)
2025	711,176
2026	(409,155)
2027	(236,202)
2028	6,148
	$ (847,139)

Changes in Proportion

The previous amounts do not include deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts are recognized (amortized) over the average of the expected remaining service lives of all plan members, which is 5.08, 5.08, 5.04, 5.13, 5.16 and 5.21 years for the 2024, 2023, 2022, 2021, 2020 and 2019 fiscal years, respectively.

Actuarial Assumptions

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

Inflation Rate (price)	2.75%
Inflation Rate (wage)	3.25%
Salary Increases	2.75 - 6.55% (based on years of service)
Investment Rate of Return	7.00%

Mortality Rates

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

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

NOTE 15. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

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

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

Discount Rate

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

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

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

	1% Decrease (6.00%)	Current Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of net pension liability	$29,006,514	$21,647,637	$15,722,563

NOTE 15. PENSION PLANS (Cont'd)

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

Pension Plan Fiduciary Net Position

At June 30, 2024, the plan fiduciary net position as a percentage of the total pension liability was 68.22%. Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial statements.

B. Teachers' Pension and Annuity Fund

Plan Description

The Teachers' Pension and Annuity Fund (TPAF) was established as of January 1, 1955, under the provisions of N.J. S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The TPAF is considered a cost-sharing multiple-employer defined benefit pension plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified. The TPAF is administered by the State of New Jersey Division of Pensions and Benefits (the Division). For additional information about the TPAF, please refer to the Division's Comprehensive Annual Financial Report, which may be obtained by writing to the New Jersey Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625 or can be accessed online at www.state.nj.us/treasury/pensions.

Vesting and Benefit Provisions

The vesting and benefit provisions are set by N.J.S.A. 18A:66. TPAF provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of TPAF. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

The following represents the membership tiers for TPAF:

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

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

NOTE 15. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (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. Contributions for local participating employers are legally required to be funded by the State. Therefore, local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. For fiscal year 2024, the State's pension contribution was more than the actuarial determined amount.

During the fiscal year ended 2025, the State of New Jersey contributed $14,378,549 to the TPAF for normal pension benefits on behalf of the District, which is $14,986,028 more than the contractually required contribution of ($607,479). The employee contribution rate was 7.5% of base salary for the 2025 fiscal year.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Since the local participating employers do 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 District. However, the notes to the financial statements must disclose the State's proportionate share of the net pension liability that is associated with the District. In addition, the District must recognize pension revenue and expense in an amount equal to the District's proportionate share of the collective pension expense. At June 30, 2024 the State reported a total net pension liability of $49,492,072,325 and total pension expense of ($180,295,210). The District's proportionate share of the net pension liability and pension expense was as follows:

State's proportionate share of the net pension liability associated with the district	$	166,530,727
District's proportionate share of the collective pension expense	$	(607,479)

The net pension liability was measured as of June 30, 2024 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2024, the proportion of the TPAF net pension liability associated with the District was 0.33693549%.

At June 30, 2024 the State reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows	Deferred Inflows
Differences between expected and actual experience	$ 436,488,877	$ 266,879,466
Changes of assumptions	671,623,600	9,874,858,005
Net difference between projected and actual investment earnings on pension plan investments	-	403,364,319
	$1,108,112,477	$10,545,101,790

NOTE 15. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Amounts reported by the State as collective deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending June 30,	Pension Expense
2024	$ (3,681,028,670)
2025	(1,839,302,001)
2026	(1,977,654,443)
2027	(1,907,819,552)
2028	2,992,761
Thereafter	(34,177,408)
	$ (9,436,989,313)

Since the District's proportionate share of the TPAF pension liability is the sole responsibility of the State of New Jersey, there is no pension liability, deferred outflows or deferred inflows reported in the District's Statement of Net Position.

Actuarial Assumptions

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

Inflation Rate (price)	2.75%
Inflation Rate (wage)	3.25%
Salary Increases	2.75 – 5.65% (based on years of service)
Investment Rate of Return	7.00%

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

Mortality Rates

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

NOTE 15. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Long Term Expected Rate of Return

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

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

Discount Rate

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

Sensitivity of the State's Net Pension Liability to Changes in the Discount Rate

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

	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
Net pension liability	$58,828,334,396	$49,492,072,325	$41,629,174,739

Because the District's proportionate share of the net pension liability is zero, potential changes in the discount rate have no bearing on the District.

NOTE 15. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Pension Plan Fiduciary Net Position

At June 30, 2024, the plan fiduciary net position as a percentage of the total pension liability was 37.99%. Detailed information about the TPAF's fiduciary net position is available in the separately issued TPAF financial statements.

C. Defined Contribution Retirement Program (DCRP)

If an employee is ineligible to enroll in the PERS or TPAF, the employee may be eligible to enroll in the Deferred Compensation Retirement Plan (DCRP). The DCRP was established effective July 1, 2007 under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 and was later expanded under the provisions of Chapter 89, P.L. 2008. The DCRP provides eligible members with a tax sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting is immediate upon enrollment. Employees enrolled in the DCRP contribute 5.5% of their annual compensation, as defined by the plan, which is matched by a 3% employer contribution. Prudential Financial jointly administers the DCRP investments with the New Jersey Division of Pensions and Benefits.

For the fiscal year ended June 30, 2025, the District recognized DCRP pension expense in the amount of $41,483.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of the DCRP. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625-0295.

NOTE 16. NET POSITION – NET INVESTMENT IN CAPITAL ASSETS

Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. The net investment in capital assets is calculated as follows:

Governmental activities:	
Capital assets, net of depreciation	$ 76,387,646
Leases assets, net of amortization	594,163
Outstanding bond obligations used to build or acquire capital assets	(8,385,000)
Outstanding financed purchase obligations used to build or acquire capital assets	(1,931,994)
Outstanding lease obligations used to build or acquire capital assets	(515,555)
Deferred loss on defeasance of debt used to build or acquire capital assets	140,416
Unamortized deferred premium on capital debt	(459,180)
Total governmental activities	$ 65,830,496
Business-type activities:	
Capital assets, net of depreciation	$ 2,182,086
Outstanding lease obligations used to build or acquire capital assets	(408,195)
Total business-type activities	$ 1,773,891

NOTE 17. OTHER POST-EMPLOYMENT BENEFITS ("OPEB")

General Information about the OPEB Plan

State Health Benefit State Retired Employees Plan

The State of New Jersey sponsors and administers the post-retirement health benefit program for school districts.

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

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

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

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of the above Fund. The financial reports may be accessed via the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

Plan membership

Membership of the defined benefit OPEB plan consisted of the following at June 30, 2023:

Active Plan Members	219,185
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	153,556
Total	372,741

Measurement Focus and Basis of Accounting

The financial statements of the post-employment health benefit plans are prepared in accordance with U.S. generally accepted accounting principles as applicable to governmental organizations. In doing so, the Division adheres to reporting requirements established by the Governmental Accounting Standards Board (GASB).

NOTE 17. OTHER POST-EMPLOYMENT BENEFITS ("OPEB") (Cont'd)

Measurement Focus and Basis of Accounting, (Cont'd)

The accrual basis of accounting is used for measuring financial position and changes in net position of the postemployment health benefit plan. Under this method, contributions are recorded in the accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of the plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

Total Nonemployer OPEB Liability

The State of New Jersey, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to the OPEB Plan for qualified retired TPAF, PERS, PFRS and ABP pension participants. The District's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is 0.00%. Accordingly, the District did not recognize any portion of the collective net OPEB liability on the statement of net position.

The State's proportionate share of the net OPEB liability associated with the District as of June 30, 2024 is $205,920,666. Since the OPEB liability associated with the District is 100% attributable to the State, the OPEB liability will be referred to as the total non-employer OPEB liability.

The total non-employer OPEB liability was measured as of June 30, 2024, and was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. For the June 30, 2024, measurement date, the State's proportionate share of the non-employer OPEB liability associated with the District was 0.3452112143%, which was an increase/(decrease) of 0.0036587193% from its proportion measured as of June 30, 2023.

The actuarial assumptions and other inputs vary for each plan member depending on the pension plan the member is enrolled in. The actuarial valuation at July 1, 2023, which was rolled forward to June 30, 2024, used the following actuarial assumptions, applied to all periods in the measurement:

	TPAF/ABP*	PERS*	PFRS*
Salary increases	2.75 – 5.65%	2.75 – 6.55%	3.25 – 16.25%

* Based on service years

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

NOTE 17. OTHER POST-EMPLOYMENT BENEFITS ("OPEB") (Cont'd)

Total OPEB Liability, (Cont'd)

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

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

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

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

Changes in the Total OPEB Liability

The change in the State's proportionate share of the OPEB liability attributable to the District for the fiscal year ended June 30, 2025 (measurement date June 30, 2024) is as follows:

Balance, June 30, 2024	$182,674,115
Changes for the Year:	
Service Cost	7,696,085
Interest Cost	6,778,420
Difference between Expected and Actual Experience	(1,634,027)
Changes in Assumptions	15,405,604
Member Contributions	177,258
Gross Benefit Payments	(5,176,789)
Net Changes	23,246,551
Balance, June 30, 2025	$205,920,666

Differences between expected and actual experience reflect an increase in liability for the measurement period from June 30, 2023, to June 30, 2024, due to the combined effect of updates in census information and premium and claims experience.

Changes in assumptions reflect an increase in the liability for the measurement period from June 30, 2023, to June 30, 2024, due to the combined effect of the discount rate change and changes in the trend update.

NOTE 17. OTHER POST-EMPLOYMENT BENEFITS ("OPEB") (Cont'd)

Sensitivity of Total Nonemployer OPEB Liability to Changes in the Discount Rate

The State's proportionate share of the total non-employer OPEB liability as of June 30, 2024, associated with the District, using a discounted rate of 3.93%, as well as using a discount rate that is 1% lower or 1% higher than the current rate used is as follows:

	Decrease 2.93%	Discount Rate 3.93%	Increase 4.93%
Share of New Jersey's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the Employer	$241,177,201	$205,920,666	$177,567,094

Sensitivity of the Total Nonemployer OPEB Liability to Changes in the Healthcare Cost Trend Rates

The State's proportionate share of the total non-employer OPEB liability as of June 30, 2024, associated with the District, using healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rate used is as follows:

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Share of New Jersey's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the Employer	$171,533,414	$205,920,666	$250,712,331

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the Total Non-Employer OPEB Liability

OPEB Expense – For the fiscal year ended June 30, 2025, the District recognized $7,628,264 in OPEB revenue and expense in the government-wide financial statements for the State's proportionate share of the OPEB Plan's OPEB expense associated with the District. This revenue and expense was based on the OPEB Plan's June 30, 2024 measurement date.

Deferred Outflows and Inflows of Resources – In accordance with GASB No. 75, the District's proportionate share of the OPEB liability is $ -0-. As such, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources by the District, however, at June 30, 2025, the State's proportionate share of the total non-employer OPEB liability's deferred outflows of resources and deferred inflows of resources associated with the District from the following sources are:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between Expected and Actual Experience	$22,020,790	$38,455,517
Changes of Assumptions	34,538,306	40,260,630
	$56,559,096	$78,716,147

NOTE 17. OTHER POST-EMPLOYMENT BENEFITS ("OPEB") (Cont'd)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the Total Non-Employer OPEB Liability, (Cont'd)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the State's proportionate share of the total non-employer OPEB liability associated with the District will be recognized in OPEB expense as follows:

Year ended June 30:	
2025	$(7,304,246)
2026	(6,124,653)
2027	(2,909,016)
2028	764,540
2029	(5,308,402)
Thereafter	(1,275,275)

NOTE 18. OTHER ON-BEHALF TPAF CONTRIBUTIONS

In addition to the TPAF pension and other post-employment benefits paid on behalf of the District, the State makes on-behalf contributions for non-contributory group insurance and long-term disability insurance in accordance with N.J.S.A. 18A:66-66. The District is also reimbursed for the employer's share of social security contributions for TPAF members, as calculated on their base salaries.

The following is a summary of these additional on-behalf TPAF contributions made by the State over the last three fiscal years:

Year Ending June 30,	Non-contributory Group Insurance	Long-term Disability Insurance	Social Security Contributions
2025	$ 178,112	$ 7,616	$ 3,255,233
2024	$ 163,744	$ 6,307	$ 3,189,733
2023	$ 187,673	$ 5,404	$ 3,000,370

On-behalf TPAF contributions have been included in the district-wide financial statements and the fund-based statements as revenues and expenditures in accordance with GASB Statement No. 24 paragraphs 7 through 13.

NOTE 19. DEFERRED COMPENSATION

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

Deferred compensation plans are available from the following providers:

Ameriprise Financial	New York Life
AXA Equitable Financial	Sun America Mutual Funds
Brighthouse Financial	Valic
National Education Association (NEA)	Vanguard
National Life Group	

ADMIN Partners, LLC of Cherry Hill, NJ acts as the plan administrator for the District's deferred compensation plans.

NOTE 20. RISK MANAGEMENT

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

Commercial Insurance – The District maintains commercial insurance coverage for property, general liability, auto, worker's compensation, student accident and surety bonds and does not retain risk of loss. A complete schedule of insurance coverage can be found on Schedule J-20 in the Statistical Section of this Annual Comprehensive Financial Report.

Self-Insurance – The District entered into a self-funded insurance plan with Horizon Blue Cross/Blue Shield for medical and prescription coverage and Delta Dental for dental coverage. An internal service fund was established to account for the District's self-insurance activities. To mitigate potential losses, the District purchased stop loss insurance for medical claims in excess of $150,000. The activities of the District's internal service fund are reported on schedules B-4 through B-6 of the basic financial statements.

NOTE 21. NEW JERSEY UNEMPLOYMENT COMPENSATION INSURANCE

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method." Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. The following is a summary of the activity of the District's unemployment trust fund for the current and previous two years:

Year Ended June 30,	Plan Member Contributions	Interest and Other Revenue	Quarterly Billings	Reimbursed to State	Ending Balance
2025	$360,268	$38,616	$227,435	$73,127	$778,506
2024	$226,022	$32,838	$103,560	$26,963	$680,184
2023	$219,384	$18,702	$105,797	$28,354	$551,847

The balance at June 30, 2024 is comprised of employee contributions held in trust totaling $351,683 and restricted fund balance in the amount of $462,823.

NOTE 22. TAX ABATEMENTS

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.

The tax abatement agreements entered into by the Township of Mount Olive do not affect the school district's local tax revenue because N.J.S.A. 54:4-76 requires the school district's proportionate share of property taxes to be paid when due in accordance with the payment schedule established by N.J.S.A. 54:4-75. Should there not be sufficient funds in the treasury available for such payments, the governing body shall immediately borrow sufficient money and pay such taxes when due.

NOTE 23. ECONOMIC DEPENDENCY

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

NOTE 24. CONTINGENT LIABILITIES

Grant Programs

The District participates in several state and federal grant programs, which are governed by various rules and regulations of the grantor agencies and are subject to program compliance audits by grantors or their representatives. To the extent that the District has not complied with the rules and regulations governing the grants, the school district is potentially liable for expenditures which may be disallowed pursuant to the terms of the grant agreements. Management is not aware of any material items of noncompliance which would result in the disallowance of program expenditures.

Pending Litigation

The District is currently involved in four lawsuits incidental to its operations, none of a kind unusual for a school district of its size and scope of operations. In the opinion of the Board's attorney, the potential claims against the District not covered by insurance policies would not materially affect the financial condition of the District.

NOTE 25. SUBSEQUENT EVENTS

The District has evaluated subsequent events through December 30, 2025, the date which the financial statements were available to be issued, and no other items were noted for disclosure.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

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

C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local tax levy	$ 78,266,086		$ 78,266,086	$ 78,266,086	$ -
Tuition charges	925,000	-	925,000	793,219	(131,781)
Interest on investments	400,000	-	400,000	825,586	425,586
Interest earned on capital reserve funds	7,500	-	7,500	297,436	289,936
Unrestricted miscellaneous revenues	495,000		495,000	735,820	240,820
Other restricted miscellaneous revenues	-	-	-	39,468	39,468
Total - Local Sources	80,093,586	-	80,093,586	80,957,615	864,029
State sources:					
Categorical special education aid	5,631,638	-	5,631,638	5,631,638	-
Equalization aid	29,722,567	-	29,722,567	29,722,567	-
Categorical security aid	735,934	-	735,934	735,934	-
Transportation aid	3,710,681	-	3,710,681	3,710,681	-
Extraordinary aid	650,000	-	650,000	2,064,951	1,414,951
Nonpublic school transportation aid	-	-	-	41,939	41,939
Other State Aid		13,567	13,567	56,734	43,167
TPAF on-behalf pension contribution (Non-Budgeted)	-	-	-	14,378,549	14,378,549
TPAF on-behalf non-contributory group insurance (Non-Budgeted)	-	-	-	178,112	178,112
TPAF on-behalf post-retirement medical contribution (Non-Budgeted)	-	-	-	4,253,468	4,253,468
TPAF on-behalf long term disability insurance premium (Non-Budgeted	-	-	-	7,616	7,616
TPAF social security contributions (Reimbursed - Non-Budgeted)	-	-	-	3,424,530	3,424,530
Total - State Sources	40,450,820	13,567	40,464,387	64,206,719	23,742,332
Federal sources:					
Medicaid reimbursement	154,036	-	154,036	56,589	(97,447)
Total - Federal Sources	154,036	-	154,036	56,589	(97,447)
TOTAL REVENUES	120,698,442	13,567	120,712,009	145,220,923	24,508,914
EXPENDITURES:					
CURRENT:					
Regular programs - distributed instruction:					
Salaries of teachers:					
Kindergarten	1,169,010	80,728	1,249,738	1,249,738	-
Grades 1 - 5	9,594,510	82,461	9,676,971	9,676,971	-
Grades 6 - 8	6,722,090	(149,072)	6,573,018	6,573,018	-
Grades 9 - 12	9,181,674	(40,148)	9,141,526	9,141,526	-
Regular programs - home instruction:					
Salaries of teachers	52,500	758	53,258	53,258	-
Purchased professional - educational services	27,500	49,714	77,214	45,972	31,242
Regular programs - undistributed instruction:					
Other salaries for instruction	41,520	97,950	139,470	139,470	-
Purchased professional - educational services	9,000	119,749	128,749	128,449	300
Other purchased services	1,611,892	(179,063)	1,432,829	1,426,544	6,285
General supplies	3,146,362	357,059	3,503,421	2,373,757	1,129,664
Textbooks	119,775	(1,000)	118,775	24,090	94,685
Other objects	27,470	70	27,540	2,662	24,878
Total Regular Programs - Instruction	31,703,303	419,206	32,122,509	30,835,455	1,287,054

See Management's Discussion and Analysis section of this report for significant budget variances, original and final.

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

C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Special education - instruction:					
Learning and/or language disabilities:					
Salaries of teachers	829,622	114,492	944,114	944,114	-
Other salaries for instruction	196,166	188,577	384,743	384,743	-
Other purchased services		1,330	1,330	1,105	225
General supplies	17,122	(1,988)	15,134	12,590	2,544
Total Learning and/or Language Disabilities	1,042,910	302,411	1,345,321	1,342,552	2,769
Emotional regulation impairment:					
Salaries of teachers	550,932	38,997	589,929	589,929	-
Other salaries for instruction	287,272	3,569	290,841	289,144	1,697
General supplies	21,821	(14,059)	7,762	7,688	74
Other objects		1,200	1,200	996	204
Total Emotional Regulation Impairment	860,025	29,707	889,732	887,757	1,975
Multiple disabilities:					
Salaries of teachers	560,270	(54,537)	505,733	505,733	-
Other salaries for instruction	49,033	150,102	199,135	165,833	33,302
Other purchased services		6,080	6,080	6,049	31
General supplies	64,124	3,795	67,919	66,232	1,687
Other objects	5,750	(2,000)	3,750	2,037	1,713
Total Multiple Disabilities	679,177	103,440	782,617	745,884	36,733
Resource room/resource center:					
Salaries of teachers	6,292,045	(349,803)	5,942,242	5,941,967	275
Other salaries for instruction	991,107	(49,418)	941,689	941,689	-
Other purchased services		2,925	2,925	2,925	
General supplies	33,010	(3,225)	29,785	28,976	809
Other objects		450	450	437	13
Total Resource Room/Resource Center	7,316,162	(399,071)	6,917,091	6,915,994	1,097
Autism:					
Salaries of teachers	304,905	13,363	318,268	318,268	-
Other salaries for instruction	383,175	20,239	403,414	403,414	-
General supplies	13,797	2,689	16,486	9,842	6,644
Other objects	-	2,138	2,138	1,543	595
Total Autism	701,877	38,429	740,306	733,067	7,239
Preschool disabilities - Part-Time:					
Salaries of teachers	465,485	(17,498)	447,987	447,987	-
Other salaries for instruction	208,756	85,773	294,529	294,529	-
General supplies	26,220	23,712	49,932	49,851	81
Total Preschool Disabilities - Part-Time	700,461	91,987	792,448	792,367	81
Home instruction:					
Salaries of teachers	50,000	(4,429)	45,571	45,571	-
Purchased professional - educational services	95,000	-	95,000	36,369	58,631
Other purchased services		1,000	1,000	875	125
Total Home Instruction	145,000	(3,429)	141,571	82,815	58,756
Total Special Education - Instruction	11,445,612	163,474	11,609,086	11,500,436	108,650

See Management's Discussion and Analysis section of this report for significant budget variances, original and final.

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

C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other instructional programs:					
Basic skills/remedial - instruction:					
Salaries of teachers	1,266,251	79,799	1,346,050	1,346,050	-
Other purchased services	8,128	-	8,128	-	8,128
General supplies	17,100	(3,750)	13,350		13,350
Total Basic Skills/Remedial - Instruction	1,291,479	76,049	1,367,528	1,346,050	21,478
Bilingual education - instruction:					
Salaries of teachers	700,670	12,065	712,735	712,735	-
Other purchased services	44,270	-	44,270	32,942	11,328
General supplies	42,904	43,310	86,214	38,052	48,162
Other objects		154	154	154	-
Total Bilingual Education - Instruction	787,844	55,529	843,373	783,883	59,490
Total Other Instructional Programs	2,079,323	131,578	2,210,901	2,129,933	80,968
School sponsored other instructional programs:					
School sponsored co/extra curricular activities - instruction:					
Salaries	440,600	(24,062)	416,538	416,537	1
Purchased services	149,050	3,000	152,050	115,412	36,638
Supplies and materials	119,535	(3,000)	116,535	26,116	90,419
Other objects	17,001	-	17,001	9,686	7,315
Total School Sponsored Co/Extra Curricular Activities - Instruction	726,186	(24,062)	702,124	567,751	134,373
School sponsored athletics - instruction:					
Salaries	979,590	51,875	1,031,465	1,031,455	10
Purchased services	541,627	(79,000)	462,627	340,467	122,160
Supplies and materials	118,356	43,185	161,541	102,197	59,344
Other objects	43,720	12,000	55,720	45,779	9,941
Total School Sponsored Athletics - Instruction	1,683,293	28,060	1,711,353	1,519,898	191,455
School sponsored before/after school programs - instruction:					
Salaries of teachers	24,200	(7,131)	17,069	17,069	-
Supplies and materials	13,000	-	13,000	4,612	8,388
Other objects	2,000	-	2,000	-	2,000
Total School Sponsored Before/After School Programs - Instruction	39,200	(7,131)	32,069	21,681	10,388
Summer school - instruction:					
Salaries of teachers	33,000	(16,053)	16,947	16,947	-
Salaries of teacher tutors		35,074	35,074	35,074	-
Total Summer School - Instruction	33,000	19,021	52,021	52,021	-
Alternative education programs - instruction:					
Salaries of teachers	76,820	73,535	150,355	150,355	-
General supplies	2,500	-	2,500		2,500
Total Alternative Education Programs - Instruction:	79,320	73,535	152,855	150,355	2,500
Other supplemental/at-risk programs - instruction:					
Salaries of teachers	70,320	(70,320)	-	-	-
Total Other Supplemental/At-Risk Programs - Instruction	70,320	(70,320)	-	-	-
Total School Sponsored Other Instructional Programs	2,631,319	19,103	2,650,422	2,311,706	338,716
TOTAL DISTRIBUTED EXPENDITURES	47,859,557	733,361	48,592,918	46,777,530	1,815,388

See Management's Discussion and Analysis section of this report for significant budget variances, original and final.

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

C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
UNDISTRIBUTED EXPENDITURES:					
Instruction:					
Tuition to other LEAs within the state - regular	50,000	48,784	98,784	98,780	4
Tuition to other LEAs within the state - special	155,000	(154,941)	59		59
Tuition to county vocational school districts - regular	493,525	83,753	577,278	577,278	-
Tuition to county vocational school districts - special	76,045	(53,230)	22,815	22,815	-
Tuition to county special services districts and regional day schools	-	40,040	40,040	25,040	15,000
Tuition to private schools for the disabled - within state	2,679,970	(225,289)	2,454,681	2,355,050	99,631
Tuition to private schools for the disabled - and Other LEAS		96,667	96,667	96,667	-
Tuition - other	9,000	73,716	82,716	81,908	808
Total Undistributed Expenditures - Instruction	3,463,540	(90,500)	3,373,040	3,257,538	115,502
Attendance and social work services:					
Salaries	145,235	878	146,113	146,113	-
Total Attendance and Social Work Services	145,235	878	146,113	146,113	-
Health services:					
Salaries	1,025,671	(38,581)	987,090	987,090	-
Purchased professional and technical services	70,250	(600)	69,650	48,025	21,625
Other purchased services	72,455	(18,590)	53,865	21,368	32,497
Supplies and materials	41,666	650	42,316	34,077	8,239
Supplies - Menstrual Products		13,567	13,567	13,567	-
Total Health Services	1,210,042	(43,554)	1,166,488	1,104,127	62,361
Speech, OT, PT and related services:					
Salaries	2,022,285	145,820	2,168,105	2,154,713	13,392
Purchased professional - educational services	204,100	(78,354)	125,746	98,419	27,327
Supplies and materials	21,909	(2,700)	19,209	18,357	852
Other objects	7,000	-	7,000	3,815	3,185
Total Speech, OT, PT and Related Services	2,255,294	64,766	2,320,060	2,275,304	44,756
Extraordinary services:					
Salaries	2,737,742	241,035	2,978,777	2,963,133	15,644
Purchased professional - educational services	1,060,000	201,107	1,261,107	1,151,550	109,557
Other objects	-	-			-
Total Extraordinary Services	3,797,742	442,142	4,239,884	4,114,683	125,201
Guidance:					
Salaries of other professional staff	2,277,436	75,403	2,352,839	2,352,839	-
Salaries of secretarial and clerical assistants	162,840	3,472	166,312	166,312	-
Other purchased services	196,100	131,470	327,570	275,612	51,958
Supplies and materials	18,142	(524)	17,618	12,570	5,048
Other objects	3,400	-	3,400	1,512	1,888
Total Guidance	2,657,918	209,821	2,867,739	2,808,845	58,894
Child study teams:					
Salaries of other professional staff	2,654,659	(59,804)	2,594,855	2,594,775	80
Salaries of secretarial and clerical assistants	236,655	446	237,101	230,207	6,894
Purchased professional - educational services	56,525	(11,700)	44,825	33,255	11,570
Other purchased services	24,750	2,700	27,450	25,502	1,948
Supplies and materials	25,397	3,714	29,111	23,672	5,439
Total Child Study Team	2,997,986	(64,644)	2,933,342	2,907,411	25,931

See Management's Discussion and Analysis section of this report for significant budget variances, original and final.

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

C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Improvement of instructional services:					
Salaries of supervisors of instruction	1,303,376	(207,530)	1,095,846	1,095,846	-
Salaries of other professional staff	285,575	32,854	318,429	317,529	900
Salaries of secretarial and clerical assistants	54,110	1,263	55,373	55,373	-
Unused vacation payments to terminated/retired staff	-	13,627	13,627	13,627	-
Purchased professional - educational services		-			-
Other purchased services	87,780	(10,500)	77,280	69,234	8,046
Supplies and materials	9,200	-	9,200	1,838	7,362
Other objects	20,402	(1,261)	19,141	11,567	7,574
Total Improvement of Instruction Services	1,760,443	(171,547)	1,588,896	1,565,014	23,882
Educational media services/school library:					
Salaries	551,291	(36,121)	515,170	515,170	-
Other purchased services	55,270	-	55,270	46,630	8,640
Supplies and materials	94,669	30,896	125,565	95,824	29,741
Total Educational Media Services/School Library	701,230	(5,225)	696,005	657,624	38,381
Instructional staff training services:					
Salaries of other professional staff	12,000	58,150	70,150	70,150	-
Purchased professional - educational services	59,600	(17,850)	41,750	41,177	573
Other purchased services	125,870	(38,747)	87,123	75,739	11,384
Supplies and materials	8,190	-	8,190	3,186	5,004
Total Instructional Staff Training Services	205,660	1,553	207,213	190,252	16,961
Support services - General administration:					
Salaries	473,348	(123,356)	349,992	349,992	-
Unused vacation payments to terminated/retired staff	23,155	(3,394)	19,761	19,761	-
Legal services	265,000	65,601	330,601	327,012	3,589
Audit fees	43,250	-	43,250	43,250	-
Architectural/engineering services	12,000	(925)	11,075	9,800	1,275
Other purchased professional services	11,000	12,060	23,060	20,820	2,240
Communications/telephone	322,000	6,116	328,116	325,638	2,478
BOE other purchased services	9,000	(13)	8,987	8,683	304
Miscellaneous purchased services	678,300	(17,469)	660,831	647,491	13,340
General supplies	9,295	(595)	8,700	6,164	2,536
BOE In-House Training/Meeting Supplies		3,700	3,700	3,700	-
Judgements Against the School Entity		180,224	180,224	152,000	28,224
Miscellaneous expenditures	15,250	5,021	20,271	17,396	2,875
BOE membership dues and fees	28,000	-	28,000	27,739	261
Total Support Services - General Administration	1,889,598	126,970	2,016,568	1,959,446	57,122
Support services - School administration:					
Salaries of principals/assistant principals/program directors	2,705,347	485,778	3,191,125	3,191,125	-
Salaries of secretarial and clerical assistants	1,061,242	(27,458)	1,033,784	1,033,784	-
Other purchased services	36,550	13,728	50,278	44,439	5,839
Supplies and materials	101,258	1,018	102,276	75,125	27,151
Other objects	38,615	505	39,120	34,218	4,902
Total Support Services - School Administration	3,943,012	473,571	4,416,583	4,378,691	37,892
Central services:					
Salaries	1,069,974	96,564	1,166,538	1,166,538	-
Unused vacation payments to terminated/retired staff	9,019	1,489	10,508	10,508	-
Miscellaneous purchased services	148,118	31,296	179,414	179,225	189
Supplies and materials	9,280	5,682	14,962	14,947	15
Miscellaneous expenditures	4,230	(66)	4,164	4,164	-
Total Central Services	1,240,621	134,965	1,375,586	1,375,382	204

See Management's Discussion and Analysis section of this report for significant budget variances, original and final.

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

C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Administrative information technology:					
Salaries	1,033,825	(51,119)	982,706	982,706	-
Unused vacation payments to terminated/retired staff	-	4,780	4,780	4,780	-
Purchased professional services	18,100	(18,100)			-
Purchased technical services		250,408	250,408	233,361	17,047
Other purchased services	477,197	(298,016)	179,181	178,917	264
Supplies and materials	122,630	(44,176)	78,454	76,630	1,824
Other objects	3,220	(200)	3,020	2,865	155
Total Administrative Information Technology	1,654,972	(156,423)	1,498,549	1,479,259	19,290
Required maintenance for school facilities:					
Salaries	872,711	(159,442)	713,269	713,269	-
Unused vacation payments to terminated/retired staff	-	9,002	9,002	9,002	-
Cleaning, repair and maintenance services	807,839	(11,482)	796,357	570,020	226,337
Lead testing of drinking water	55,000	8,512	63,512	34,843	28,669
General supplies	456,132	(116,207)	339,925	227,056	112,869
Other objects	7,000	2,152	9,152	8,835	317
Total Required Maintenance for School Facilities	2,198,682	(267,465)	1,931,217	1,563,025	368,192
Custodial services:					
Salaries	3,306,641	(180,933)	3,125,708	3,125,708	-
Salaries of non-instructional aides	303,610	(27,496)	276,114	276,114	-
Unused vacation payments to terminated/retired staff	-	33,755	33,755	33,755	-
Purchased professional and technical services	47,500	65,725	113,225	102,665	10,560
Cleaning, repair and maintenance services	289,550	(98,665)	190,885	184,791	6,094
Other purchased property services	459,736	19,741	479,477	477,393	2,084
Insurance	690,550	(45,677)	644,873	644,873	-
Miscellaneous purchased services	50,434	19,751	70,185	55,012	15,173
General supplies	834,916	(156,515)	678,401	535,822	142,579
Energy (natural gas)	620,000	314,858	934,858	919,202	15,656
Energy (electricity)	1,191,000	77,542	1,268,542	1,268,542	-
Energy (oil)	7,500	(1,500)	6,000	4,876	1,124
Energy (gasoline)	100,000	(11,564)	88,436	86,923	1,513
Other objects	7,650	(4,976)	2,674	2,674	-
Total Custodial Services	7,909,087	4,046	7,913,133	7,718,350	194,783
Care and upkeep of grounds:					
Salaries	485,048	103,746	588,794	588,794	-
Cleaning, repair and maintenance services	549,052	(117,694)	431,358	256,249	175,109
General supplies	215,000	1,110	216,110	104,837	111,273
Total Care and Upkeep of Grounds	1,249,100	(12,838)	1,236,262	949,880	286,382
Security:					
Salaries	1,076,066	(51,755)	1,024,311	1,024,311	-
Purchased professional and technical services	40,500	39,946	80,446	44,679	35,767
Cleaning, repair and maintenance services	20,000	(17,274)	2,726	1,766	960
General supplies	60,000	39,960	99,960	98,963	997
Other objects	5,700	(4,950)	750	750	-
Total Security	1,202,266	5,927	1,208,193	1,170,469	37,724
Total Operation and Maintenance of Plant Services	12,559,135	(270,330)	12,288,805	11,401,724	887,081

See Management's Discussion and Analysis section of this report for significant budget variances, original and final.

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

C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Student transportation services:					
Salaries of non-instructional aides	327,216	86,401	413,617	413,617	-
Salaries for pupil trans. (between home & school) - regular	2,874,053	(84,061)	2,789,992	2,789,992	-
Salaries for pupil trans. (between home & school) - special ed.	650,000	(36,747)	613,253	613,253	-
Salaries for pupil trans. (other than between home & school)	160,000	47,874	207,874	207,874	-
Unused vacation payments to terminated/retired staff	-	4,017	4,017	4,017	-
Management fees - ESC & CTSA transportation programs	50,000	4,005	54,005	54,005	-
Other purchased professional and technical services		218,130	218,130	218,130	-
Cleaning, repair and maintenance services	94,243	(45,937)	48,306	48,306	-
Lease purchase payments - school buses	1,080,577	(329,314)	751,263	751,263	-
Contracted services - aid in lieu payments - nonpublic schools	116,500	(27,226)	89,274	89,274	-
Contracted services - aid in lieu payments - charter schools	11,650	(9,296)	2,354	2,354	-
Contracted services - aid in lieu payments - choice schools	23,300	(9,321)	13,979	13,979	-
Contracted services (other than bet. home & school) - vendors	45,000	(27,647)	17,353	17,353	-
Contracted services (between home & school) - joint agreements	10,000	(8,460)	1,540	1,540	-
Contracted services (special ed. students) - vendors	113,000	28,187	141,187	125,448	15,739
Contracted services (regular students) - ESCs & CTSAs	200,000	(20,850)	179,150	179,150	-
Contracted services (special ed. students) - ESCs & CTSAs	1,000,000	154,770	1,154,770	1,154,770	-
Miscellaneous purchased services	172,200	(1,711)	170,489	164,996	5,493
General supplies	350,000	(107,602)	242,398	242,398	-
Transportation supplies	251,000	(61,895)	189,105	180,275	8,830
Other objects	3,830	(1,751)	2,079	2,069	10
Total Student Transportation Services	7,532,569	(228,434)	7,304,135	7,274,063	30,072
Unallocated employee benefits:					
Social security contributions	1,875,000	148,997	2,023,997	2,023,928	69
Other retirement contributions - PERS	2,310,000	(142,162)	2,167,838	2,167,838	-
Other retirement contributions - regular	90,000	(48,517)	41,483	41,483	-
Workers compensation	452,525	(38,062)	414,463	414,463	-
Health benefits	18,922,320	(104,451)	18,817,869	18,817,869	-
Tuition reimbursement	335,000	104,009	439,009	439,009	-
Other employee benefits	614,000	68,075	682,075	682,075	-
Unused sick payments to terminated/retired staff	160,000	(64,827)	95,173	95,173	-
Total Unallocated Benefits - Employee Benefits	24,758,845	(76,938)	24,681,907	24,681,838	69
On-behalf payments:					
TPAF on-behalf pension contribution (Non-Budgeted)	-	-	-	14,378,549	(14,378,549)
TPAF on-behalf non-contributory group insurance (Non-Budgeted)	-	-	-	178,112	(178,112)
TPAF on-behalf post-retirement medical contribution (Non-Budgeted)	-	-	-	4,253,468	(4,253,468)
TPAF on-behalf long term disability insurance premium (Non-Budgeted	-	-	-	7,616	(7,616)
TPAF social security contributions (Reimbursed - Non-Budgeted)	-	-	-	3,424,530	(3,424,530)
Total On-behalf Payments	-	-	-	22,242,275	(22,242,275)
TOTAL UNDISTRIBUTED EXPENDITURES	72,773,842	347,071	73,120,913	93,819,589	(20,698,676)
TOTAL EXPENDITURES - CURRENT	120,633,399	1,080,432	121,713,831	140,597,119	(18,883,288)

See Management's Discussion and Analysis section of this report for significant budget variances, original and final.

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

C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
CAPITAL OUTLAY:					
Equipment:					
Regular programs - instruction:					
Grades 1 - 5	265,500	216,074	481,574	236,757	244,817
Grades 6 - 8	197,450	144,653	342,103	173,860	168,243
Grades 9 - 12	314,642	134,098	448,740	231,192	217,548
Special education - instruction:					
Multiple Disabilities	-	10,920	10,920	3,998	6,922
Other instructional programs:					
Bilingual education - instruction:		6,601	6,601	6,230	371
School sponsored cocurricular/extracurricular activities	4,740	600	5,340	5,287	53
School sponsored athletics	54,060	81,183	135,243	68,397	66,846
Undistributed expenditures:					
Support services - related and extraordinary	6,000	8,579	14,579	7,578	7,001
Support services - instructional staff	2,000	6,958	8,958	6,958	2,000
Central Services		4,200	4,200	2,588	1,612
Administrative information technology services	70,550	165,682	236,232	4,276	231,956
Undistributed expenditures (cont'd):					
Required maintenance for school facilities	208,048	336,670	544,718	474,867	69,851
Custodial services	206,248	384,170	590,418	511,051	79,367
Care and upkeep of grounds	107,378	(12,596)	94,782	67,437	27,345
Security		53,908	53,908	25,428	28,480
Student transportation services - non-instructional equipment		50,191	50,191	47,183	3,008
Non-instructional services	8,579	(8,579)			-
Total Equipment	1,445,195	1,583,312	3,028,507	1,873,087	1,155,420
Facilities acquisition and construction services:					
Architectural and engineering services	267,041	30,708	297,749	238,581	59,168
Construction services	4,427,023	2,046,272	6,473,295	4,421,925	2,051,370
Assessment for debt service on SDA funding	128,241	-	128,241	128,241	-
Total Facilities Acquisition and Construction Services:	4,822,305	2,076,980	6,899,285	4,788,747	2,110,538
Assets acquired under financed purchases and leases (non-budgeted):					
Pupil transportation	-	-	-	454,410	(454,410)
Total Assets Acquired Under Financed Purchases and Leases (non-budg	-	-	-	454,410	(454,410)
TOTAL CAPITAL OUTLAY	6,267,500	3,660,292	9,927,792	7,116,244	2,811,548
CHARTER SCHOOL:					
Allocation of funds to charter school	116,448	-	116,448	68,396	48,052
Total Charter School	116,448	-	116,448	68,396	48,052
TOTAL EXPENDITURES	127,017,347	4,740,724	131,758,071	147,781,759	(16,023,688)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURE	(6,318,905)	(4,727,157)	(11,046,062)	(2,560,836)	(8,485,226)
OTHER FINANCING SOURCES (USES):					
Financed Purchases (Non-Budgeted)	-	-	-	454,410	(454,410)
TOTAL OTHER FINANCING SOURCES (USES):	-	-	-	454,410	(454,410)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES (USES) OVER (UNDER) EXPENDITURES	(6,318,905)	(4,727,157)	(11,046,062)	(2,106,426)	(8,939,636)

See Management's Discussion and Analysis section of this report for significant budget variances, original and final.

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

C-1

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
FUND BALANCE, July 1	23,854,777	-	23,854,777	23,854,777	-
FUND BALANCE, June 30	17,535,872	(4,727,157)	12,808,715	21,748,351	(8,939,636)
Recapitulation of excess (deficiency) of revenues and other financing sources (uses) over (under) expenditures:					
Adjustment for prior year encumbrances	-	(4,227,157)	(4,227,157)	(4,227,157)	-
Budgeted fund balance	(4,626,405)	-	(4,626,405)	2,983,827	(7,610,232)
Budgeted withdrawal from capital reserve	(1,200,000)	-	(1,200,000)	(1,200,000)	-
Budgeted withdrawal from maintenance reserve	(500,000)	-	(500,000)	(500,000)	-
Additional fund balance appropriated	-	(500,000)	(500,000)	(500,000)	-
Increase in capital reserve:					
Principal	-	-	-	1,000,000	(1,000,000)
Interest	7,500	-	7,500	297,436	(289,936)
Unemployment Reserve				38,616	(38,616)
FSA Reserve				852	(852)
	$ (6,318,905)	$ (4,727,157)	$ (11,046,062)	$ (2,106,426)	$ (8,939,636)
Recapitulation of Balances:					
Restricted Fund Balance:					
Capital reserve				7,324,062	
Maintenance reserve				915,444	
Unemployment compensation				462,823	
Excess surplus - prior year - designated for subsequent year's expenditures				1,535,147	
Excess surplus - current year				1,177,392	
Assigned Fund Balance:					
Year-end encumbrances				3,574,892	
Designated for subsequent year's expenditures				2,800,000	
Unassigned Fund Balance				3,958,591	
				21,748,351	
Reconciliation to Governmental Funds Statements (GAAP):					
Last state aid payment not recognized on GAAP basis				(3,953,480)	
Fund Balance per Governmental Funds (GAAP)				$ 17,794,871	

See Management's Discussion and Analysis section of this report for significant budget variances, original and final.

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Federal sources	$ 1,567,813	1,935,204	$ 3,503,017	$ 2,016,173	$ 1,486,844
State sources				163,402	(163,402)
Local sources	218,000	(215,600)	2,400	594,262	(591,862)
TOTAL REVENUES	1,785,813	1,719,604	3,505,417	2,773,837	731,580
EXPENDITURES:					
Instruction:					
Personal services - salaries	326,058	273,219	599,277	541,337	57,940
Purchased professional - educational services		9,573	9,573		9,573
Other purchased services	62,553	(46,751)	15,802	15,200	602
General supplies	192,656	57,862	250,518	166,536	83,982
Other objects	98,454	(83,530)	14,924	7,360	7,564
Total Instruction	679,721	210,373	890,094	730,433	159,661
Support Services:					
Personal services - salaries	502,946	136,606	639,552	618,764	20,788
Personal services - employee benefits	24,765	(19,904)	4,861	69	4,792
Purchased professional - educational services	338,764	233,256	572,020	559,696	12,324
Purchased property services		54,627	54,627	15,110	39,517
Other purchased services	142,099	85,978	228,077	292,535	(64,458)
Supplies and materials	15,500	32,948	48,448	478,943	(430,495)
Total Support Services	1,024,074	523,511	1,547,585	1,965,117	(417,532)
Facilities Acquisition and Construction Services:					
Architectural/Engineering Services	1,183		1,183		1,183
Construction	17,436		17,436		17,436
Building	42,699		42,699	42,699	
Instructional equipment	20,700	(20,700)			
Total Equipment	82,018	(20,700)	61,318	42,699	18,619
TOTAL EXPENDITURES	1,785,813	713,184	2,498,997	2,738,249	(239,252)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES		1,006,420	1,006,420	35,588	970,832
FUND BALANCE, July 1			610,652	610,652	
FUND BALANCE, June 30	$ -0-	$ 1,006,420	$ 1,617,072	$ 646,240	$ 970,832

See Management's Discussion and Analysis section of this report for significant budget variances, original and final.

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGET-TO-GAAP RECONCILIATION
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED

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	$145,051,626	$ 2,773,837
Differences - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized:		
Outstanding encumbrances at June 30, 2024		460,541
Outstanding encumbrances at June 30, 2025		(21,686)
State aid payment recognized for budgetary purposes, not recognized for GAAP statements		
State aid receivable at June 30, 2024	3,447,480	
State aid receivable at June 30, 2025	(3,953,480)	
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	$144,545,626	$ 3,212,692
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	$147,612,462	$ 2,738,249
Differences - budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes:		
Outstanding encumbrances at June 30, 2024		460,541
Outstanding encumbrances at June 30, 2025		(21,686)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	$147,612,462	$ 3,177,104

REQUIRED SUPPLEMENTARY INFORMATION - PART III

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
District's proportion of the net pension liability	0.1355951931%	0.1315875501%	0.1300458594%	0.1320112063%	0.1317830612%	0.1339086416%	0.1349503120%	0.1410749606%	0.1544381520%	0.1593138375%
District's proportionate share of the net pension liability	$ 30,438,404	$ 38,972,458	$ 30,272,597	$ 25,992,349	$ 23,745,308	$ 21,836,998	$ 15,986,888	$ 21,290,154	$ 22,369,400	$ 21,647,637
District's covered employee payroll	$ 9,003,821	$ 9,124,395	$ 9,247,275	$ 9,465,296	$ 9,730,122	$ 9,700,751	$ 11,065,769	$ 12,167,850	$ 13,441,847	$ 15,822,507
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	338.06%	427.12%	327.37%	274.61%	244.04%	225.11%	144.47%	174.97%	166.42%	136.82%
Plan fiduciary net position as a percentage of the total pension liability	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	62.91%	65.23%	68.22%

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
District's contractually required contribution	$ 1,165,755	$ 1,175,092	$ 1,217,903	$ 1,318,163	$ 1,286,942	$ 1,464,894	$ 1,580,425	$ 1,779,023	$ 2,064,108	$ 2,167,816
District's contributions in relation to the contractually required contribution	(1,165,755)	(1,175,092)	(1,217,903)	(1,318,163)	(1,286,942)	(1,464,894)	(1,580,425)	(1,779,023)	(2,064,108)	(2,167,816)
Contribution deficiency/(excess)	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-
District's covered employee payroll	$ 9,003,821	$ 9,124,395	$ 9,247,275	$ 9,465,296	$ 9,730,122	$ 9,700,751	$ 11,065,769	$ 12,167,850	$ 13,441,847	$ 15,822,507
Contributions as a percentage of covered employee payroll	12.95%	12.88%	13.17%	13.93%	13.23%	15.10%	14.28%	14.62%	15.36%	13.70%

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' PENSION AND ANNUITY FUND
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
State's proportion of the net pension liability attributable to the District	0.3090236578%	0.3120044643%	0.3102842692%	0.3175712594%	0.3122513440%	0.3126003323%	0.3191471566%	0.3174820305%	0.3308924768%	0.3369354944%
State's proportionate share of the net pension liability attributable to the District	$ 195,316,148	$ 245,442,577	$ 209,204,843	$ 202,032,014	$ 191,631,597	$ 205,843,557	$ 153,430,598	$ 163,802,999	$ 168,863,264	$ 166,530,727
District's covered employee payroll	$ 32,178,744	$ 32,708,076	$ 33,333,476	$ 34,508,207	$ 35,252,916	$ 37,749,000	$ 39,015,572	$ 41,192,060	$ 43,947,654	$ 47,326,564
State's proportionate share of the net pension liability as a percentage of the District's covered employee payroll	606.97%	750.40%	627.61%	585.46%	543.59%	545.30%	393.25%	397.66%	384.24%	351.88%
District's proportionate share of the net pension liability *	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
District's proportionate share of the net pension liability as a percentage of the District's covered employee payroll *	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	28.71%	22.33%	25.41%	0.00%	26.95%	24.60%	35.52%	32.29%	34.68%	37.99%

* The net pension liability for employees of the Teachers' Pension and Annuity Fund is considered a special funding situation as defined by GASB Statement No. 68 in which the State of New Jersey is 100% responsible for contributions to the pension fund. The District (employer) does not contribute to the fund and the District's proportionate share of the net pension liability is zero.

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT'S CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND
LAST TEN FISCAL YEARS

This schedule is not applicable.

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

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

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III

LAST TEN FISCAL YEARS

PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)

Change in benefit terms

None

Change in assumptions

Assumptions used in calculating the net pension liability and statutorily required employer contribution are presented in Note 15 of the Notes to the Financial Statements.

TEACHERS PENSION AND ANNUITY FUND (TPAF)

Change in benefit terms

None

Change in assumptions

Assumptions used in calculating the net pension liability and statutorily required employer contribution are presented in Note 15 of the Notes to the Financial Statements.

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF THE STATE OPEB LIABILITY
LAST TEN FISCAL YEARS *

	Fiscal Year Ending June 30,							
	2018	2019	2020	2021	2022	2023	2024	2025
Service cost	$ 7,347,823	$ 6,106,145	$ 5,438,156	$ 5,592,190	$ 10,181,001	$ 8,769,340	$ 7,245,615	$ 7,696,085
Interest cost	5,735,411	6,637,891	6,248,138	5,127,026	5,282,189	4,647,567	6,433,559	6,778,420
Changes of benefit terms	-	-	-	-	(216,732)	-	-	-
Difference between expected and actual experience	-	(13,730,615)	(24,862,642)	38,265,600	(37,718,925)	9,834,044	(1,895,649)	(1,634,027)
Changes in assumptions	(23,608,197)	(18,144,983)	2,129,432	41,998,520	200,889	(47,045,271)	368,195	15,405,604
Member contributions	154,656	146,128	129,957	121,322	135,040	147,684	164,869	177,258
Gross benefit payments	(4,200,053)	(4,228,054)	(4,384,095)	(4,002,721)	(4,160,886)	(4,603,553)	(5,015,064)	(5,176,789)
Net Change in Total Share of OPEB Liability	(14,570,360)	(23,213,488)	(15,301,054)	87,101,937	(26,297,424)	(28,250,189)	7,301,525	23,246,551
Total OPEB Liability - Beginning	195,903,168	181,332,808	158,119,320	142,818,266	229,920,203	203,622,779	175,372,590	182,674,115
Total OPEB Liability - Ending	$ 181,332,808	$ 158,119,320	$ 142,818,266	$ 229,920,203	$ 203,622,779	$ 175,372,590	$ 182,674,115	$ 205,920,666
District's Proportionate Share of OPEB Liability **	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
State's Proportionate Share of OPEB Liability **	181,332,808	158,119,320	142,818,266	229,920,203	203,622,779	175,372,590	182,674,115	205,920,666
Total OPEB Liability - Ending	$ 181,332,808	$ 158,119,320	$ 142,818,266	$ 229,920,203	$ 203,622,779	$ 175,372,590	$ 182,674,115	$ 205,920,666
District's Covered Employee Payroll	$ 42,580,751	$ 43,973,503	$ 44,983,038	$ 47,449,751	$ 50,081,341	$ 53,359,910	$ 57,389,501	$ 63,149,071
District's Proportionate Share of the Total OPEB Liability as a Percentage of Covered Payroll	0%	0%	0%	0%	0%	0%	0%	0%

* GASB requires that ten years of information be presented. However, this schedule does not contain ten years of information as GASB No. 75 was implemented during the fiscal year ended June 30, 2018.

** Other Post Employment Benefits (OPEB) for employees of the Teachers' Pension and Annuity Fund and the Public Employees' Retirement System (PERS) is considered a special funding situation as defined by GASB Statement No. 75 in which the State of New Jersey is 100% responsible for contributions to the health insurance plan. The District (employer) does not contribute to the plan and the District's OPEB liability is zero.

Other Supplementary Information

SPECIAL REVENUE FUND

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Individuals with Disabilities Education Act		Elementary and Secondary Education Act (ESEA)			
	Part B Basic	Part B Preschool	Title I Part A	Title II Part A	Title III	Title IV Part A
REVENUES:						
Federal sources	$ 1,315,173	$ 26,601	$ 256,099	$ 145,201	$ 26,283	$ 19,200
Local sources						
TOTAL REVENUES	1,315,173	26,601	256,099	145,201	26,283	19,200
EXPENDITURES:						
Instruction:						
Personal services - salaries	328,569					
Purchased services						15,200
General supplies	36,382	1,836	57,679			
Other objects	1,120				840	
Total Instruction	366,071	1,836	57,679		840	15,200
Support Services:						
Personal services - salaries	497,067		83,797			
Personal services - employee benefits						
Purchased professional - educational services	433,781	24,765	28,050	73,100		
Purchased property services						
Other purchased services	14,081		81,995	72,101		4,000
Supplies and materials	4,173		4,578		25,443	
Total Support Services	949,102	24,765	198,420	145,201	25,443	4,000
Facilities Acquisition and Construction Services:						
Building						
Non-instructional equipment						
Total Facilities Acquisition and Construction Services						
TOTAL EXPENDITURES	1,315,173	26,601	256,099	145,201	26,283	19,200
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES						
FUND BALANCE, July 1						
FUND BALANCE, June 30						

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	American Rescue Plan Act of 2021 Elementary and Secondary Schools Emergency Relief Fund (ARP-ESSER)			
	ARP-ESSER Grant Program	Accelerated Learning Coaching and Educato Support Grant	Evidence Based Comprehensive Beyond the School Day	Homeless
REVENUES:				
Federal sources	$ 111,785	$ 59,518	$ 40,000	$ 16,313
Local sources				
TOTAL REVENUES	111,785	59,518	40,000	16,313
EXPENDITURES:				
Instruction:				
Personal services - salaries		44,518	40,000	
Purchased services				
General supplies	69,086			
Other objects				
Total Instruction	69,086	44,518	40,000	
Support Services:				
Personal services - salaries		15,000		
Personal services - employee benefits				
Purchased professional - educational services				
Purchased property services				
Other purchased services				16,313
Supplies and materials				
Total Support Services		15,000		16,313
Facilities Acquisition and Construction Services:				
Building	42,699			
Non-instructional equipment				
Total Facilities Acquisition and Construction Services	42,699			
TOTAL EXPENDITURES	111,785	59,518	40,000	16,313
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES				
FUND BALANCE, July 1				
FUND BALANCE, June 30				

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	High Impact Tutoring Grant	Climate Change Education and Resilience	Local Grants	Student Activities Funds	Scholarship Fund	Total
REVENUES:						
Federal sources						$ 2,016,173
State sources	$ 139,050	$ 24,352				163,402
Local sources	-		$ 1,553	$ 586,720	$ 5,989	594,262
TOTAL REVENUES	139,050	24,352	1,553	586,720	5,989	2,773,837
EXPENDITURES:						
Instruction:						
Personal services - salaries	128,250					541,337
Purchased services						15,200
General supplies			1,553			166,536
Other objects					5,400	7,360
Total Instruction	128,250		1,553		5,400	730,433
Support Services:						
Personal services - salaries	10,800	900		11,200		618,764
Personal services - employee benefits		69				69
Purchased professional - educational services						559,696
Purchased property services		15,110				15,110
Other purchased services				104,045		292,535
Supplies and materials		8,273		436,476		478,943
Total Support Services	10,800	24,352		551,721		1,965,117
Facilities Acquisition and Construction Services:						
Building						42,699
Non-instructional equipment						-
Total Facilities Acquisition and Construction Services						42,699
TOTAL EXPENDITURES	139,050	24,352	1,553	551,721	5,400	2,738,249
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES				34,999	589	35,588
FUND BALANCE, July 1				610,595	57	610,652
FUND BALANCE, June 30				$ 645,594	$ 646	$ 646,240

CAPITAL PROJECTS FUND

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Year	Project Title	Appropriation	GAAP Expenditures to Date: Prior Years	GAAP Expenditures to Date: Current Year	Unexpended Balance
2024	HVAC System Upgrades at Mount Olive Middle School	$ 3,334,000	$ 109,035	$ 1,910,593	$ 1,314,372
		$ 3,334,000	$ 109,035	$ 1,910,593	$ 1,314,372

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

REVENUES AND OTHER FINANCING SOURCES:	
State sources - SDA grant	$ 1,333,600
EXPENDITURES:	
Construction services	1,910,593
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	(576,992.73)
FUND BALANCE, July 1	1,891,365
FUND BALANCE, June 30	$ 1,314,372

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES,
PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
HVAC SYSTEM UPGRADES AT MOUNT OLIVE MIDDLE SCHOOL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2025

	Prior Period	Current Period	Total	Revised Authorized Cost
REVENUES AND OTHER FINANCING SOURCES:				
State sources - SDA grant		$ 1,333,600	$ 1,333,600	$ 1,333,600
Transfer from capital reserve	$2,000,400		2,000,400	2,000,400
TOTAL REVENUES AND OTHER FINANCING SOURCES	2,000,400	1,333,600	3,334,000	3,334,000
EXPENDITURES:				
Architectural/engineering fees	109,035		109,035	266,720
Construction services	-	1,910,593	1,910,593	3,067,280
TOTAL EXPENDITURES	$ 109,035	1,910,593	2,019,628	3,334,000
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	$ 1,891,365	$ (576,993)	$ 1,314,372	

ADDITIONAL PROJECT INFORMATION:

NJDOE project number	3450-040-23-R501
NJSDA project number	3450-040-23-G5WV
NJSDA grant number	G5-6997
NJSDA grant amount	$ 1,333,600
Original authorized cost	$ 3,334,000
Additional authorized cost	$ -
Revised authorized cost	$ 3,334,000
Percentage increase over original authorized cost	0.00%
Percentage completion	60.58%
Original target completion date	Jun-25
Revised target completion date	Jun-26

PROPRIETARY FUNDS

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
AS OF JUNE 30, 2025

	Business-Type Activities - Enterprise Funds				
	Major Funds			Non-Major Fund	Total
	Food Services	Property Rentals	Total	Summer Programs	Enterprise Funds
ASSETS:					
CURRENT ASSETS:					
Cash and cash equivalents	$ 128,486	$ 173,234	$ 301,720	$ 32,507	$ 334,227
Restricted cash and cash equivalents		2,962	2,962		2,962
Intergovernmental accounts receivable:					
State	9,209		9,209		9,209
Federal	102,226		102,226		102,226
Other accounts receivable	170,765	4,519	175,284		175,284
Interfund Accounts Receivable	197,180		197,180		197,180
Inventories	**14,330**		14,330		14,330
Total Current Assets	622,196	180,715	802,911	32,507	835,418
NONCURRENT ASSETS:					
Capital assets	**1,230,327**	1,700,000	2,930,327		2,930,327
Less: accumulated depreciation	**525,457**	222,784	748,241		748,241
Total Noncurrent Assets	704,870	1,477,216	2,182,086		2,182,086
TOTAL ASSETS	1,327,066	1,657,931	2,984,997	32,507	3,017,504
LIABILITIES:					
Current liabilities:					
Accounts payable	5,547	8,458	14,005		14,005
Unearned revenue	35,728		35,728	14,850	50,578
Escrow deposits payable		2,962	2,962		2,962
Accrued interest payable		75,701	75,701		75,701
Noncurrent liabilities:					
Due within one year		121,344	121,344		121,344
Due beyond one year		286,851	286,851		286,851
TOTAL LIABILITIES	41,275	495,316	536,591	14,850	551,441
NET POSITION:					
Invested in capital assets, net of related debt	704,870	1,069,021	1,773,891		1,773,891
Unrestricted (deficit)	580,921	93,594	674,515	17,657	692,172
TOTAL NET POSITION	$ 1,285,791	$ 1,162,615	$ 2,448,406	$ 17,657	$ 2,466,063

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Business-Type Activities - Enterprise Funds				
	Major Funds			Non-Major Fund	Total
	Food Services	Property Rentals	Total	Summer Programs	Enterprise Funds
OPERATING REVENUES:					
Charges for services:					
Daily sales - reimbursable programs	$ 1,041,181		$ 1,041,181		$ 1,041,181
Daily sales - non-reimbursable programs	9,467		9,467		9,467
Tuition income				$ 62,222	62,222
Rental income		$ 354,027	354,027		354,027
Total Operating Revenues	1,050,648	354,027	1,404,675	62,222	1,466,897
OPERATING EXPENSES:					
Salaries	808,635		808,635	38,100	846,735
Employee benefits	90,294		90,294	2,915	93,209
Management fees	133,242	12,000	145,242		145,242
Cleaning, repair and maintenance services	22,673	59,124	81,797		81,797
Other purchased services	21,176		21,176	1,492	22,668
Cost of sales	893,949		893,949		893,949
Supplies and materials	6,745		6,745	5,027	11,772
Property taxes		55,736	55,736		55,736
Depreciation	70,173	20,976	91,149		91,149
Utilities		48,786	48,786		48,786
Interest expense		35,321	35,321		35,321
Other expenses		1,213	1,213	7,250	8,463
Total Operating Expenses	2,046,887	233,156	2,280,043	54,784	2,334,827
OPERATING INCOME (LOSS)	(996,239)	120,871	(875,368)	7,438	(867,930)
NON-OPERATING REVENUES:					
State sources:					
State school breakfast program	5,047		5,047		5,047
State school lunch program	45,814		45,814		45,814
Federal sources:					
School breakfast program	72,824		72,824		72,824
National school lunch program	513,792		513,792		513,792
Food donation program	106,301		106,301		106,301
Interest income	40,152		40,152	1,061	41,213
Miscellaneous income					
Total Non-Operating Revenues	783,930		783,930	1,061	784,991
Change in net position	(212,309)	120,871	(91,438)	8,499	(82,939)
Total net position - beginning	1,498,100	1,041,744	2,539,844	9,158	2,549,002
Total net position - ending	$ 1,285,791	$ 1,162,615	$ 2,448,406	$ 17,657	$ 2,466,063

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Business-Type Activities - Enterprise Fund				
	Major Funds			Non-Major Fund	
	Food Services	Property Rentals	Total	Summer Programs	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers	$ 1,072,676	$ 352,136	$ 1,424,812	$ 50,418	$ 1,475,230
Payments for employees and employee benefits	(1,983,997)		(1,983,997)	(41,015)	(2,025,012)
Payments to suppliers for goods and services		(204,341)	(204,341)	(13,769)	(218,110)
Net cash provided by (used for) operating activities	(911,321)	147,795	(763,526)	(4,366)	(767,892)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES					
State sources	33,713		33,713		33,713
Federal sources	402,289		402,289		402,289
Net cash provided by non-capital financing activities	436,002		436,002		436,002
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Capital contributions		(25,000)	(25,000)		(25,000)
Purchase of capital assets	(103,459)		(103,459)		(103,459)
Net cash used for capital and related financing activities	(103,459)	(25,000)	(128,459)		(128,459)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest and dividends	40,152		40,152	1,061	41,213
Net increase (decrease) in cash and cash equivalents	(538,626)	122,795	(415,831)	(3,305)	(419,136)
Cash and cash equivalents - beginning of year	667,112	50,439	717,551	35,812	753,363
Cash and cash equivalents - end of year	$ 128,486	$ 173,234	$ 301,720	$ 32,507	$ 334,227
Reconciliation of operating loss to net cash used in operating activities:					
Operating income (loss)	$ (996,239)	$ 120,871	$ (875,368)	$ 7,438	$ (867,930)
Adjustments to reconcile operating loss to net cash used in operating activities:					
Depreciation and interest expense	70,173	56,297	126,470		126,470
Food donation program	106,301		106,301		106,301
(Increase) decrease in accounts receivable, net	(46,976)	(4,519)	(51,495)		(51,495)
(Increase) decrease in inventories	3,244		3,244		3,244
Increase (decrease) in accounts payable, net	(49,604)	5,039	(44,565)		(44,565)
Increase (decrease) in deferred revenue	1,780	(29,893)	(28,113)	(11,804)	(39,917)
Total adjustments	84,918	26,924	111,842	(11,804)	100,038
Net cash used in operating activities	$ (911,321)	$ 147,795	$ (763,526)	$ (4,366)	$ (767,892)

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
AS OF JUNE 30, 2025

	Major Fund
	Self Insurance Fund
ASSETS:	
CURRENT ASSETS:	
Cash and cash equivalents	$ 2,388,278
Accounts receivable - other	654,271
TOTAL ASSETS	3,042,549
LIABILITIES:	
Current liabilities:	
Accounts payable	289,791
Accrued liability for insurance claims	2,496,184
TOTAL LIABILITIES	2,785,975
NET POSITION:	
Unrestricted	256,574
TOTAL NET POSITION	$ 256,574

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Major Fund
	Self Insurance Fund
OPERATING REVENUES:	
Member contributions	$ 22,271,871
Total Operating Revenues	22,271,871
OPERATING EXPENSES:	
Insurance claims	18,736,502
Excess liability insurance premiums	2,661,794
Administrative fees	643,297
State and federal surcharges	258,863
Total Operating Expenses	22,300,456
OPERATING INCOME (LOSS)	(28,585)
NON-OPERATING REVENUES:	
Interest income	76,384
Total Non-Operating Revenues	76,384
Change in net position	47,799
Total net position - beginning	208,775
Total net position - ending	$ 256,574

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Major Fund Self Insurance Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from member contributions	$ 22,271,871
Payments for insurance claims, net	(20,246,616)
Payments for other goods and services	(1,777,232)
Net cash used in operating activities	248,023
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest and dividends	76,384
Net increase (decrease) in cash and cash equivalents	324,407
Cash and cash equivalents - beginning of year	2,063,871
Cash and cash equivalents - end of year	$ 2,388,278
Reconciliation of operating loss to net cash used in operating activities:	
Operating income (loss)	$ (28,585)
Adjustments to reconcile operating loss to net cash used in operating activities:	
(Increase) decrease in accounts receivable, net	(356,303)
Increase (decrease) in accounts payable, net	10,023
Increase (decrease) in accrued liability	622,888
Total adjustments	276,608
Net cash used in operating activities	$ 248,023

LONG-TERM DEBT

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF SERIAL BONDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES DATE	ANNUAL MATURITIES AMOUNT	INTEREST RATE	BALANCE JULY 1, 2024	RETIRED	BALANCE JUNE 30, 2025
Addition/Renovations to Mt. Olive High School (Refunding Bonds)	04/20/16	$ 7,540,000	7/15/2025	$ 440,000	5.00%	$ 7,430,000	$ -	$ 7,430,000
			7/15/2026	1,640,000	5.00%			
			7/15/2027	1,710,000	5.00%			
			7/15/2028	1,785,000	4.00%			
			7/15/2029	1,855,000	5.00%			
Addition/Renovations to Mt. Olive High School (Refunding Bonds)	04/20/16	8,095,000	7/15/2025	955,000	5.00%	2,470,000	$ 1,515,000	955,000
						$ 9,900,000	$ 1,515,000	$ 8,385,000

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF OBLIGATIONS UNDER FINANCED PURCHASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Purpose	Date of Lease	Term of Lease	Amount of Original Lease Principal	Amount of Original Lease Interest	Interest Rate	Balance July 1, 2024	Issued	Retired	Balance June 30, 2025
(11) 54-Passenger School Buses and (2) 24-Passenger School Buses	07/16/20	5 Years	1,299,354	35,230	1.119%	$ 263,963		$ 263,963	
(5) 54-Passenger School Buses, (4) 39-Passenger School Buses and (1) 24-Passenger School Buses	07/14/21	5 Years	1,029,293	20,815	1.011%	413,757		205,838	$ 207,919
Artificial Turf Field and Electronic Scoreboard	10/15/21	5 Years	1,053,158	33,502	1.098%	638,002		210,360	427,642
(1) 32-Passenger School Bus, (2) 7-9 Passenger School Vans and Wireless Infrastructure Project	08/15/22	5 Years	802,668	47,919	2.910%	443,782		143,705	300,077
(2) 54-Passenger School Buses, (2) 39-Passenger School Buses and (1) 32-Passenger School Buses	07/01/23	5 Years	898,116	105,504	3.990%	755,758		116,682	639,076
(2) 54-Passenger School Buses,	10/15/24	5 Years	454,410	31,238	3.690%		$ 454,410	97,130	357,280
						$ 2,515,262	$ 454,410	$ 1,037,678	$ 1,931,994

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF OBLIGATIONS UNDER LEASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Purpose	Date	Term	Principal	Interest	Interest Rate	Balance July 1, 2024	Retired	Balance June 30, 2025
Postage Machines/Meters	08/30/21	5 Years	40,475	3,432	3.25%	$ 19,028	$ 8,286	$ 10,742
Printer	04/13/21	5 Years	10,000	1,580	5.93%	4,014	2,135	1,879
Chromebooks	07/01/22	3 Years	1,214,114	66,698	3.50%	507,412	507,412	
Copiers	01/09/24	5 Years	647,086	103,152	5.98%	619,109	116,175	502,934
						$ 1,149,563	$ 634,008	$ 515,555

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local tax levy	$ 1,954,275		$ 1,954,275	$ 1,954,275	
TOTAL REVENUES	1,954,275		1,954,275	1,954,275	
EXPENDITURES:					
Regular debt service:					
Interest on serial bonds	439,275		439,275	439,275	
Redemption of principal - serial bonds	1,515,000		1,515,000	1,515,000	
TOTAL EXPENDITURES	1,954,275		1,954,275	1,954,275	
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES					
FUND BALANCE, July 1					
FUND BALANCE, June 30	$ -	$ -	$ -	$ -	$ -

STATISTICAL SECTION

STATISTICAL SECTION (UNAUDITED)

Introduction to the Statistical Section

Financial Trends

J-1 Net Position by Component
J-2 Changes in Net Position
J-3 Fund Balances - Governmental Funds
J-4 Changes in Fund Balances - Governmental Funds
J-5 General Fund Other Local Revenue by Source

Revenue Capacity

J-6 Assessed Value and Estimated Actual Value of Taxable Property
J-7 Direct and Overlapping Property Tax Rates
J-8 Principal Property Taxpayers
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Debt Capacity

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

Demographic and Economic Information

J-14 Demographic and Economic Statistics
J-15 Principal Employers

Operating Information

J-16 Full-time Equivalent District Employees by Function/Program
J-17 Operating Statistics
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J-19 Schedule of Allowable Maintenance Expenditures by School Facility
J-20 Insurance Schedule

STATISTICAL SECTION (UNAUDITED) - INTRODUCTION

J SERIES

Contents **Page**

Financial Trends
These schedules contain trend information to help the reader understand how the district's financial performance and well-being have changes over time. **J-1 to J-5**

Revenue Capacity
These schedules contain information to help the reader assess the district's most significant local revenue sources, the property tax. **J-6 to J-9**

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. **J-10 to J-13**

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. **J-14 to J-15**

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. **J-16 to J-20**

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

Exhibit J-1

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)
UNAUDITED

	Fiscal Year Ended June 30,									
	2016	2017	2018	*(Restated)* 2019	*(Restated)* 2020	2021	*(Restated)* 2022	2023	2024	2025
Governmental activities:										
Invested in capital assets, net of related debt	$ 32,147,230	$ 37,499,410	$ 43,574,301	$ 49,850,892	$ 52,919,138	$ 54,328,501	$ 57,626,141	$ 60,648,293	$ 60,148,465	$ 65,830,496
Restricted	10,301,504	9,196,464	5,512,261	2,159,376	4,196,083	7,032,821	6,351,535	11,557,437	21,957,003	19,750,372
Unrestricted (Deficit)	(26,704,489)	(27,795,826)	(26,399,461)	(25,503,870)	(24,972,079)	(22,654,782)	(18,362,930)	(18,608,263)	(21,923,354)	(22,005,602)
Total governmental activities net position	$ 15,744,245	$ 18,900,048	$ 22,687,101	$ 26,506,398	$ 32,143,142	$ 38,706,540	$ 45,614,746	$ 53,597,467	$ 60,182,114	$ 63,575,266
Business-type activities:										
Invested in capital assets, net of related debt	$ (6,107)	$ 143,288	$ 289,566	$ 582,151	$ 701,861	$ 833,869	$ 944,921	$ 1,270,860	$ 1,731,034	$ 1,773,891
Unrestricted	390,244	429,144	493,623	497,256	239,262	167,120	1,157,523	979,564	817,968	692,172
Total business-type activities net position	$ 384,137	$ 572,432	$ 783,189	$ 1,079,407	$ 941,123	$ 1,000,989	$ 2,102,444	$ 2,250,424	$ 2,549,002	$ 2,466,063
District-wide:										
Invested in capital assets, net of related debt	$ 32,141,123	$ 37,642,698	$ 43,863,867	$ 50,433,043	$ 53,620,999	$ 55,162,370	$ 58,571,062	$ 61,919,153	$ 61,879,499	$ 67,604,387
Restricted	10,301,504	9,196,464	5,512,261	2,159,376	4,196,083	7,032,821	6,351,535	11,557,437	21,957,003	19,750,372
Unrestricted (Deficit)	(26,314,245)	(27,366,682)	(25,905,838)	(25,006,614)	(24,732,817)	(22,487,662)	(17,205,407)	(17,628,699)	(21,105,386)	(21,313,430)
Total district net position	$ 16,128,382	$ 19,472,480	$ 23,470,290	$ 27,585,805	$ 33,084,265	$ 39,707,529	$ 47,717,190	$ 55,847,891	$ 62,731,116	$ 66,041,329

Source: District records

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)
UNAUDITED

	Fiscal Year Ended June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses										
Governmental activities:										
Instruction:										
Regular programs	$ 39,955,470	$ 44,124,968	$ 44,217,503	$ 41,862,042	$ 40,363,686	$ 47,360,469	$ 43,786,259	$ 52,044,773	$ 42,435,733	$ 44,370,249
Special education programs	11,266,201	12,790,046	12,801,445	12,331,915	12,316,453	13,335,784	12,923,185	17,983,799	16,420,018	18,163,002
Other instructional programs	2,214,619	2,479,822	2,319,502	2,158,086	1,942,689	2,173,600	2,015,891	3,479,310	3,099,015	3,280,797
School sponsored programs	1,625,029	1,842,419	2,584,821	2,643,222	2,731,722	2,773,025	3,357,816	3,362,918	3,337,901	3,352,270
Community services programs	34,540	-	-	-	-	-	-	-	-	-
Support Services:										
Tuition	2,435,596	2,525,984	2,366,732	2,538,835	2,864,114	2,516,924	2,452,549	2,264,323	2,540,645	3,325,934
Student & instruction related services	13,779,605	15,462,791	16,156,474	15,812,693	15,534,687	17,928,300	18,231,425	21,663,876	21,127,510	26,185,476
School administrative services	5,866,902	6,604,221	6,565,270	6,309,349	5,746,044	7,281,227	6,609,381	7,810,318	5,709,066	6,356,679
Other administrative services	3,742,696	4,294,786	4,316,030	4,130,845	4,566,864	4,863,527	4,652,281	5,405,827	6,570,861	6,597,717
Plant operations and maintenance	13,818,421	14,845,383	17,006,640	16,646,590	15,577,275	16,569,719	17,069,587	17,491,311	20,671,244	20,657,382
Pupil transportation	5,616,420	6,386,281	6,813,857	6,609,150	6,139,641	6,083,641	6,422,097	6,732,627	8,575,177	10,319,164
Charter schools	77,188	95,706	91,473	136,468	100,788	76,510	124,771	177,722	121,082	-
Interest and other debt related charges	1,395,096	1,200,544	1,101,186	1,004,189	910,091	754,867	613,719	556,305	530,964	457,482
Unallocated depreciation	55,632	52,672	54,932	51,644	-	-	-	-	-	-
Total governmental activities expenses	101,883,415	112,705,623	116,395,865	112,235,028	108,794,054	121,717,593	118,258,961	138,973,109	131,139,216	143,066,152
Business-type activities:										
Food services	987,989	988,099	1,058,506	1,056,425	1,082,555	1,073,019	2,091,687	1,681,996	1,696,461	2,046,887
Summer programs	147,656	145,409	169,991	169,715	142,165	394	-	39,550	70,683	233,156
Property rentals	223,046	244,638	238,458	222,219	373,854	234,729	294,825	254,473	248,368	54,784
Total business-type activities expenses	1,358,691	1,378,146	1,466,955	1,448,359	1,598,574	1,308,142	2,386,512	1,976,019	2,015,512	2,334,827
Total district expenses	$ 103,242,106	$ 114,083,769	$ 117,862,820	$ 113,683,387	$ 110,392,628	$ 123,025,735	$ 120,645,473	$ 140,949,128	$ 133,154,728	$ 145,400,979

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)
UNAUDITED

	Fiscal Year Ended June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Program Revenues										
Governmental activities:										
Charges for services:										
Regular programs	$ 4,100	$ 107,649	$ 1,424,544	$ 1,237,545	$ 1,408,360	$ 1,330,044	$ 1,374,878	$ 1,471,207	$ 1,607,226	$ 2,660,445
Special education programs	375,088	478,299	557,530	801,226	818,041	797,988	666,212	740,090	918,600	1,693,919
Other instructional programs	7,600	9,000	52,352	50,989	54,817	51,048	50,282	90,280	87,472	192,396
School sponsored programs	-	-	405,793	347,111	356,437	274,026	518,723	618,910	70,379	155,825
Student & instruction related services	-	-	387,884	391,082	463,572	470,067	505,145	491,009	1,118,543	1,873,161
School administrative services	-	-	169,964	171,823	188,753	205,454	200,841	195,628	194,823	572,011
Other administrative services	-	-	82,991	81,543	102,027	101,983	91,704	97,437	114,642	394,824
Plant operations and maintenance	124,822	118,204	567,500	603,763	527,313	446,021	621,262	772,461	765,263	961,448
Pupil transportation	6,227	27,238	168,288	168,485	167,158	146,422	153,315	157,181	169,365	202,279
Operating grants and contributions	26,314,500	34,035,893	34,536,558	29,046,409	25,010,952	36,569,948	28,417,988	42,697,282	24,832,699	26,879,540
Capital grants and contributions	90,547	-	-	-	-	-	-	-	-	-
Total governmental activities program revenues	26,922,884	34,776,283	38,353,404	32,899,976	29,097,430	40,393,001	32,600,350	47,331,485	29,879,012	35,585,848
Business-type activities:										
Charges for services:										
Food service	703,531	729,382	786,157	771,618	595,976	10,813	21,748	827,361	910,187	1,050,648
Summer programs	144,040	129,236	173,910	230,897	110,711	-	-	27,525	44,765	354,027
Property rentals	346,462	374,478	367,966	373,685	362,216	355,309	411,358	384,890	395,831	62,222
Operating grants and contributions	359,641	331,009	342,541	335,237	372,980	1,030,865	3,052,915	842,867	848,650	743,778
Total business-type activities program revenues	1,553,674	1,564,105	1,670,574	1,711,437	1,441,883	1,396,987	3,486,021	2,082,643	2,199,433	2,210,675
Total district program revenues	$ 28,476,558	$ 36,340,388	$ 40,023,978	$ 34,611,413	$ 30,539,313	$ 41,789,988	$ 36,086,371	$ 49,414,128	$ 32,078,445	$ 37,796,523
Net (Expense)/Revenue										
Governmental activities	$ (74,960,531)	$ (77,929,340)	$ (78,042,461)	$ (79,335,052)	$ (79,696,624)	$ (81,324,592)	$ (85,658,611)	$ (91,641,624)	$ (101,260,204)	$ (107,480,304)
Business-type activities	194,983	185,959	203,619	263,078	(156,691)	88,845	1,099,509	106,624	183,921	(124,152)
Total district-wide net (expense)/revenue	$ (74,765,548)	$ (77,743,381)	$ (77,838,842)	$ (79,071,974)	$ (79,853,315)	$ (81,235,747)	$ (84,559,102)	$ (91,535,000)	$ (101,076,283)	$ (107,604,456)

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)
UNAUDITED

	Fiscal Year Ended June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes levied for general purposes, net	$ 62,080,892	$ 63,322,510	$ 65,274,998	$ 66,580,498	$ 67,912,108	$ 69,356,619	$ 71,382,059	$ 72,245,153	$ 76,531,231	$ 78,266,086
Taxes levied for debt service	4,285,754	4,234,072	4,234,063	4,244,903	4,167,548	4,203,309	3,993,145	3,995,714	1,961,250	1,954,275
Unrestricted grants and contributions	11,680,396	11,648,609	11,893,389	11,852,906	12,764,831	13,350,541	16,961,068	22,218,186	27,700,489	29,216,567
Extraordinary items	(66,165)	1,514,154	37,239	(168)	(5,454)	(37,361)	(23,136)	(48,931)	(27,385)	(26,115)
Investment earnings	70,942	92,985	257,534	363,145	276,600	70,394	92,399	806,206	1,339,959	1,199,406
Miscellaneous income	80,774	275,229	133,391	126,065	226,735	92,849	161,282	408,104	339,307	263,238
Transfers	(301)	(2,416)	(1,100)	(13,000)	(9,000)	31,717	-	-	-	-
Total governmental activities	78,132,292	81,085,143	81,829,514	83,154,349	85,333,368	87,068,068	92,566,817	99,624,432	107,844,851	110,873,457
Business-type activities:										
Investment earnings	875	1,903	6,038	10,991	9,407	581	1,946	41,356	48,049	41,213
Miscellaneous income	-	433	-	9,149	-	2,157	-	-	66,608	-
Extraordinary items	-	-	-	-	-	-	-	-	-	-
Transfers	301	-	1,100	13,000	9,000	(31,717)	-	-	-	-
Total business-type activities	1,176	2,336	7,138	33,140	18,407	(28,979)	1,946	41,356	114,657	41,213
Total district-wide	$ 78,133,468	$ 81,087,479	$ 81,836,652	$ 83,187,489	$ 85,351,775	$ 87,039,089	$ 92,568,763	$ 99,665,788	$ 107,959,508	$ 110,914,670
Change in Net Position										
Governmental activities	$ 3,171,761	$ 3,155,803	$ 3,787,053	$ 3,819,297	$ 5,636,744	$ 5,743,476	$ 6,908,206	$ 7,982,808	$ 6,584,647	$ 3,393,153
Business-type activities	196,159	188,295	210,757	296,218	(138,284)	59,866	1,101,455	147,980	298,578	(82,939)
Total district	$ 3,367,920	$ 3,344,098	$ 3,997,810	$ 4,115,515	$ 5,498,460	$ 5,803,342	$ 8,009,661	$ 8,130,788	$ 6,883,225	$ 3,310,214

Source: District records

Exhibit J-3

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
UNAUDITED

	Fiscal Year Ended June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund										
Restricted	$ 9,696,004	$ 9,189,969	$ 5,505,766	$ 2,159,132	$ 4,195,595	$ 6,072,655	$ 5,772,454	$ 11,002,040	$ 15,227,829	$ 11,414,868
Committed	95,229	849,781	1,858,255	2,119,074	1,045,354	789,157	847,892	613,291	3,813,033	-
Assigned	1,559,697	2,260,692	2,805,828	3,305,697	3,692,789	2,664,480	4,040,571	3,936,632	414,124	6,374,892
Unassigned	1,306,648	1,363,844	1,687,670	1,449,719	1,455,123	3,901,659	3,891,061	1,548,120	952,311	5,111
Total general fund	$ 12,657,578	$ 13,664,286	$ 11,857,519	$ 9,033,622	$ 10,388,861	$ 13,427,951	$ 14,551,978	$ 17,100,083	$ 20,407,297	$ 17,794,871
All Other Governmental Funds										
Restricted for:										
Capital projects	$ 600,912	$ -	$ -	$ -	$ -	$ 500,000	$ 64,139	$ -	$ 1,891,365	$ 1,314,372
Debt service	4,588	6,495	6,495	244	488	467	223	-	-	-
Student activities	-	-	-	-	-	459,699	514,719	555,397	610,595	645,594
Scholarships	-	-	-	-	-	-	-	-	57	646
Assigned	149,121	4,588	-	-	-	-	-	-	-	-
Total all other governmental funds	$ 754,621	$ 11,083	$ 6,495	$ 244	$ 488	$ 960,166	$ 579,081	$ 555,397	$ 2,502,017	$ 1,960,612

Source: District records

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
UNAUDITED

	Fiscal Year Ended June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues										
Tax levy	$ 66,366,646	$ 67,556,582	$ 69,509,061	$ 70,825,401	$ 72,079,656	$ 73,559,928	$ 75,375,204	$ 76,240,867	$ 78,492,481	$ 80,220,361
Tuition charges	375,088	585,948	837,046	903,878	886,601	520,338	447,147	568,896	762,493	793,219
Interest earnings	70,942	92,985	244,681	345,946	263,449	65,001	84,928	754,904	1,296,608	1,123,022
Transportation fees	6,227	27,238	21,146	21,466	7,966	-	312	1,764	-	-
Miscellaneous	212,311	1,062,433	478,291	493,342	489,107	476,746	956,877	1,478,010	1,359,478	1,371,550
State sources	24,689,601	25,782,199	27,920,961	29,943,014	31,424,463	36,347,007	43,654,456	50,243,231	58,375,071	65,197,721
Federal sources	1,465,683	1,460,709	1,416,714	1,417,197	1,289,874	2,158,465	3,010,326	3,921,994	3,035,534	2,509,617
Total revenue	93,186,498	96,568,094	100,427,900	103,950,244	106,441,116	113,127,485	123,529,250	133,209,666	143,321,665	151,215,490
Expenditures										
Instruction:										
Regular Instruction	23,014,678	22,611,055	22,858,800	23,430,638	23,952,073	25,763,393	27,200,177	26,926,449	28,892,625	31,233,988
Special education instruction	6,594,041	6,696,905	6,787,654	7,045,785	7,453,692	7,288,719	7,969,292	9,552,878	10,717,139	11,864,340
Other instructional programs	1,278,794	1,263,566	1,216,888	1,223,402	1,140,136	1,187,796	1,201,118	1,667,087	2,097,371	2,129,933
School sponsored programs	1,179,989	1,258,420	1,694,433	2,273,848	2,387,193	2,307,964	3,022,814	3,135,073	2,565,782	2,317,106
Community services programs	34,540	-	-	-	-	-	-	-	-	-
Support Services:										
Tuition	2,435,596	2,525,984	2,366,732	2,538,835	2,864,114	2,516,924	2,452,549	2,264,323	2,540,645	3,325,934
Student & inst. related services	8,319,561	8,561,308	8,945,270	9,504,294	9,796,819	10,469,624	12,061,534	13,104,926	14,511,433	17,830,264
School administrative services	3,394,550	3,420,218	3,456,160	3,562,762	3,479,480	3,945,711	4,088,205	4,066,901	4,103,876	4,378,691
Other administrative services	2,831,023	3,098,526	3,080,416	2,973,865	3,375,685	3,474,674	3,585,326	4,067,471	4,504,412	4,814,087
Plant operations and maintenance	7,607,741	8,561,682	10,146,895	9,975,741	8,982,085	9,248,216	10,215,451	10,696,257	11,987,309	11,401,724
Pupil transportation	4,501,053	4,789,921	4,953,581	4,993,707	4,722,803	4,540,368	5,150,688	5,440,360	6,379,797	7,274,063
Employee benefits	21,638,981	23,487,854	25,038,784	27,588,784	28,119,339	32,260,221	37,187,271	40,969,896	44,705,902	46,924,113
Charter Schools	77,188	95,706	91,473	136,468	100,788	76,510	124,771	177,722	121,082	-
Capital outlay	8,395,312	5,495,453	9,248,199	7,449,565	4,016,602	3,501,127	6,094,163	5,805,848	4,524,410	9,375,213
Debt service:										
Principal	3,260,000	3,575,000	3,345,000	3,485,000	3,540,000	3,720,000	3,660,000	3,835,000	1,455,000	1,515,000
Interest and other charges	1,632,677	1,326,910	1,409,870	1,282,825	1,145,824	1,003,985	855,400	684,950	506,250	439,275
Total expenditures	96,195,724	96,768,508	104,640,155	107,465,519	105,076,633	111,305,232	124,868,759	132,395,141	139,613,033	154,823,731
Excess (Deficiency) of revenues over (under) expenditures	(3,009,226)	(200,414)	(4,212,255)	(3,515,275)	1,364,483	1,822,253	(1,339,509)	814,525	3,708,632	(3,608,241)

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
UNAUDITED

	Fiscal Year Ended June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Other Financing sources (uses)										
Refunding bonds	15,635,000	-	-	-	-	-	-	-	-	-
Original issue premium	2,844,176	-	-	-	-	-	-	-	-	-
Payments to escrow agent	(18,356,547)	-	-	-	-	-	-	-	-	-
Costs of issuance	(119,675)	-	-	-	-	-	-	-	-	-
Leases and financed purchases	910,000	466,000	2,400,000	698,127	-	1,299,354	2,082,451	1,709,896	1,545,202	454,410
Transfers in	3,050,288	3,533,275	2,909,500	2,911,637	1,072,984	531,717	-	11,241	2,000,400	-
Transfers out	(3,050,589)	(3,533,275)	(2,910,600)	(2,924,637)	(1,081,984)	(500,000)	-	(11,241)	(2,000,400)	-
Cancellation of prior year receivable	-	(2,416)	-	-	-	-	-	-	-	-
Total other financing sources (uses)	912,653	463,584	2,398,900	685,127	(9,000)	1,331,071	2,082,451	1,709,896	1,545,202	454,410
Net change in fund balances	$ (2,096,573)	$ 263,170	$ (1,813,355)	$ (2,830,148)	$ 1,355,483	$ 3,153,324	$ 742,942	$ 2,524,421	$ 5,253,834	$ (3,153,831)
Debt service as a percentage of noncapital expenditures	5.57%	5.37%	4.98%	4.77%	4.64%	4.38%	3.80%	3.57%	1.45%	1.34%

Source: District records

Note: Noncapital expenditures are total expenditures less capital outlay.
Other administrative services includes general administration, central services, administrative information technology and business and other support services.

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
UNAUDITED

Fiscal Year Ended June 30,	Tuition [a]	Interest	Transportation Fees	Parking Permit Fees	Use of Facilities [b]	Prior Year Refunds	Sale or Lease of Assets	Sunset Academy Fees	Legal Settlement/ Restitution	Before and After Care Program	Other	Annual Totals
2016	$ 375,088	$ 70,942	$ 6,227	$28,510	$108,350	$ 24,785	$ 28,073	$ 7,600	$ 169	$ -	$ 8,841	$ 658,585
2017	585,948	92,985	27,238	28,180	90,024	89,814	677,679	9,200	141,654	-	15,251	1,757,973
2018	837,046	244,681	21,146	29,245	301,655	16,524	33,561	14,000	-	74,903	8,403	1,581,164
2019	903,878	345,946	21,466	32,337	332,579	18,502	1,080	-	43	85,431	21,009	1,762,271
2020	886,601	263,449	7,966	19,934	242,438	163,052	4,995	-	-	53,395	5,293	1,647,123
2021	520,338	66,446	-	750	183,673	24,337	25,956	-	-	8,153	34,403	864,056
2022	447,147	87,080	312	31,937	326,419	47,386	59,829	-	-	46,570	7,497	1,054,177
2023	568,896	754,904	1,764	31,018	481,616	96,407	215,502	-	-	92,329	3,776	2,246,212
2024	762,493	1,296,608	-	30,862	462,601	3,874	107,151	-	-	118,827	75,855	2,858,271
2025	793,219	1,123,022	-	32,213	552,742	8,164	-	-	-	106,612	75,557	2,691,529

Source: District records

[a] Includes tuition from other school districts, preschool students, international students, and individuals.

[b] Includes rental of school facilities, fields, and the Marauder Air Dome.

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended December 31,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities [a]	Net Valuation Taxable	Tax Exempt Property	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate [b]
2015	$ 75,181,800	$ 2,052,952,100	$ 12,935,000	$ 1,084,100	$ 371,303,400	$ 260,266,400	$ 247,250,000	$ 3,020,972,800	$ -	$ 3,020,972,800	$ 232,890,400	$ 2,963,850,508	2.18
2016	68,774,000	2,087,008,500	11,825,400	1,078,300	380,768,400	259,891,200	247,250,000	3,056,595,800	-	3,056,595,800	235,276,100	3,132,027,975	2.19
2017	63,309,600	2,122,926,200	11,705,000	1,077,200	380,352,200	250,753,600	296,350,000	3,126,473,800	-	3,126,473,800	235,183,000	3,180,572,002	2.19
2018	58,773,300	2,152,365,600	11,306,600	1,104,700	377,348,000	257,201,900	296,350,000	3,154,450,100	-	3,154,450,100	238,162,100	3,276,182,208	2.24
2019	57,525,900	2,176,916,400	11,813,400	1,076,900	372,301,700	261,680,100	296,350,000	3,177,664,400	-	3,177,664,400	243,293,000	3,367,664,222	2.27
2020	50,469,200	2,212,856,900	11,611,900	944,200	370,965,300	286,538,100	296,350,000	3,229,735,600	-	3,229,735,600	245,262,400	3,453,153,580	2.28
2021	45,876,200	2,250,732,100	11,199,100	922,500	364,896,900	284,380,900	297,186,300	3,255,194,000	-	3,255,194,000	247,522,100	3,552,022,691	2.32
2022	43,679,700	2,286,141,300	11,227,900	991,300	361,822,400	284,452,800	297,186,300	3,285,501,700	-	3,285,501,700	248,163,000	3,678,455,163	2.32
2023	40,138,400	2,325,365,300	11,227,900	991,200	379,950,600	284,248,500	300,186,300	3,342,108,200	-	3,342,108,200	251,606,600	4,061,474,794	2.22
2024	41,065,800	2,341,114,400	11,227,900	991,200	379,426,400	288,352,900	301,386,300	3,363,564,900	-	3,363,564,900	254,817,800	4,464,954,225	2.36

Source: 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.

[a] Taxable Value of Machinery Implements Equipment of Telephone Messenger System

[b] Tax rates are per $100

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(rate per $100 of assessed value)
UNAUDITED

	Mount Olive Township School District Direct Rate			Overlapping Rates		
Fiscal Year Ended December 31,	Basic Rate [a]	General Obligation Debt Service [b]	(From J-6) Total Direct School Tax Rate	Mount Olive Township	Morris County	Total Direct and Overlapping Tax Rate
2015	2.032	0.150	2.182	0.658	0.247	3.087
2016	2.050	0.141	2.191	0.659	0.261	3.111
2017	2.053	0.139	2.192	0.656	0.268	3.116
2018	2.104	0.136	2.240	0.657	0.271	3.168
2019	2.136	0.132	2.268	0.658	0.279	3.205
2020	2.148	0.132	2.280	0.658	0.280	3.218
2021	2.196	0.124	2.320	0.660	0.280	3.260
2022	2.197	0.123	2.320	0.659	0.289	3.268
2023	2.160	0.060	2.220	0.662	0.311	3.193
2024	2.302	0.058	2.360	0.697	0.328	3.385

Source: Municipal Tax Collector, Certificate and Report of School Taxes (Form A4F)

Note: Tax rates are per $100

[a] The district's basic tax rate is calculated from Form A4F, which is submitted with the budget, and the net valuation taxable.

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

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

	2025 Top Ten Taxpayers			2016 Top Ten Taxpayers		
Taxpayer	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Oakwood Village Real Estate LLC	$ 121,220,500	1	3.60%	$ 99,520,500	1	3.59%
SDK Village Green LLC	109,100,000	2	3.24%	88,712,200	2	3.20%
SM Logistics Mount Olive LLC	87,500,000	3	2.60%	-		
Big Box Property Owner East LLC	65,477,300	4	1.95%	35,760,000	4	1.29%
3000 Continental Drive Associates, LLC	48,572,600	5	1.44%	-		
Pearland RJR LLC	48,200,000	6	1.43%	-		
Fratelli Beretta USA Inc.	36,942,500	7	1.10%	-		
Eagle Rock Village Inc.	35,991,700	8	1.07%	32,041,700	5	1.16%
Siemens Healthcare Diagnostics Inc.	29,910,900	9	0.89%	29,910,900	7	1.08%
CRG 1725 LLC	28,500,000	10	0.85%	-		
Giraffe Properties, LLC (Toys R Us Inc.)				49,500,000	3	1.79%
SCI ITC South Fund, LLC				31,600,000	6	1.14%
ATC Realty Sixteen Inc.				25,000,000	8	0.90%
SCI ITC South Fund, LLC				20,458,600	9	0.74%
350 Clark Drive LLC				20,000,000	10	0.72%
Total	$ 611,415,500		18.18%	$ 432,503,900		15.61%

Source: Municipal Tax Assessor

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended December 31,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy[a]		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	65,909,046	65,909,046	100.00%	-
2016	66,961,614	66,961,614	100.00%	-
2017	68,532,822	68,532,822	100.00%	-
2018	70,825,401	70,825,401	100.00%	-
2019	72,079,656	72,079,656	100.00%	-
2020	73,559,928	73,559,928	100.00%	-
2021	75,375,204	75,375,204	100.00%	-
2022	76,240,867	76,240,867	100.00%	-
2023	78,492,481	78,492,481	100.00%	-
2024	80,220,361	80,220,361	100.00%	-

Source: Certificate and Report of School Taxes (Form A4F)

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

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities			Total District	Percentage of Personal Income [a]	Per Capita [a]
	General Obligation Bonds	Sewer Connection Project Loan	Bond Anticipation Notes (BANs)			
2016	$ 36,465,000	$ 50,000	$ -	$ 36,515,000	1.39%	$ 1,264
2017	32,940,000	-	-	32,940,000	1.22%	1,138
2018	29,595,000	-	-	29,595,000	1.05%	1,021
2019	26,110,000	-	-	26,110,000	0.91%	903
2020	22,570,000	-	-	22,570,000	0.77%	783
2021	18,850,000	-	-	18,850,000	0.61%	652
2022	15,190,000	-	-	15,190,000	0.47%	524
2023	11,355,000	-	-	11,355,000	0.34%	388
2024	9,900,000	-	-	9,900,000	N/A	N/A
2025	8,385,000	-	-	8,385,000	N/A	N/A

Source: District records

[a] See Exhibit J-14 for personal income and population data.

N/A - At the time of the ACFR completion, personal income data was not available beyond 2023 and population data was not available beyond 2024.

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

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding: General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value [a] of Property	Per Capita [b]
2016	$ 36,465,000	$ -	$ 36,465,000	1.21%	$ 1,262
2017	32,940,000	-	32,940,000	1.08%	1,138
2018	29,595,000	-	29,595,000	0.95%	1,021
2019	26,110,000	-	26,110,000	0.83%	903
2020	22,570,000	-	22,570,000	0.71%	783
2021	18,850,000	-	18,850,000	0.58%	652
2022	15,190,000	-	15,190,000	0.47%	524
2023	11,355,000	-	11,355,000	0.35%	388
2024	9,900,000	-	9,900,000	0.30%	336
2025	8,385,000	-	8,385,000	0.25%	N/A

Source: District records

[a] See Exhibit J-6 for property tax data.
[b] Population data can be found in Exhibit J-14.

N/A - At the time of the ACFR completion, population data was not available beyond 2024.

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

Exhibit J-12

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2025
UNAUDITED

	Debt Outstanding	Estimated Percentage Applicable [a]	Estimated Share of Overlapping Debt
Debt repaid with property taxes:			
Township of Mt. Olive [b]	$ 30,885,506	100.00%	$ 30,885,506
County of Morris [c]	324,225,727	3.44%	11,169,534
Subtotal, overlapping debt			42,055,040
Mt. Olive Township School District Direct Debt [d]			8,385,000
Total direct and overlapping debt			$ 50,440,040

Source: 2024 Annual Debt Statements provided by the County of Morris and Mt. Olive Township
2024 Abstract of Ratables for Morris County

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

[a] For debt repaid with property taxes, the percentage of overlapping debt is estimated using taxable assessed property values. The applicable percentage was calculated by dividing the portion of Mt. Olive Township's taxable value by the total taxable value in Morris County as reported on the 2024 Abstract of Ratables for Morris County.

[b] Net debt at December 31, 2024 as per the Township's Annual Debt Statement.

[c] Net debt at December 31, 2024 as per the County's Annual Debt Statement.

[d] School District debt includes all bonds, notes and loans issued as of June 30, 2025 as per Schedule J-10.

Exhibit J-13

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

Legal Debt Margin Calculation as of December 31, 2024

Equalized valuation basis		
2024		4,757,517,539
2023		4,433,092,187
2022		3,989,680,267
	[A]	$ 13,180,289,993
Average equalized valuation of taxable property	[A/3]	$ 4,393,429,998
Debt limit (4% of average equalized valuation)	[B]	$ 175,737,200 [a]
Total net debt applicable to limit	[C]	8,385,000
Legal debt margin	[B-C]	$ 167,352,200

	Fiscal Year Ended June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Debt limit	$ 121,481,824	$ 121,773,215	$ 125,914,346	$ 108,422,909	$ 133,053,077	$ 136,747,204	$ 140,765,880	$ 148,700,578	$ 160,857,818	$ 175,737,200
Total net debt applicable to limit [b]	36,465,000	32,940,000	29,595,000	26,110,000	22,570,000	18,850,000	15,190,000	11,355,000	9,900,000	8,385,000
Legal debt margin	$ 85,016,824	$ 88,833,215	$ 96,319,346	$ 82,312,909	$ 110,483,077	$ 117,897,204	$ 125,575,880	$ 137,345,578	$ 150,957,818	$ 167,352,200
Total net debt applicable to the limit as a percentage of debt limit	30.02%	27.05%	23.50%	24.08%	16.96%	13.78%	10.79%	7.64%	6.15%	4.77%

Source: Mount Olive Township Annual Debt Statement.

[a] Limit set by NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other district types.
[b] Net general bonded debt outstanding as of June 30 per Schedule J-11.

Exhibit J-14

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Year Ended December 31,	Population [a]	Personal Income [b]	Per Capita Personal Income [c]	Unemployment Rate [d]
2015	28,826	$ 2,545,278,148	$ 88,298	4.4%
2016	28,888	2,636,087,776	91,252	4.1%
2017	28,945	2,707,631,080	93,544	3.8%
2018	28,990	2,819,103,560	97,244	3.5%
2019	28,913	2,866,434,820	99,140	3.0%
2020	28,815	2,945,671,005	102,227	8.4%
2021	28,895	3,113,927,465	107,767	5.3%
2022	28,977	3,233,746,269	111,597	3.2%
2023	29,249	3,388,496,650	115,850	3.8%
2024	29,499	N/A	N/A	3.8%

Source:

[a] Population estimates provided by the New Jersey Department of Labor and Workforce Development.

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

[c] Per capita personal income based on average for Morris County. Information provided by the US Bureau of Economic Analysis. The most current year is a projected figure.

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

N/A - At the time of the ACFR completion, per capita personal income was not available beyond 2023.

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR
UNAUDITED

Employer	Employees	Rank	Percentage of Total Municipal Employment [a]
Mount Olive Township School District	1039	1	6.28%
Siemens Medical Solutions	834	2	5.04%
Fratelli-Baretta	550	3	3.32%
Amazon	250	4	1.51%
Givaudan Fragrances Corp.	230	5	1.39%
Benjamin Moore Paints	220	6	1.33%
Wal-Mart Stores Inc.	180	7	1.09%
Shop Rite of Flanders	205	8	1.24%
Mount Olive Township	154	9	0.93%
Lowe's Home Centers Inc.	140	10	0.85%
	3,802		23.24%

Source: Original companies and estimates provided by the Morris County Economic Development Corporation (MCEDC). Estimates are updated annually by District personnel.

[a] Based on 2024 annual average labor force estimates by municipality reported by the New Jersey Department of Labor and Workforce Development.

Exhibit J-16

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
UNAUDITED

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Instruction:										
Regular	301.0	297.2	287.1	290.6	303.6	303.1	299.1	305.0	315.9	315.9
Special education	149.0	142.7	142.3	150.2	138.2	140.5	166.0	207.0	213.8	214.0
Other instruction	18.6	18.2	16.0	18.0	16.0	14.6	20.1	20.4	22.1	22.1
School sponsored programs	1.0	1.0	8.6	7.8	4.4	2.0	2.0	2.0	2.0	2.0
Support Services:										
Student & instruction related services	111.3	128.8	133.8	142.9	156.3	185.2	197.6	193.3	226.9	226.9
General administration	4.6	4.6	5.1	3.6	3.6	2.6	2.6	3.1	3.1	2.1
School administrative services	37.0	37.0	38.0	36.0	44.6	43.8	41.3	38.8	42.0	40.5
Business and other support services	9.0	9.0	9.0	10.0	10.5	10.0	10.5	12.5	12.5	12.5
Administrative information technology	8.0	8.0	8.0	8.5	9.5	9.5	9.5	12.0	12.0	12.0
Plant operations and maintenance	92.3	92.7	96.0	94.9	94.5	94.3	94.8	94.9	96.3	96.3
Pupil transportation	70.9	73.1	71.7	72.1	72.8	71.2	71.0	76.4	77.9	78.0
Total	802.7	812.4	815.6	834.6	854.0	876.8	914.5	965.4	1,024.5	1,022.3

Source: District Records

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year	Enrollment [a]	Operating Expenditures [b]	Cost Per Pupil	Percentage Change	Teaching Staff [c]	Average Class Size			Average Daily Enrollment (ADE) d	Average Daily Attendance (ADA) d	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	High School				
2016	4,577.5	82,907,735	18,112	#DIV/0!	454	22	20	21	4,565	4,330	#DIV/0!	94.8%
2017	4,574.5	86,371,145	18,881	4.25%	453	21	22	20	4,584	4,331	0.42%	94.5%
2018	4,598.0	90,635,086	19,712	4.40%	445	22	20	21	4,597	4,366	0.28%	95.0%
2019	4,626.5	95,248,129	20,588	4.44%	461	22	23	24	4,608	4,382	0.24%	95.1%
2020	4,646.0	96,374,207	20,743	0.76%	470	20	17	21	4,668	4,442	1.30%	95.2%
2021	4,612.0	103,080,120	22,350	7.75%	488	21	19	26	4,625	4,345	-0.92%	93.9%
2022	4,563.5	114,259,196	25,038	12.02%	488	19	18	24	4,587	4,285	-0.82%	93.4%
2023	4,701.5	122,069,343	25,964	3.70%	511	20	21	21	4,757	4,454	3.71%	93.6%
2024	4,758.5	133,127,373	27,977	7.75%	555	17	24	24	4,779	4,511	0.46%	94.4%
2025	4,711.0	143,494,243	30,459	8.87%	559	18	21	21	4,735	4,474	-0.92%	94.5%

Source: District records

[a] Enrollment is based on the annual October district count. The 2025 count represents student enrollment as of October 15, 2024.

[b] Operating expenditures equal total expenditures per Schedule J-4 less debt service and capital outlay.

[c] Teaching staff includes only full-time equivalents of certificated staff members as of June 30, 2025.

[d] Average daily enrollment and average daily attendance are obtained from the Annual School Register Summary (SRS).

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

District Building	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Elementary (4)										
Chester M. Stephens Elementary School (1966)										
Square Feet	88,745	88,745	88,745	88,745	88,745	88,745	88,745	88,745	88,745	88,745
Capacity (students) [a]	887	887	887	624	624	624	624	624	624	624
Enrollment [b]	678	684	704	674	660	657	660	705	716	696
Mt. View Elementary School (1969)										
Square Feet	84,190	84,190	84,190	84,190	84,190	84,190	84,190	84,190	84,190	84,190
Capacity (students) [a]	866	866	866	462	462	462	462	462	462	462
Enrollment [b]	475	444	432	488	489	477	538	535	537	549
Sandshore Elementary School (1972)										
Square Feet	52,000	52,000	52,000	52,000	52,000	52,000	52,000	52,000	52,000	52,000
Capacity (students) [a]	589	589	589	429	429	429	429	429	429	429
Enrollment [b]	387	403	427	443	454	462	463	447	437	409
Tinc Road Elementary School (1974)										
Square Feet	60,992	60,992	60,992	60,992	60,992	60,992	60,992	60,992	60,992	60,992
Capacity (students) [a]	688	688	688	439	439	439	439	439	439	439
Enrollment [b]	453	458	471	457	464	425	406	465	464	449
Middle School (1)										
Mt. Olive Middle School (2001)										
Square Feet	201,934	201,934	201,934	201,934	201,934	201,934	201,934	201,934	201,934	201,934
Capacity (students) [a]	1,400	1,400	1,400	1,153	1,153	1,153	1,153	1,153	1,153	1,153
Enrollment [b]	1,125	1,101	1,061	1,062	1,089	1,116	1,099	1,109	1,131	1,138
High School (1)										
Mt. Olive High School (1978)										
Square Feet	335,000	335,000	335,000	335,000	335,000	335,000	335,000	335,000	335,000	335,000
Capacity (students) [a]	1,600	1,600	1,600	1,533	1,533	1,533	1,493	1,493	1,493	1,493
Enrollment [b]	1,455	1,486	1,523	1,501	1,511	1,495	1,472	1,497	1,511	1,488
Other (2)										
Administrative Office Complex (2015)										
Building One - Square Feet	19,198	19,198	19,198	19,198	19,198	19,198	19,198	19,198	19,198	19,198
Building Two - Square Feet	19,198	19,198	19,198	19,198	19,198	19,198	19,198	19,198	19,198	19,198
Bus Garage										
Square Feet	15,500	15,500	15,500	15,500	15,500	15,500	15,500	15,500	15,500	1,550

Source: District Facilities Office, Demographic Reports, ASSA Report

Note: Year of original construction/acquisition is shown in parentheses. Increases in square footage and capacity are the result of renovations and/or additions.

[a] Functional capacity for the years 2016 through 2018 is based on the Demographic Report dated July 30, 2012. Functional capacities for these years do not include rooms set aside for self-contained special education students and do not include pre-school space requirements. Actual capacity changes annually based on the number of special needs students and classrooms dedicated to specialized instruction. Functional capacity for the years 2019 through 2021 is based on the Demographic Report dated December 2019. Functional capacity for the year 2022 and beyond is based on the Demographic Report dated December 2022.

[b] Enrollment is based on the annual October district count. The 2025 count represents the number of on roll full-time and shared-time students as of October 15, 2024.

Exhibit J-19

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS
UNAUDITED

UNDISTRIBUTED EXPENDITURES - REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
ACCOUNT #11-000-261-xxx

Fiscal Year	School Facilities *							
	Mt. Olive High School	Mt. Olive Middle School	Chester Stephens Elementary School	Tinc Road Elementary School	Sandshore Elementary School	Mt. View Elementary School	Other Facilities/ Unallocated [a]	Total
2016	195,614	154,969	68,374	53,068	71,272	110,151	415,804	1,069,252
2017	345,282	143,537	75,460	61,383	83,323	123,915	280,224	1,113,124
2018	652,930	208,900	75,919	110,646	52,248	112,548	347,796	1,560,987
2019	222,504	701,172	82,187	60,818	78,226	49,666	986,586	2,181,159
2020	160,015	100,884	30,089	49,545	43,825	70,247	917,700	1,372,305
2021	216,640	87,460	45,931	45,669	58,645	45,412	767,699	1,267,456
2022	151,303	147,681	148,112	48,836	28,541	68,164	732,215	1,324,852
2023	550,953	248,862	126,451	37,464	35,845	99,508	841,049	1,940,132
2024	705,208	303,330	159,377	84,431	70,836	152,623	837,019	2,312,824
2025	625,829	377,242	165,789	113,942	97,144	141,979	41,100	1,563,025
Total School Facilities	$ 3,826,278	$ 2,474,037	$ 977,689	$ 665,802	$ 619,905	$ 974,213	$ 6,167,192	$ 15,705,116

Source: District records

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

[a] Other facilities/unallocated includes the administration building, the bus garage, and unallocated maintenance salaries.

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED

	Coverage	Deductible
Commercial Package Policy - School Alliance Insurance Fund		
Property:		
Blanket building and contents (fund limit)	$ 500,000,000	$ 2,500
Accounts receivable	$ 2,500,000	$ 2,500
Automobile physical damage	in blanket limit	$ 1,000
Builders risk	$ 25,000,000	$ 2,500
Data processing equipment	in blanket limit	$ 2,500
General Liability:		
Comprehensive general liability	$ 5,000,000	
Automobile liability	$ 5,000,000	
Employee benefit liability	$ 5,000,000	$ 100,000
Equipment Breakdown:		
Combined Single Limit	$ 100,000,000	
Flood/Earthquake:		
Flood Zone A & V	$ 25,000,000	
All Other Flood Zones	$ 10,000,000	
Earthquake	$ 25,000,000	
Terrorism	$ 1,000,000,000	
Excess Liability:		
General, auto and school board legal liability	$ 10,000,000	
Crime Coverage:		
Blanket employee dishonesty bond	$ 500,000	$ 1,000
Forgery & Alteration	$ 50,000	$ 1,000
Money & Securities	$ 50,000	$ 1,000
Computer fraud	$ 50,000	$ 1,000
Computer Fraud	$ 50,000	$ 1,000
School Board Legal Liability	$ 5,000,000	$ 10,000
Environmental Impairment Liability		
Per incident	$ 1,000,000	$ 100,000
Fund annual aggregate	$ 25,000,000	
Cyber Liability:		
Aggregate Limit	$ 2,000,000	$ 50,000
New Jersey Scools Insurance Group		
Workers' Compensation:		
Statutory benefits Part 1	included	
Employer's liability Part 2	$ 3,000,000	
Supplemental coverage	included	
Main Street American/NGM		
Surety Bond - Board Secretary	$ 400,000	
RLI Insurance Company		
Surety Bond - Treasurer of School Monies	$ 457,000	
Philadelphia Insurance Company		
Student and athletes accident insurance	$ 1,000,000	$25,000
Volunteers	$ 25,000	

Source: Insurance Agent

SINGLE AUDIT SECTION

WIELKOTZ & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS

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

Honorable President and
Members of the Board of Education
Township of Mount Olive School District
County of Morris, New Jersey

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

Internal Control Over Financial Reporting

In planning and performing our audit on the financial statements, we considered the Township of Mount Olive Board of Education's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Township of Mount Olive Board of Education's internal control. Accordingly, we do not express an opinion on the effectiveness of the Township of Mount Olive 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 entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

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

We noted certain matters that were required to be reported to the Board of Education of the Township of Mount Olive School District in the separate Auditors' Management Report on Administrative Findings - Financial, Compliance and Performance dated December 30, 2025.

Purpose of this Report

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

Steven D. Wielkotz, C.P.A.
Licensed Public School Accountant
No. 816

WIELKOTZ & COMPANY, LLC
Certified Public Accountants
Pompton Lakes, New Jersey

December 30, 2025

WIELKOTZ & COMPANY LLC
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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE AS REQUIRED BY THE UNIFORM GUIDANCE AND N.J. OMB CIRCULAR 15-08

Honorable President and
Members of the Board of Education
Township of Mount Olive School District
County of Morris, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Board of Education of the Township of Mount Olive School District in the County of Morris, New Jersey, compliance with the types of compliance requirements described in the *OMB Compliance Supplements* and the New Jersey State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the Township of Mount Olive Board of Education's major federal and state programs for the year ended June 30, 2025. The Township of Mount Olive 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, the Township of Mount Olive 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, 2025.

Basis for Opinion on Each Major Federal and State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; 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 N.J. OMB Circular 15-08. Our

under those standards and the Uniform Guidance and N.J. OMB Circular 15-08 are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Township of Mount Olive 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 and state program. Our audit does not provide a legal determination of Township of Mount Olive 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 Township of Mount Olive 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 Township of Mount Olive 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 N.J. 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 Township of Mount Olive Board of Education's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, the Uniform Guidance and N.J. 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 Township of Mount Olive 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 Township of Mount Olive 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 N.J. OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of Township of Mount Olive 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 N.J. OMB Circular 15-08. Accordingly, this report is not suitable for any other purpose.

Steven D. Wielkotz, C.P.A.
Licensed Public School Accountant
No. 816

WIELKOTZ & COMPANY, LLC
Certified Public Accountants
Pompton Lakes, New Jersey

December 30, 2025

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SCHEDULE A)
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Federal FAIN Number	Program or Award Amount	Grant Period From	Grant Period To	Balance July 1, 2024 Accounts Receivable	Balance July 1, 2024 Deferred Revenue	Cash Received	Budgetary Expenditures	Balance June 30, 2025 Deferred Revenue	Balance June 30, 2025 Accounts Receivable	MEMO GAAP Receivable
General Fund:												
U.S. Department of Health and Human Services												
Passed-through State Department of Human Services												
Medical Assistance Program (MAC)	93.778	2005NJ5MAP	$ 104,645	07/01/24	06/30/25			$ 26,108	$ (26,108)			
Medical Assistance Program (SEMI)	93.778	2005NJ5MAP	133,296	07/01/24	06/30/25			30,481	(30,481)			
Total General Fund								56,589	(56,589)			
Special Revenue Fund:												
U.S. Department of Education												
Passed-through State Department of Education												
Title I Part A, Grants to Local Educational Agencies	84.010A	S010A230030	413,311	07/01/23	09/30/24	$ (81,890)		81,890				
Title I Part A, Grants to Local Educational Agencies	84.010A	S010A240030	259,985	07/01/24	09/30/25			166,107	(256,099)		$ (89,992)	$ (80,500)
						(81,890)		247,997	(256,099)		(89,992)	(80,500)
Title IIA Part A, Improving Teacher Quality State Grants	84.367A	S367A230029	155,872	07/01/23	09/30/24	(18,506)		18,506				
Title IIA Part A, Improving Teacher Quality State Grants	84.367A	S367A240029	150,006	07/01/24	09/30/25			123,002	(145,201)		(22,199)	(22,199)
						(18,506)		141,508	(145,201)		(22,199)	(22,199)
Title III, English Language Acquisition	84.365A	S365A240030	39,734	07/01/24	09/30/25			25,043	(26,283)		(1,240)	(1,240)
Title III, English Language Acquisition (Immigrant)	84.365A	S365A230030	20,317	07/01/23	09/30/24	(1,946)		1,946				
						(1,946)		26,989	(26,283)		(1,240)	(1,240)
Title IV Part A, Student Support and Academic Enrichment (SSAE) Program	84.358B	S358B240030	30,389	07/01/24	09/30/25			13,350	(19,200)		(5,850)	(5,850)
								13,350	(19,200)		(5,850)	(5,850)
I.D.E.A. Part B, Individuals with Disabilities - State Grant	84.027A	H027A230100	1,230,034	07/01/23	09/30/24	(202,860)		202,860				
I.D.E.A. Part B, Individuals with Disabilities - State Grant	84.027A	H027A240100	1,349,100	07/01/24	09/30/25			962,556	(1,315,173)		(352,617)	(340,423)
I.D.E.A. Part B, Preschool Grants for Children with Disabilities	84.173A	H173A230114	54,666	07/01/23	09/30/24	(6,086)		6,086				
I.D.E.A. Part B, Preschool Grants for Children with Disabilities	84.173A	H173A240114	50,631	07/01/24	09/30/25			24,765	(26,601)		(1,836)	(1,836)
						(208,946)		1,196,267	(1,341,774)		(354,453)	(342,259)

See Notes to Schedule of Expenditures of Federal and State Awards

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (SCHEDULE A
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Federal FAIN Number	Program or Award Amount	Grant Period From	Grant Period To	Balance July 1, 2024 Accounts Receivable	Balance July 1, 2024 Deferred Revenue	Cash Received	Budgetary Expenditures	Balance June 30, 2025 Deferred Revenue	Balance June 30, 2025 Accounts Receivable	MEMO GAAP Receivable
Special Revenue Fund (cont'd):												
U.S. Department of Education												
Passed-through State Department of Education												
American Rescue Plan Act of 2021 - Elementary and Secondary Schools Emergency Relief Fund (ARP-ESSER):												
ARP ESSER	84.425U	S425U210027	2,056,037	03/13/20	09/30/24	$ (182,495)		$ 294,280	$ (111,785)			
Accelerated Learning Coaching and Educator Support Grant	84.425U	S425U210027	397,684	03/13/20	09/30/24	(62,525)		122,043	(59,518)			
Evidence-Based Summer Learning and Enrichment Activities Grant	84.425U	S425U210027	40,000	03/13/20	09/30/24							
Evidence-Based Comprehensive Beyond the School Day Activities Grant	84.425U	S425U210027	40,000	03/13/20	09/30/24			40,000	(40,000)			
NJTSS Mental Health Support Staffing	84.425U	S425U210027	45,000	03/13/20	09/30/24	(26,543)		26,543				
						(271,563)		482,866	(211,303)			
Homeless Children and Youths (ARP-HCY II)	84.425W	S425W221031	16,313	04/23/21	09/30/24			16,313	(16,313)			
								16,313	(16,313)			
Total Special Revenue Fund						(755,649)		2,298,088	(2,016,173)		$ (473,734)	$ (452,048)
Enterprise Fund:								-				
U.S. Department of Agriculture												
Passed-through State Department of Agriculture												
USDA Commodities Program	10.555	251NJ304N1199	106,301	07/01/24	06/30/25			106,301	(106,301)			
School Breakfast Program	10.553	241NJ304N1099	67,565	07/01/23	06/30/24	(15,773)		15,773				
School Breakfast Program	10.553	251NJ304N1199	72,824	07/01/24	06/30/25			59,406	(72,824)		(13,418)	(13,418)
National School Lunch Program	10.555	241NJ304N1099	452,937	07/01/23	06/30/24	(84,729)		84,729				
National School Lunch Program	10.555	251NJ304N1199	513,792	07/01/24	06/30/25			424,984	(513,792)		(88,808)	(88,808)
Total Enterprise Fund						(100,502)		691,193	(692,917)		(102,226)	(102,226)
Total Federal Financial Awards						$ (856,151)		$ 3,045,870	$ (2,765,679)		$ (575,960)	$ (554,274)

See Notes to Schedule of Expenditures of Federal and State Awards

MOUNT OLIVE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE (SCHEDULE B)
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

State Grantor/ Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From	Grant Period To	Accounts Receivable July 1, 2024	Deferred Revenue June 30, 2024	Cash Received	Budgetary Expenditures	Prior Year Cancelled Balances	Accounts Receivable June 30, 2025	Deferred Revenue June 30, 2025	MEMO Accounts Receivable June 30, 2025	MEMO Cumulative Total Expenditures
State Department of Education													
General Fund:													
Equalization Aid, Carryover	24-495-034-5120-078	28,485,299	07/01/23	06/30/24	$ (2,825,381)		$ 2,825,381						$ 28,485,299
Equalization Aid	25-495-034-5120-078	29,722,567	07/01/24	06/30/25			26,776,913	$ (29,722,567)				$ (2,945,654)	29,722,567
					(2,825,381)		29,602,294	(29,722,567)				(2,945,654)	58,207,866
Special Education Aid, Carryover	24-495-034-5120-089	5,046,922	07/01/23	06/30/24	$ (504,692)		504,692						5,046,922
Special Education Aid	25-495-034-5120-089	5,631,638	07/01/24	06/30/25			5,068,474	(5,631,638)				(563,164)	5,631,638
					(504,692)		5,573,166	(5,631,638)				(563,164)	10,678,560
Security Aid, Carryover	24-495-034-5120-084	106,585	07/01/23	06/30/24	(10,659)		10,659						106,585
Security Aid	25-495-034-5120-084	735,934	07/01/24	06/30/25			662,340	(735,934)				(73,594)	735,934
					(10,659)		672,999	(735,934)				(73,594)	842,519
Transportation Aid, Carryover	24-495-034-5120-014	1,067,482	07/01/23	06/30/24	(106,748)		106,748						1,067,482
Transportation Aid	25-495-034-5120-014	3,710,681	07/01/24	06/30/25			3,339,613	(3,710,681)				(371,068)	3,710,681
					(106,748)		3,446,361	(3,710,681)				(371,068)	4,778,163
Extraordinary Special Education Costs Aid, Carryover	24-495-034-5120-044	2,742,664	07/01/23	06/30/24	(2,742,664)		2,742,664						2,742,664
Extraordinary Special Education Costs Aid	25-495-034-5120-044	2,064,951	07/01/24	06/30/25				(2,064,951)		$ (2,064,951)		(2,064,951)	2,064,951
					(2,742,664)		2,742,664	(2,064,951)		(2,064,951)		(2,064,951)	4,807,615
Nonpublic School Transportation Aid, Carryover	24-495-034-5120-014	40,926	07/01/23	06/30/24	(40,926)		40,926						40,926
Nonpublic School Transportation Aid	25-495-034-5120-014	41,939	07/01/24	06/30/25				(41,939)		(41,939)		(41,939)	41,939
					(40,926)		40,926	(41,939)		(41,939)		(41,939)	82,865
Homeless Tuition Reimbursement, Carryover	24-495-034-5120-005		07/01/23	06/30/24									
Homeless Tuition Reimbursement	25-495-034-5120-005	56,734	07/01/24	06/30/25				(56,734)		(56,734)		(56,734)	56,734
								(56,734)		(56,734)		(56,734)	56,734
Reimbursed T.P.A.F. Social Security Tax	24-495-034-5094-003	3,189,733	07/01/23	06/30/24	(158,473)		158,473						3,189,733
Reimbursed T.P.A.F. Social Security Tax	25-495-034-5094-003	3,424,530	07/01/24	06/30/25			3,255,233	(3,424,530)		(169,297)		(169,297)	3,424,530
On-behalf T.P.A.F. Pension Contribution	25-495-034-5094-002	14,378,549	07/01/24	06/30/25			14,378,549	(14,378,549)					14,378,549
On-behalf T.P.A.F. Non-Contributory Insurance	25-495-034-5094-004	178,112	07/01/24	06/30/25			178,112	(178,112)					178,112
On-behalf T.P.A.F. Post Retirement Medical	25-495-034-5094-001	4,253,468	07/01/24	06/30/25			4,253,468	(4,253,468)					4,253,468
On-behalf T.P.A.F. Long Term Disability	25-495-034-5094-004	7,616	07/01/24	06/30/25			7,616	(7,616)					7,616
					(158,473)		22,231,451	(22,242,275)		(169,297)		(169,297)	25,432,008
Total General Fund					(6,389,543)		64,309,861	(64,206,719)		(2,332,921)		(6,286,401)	104,886,330
Special Revenue Fund:													
School Development Authority Emergent Need and Capital Maintenance	N/A	340,158	07/01/23	06/30/25		$ 18,619			$ 10,000		$ 28,619		321,539
NJ High Impact Tutoring	N/A	197,519	10/11/23	08/31/24			60,300	(139,050)				(78,750)	139,050
Climate Change Education and Resilience		75,596	06/01/24	05/31/25				(24,352)				(24,352)	24,352
Total Special Revenue Fund						18,619	60,300	(163,402)	10,000		28,619	(103,102)	484,941
State Department of Agriculture													
Enterprise Fund:													
State School Lunch Program	25-100-010-3350-023	$ 45,814	07/01/24	06/30/25			$ 37,509	$ (45,814)		$ (8,305)		$ (8,305)	$ 45,814
State School Breakfast Program	25-100-010-3350-023	5,047	07/01/24	06/30/25			4,143	(5,047)		(904)		(904)	5,047
Total Enterprise Fund							41,652	(50,861)		(9,209)		(9,209)	50,861
Total State Financial Assistance					(6,389,543)	18,619	64,411,813	(64,420,982)	$ 10,000	(2,342,130)	$ 28,619	(6,398,712)	105,422,132
Less: On-Behalf Pension and Annuity Aid													
On-behalf T.P.A.F. Pension Contribution	25-495-034-5094-002	14,378,549	07/01/24	06/30/25				14,378,549					
On-behalf T.P.A.F. Non-Contributory Insurance	25-495-034-5094-004	178,112	07/01/24	06/30/25				178,112					
On-behalf T.P.A.F. Post Retirement Medical	25-495-034-5094-001	4,253,468	07/01/24	06/30/25				4,253,468					
On-behalf T.P.A.F. Long Term Disability	25-495-034-5094-004	7,616	07/01/24	06/30/25				7,616					
								18,817,745					
Total For State Financial Assistance Major Program Determination								$ (45,603,237)					

See Notes to Schedule of Expenditures of Federal and State Awards

NOTE 1. GENERAL

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance include the activity of all federal and state award programs of the Board of Education, Township of Mount Olive School District. The Board of Education is defined in Note 1 to the Board's basic 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 is included on the Schedules of Expenditures of Federal Awards and State Financial Assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Notes 2(C) and 2(D) to the Board's basic financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for. Federal Awards* (Uniform Guidance) and N.J. OMB Circular 15-08. Therefore, some amounts presented in this schedule may differ in amounts presented in or used in the preparation of the basic financial statements.

NOTE 3. RELATIONSHIP TO GENERAL-PURPOSE FINANCIAL STATEMENTS

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

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

NOTE 3. RELATIONSHIP TO GENERAL-PURPOSE FINANCIAL STATEMENTS, (continued)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is $506,000 for the general fund and $438,855 for the special revenue fund. See Notes to Required Supplemental Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

Additionally, as discussed further in Note 6, the State of New Jersey makes contributions on-behalf of the District for TPAF post-retirement medical and pension contributions. The total amount of these contributions during the 2025 fiscal year was $18,817,745.

Financial award revenues are reported in the District's basic financial statements on a GAAP basis as follows:

	Federal	State	Total
General Fund	$56,589	$63,700,719	$63,757,308
Special Revenue Fund	2,453,028	163,402	2,616,430
Debt Service	-	1,333,600	1,333,600
Food Service Fund	692,917	50,861	743,778
Total Awards and Financial Assistance	$3,202,534	$65,248,582	$68,451,116

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively.

The amount reported as TPAF Pension Contributions represents the amount paid by the State on behalf of the District for the year ended June 30, 2025. The amount reported as TPAF Social Security Contributions represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the year ended June 30, 2025.

NOTE 6. ON-BEHALF PROGRAMS NOT SUBJECT TO STATE SINGLE AUDIT

On-behalf State programs for TPAF Pension and Post-Retirement Medical Benefits Contributions are not subject to a State single audit and, therefore, are excluded from major program determination. The Schedule of State Financial Assistance provides a reconciliation of State financial assistance reported in the District's financial statements and the amount subject to State single audit and major program determination.

NOTE 7. INDIRECT COST RATE

The Township of Mount Olive School District has elected not to use the 10 percent de minimis Indirect Cost Rate as allowed under the Uniform Guidance.

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

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

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

Noncompliance material to basic financial statements noted? ____ yes X no

Federal Awards

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

Auditee qualified as low-risk auditee? X yes ____ no

Internal Control over major federal programs:

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

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section 516(a) of the Uniform Guidance? ____ yes X no

Identification of major federal programs:

ALN#		FAIN#	Name of Federal Program or Cluster
			Special Education Cluster:
84.027A	(A)	H027A240100	IDEA – Basic
84.173A	(A)	H173A240100	IDEA - Preschool

Note: (A) Tested as Major Type A Program.

TOWNSHIP OF MOUNT OLIVE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(continued)

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

State Awards

Dollar threshold used to distinguish between type A and type B programs: $1,368,097

Auditee qualified as low-risk auditee? X yes _____ no

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

Internal Control over major state programs:

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

2. Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X none reported

Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 15-08? _____ yes X no

Identification of major state programs:

State Grant/Project #		Name of State Program
	(A)	State Aid - Public:
495-034-5120-078		Equalization Aid
495-034-5120-089		Special Education Categorical Aid
495-034-5120-084		Security Aid
495-034-5094-003	(A)	Reimbursed TPAF Social Security
495-034-5120-014	(A)	Transportation Aid
495-034-5120-044	(A)	Extraordinary Aid

Note: (A) Tested as Major Type A Program.

TOWNSHIP OF MOUNT OLIVE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(continued)

Section II - Financial Statement Findings

NONE

Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs

No matters were reported.

TOWNSHIP OF MOUNT OLIVE SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

STATUS OF PRIOR YEAR FINDINGS

None