

**Annual Comprehensive  
Financial Report**

**of the**

**Township of Middle Board of Education**

**Cape May County, New Jersey**

**For the Fiscal Year Ended June 30, 2024**



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# **Introductory Section**

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# Middle Township Public Schools

ADMINISTRATION BUILDING

216 South Main Street

Cape May Court House, New Jersey 08210-2499

PHONE: (609)465-1800 ext. 3103

FAX (609)465-7058

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Dr. David Salvo, Superintendent

December 13, 2024

Honorable President and  
Members of the Board of Education  
Middle Township Public Schools  
216 South Main Street  
Cape May Court House, NJ 08210

Dear Board Members:

The Annual Comprehensive Financial Report of the Middle Township School District for the fiscal year ended June 30, 2024 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities to the best of my knowledge have been included.

The Annual Comprehensive Financial Report is presented in four sections: Introductory, Financial, Statistical and Single Audit. The Introductory Section includes this transmittal letter, the District's organizational chart, and a list of principal officials. The Financial Section includes the basic financial statements and schedules, as well as the auditor's report thereon. The Statistical Section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996, OMB Circular Uniform Guidance and NJ OMB 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, is included in the Single Audit Section of this report.

**1. REPORTING ENTITY AND ITS SERVICES:**

Middle Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by the National Council on Governmental Accounting (NCGA) Statement No. 3. All funds of the District are included in this report. The Middle Township Board of Education and all its schools constitute the District’s reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 12. These include regular, special education, gifted and talented, and basic skills programs. The District completed the 2022-23 fiscal year with an enrollment of 2546 students.

The following details the changes in the student enrollment over the last five years:

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2023-2024	2,527	-0.75%
2022-2023	2,546	0.83%
2021-2022	2,525	3.27%
2020-2021	2,445	-3.32%
2019-2020	2,529	2.43%

**2. ECONOMIC CONDITION AND OUTLOOK:**

Middle Township (along with the State) is experiencing minimal economic growth due to national economic conditions, which is not expected to change significantly in the future. The ratable base for the past ten years is as follows:

<u>Fiscal Year</u>	<u>Net Valuation Taxable</u>		
	<u>Amount</u>	<u>Change</u>	<u>Percent Change</u>
2023	2,852,189,393	37,278,911	1.34%
2022	2,814,910,482	33,630,262	1.22%
2021	2,781,280,220	15,499,074	0.56%
2020	2,765,781,146	5,335,225	0.19%
2019	2,760,445,921	14,928,295	0.54%
2018	2,745,517,626	5,541,503	0.20%
2017	2,739,976,123	12,860,018	0.47%
2016	2,727,116,105	6,816,205	0.25%
2015	2,720,299,900	(5,341,839)	-0.20%
2014	2,725,641,739	18,142,242	0.67%

Growth in home construction is minimal. Resale values are driving the ratable base at this point in time.

**3. MAJOR INITIATIVES:**

During the 2023-2024 school year, the Middle Township School District focused on the attainment of specific objectives:

**District**

The March 8, 2018 referendum projects are basically complete. Elementary #1 construction and renovation projects at 99% complete at the end of 2022-23 school year with the closeout of the parking lot remediation which is expected in 2025.

The district was awarded a considerable amount of money under the ARP-ESSER II Federal grants due to the pandemic. With this money the district was able to proceed with an HVAC project and renovations of

various spaces within the buildings. Additionally, literacy initiatives were addressed to help with the learning loss due to the pandemic as well as professional development for the teaching staff.

### **Middle Township Elementary #1**

During the 2022-23 school year, Elementary #1 researched and fully implemented the workshop model for literacy. During the 2023-24 school year, this model will expand to both Elementary #2 and the Middle School. The federal funding received supported this.

Parental programs are a continued focus. In person parent nights returned with Elementary #1 hosting several parent involvement programs such as Math, Reading, Stem, and Family Movie Nights.

### **Middle Township Elementary #2**

A major focus was providing equitable stem based opportunities for all students. Elementary #2 teachers focused on curriculum for the new literacy series that will be fully implemented in the 2023-2024 school year. One of the after school activities is the production of a musical drama, which allows more than 200 students the opportunity to perform on stage. The production for the 2022-23 year was "Aladdin".

### **Middle Township Middle School (Elementary #4)**

The Middle School continues to enhance their schedule and offering electives to students to enhance their middle school experience. The Panther Block every morning allows students to receive extra help in subjects that they find difficult and also, fun activities such as learning to play the guitar and video gaming. This allows the students to start the day out in a positive manner so they are ready to learn.

### **Middle Township High School**

We offer advanced placement courses and dual credit courses with Atlantic Cape Community College and Stockton University. We also offer pathways in an academy approach which include performing arts, computer STEM, medical and health, and business. The early college pathway in which students can acquire their Associates degree upon graduation of high school through ACCC continues with over 30 students graduating with both degrees since its inception in 2020-21. The NJROTC Naval Cadet program began with the 2019-20 school year and continues to grow. The introduction of Girls Flag Football was part of the NFL initiative that the district participated in during the spring of 2023.

## **4. INTERNAL ACCOUNTING CONTROLS:**

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the district are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP).

The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

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

## **5. BUDGETARY CONTROLS:**

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

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2024.

## **6. ACCOUNTING SYSTEM AND REPORTS:**

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

## **7. FINANCIAL INFORMATION AT FISCAL YEAR END:**

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.

## **8. DEBT ADMINISTRATION:**

Principal payments began in July of 2018 on the General obligation bonds for \$24,645,000 that were sold in July, 2017 to fund the referendum projects approved March 8, 2016. Principal paid for the 2023-2024 year was \$1,025,000.

## **9. CASH MANAGEMENT:**

The investment policy of the District is guided in large part by state statute as detailed in "Notes to Financial Statements," Note 2. 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. The law requires governmental units to deposit funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

#### **10. RISK MANAGEMENT:**

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

#### **11. OTHER INFORMATION:**

**A. Independent Audit** - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Ford, Scott & Associates, L.L.C., CPAs 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 the Single Audit Act of 1996, OMB Circular Uniform Guidance and NJ OMB 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditor's report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

#### **12. ACKNOWLEDGMENTS:**

This report was completed through the combined efforts of the Assistant Supervisor of Accounts and other accounting staff whose efforts are very much appreciated.

Respectfully submitted,



Dr. David Salvo  
Superintendent

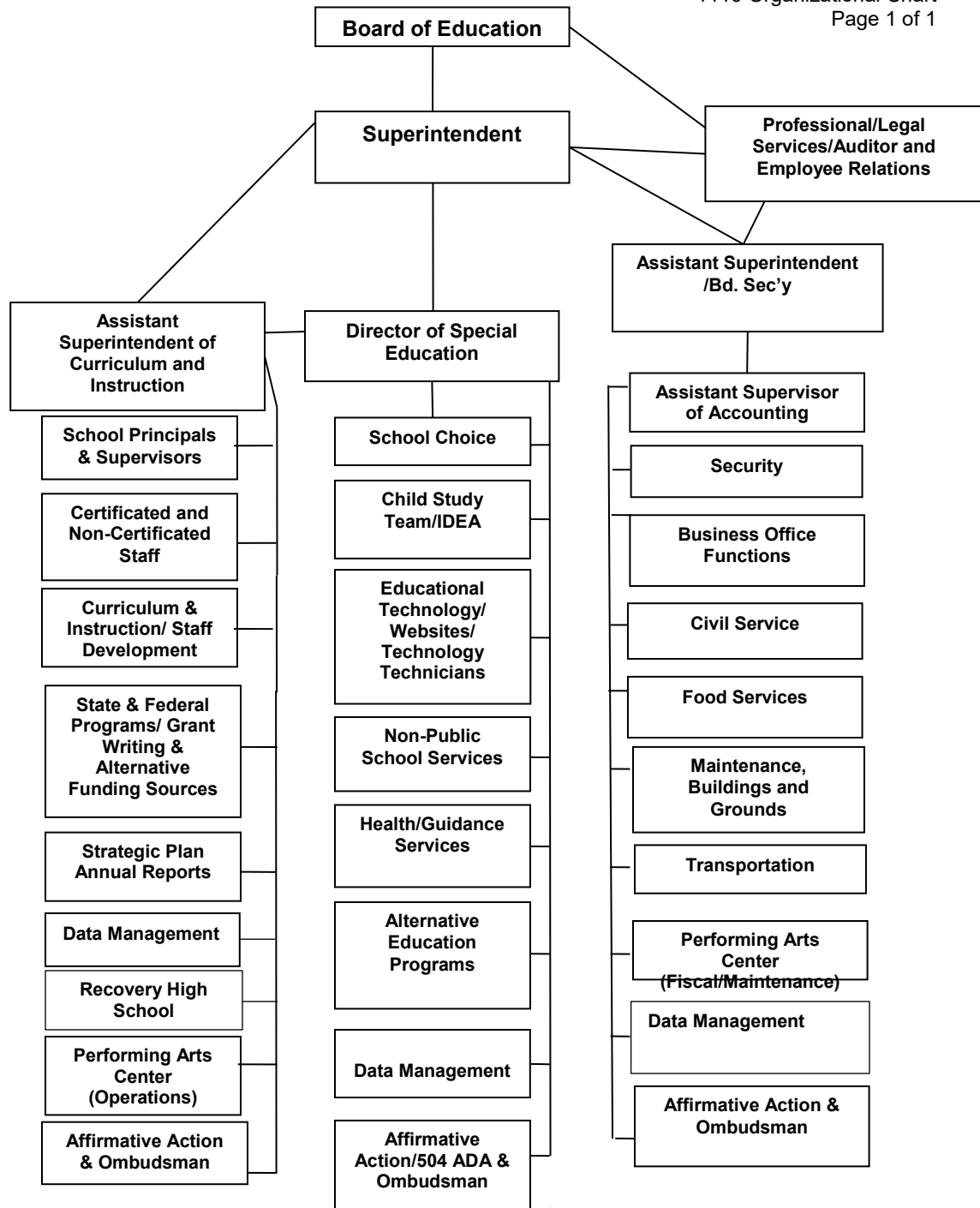


Dr. Diane Fox  
Board Secretary/School Business Administrator

# POLICY

# MIDDLE TOWNSHIP BOARD OF EDUCATION

Administration  
1110 Organizational Chart  
Page 1 of 1



Adopted May 20, 1999  
Amended July 21, 2005  
Amended January 17, 2008  
Amended June 18, 2009  
Amended October 15, 2015  
Amended June 9, 2022

**In the absence of the Superintendent, the Assistant Superintendent is responsible for district operations.**

**In the absence of the Superintendent and the Assistant Superintendent, the Assistant Superintendent of Curriculum and Instruction is responsible for district operations.**

**In the absence of the Superintendent, Assistant Superintendent, and the Assistant Superintendent of Curriculum and Instruction, Director of Special Education is responsible for district operations.**

**TOWNSHIP OF MIDDLE  
BOARD OF EDUCATION**

**COUNTY OF CAPE MAY, NEW JERSEY**

**ROSTER OF OFFICIALS  
JUNE 30, 2024**

**Members of the Board of Education**

**Term Expires**

Dennis M. Roberts, President	Term ended 12/31/23
Stephanie Thomas, President	2024 (as of 1/4/24)
David Del Conte, Jr., Vice-President	2025 (as of 1/4/24)
Burgess Hamer	2025
Gloria Hodges	Term ended 12/31/23
Linda George	Term ended 12/31/23
George DeLollis	2024
Kathleen (Kindle) Orlando	2024
Cheryl McHale	2025
Christopher Ingersoll	Term began 1/4/24 to 2026
Brian Vergantino	Term began 1/4/24 to 2026
Jonathan Hand	Term began 1/4/24 to 2026
Claudia Miller, Dennis Township Board Member Representative	2024

**SUPERINTENDENT**

Dr. David Salvo

**BUSINESS ADMINISTRATOR / BOARD SECRETARY**

Dr. Diane S. Fox

**TOWNSHIP OF MIDDLE  
BOARD OF EDUCATION**

**COUNTY OF CAPE MAY, NEW JERSEY**

**CONSULTANTS AND ADVISORS  
JUNE 30, 2024**

**INDEPENDENT AUDITOR**

Ford, Scott & Associates, L.L.C.  
Certified Public Accountants  
1535 Haven Avenue  
Ocean City, New Jersey 08226-0538

**ATTORNEY**

Cooper Levenson  
1125 Atlantic Avenue  
Atlantic City, New Jersey 08401

**BOND COUNSEL**

Wilentz, Goldman & Spitzer, P.A.  
90 Woodbrige Center Drive, Suite 900  
Woodbridge, NJ 07095

**OFFICIAL DEPOSITORIES**

Sturdy Savings Bank  
17 South Main Street  
Cape May Court House, New Jersey 08210



## **Financial Section**

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# FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

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## **Independent Auditor's Report**

Honorable President and  
Members of the Board of Education  
Middle Township School District  
County of Cape May  
Cape May Court House, New Jersey

### **Report on the Audit of Financial Statements**

#### **Opinions**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Middle Township School District, in the County of Cape May, New Jersey, as of and for the year ended June 30, 2024, 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, the business-type activities, each major fund, and the aggregate remaining fund information of the Middle Township School District, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

#### **Basis for Opinions**

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

#### **Responsibility of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material 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 Middle Township School District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our 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 GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from an error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, 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 the 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 entity'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 entity's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charge 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 Required Supplementary Information 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 financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

## Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Middle Township School District's basic financial statements. The combining and individual non-major 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 state financial assistance as required by NJ OMB 15-08 and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by the Uniform Guidance, and the schedule of state financial assistance as required by NJ OMB 15-08 is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## Other Information

Management is responsible for the other information included in the Annual Comprehensive Financial Report. The other information comprises of the introductory and statistical sections and have 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.

## Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 13, 2024, on our consideration of the Middle Township School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Middle Township School District's internal control over financial reporting and compliance.

*Ford, Scott & Associates, L.L.C.*  
FORD, SCOTT & ASSOCIATES, L.L.C.  
CERTIFIED PUBLIC ACCOUNTANTS

*Leon P. Costello*

Leon P. Costello  
Certified Public Accountant  
Licensed Public School Accountant  
No. 767

December 13, 2024

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**REQUIRED SUPPLEMENTARY INFORMATION – PART I**

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**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED**

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

**Financial Highlights**

Key financial highlights for 2024 are as follows:

- In total, net position increased \$388,956.17, which represents a 2.27 percent increase from 2023.
- General revenues accounted for \$42,678,808.94 in revenue or 68 percent of all revenues. Program specific revenues in the form of charges for services and operating and capital grants and contributions accounted for \$20,097,965.05 or 32 percent of total revenues of \$62,776,773.99.
- Total assets and deferred outflows of resources of governmental activities decreased by \$4,026,878.08 as cash, cash equivalents and investments decreased by \$1,117,717.18, receivables decreased by \$1,940,574.87, deferred outflows of resources decreased by \$214,884.00, right to use leased assets decreased \$281,513.13 and capital assets decreased by \$476,773.50.
- The School District had \$62,360,618.60 in expenses; only \$20,097,965.05 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily taxes and state aid) of \$42,678,808.94 were adequate to provide for these programs.
- Among governmental funds, the General Fund had \$57,530,555.66 in revenues and other financing sources and \$58,626,842.10 in expenditures and other uses. The General Fund's fund balance decreased \$1,096,286.44 over 2023.

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

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

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

**Reporting the School District as a Whole**

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and ask the question, "How did we do financially during 2024?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED (CONTINUED)**

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.

These two statements report the School District's Net Position and changes in those assets. This change in net position is important because it tells the reader that, for the school district as a whole, the financial position of the School district have improved or diminished. The causes of this change may be the result of many factors, some financial and some not. Non-financial factors include the School District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

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

- **Governmental Activities** - All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- **Business-Type Activity** - This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service and Performing Arts Center enterprise funds are reported as business activities.

### **Reporting the School District's Most Significant Funds**

#### Fund Financial Statements

Fund financial reports provide detailed information about the School District's funds. The School District uses many funds to account for a multitude of financial transaction. The School District's governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund.

#### Governmental Funds

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

#### Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same.

### **Notes to the 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.

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED (CONTINUED)**

**The School District as a Whole**

Recall that the Statement of Net Position provides the perspective of the School District as a whole. Net position may serve over time as a useful indicator of a government's financial position.

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

Table 1 provides a summary of the School District's Net Position for 2024 and 2023.

**Table 1  
Net Position**

	2024	2023
<b>Assets</b>		
Current and Other Assets	\$ 11,509,312.76	14,844,533.34
Capital Assets	37,477,708.68	37,954,482.18
<b>Total Assets</b>	<b>48,987,021.44</b>	<b>52,799,015.52</b>
<b>Deferred Outflows of Resources</b>		
Deferred Outflows Related to Pensions	267,369.00	482,253.00
<b>Total Deferred Outflows of Resources</b>	<b>267,369.00</b>	<b>482,253.00</b>
<b>Liabilities</b>		
Long-Term Liabilities	27,563,791.02	29,118,592.70
Other Liabilities	3,640,009.73	5,607,852.30
<b>Total Liabilities</b>	<b>31,203,800.75</b>	<b>34,726,445.00</b>
<b>Deferred Outflows of Resources</b>		
Deferred Outflows Related to Pensions	557,940.00	1,451,130.00
<b>Net Position</b>		
Net Investment in Capital Assets	18,289,668.31	17,727,348.06
Restricted	7,308,881.44	8,331,299.40
Unrestricted	(8,105,900.06)	(8,954,953.94)
<b>Total Net Position</b>	<b>\$ 17,492,649.69</b>	<b>17,103,693.52</b>

The District's combined net position was \$17,492,649.69 on June 30, 2024. This was an increase of 2.27 percent from the prior year.

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**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED (CONTINUED)**

Table 2 shows changes in Net Position for fiscal year 2024.

**Table 2  
Changes in Net Position**

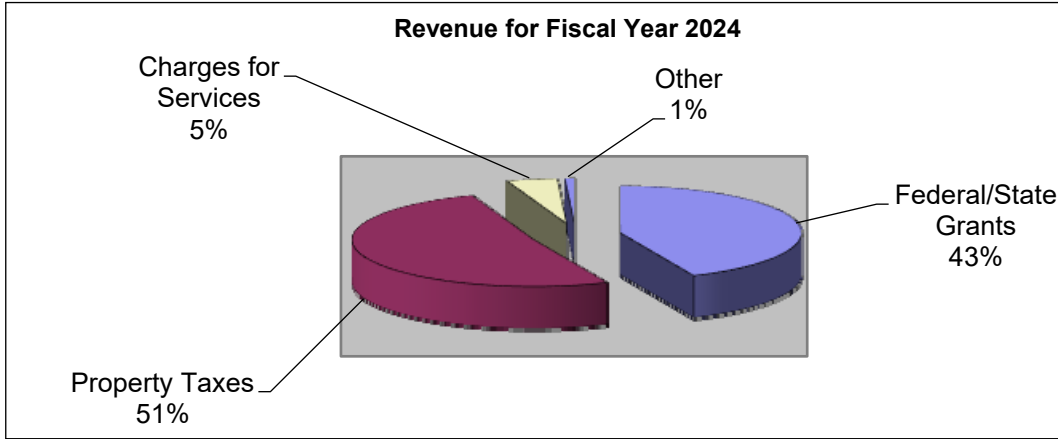
	<u>2024</u>	<u>2023</u>
<b>Revenues</b>		
Program Revenues:		
Charges for Services	\$ 3,455,353.20	3,590,943.91
Operating and Capital Grants and Contributions	16,642,611.85	17,223,983.43
General Revenues:		
Property Taxes	31,313,802.00	30,733,599.00
Grants and Entitlements	10,823,652.54	9,454,267.96
Other	541,354.40	520,078.49
Total Revenues	<u>62,776,773.99</u>	<u>61,522,872.79</u>
<b>Program Expenses</b>		
Instruction	27,100,038.90	26,455,839.60
Support Services:		
Tuition	5,208,462.53	4,590,031.20
Student and Instruction Related Services	10,122,966.31	9,575,143.91
General Administration, School Administration, Business Operations and Maintenance of Facilities	12,051,153.90	10,907,328.73
Pupil Transportation	5,599,976.11	5,136,726.23
Interest on Debt	575,187.51	605,906.26
Food Service	1,373,110.34	1,220,767.30
Performing Arts Center	273,388.00	242,643.95
Other	56,335.00	31,879.00
Special Items	27,199.22	153,916.94
Total Expenses	<u>62,387,817.82</u>	<u>58,920,183.12</u>
Increase (Decrease) in Net Position	<u>\$ 388,956.17</u>	<u>2,602,689.67</u>

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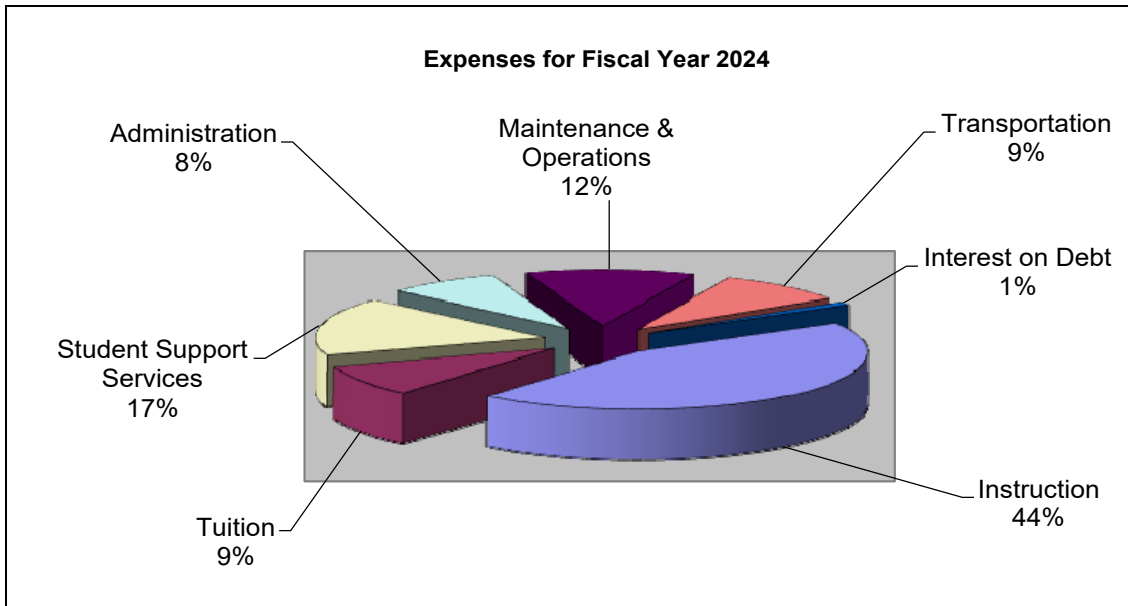
**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED (CONTINUED)**

**Governmental Activities**

Property taxes made up 51 percent of revenues for governmental activities for the Township of Middle School District for fiscal year 2024 and 51 percent in 2023. The District's total revenues were \$61,227,657.02 for the year ended June 30, 2024. Federal, state, and local grants accounted for another 43 percent of revenue for 2024 and 43 percent in 2023.



The total cost of all program and services was \$60,714,120.26. Instruction comprises 46 percent of District expenses.



**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED (CONTINUED)**

**Business-Type Activities**

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

- Enterprise fund expenses exceeded revenues by \$69,251.37.
- Charges for services represent \$619,898.24 of revenue. This represents amounts paid by patrons for daily food service, special functions and rentals.
- Federal and state reimbursement for meals, including payments for free and reduced lunches and breakfast, and donated commodities was \$920,170.01.

**Governmental Activities**

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

**Table 3  
Costs of Services**

	Total Cost of Services 2024	Net Cost of Services 2024	Total Cost of Services 2023	Net Cost of Services 2023
Instruction	\$ 27,100,038.90	16,486,301.91	\$ 26,455,839.60	15,449,887.41
Support Services:				
Tuition	5,208,462.53	5,208,462.53	4,590,031.20	4,590,031.20
Pupils and Instructional Staff	10,122,966.31	6,386,889.79	9,575,143.91	5,850,227.87
General Administration, School Administration and Business Operations	4,808,913.98	3,744,651.46	4,382,463.85	3,372,524.61
Operation and Maintenance of Facilities	7,242,239.92	5,775,851.77	6,524,864.88	4,699,223.31
Pupil Transportation	5,599,976.11	4,049,666.49	5,136,726.23	3,573,374.61
Interest and Fiscal Charges	575,187.51	448,064.51	605,906.26	478,360.26
Other	56,335.00	56,335.00	31,879.00	31,879.00
Total Expenses	<u>\$ 60,714,120.26</u>	<u>42,156,223.46</u>	<u>57,302,854.93</u>	<u>38,045,508.27</u>

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

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

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

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

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by State law.

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED (CONTINUED)**

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

"Other" includes charter schools and unallocated depreciation.

**The School District's Funds**

All governmental funds (i.e., general fund, special revenue fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$66,659,150.02 and expenditures were \$67,619,446.64. The net change in fund balance for the year was most significant in the General Fund.

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 schedules present a summary of the revenues of the governmental funds for the fiscal year ended June 30, 2024, and the amount and percentage of total revenues compared to prior year revenues.

<u>Revenue</u>	<u>2023-2024 Amount</u>	<u>Percentage of Total</u>	<u>2022-2023 Amount</u>	<u>Percentage of Total</u>
Local Sources	\$ 35,137,289.05	52.71%	34,615,008.69	53.25%
State Sources	27,342,915.99	41.02%	25,066,991.31	38.56%
Federal Sources	<u>4,178,944.98</u>	<u>6.27%</u>	<u>5,322,385.61</u>	<u>8.19%</u>
Total	<u>\$ 66,659,150.02</u>	<u>100.00%</u>	<u>65,004,385.61</u>	<u>100.00%</u>

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**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED (CONTINUED)**

The following schedule represents a summary of general fund, special revenue fund, capital projects fund and debt service fund expenditures for the fiscal year ended June 30, 2024, and the percentage of total expenditures compared to prior year amounts.

Expenditures	2023-2024 Amount	Percentage of Total	2022-2023 Amount	Percentage of Total
Current Expense:				
Instruction	\$ 17,260,229.22	25.53%	16,680,384.76	25.62%
Undistributed Expenditures	40,976,901.66	60.60%	38,194,764.50	58.65%
Capital Outlay	139,087.00	0.21%	2,280,303.57	3.50%
Transfer to Charter Schools	56,335.00	0.08%	31,879.00	0.05%
Debt Service	1,614,281.26	2.39%	1,619,656.26	2.49%
Special Revenue	7,572,612.50	11.20%	6,312,523.99	9.69%
<b>Total</b>	<b>\$ 67,619,446.64</b>	<b>100.00%</b>	<b>65,119,512.08</b>	<b>100.00%</b>

**General Fund Budgeting Highlights**

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

Over the course of the year, the District revised the annual operating budget several times. Revisions in the budget were made to recognize revenues that were not anticipated and to prevent over-expenditures in specific line item accounts. Several of these revisions bear notation:

- TPAF, which is the state's contribution to the pension fund, is neither a revenue item nor an expenditure item to the district but is required to be reflected in the financial statements. The State did make the normal contribution to TPAF in fiscal year 2024.
- Cleaning, repair and maintenance services within the Required Maintenance of School Facilities was less than anticipated levels by \$743,576.04. Transfers were made during the year to other accounts in the budget nearing over-expenditure.
- The district applied for and received extraordinary aid.

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**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED (CONTINUED)**

**Capital Assets**

At the end of the fiscal year 2024, the School District had \$37,477,708.68 invested in land, building, furniture and equipment, and vehicles. Table 4 shows fiscal year 2024 balances compared to 2023.

**Table 4  
Capital Assets (Net of Depreciation) at June 30**

	<b>2024</b>	<b>2023</b>
Land	\$ 255,001.00	255,001.00
Construction In Progress	13,156,675.08	13,156,675.08
Land Improvements	453,290.39	489,200.98
Buildings and Improvements	21,915,740.70	22,682,549.54
Machinery and Equipment	1,697,001.51	1,371,055.58
Total	\$ 37,477,708.68	37,954,482.18

Overall capital assets decreased \$476,773.50 from fiscal year 2023 to fiscal year 2024. The decrease is the net of added capital assets and annual depreciation. For more detailed information, please refer to the Notes to the Financial Statements.

**Debt Administration**

At June 30, 2024, the School District had \$27,563,791.02 of outstanding debt. Of this amount, \$1,273,294.28 is for compensated absences; \$403,547.74 is for various right to use leased assets; \$18,925,000.00 of serial bonds for school construction, net of related premium and/or discounts related to the refunding bonds; and \$6,961,949.00 for net pension liability related to GASB 68.

**Table 5  
Outstanding Bonded Debt at June 30**

	<b>2024</b>	<b>2023</b>
2017 School Bonds	\$ 18,925,000.00	19,950,000.00
Total	\$ 18,925,000.00	19,950,000.00

At June 30, 2024, the School District's overall available legal debt margin was \$118,035,989.00. For more detailed information, please refer to the Notes to the Financial Statements.

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
UNAUDITED (CONTINUED)**

**For the Future**

The Township of Middle School District is in good financial condition presently. The School District is proud of its community support of the public schools. A major concern of the district is the increased reliance on local property taxes. However, future finances are not without challenges as the community continues to grow and State funding is decreased.

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

**Contacting the School District's Management**

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact Dr. Diane Fox, School Business Administration/Board Secretary at Middle Township Board of Education, Administration Building, 216 S. Main Street, Cape May Court House, NJ 08210.

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## **BASIC FINANCIAL STATEMENTS**

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## **DISTRICT-WIDE FINANCIAL STATEMENTS**

The statement of net position and the statement of activities display information about the District. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the District.

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**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Statement of Net Position**  
**June 30, 2024**

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 2,000,615.47	\$ 1,203,232.24	\$ 3,203,847.71
Receivables, Net	2,500,635.49	85,786.56	2,586,422.05
Internal Balances	878,593.92	(878,593.92)	-
Inventory		18,000.22	18,000.22
Right to Use Leased Assets	403,547.74		403,547.74
Restricted Assets:			
Capital Reserve Account	5,297,495.04		5,297,495.04
Capital Assets			
Capital Assets, not depreciated	13,411,676.08		13,411,676.08
Capital Assets being Depreciated, net	23,880,838.72	185,193.88	24,066,032.60
<b>Total Assets</b>	<b>48,373,402.46</b>	<b>613,618.98</b>	<b>48,987,021.44</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Outflows Related to Pensions	267,369.00		267,369.00
<b>Total Deferred Outflows of Resources</b>	<b>267,369.00</b>	<b>-</b>	<b>267,369.00</b>
<b>LIABILITIES</b>			
Accounts Payable	37,217.41	1,652.44	38,869.85
Unemployment Compensation Claims Payable	50,119.30		50,119.30
Payroll Deductions and Withholdings Payable	1,608,981.64		1,608,981.64
Payable to State Government	38,599.00		38,599.00
Unearned Revenue	1,609,048.33	31,351.24	1,640,399.57
Accrued Interest	263,040.37		263,040.37
Noncurrent Liabilities			
Due Within One Year	1,207,605.74		1,207,605.74
Due Beyond One Year	19,394,236.28		19,394,236.28
Net Pension Liability	6,961,949.00		6,961,949.00
<b>Total Liabilities</b>	<b>31,170,797.07</b>	<b>33,003.68</b>	<b>31,203,800.75</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Inflows Related to Pensions	557,940.00		557,940.00
<b>NET POSITION</b>			
Net Investment in Capital Assets	18,104,474.43	185,193.88	18,289,668.31
Restricted for:			
Other Purposes	7,308,881.44		7,308,881.44
Unrestricted	(8,501,321.48)	395,421.42	(8,105,900.06)
<b>Total Net Position</b>	<b>16,912,034.39</b>	<b>580,615.30</b>	<b>17,492,649.69</b>

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

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Statement of Activities**  
**For the Year Ended June 30, 2024**

Function/Programs	Expenses	Indirect Cost Allocation	Program Revenue			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
<b>Governmental Activities:</b>								
<b>Instruction:</b>								
Regular	\$ 12,688,960.76	6,998,255.40	2,214,362.71	5,221,339.56		(12,251,513.89)		(12,251,513.89)
Special Education	2,801,329.98	1,544,998.28	488,862.78	2,365,117.90		(1,492,347.58)		(1,492,347.58)
Other Instruction	1,976,441.35	1,090,053.13		324,054.04		(2,742,440.44)		(2,742,440.44)
<b>Support Services:</b>								
Tuition	5,208,462.53	3,298,487.23		3,736,076.52		(5,208,462.53)		(5,208,462.53)
Student & Instruction Related Services	6,824,479.08	656,669.72		429,775.54		(6,386,889.79)		(6,386,889.79)
School Administrative Services	1,285,288.74	1,897,499.72		634,486.98		(1,512,182.92)		(1,512,182.92)
General & Other Administrative Services	1,897,499.72	969,455.80		1,466,388.15		(2,232,468.54)		(2,232,468.54)
Plant Operation and Maintenance	4,793,289.66	2,448,950.26		1,545,203.15		(5,775,851.77)		(5,775,851.77)
Pupil Transportation	3,768,292.03	1,831,684.08	5,106.47			(4,049,666.49)		(4,049,666.49)
Unallocated Benefits	18,838,553.90	(18,838,553.90)				-		-
Charter Schools	56,335.00					(56,335.00)		(56,335.00)
Interest on Long-Term Debt	575,187.51		127,123.00			(448,064.51)		(448,064.51)
Total Governmental Activities	60,714,120.26	-	2,835,454.96	15,722,441.84	-	(42,156,223.46)		(42,156,223.46)
<b>Business-Type Activities:</b>								
Food Service	1,373,110.34		377,238.66	920,170.01		(75,701.67)		(75,701.67)
Performing Arts Center	273,388.00		242,659.58			(30,728.42)		(30,728.42)
Total Business-Type Activities	1,646,498.34	-	619,898.24	920,170.01	-	(106,430.09)		(106,430.09)
Total Primary Government	\$ 62,360,618.60	-	3,455,353.20	16,642,611.85	-	(42,156,223.46)		(42,262,653.55)
<b>General Revenues:</b>								
Taxes:								
Property Taxes, Levied for General Purposes, Net					\$ 29,826,907.00			29,826,907.00
Taxes Levied for Debt Service					1,486,895.00			1,486,895.00
Federal and State Aid not Restricted					10,823,652.54			10,823,652.54
Investment Earnings						9,048.72		9,048.72
Miscellaneous Income					239,945.61			248,994.33
Extraordinary Items:					292,360.07			292,360.07
Fixed Asset Adjustment						28,130.00		28,130.00
Prior Year Accounts Receivable Adjustment					(55,329.22)			(55,329.22)
Total General Revenues, Special Items, Extraordinary Items and Transfers					42,614,431.00			42,651,609.72
Change in Net Position					458,207.54			388,956.17
Net Position - Beginning					16,453,826.85			17,103,693.52
Net Position - Ending					\$ 16,912,034.39			\$ 17,492,649.69

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



## **FUND FINANCIAL STATEMENTS**

The individual fund financial statements present more detailed information for the individual funds in a format that segregates information by fund type.

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**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2024**

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 708,748.10	140,416.08	1,151,451.29	-	2,000,615.47
Due from Other Funds	878,855.63	35,824.74		64,129.54	978,809.91
Receivables from Other Governments	828,859.41	1,275,895.00			2,104,754.41
Other Receivables	395,881.08				395,881.08
Restricted Cash & Cash Equivalents	4,699,858.55	597,636.49			5,297,495.04
<b>Total Assets</b>	<b>7,512,202.77</b>	<b>2,049,772.31</b>	<b>1,151,451.29</b>	<b>64,129.54</b>	<b>10,777,555.91</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts Payable	17,340.92	19,876.49			37,217.41
Unemployment Compensation Claims Payable	50,119.30				50,119.30
Payroll Deductions and Withholdings Payable	1,608,981.64				1,608,981.64
Due to Other Funds	35,824.74		64,129.54	261.71	100,215.99
Payable to State Government		38,599.00			38,599.00
Unearned Revenue		1,609,048.33			1,609,048.33
<b>Total Liabilities</b>	<b>1,712,266.60</b>	<b>1,667,523.82</b>	<b>64,129.54</b>	<b>261.71</b>	<b>3,444,181.67</b>
Fund Balances:					
Restricted for:					
Excess Surplus - Current Year	813,423.79				813,423.79
Excess Surplus - Prior Year - Designated for Subsequent Year's Expenditures	802,924.51				802,924.51
Debt Service Fund				63,867.83	63,867.83
Capital Projects Fund			1,051,772.80		1,051,772.80
Unemployment Compensation	290,501.36				290,501.36
Scholarships		74,161.27			74,161.27
Student Activities		523,475.22			523,475.22
Committed to:					
Capital Reserve	118,617.73				118,617.73
Maintenance Reserve	2,601,680.44				2,601,680.44
Assigned to:					
Designated by BOE for Subsequent Expenditures	286,076.49				286,076.49
Other Purposes	646,831.05		35,548.95		682,380.00
Unassigned					
General Fund	239,880.80				239,880.80
Special Revenue Fund		(215,388.00)		-	(215,388.00)
<b>Total Fund Balances</b>	<b>5,799,936.17</b>	<b>382,248.49</b>	<b>1,087,321.75</b>	<b>63,867.83</b>	<b>7,333,374.24</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 7,512,202.77</b>	<b>2,049,772.31</b>	<b>1,151,451.29</b>	<b>64,129.54</b>	

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

Capital assets used in governmental activities are not resources and therefore are not reported in the funds.	37,292,514.80
Interest on long-term debt in the statement of activities is accrued, regardless of when due.	(263,040.37)
Pension Liabilities Net of Deferred Outflows & Inflows	(7,252,520.00)
Right to use leased assets used in governmental activities are not financial resources and therefore are not reported in the funds.	403,547.74
Long-term liabilities, including bonds payable are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(20,601,842.02)
	<b>\$ 16,912,034.39</b>

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

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Governmental Funds**  
**For the Year Ended June 30, 2024**

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>REVENUES</b>					
Local Sources:					
Local Tax Levy	\$ 29,826,907.00			1,486,895.00	31,313,802.00
Tuition From Other LEAs Within the State	2,362,859.00				2,362,859.00
Other Tuition	340,366.49				340,366.49
Transportation Fees from Other LEA's	5,106.47				5,106.47
Other Restricted Miscellaneous Revenues	103,703.92				103,703.92
Unrestricted Miscellaneous Revenue	324,384.75	582,849.41	46,217.01		953,451.17
<b>Total Local Sources</b>	<b>32,963,327.63</b>	<b>582,849.41</b>	<b>46,217.01</b>	<b>1,486,895.00</b>	<b>35,079,289.05</b>
Intermediate Sources	58,000.00				58,000.00
State Sources	24,472,740.55	2,743,052.44		127,123.00	27,342,915.99
Federal Sources	36,487.48	4,142,457.50			4,178,944.98
<b>Total Revenues</b>	<b>57,530,555.66</b>	<b>7,468,359.35</b>	<b>46,217.01</b>	<b>1,614,018.00</b>	<b>66,659,150.02</b>
<b>EXPENDITURES</b>					
Current:					
Regular Instruction	11,638,531.04	3,291,758.15			14,930,289.19
Special Education Instruction	3,296,145.95				3,296,145.95
Other Instruction	2,325,552.23				2,325,552.23
Support Services:					
Tuition	5,208,462.53				5,208,462.53
Student & Instruction Related Serv.	4,328,225.56	2,708,866.61			7,037,092.17
School Administrative Services	1,400,958.99				1,400,958.99
General Administrative Services	2,068,266.24				2,068,266.24
Plant Operation and Maintenance	5,224,664.37				5,224,664.37
Pupil Transportation	3,907,770.07				3,907,770.07
Employee Benefits	18,838,553.90				18,838,553.90
Transfer to Charter School	56,335.00				56,335.00
Debt Service:					
Principal				1,025,000.00	1,025,000.00
Interest and Other Charges				589,281.26	589,281.26
Capital Outlay	139,087.00	1,571,987.74	-		1,711,074.74
<b>Total Expenditures</b>	<b>58,432,552.88</b>	<b>7,572,612.50</b>	<b>-</b>	<b>1,614,281.26</b>	<b>67,619,446.64</b>
Excess (Deficiency) of Revenues Over Expenditures	(901,997.22)	(104,253.15)	46,217.01	(263.26)	(960,296.62)
<b>OTHER FINANCING SOURCES (USES)</b>					
Capital Leases - Non-Budget	-				-
Prior Year Accounts Receivable Adjustment	(55,329.22)				(55,329.22)
Transfers to Other Funds		138,960.00		46,217.01	185,177.01
Transfers (from) Other Funds	(138,960.00)		(46,217.01)		(185,177.01)
<b>Total Other Financing Sources and Uses</b>	<b>(194,289.22)</b>	<b>138,960.00</b>	<b>(46,217.01)</b>	<b>46,217.01</b>	<b>(55,329.22)</b>
<b>Net Changes in Fund Balance</b>	<b>(1,096,286.44)</b>	<b>34,706.85</b>	<b>-</b>	<b>45,953.75</b>	<b>(1,015,625.84)</b>
Fund Balance - July 1	6,896,222.61	347,541.64	1,087,321.75	17,914.08	8,349,000.08
<b>Fund Balance - June 30</b>	<b>\$ 5,799,936.17</b>	<b>382,248.49</b>	<b>1,087,321.75</b>	<b>63,867.83</b>	<b>7,333,374.24</b>

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

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**of Governmental Funds to the Statement of Activities**  
**For the Year Ended June 30, 2024**

Total Net Change in Fund Balance - Governmental Funds (from B-2)	\$	(1,015,625.84)
<p>Amounts reported for governmental activities in the statement of activities (A-2) are different because:</p>		
<p>Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount depreciation exceeded capital outlays for the period.</p>		
Depreciation expense	(1,566,250.72)	
Capital Outlays	<u>867,282.67</u>	(698,968.05)
<p>Governmental funds report district pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of of employee contributions is reported as pension expense.</p>		
District pension contributions - PERS		
Cost of benefits earned net of employee contributions	<u>868,284.00</u>	868,284.00
<p>Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities</p>		
Bonds payable	1,025,000.00	
Capital leases payable	<u>207,113.13</u>	1,232,113.13
<p>In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation (+).</p>		
		58,310.55
<p>In the statement of activities, interest on long-term debt is accrued, regardless of when due. In the governmental funds, interest is reported when due. The increase in accrued interest is a deduction in the reconciliation.</p>		
		14,093.75
Change in Net Position of Governmental Activities	\$	<u><u>458,207.54</u></u>

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

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Proprietary Funds**  
**Statement of Net Position**  
**June 30, 2024**

	Business-Type Activities - Enterprise Fund		
	Major Funds		
	Food Service	Performing Arts Center	Totals
<b>ASSETS</b>			
Current Assets:			
Cash and Cash Equivalents	\$ 847,912.88	355,319.36	1,203,232.24
Intergovernmental Receivables	45,721.30		45,721.30
Other Accounts Receivable	40,065.26		40,065.26
Inventory	18,000.22		18,000.22
Total Current Assets	951,699.66	355,319.36	1,307,019.02
Noncurrent Assets:			
Furniture, Machinery & Equipment	519,813.03	402,689.36	922,502.39
Less: Accumulated Depreciation	(449,811.18)	(287,497.33)	(737,308.51)
Total Noncurrent Assets	70,001.85	115,192.03	185,193.88
Total Assets	1,021,701.51	470,511.39	1,492,212.90
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts Payable		1,652.44	1,652.44
Due to Other Funds		878,593.92	878,593.92
Unearned Revenue	12,585.25	18,765.99	31,351.24
Total Current Liabilities	12,585.25	899,012.35	911,597.60
Total Liabilities	12,585.25	899,012.35	911,597.60
<b>NET POSITION</b>			
Net Investment in Capital Assets			
Related Debt	70,001.85	115,192.03	185,193.88
Unrestricted	939,114.41	(543,692.99)	395,421.42
Total Net Position	\$ 1,009,116.26	(428,500.96)	580,615.30

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

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

	Business-Type Activities - Enterprise Fund		
	Major Funds		
	Food Service	Performing Arts Center	Totals Enterprise
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ 234,876.77		234,876.77
Daily Sales - Non-reimbursable Programs	113,469.50		113,469.50
Miscellaneous	28,892.39		28,892.39
Rental of Performing Arts Center		242,659.58	242,659.58
Total Operating Revenue	<u>377,238.66</u>	<u>242,659.58</u>	<u>619,898.24</u>
Operating Expenses:			
Cost of Sales - Reimbursable Programs	575,275.00		575,275.00
Cost of Sales - Non-reimbursable Programs	52,909.46		52,909.46
Salaries	584,377.88	119,985.68	704,363.56
Employee Benefits		76,279.32	76,279.32
Purchased Technical Services	85,965.10	9,667.11	95,632.21
Cleaning, Repair and Maintenance Services	40,547.16	22,460.24	63,007.40
Cleaning/General Supplies		11,963.28	11,963.28
Miscellaneous	25,628.52	28,391.01	54,019.53
Depreciation	8,407.22	4,641.36	13,048.58
Total Operating Expenses	<u>1,373,110.34</u>	<u>273,388.00</u>	<u>1,646,498.34</u>
Operating Income (Loss)	(995,871.68)	(30,728.42)	(1,026,600.10)
Nonoperating Revenues (Expenses):			
State Sources:			
State School Lunch Program	28,397.68		28,397.68
State School Breakfast Program	4,622.25		4,622.25
Federal Sources:			
School Lunch Program	582,413.70		582,413.70
School Breakfast Program	172,448.07		172,448.07
P-EBT Administrative Cost	3,112.00		3,112.00
Food Distribution Program	129,176.31		129,176.31
Interest and Investment Income	7,139.70	1,909.02	9,048.72
Fixed Asset Adjustment	42,649.00	(14,519.00)	28,130.00
Total Nonoperating Revenues (Expenses)	<u>969,958.71</u>	<u>(12,609.98)</u>	<u>957,348.73</u>
Income (Loss) before Contributions & Transfers	(25,912.97)	(43,338.40)	(69,251.37)
Changes in Net Position	(25,912.97)	(43,338.40)	(69,251.37)
Total Net Position - Beginning	<u>1,035,029.23</u>	<u>(385,162.56)</u>	<u>649,866.67</u>
Total Net Position - Ending	<u>\$ 1,009,116.26</u>	<u>(428,500.96)</u>	<u>580,615.30</u>

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

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

	Business-Type Activities - Enterprise Fund		
	Major Funds		
	Food Service	Performing Arts Center	Totals Enterprise
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from Customers	\$ 365,708.89	155,150.53	520,859.42
Payments to Employees	(621,230.89)	-	(621,230.89)
Payments to Suppliers	(677,080.18)	(72,598.62)	(749,678.80)
Net Cash Provided by (Used for) Operating Activities	<u>(932,602.18)</u>	<u>82,551.91</u>	<u>(850,050.27)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
State Sources	32,306.49		32,306.49
Federal Sources	762,318.22		762,318.22
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>794,624.71</u>	<u>-</u>	<u>794,624.71</u>
<b>CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Purchase of Capital Assets	-		-
Net Cash Provided by (Used for) Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Interest and Dividends	7,139.70	1,909.02	9,048.72
Net Cash Provided by (Used for) Investing Activities	<u>7,139.70</u>	<u>1,909.02</u>	<u>9,048.72</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(130,837.77)	84,460.93	(46,376.84)
Balance - Beginning of Year	978,750.65	270,858.43	1,249,609.08
Balance - End of Year	<u>847,912.88</u>	<u>355,319.36</u>	<u>1,203,232.24</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</b>			
Operating Income (Loss)	(995,871.68)	(30,728.42)	(1,026,600.10)
Adjustments to Reconcile Operating Income(Loss) to Net Cash Provided by (Used for) Operating Activities:			
Depreciation and Net Amortization	8,407.22	4,641.36	13,048.58
Federal Commodities	129,176.31		129,176.31
(Increase) Decrease in Accounts Receivable	(14,062.07)		(14,062.07)
(Increase) Decrease in Inventory	(4,584.60)		(4,584.60)
Increase (Decrease) in Deferred Revenue	2,532.30	(87,509.05)	(84,976.75)
Increase (Decrease) in Accounts Payable	(58,199.66)	(116.98)	(58,316.64)
Increase (Decrease) in Interfunds Payable		196,265.00	196,265.00
Total Adjustments	<u>63,269.50</u>	<u>113,280.33</u>	<u>176,549.83</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ (932,602.18)</u>	<u>82,551.91</u>	<u>(850,050.27)</u>

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



**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Township of Middle School District is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

The financial statements of the Board of Education (Board) of the Township of Middle School District (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. In its accounting and financial reporting, the District follows the pronouncements of the Governmental Accounting Standards Board (GASB). The more significant accounting policies established in GAAP and used by the District are discussed below.

**A. REPORTING ENTITY**

The Township of Middle School District is a Type II district located in the County of Cape May, State of New Jersey. As a Type II District, the School District functions independently through a Board of Education. The board is comprised of nine members elected to three-year terms. The purpose of the district is to educate students in grades K-12. The Township of Middle School District had an enrollment at June 30, 2024 of 2,528 students.

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

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

Based on the aforementioned criteria, the District has no component units.

**B. BASIC FINANCIAL STATEMENTS – GOVERNMENT-WIDE STATEMENTS**

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The District's general and special revenue activities are classified as governmental activities. The District's food service program and performing arts center are classified as business-type activities.

In the governmental-wide Statement of Net Position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position is reported in three parts—invested in capital assets, net of related debt; restricted net position; and unrestricted net position. The District first utilizes restricted resources to finance qualifying activities.

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions and business-type activities (food service). The functions are also supported by general government revenues (property taxes, tuition, certain intergovernmental revenues, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (regular instruction, vocational programs, student & instruction related services, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, interest income, etc.).

- a. The District does allocate indirect costs such as depreciation expense, compensated absences, On-behalf TPAF Pension Contributions, and Reimbursed TPAF Social Security Contributions.

The government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities. Fiduciary funds are not included in the government-wide statements.

**C. BASIC FINANCIAL STATEMENTS – FUND FINANCIAL STATEMENTS**

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Non-major funds by category are summarized into a single column. GASB Standards set forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The non-major funds are combined in a column in the fund financial statements. The State of New Jersey Department of Education has mandated that all New Jersey School Districts must report all governmental funds as major, regardless of the fund meeting the GASB definition of a major fund. However, the criteria are applied to proprietary funds.

The following fund types are used by the District:

**1. Governmental Funds:**

The focus of the governmental funds' measurement (in the fund statements) 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.

- a. **General Fund** is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. The District's Unemployment Compensation Trust Fund, Payroll Agency, and Net Payroll accounts are also accounted for in the General Fund.
- b. **Special Revenue** funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for a specific purpose. The special revenue fund is specifically used to account for state and federal grant monies that have been allocated to the District. The District's Student Activity Funds and Scholarship Fund are also accounted for in the Special Revenue Fund.

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

- c. **Capital Projects** funds are used to account for all financial resources to be used for the acquisition or construction of major capital facilities. 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.
- d. **Debt Service** funds are 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.

**Fund Balances – Governmental Funds**

In the fund financial statements, governmental funds report the following classifications of fund balance:

Non-spendable – includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.

Restricted – includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation.

Committed – includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District’s highest level of decision making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Education.

Assigned – includes amounts that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the District’s policy, amounts may be assigned by the Business Administrator.

Unassigned – includes amounts that have not been assigned to other funds or restricted, committed or assigned to a specific purpose within the General Fund. The District reports all amounts that meet the unrestricted General Fund Balance Policy described below as unassigned:

The details of the fund balances are included in the Governmental Funds Balance Sheet. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balance are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed.

**2. Proprietary Funds:**

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the District:

**Enterprise funds** are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designated to recover similar costs. The District operates a food service fund to provide a child nutrition program for the students of the district. The Performing Arts Center accounts for all revenues and expenses pertaining to operations of the Performing Arts Center.

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

**3. Fiduciary Funds:**

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support District programs. The reporting focus is on net position and changes in net position, and are reported using accounting principles similar to proprietary funds.

The District's fiduciary funds are presented in the fiduciary fund financial statements by type (pension, private purpose and agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.), and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

All fund internal activity is eliminated when carried to the Government-wide statements.

**D. BASIS OF ACCOUNTING**

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

**1. Accrual:**

Both governmental and business-type activities in the government-wide financial statements and the proprietary and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

**2. Modified Accrual:**

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

**E. FINANCIAL STATEMENT AMOUNTS**

**1. Cash and Cash Equivalents:**

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

New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey statute 18A: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.

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

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

**2. Investments:**

Investments, including deferred compensation and pension funds, are stated at fair value, (quoted market price or the best available estimate). Interest earned on investments in the Capital Projects Fund is recognized as a reserve to pay future debt service or transferred to the general fund.

**3. Inventories:**

Inventories in the general fund consist of expendable supplies held for the District’s use and are carried at cost using the first-in, first-out method. Inventories in the enterprise fund are valued at cost, which approximates market, using the first-in, first –out method. As of June 30, 2024, the District did not have inventory in the general fund and had the following inventory in the enterprise fund:

Food	\$	12,053.25
Supplies		5,946.97
	\$	18,000.22

The value of Federal donated commodities 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.

**4. Capital Assets:**

Capital assets purchased or acquired with an original cost of \$2,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	20-50 years
Machinery and equipment	5-10 years
Improvements	10-20 years
Infrastructure Assets	50-65 years

Infrastructure assets include roads, parking lots, underground pipes, etc. The District includes all infrastructure assets as depreciable assets in the financial statements.

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

**5. Revenues:**

Substantially all governmental fund revenues are accrued. Property taxes are susceptible to accrual and under New Jersey State Statutes a municipality is required to remit to its school district the entire balance of taxes in the amount certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. Subsidies and grants to proprietary funds, which finance either capital or current operations, are reported as non-operating revenue. In respect to grant revenues, the provider recognizes liabilities and expenses and the recipient recognizes receivables and revenue when the applicable eligibility requirements, including time requirements are met. Resources transmitted before the eligibility requirements are met are reported as advances by the provider and unearned revenue by the recipient. Program revenues, including tuition revenue are reported as reductions to expenses in the statement of activities.

**6. Expenditures:**

Expenses are recognized when the related fund liability is incurred. Inventory costs are reported in the period when inventory items are used, rather than in the period purchased.

**7. Compensated Absences:**

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

In governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as both an expenditure and a fund liability in the fund that will pay for the compensated absences. The remainder of the compensated absences liability is reported in the District-wide Financial Statements as a Governmental Activity.

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

**8. Interfund Activity:**

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related costs as reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

**9. Budgets/Budgetary Control:**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office for approval and, as long as the District budget is within State mandated CAPs, there is no public vote on the budget. If the budget exceeds State mandated CAPs, the voters have an opportunity to approve or reject the budget at the regular election held in November. 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. 6:23-2 (g). Transfers of appropriations may be made by School Board resolution at any time during the fiscal year and are subject to two-thirds majority vote by the School Board and under certain circumstances require approval by the County Superintendent of Schools.

Significant transfers approved by the Board of Education during the fiscal year were as follows:

<u>Budget Category</u>	<u>From</u>	<u>To</u>
Regular Programs - Instruction		
Instructional Salaries of Teachers - 9-12	\$	432,341.68
Regular Programs - Undistributed		
Other Salaries for Instruction		139,615.31
General Supplies	(148,924.89)	
Special Education Instruction		
Emotional Regulation Impairment - Salaries of Teachers	(129,768.31)	
Multiple Disabilities - Salaries of Teachers	(99,087.62)	
Resource Room - Salaries of Teachers	(357,331.81)	
Undistributed Expenditures - Instruction		
Tuition to Other LEAs Within the State - Regular		91,694.45
Tuition to CSSD & Regional Day Schools	(245,823.29)	
Tuition to Private Schools for Disabled within State		165,287.50
Undistributed Expenditures - Other Support Serv.		
Child Study Team - Other Purchased Professional and Technical Services	(95,930.76)	
Undistributed Expenditures - Supp. Serv. - General Admin.		
Miscellaneous Purchased Services		82,414.24
Undistributed Expenditures - Required Maint. School Fac.		
Cleaning, Repair and Maintenance Service		1,295,879.74
General Supplies		94,870.49
Undistributed Expenditures - Custodial Services		
Purchased Professional and Technical Services	(92,615.36)	
Insurance	(95,012.00)	
Energy (Natural Gas)	(180,683.89)	
Undistributed Expenditures - Security		
Salaries		133,529.94

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

<u>Budget Category</u>	<u>From</u>	<u>To</u>
Undistributed Expenditures - Student Trans. Svcs		
Sal - Pup. Trans. (Bet Home & School) - Regular	\$	185,962.23
Sal.- Pup. Trans. (Bet. Home/School) - Nonpublic	(73,465.60)	
Contr. Serv. - Aid in Lieu Payments - Choice Sch	(129,111.00)	
Contr. Serv. - (Spc Ed. Students) - Joint Agrmt		147,146.19
Contr. Serv. - (Spc Ed Students) - ESCs & CTSA		561,053.65
Transportation Supplies	(85,886.45)	
Student Transportation Services-Employee Benefits		
Health Benefits	(77,739.70)	
Unallocated Benefits		
Social Security Contribution		75,988.98
Health Benefits		70,572.75

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

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

**10. Tuition Receivable:**

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined. The final cost is based on an agreement with the Dennis Township, Avalon, Stone Harbor and Woodbine Boards of Education with a negotiated amount up to the final cost as determined by State of New Jersey.

**11. Tuition Payable:**

Tuition charges for the fiscal years 2023/24 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

**12. Use of Estimates:**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those results.

**13. Allocation of Costs:**

In the government-wide statement of activities, the District has allocated unallocated benefits to various programs based on the budgetary expenditures by program.



**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

**14. Pensions:**

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

**F. RECENT ACCOUNTING PRONOUNCEMENTS NOT YET EFFECTIVE**

In June 2022, the Governmental Accounting Standards Board (GASB) issued Statement No. 100, "Accounting Changes and Error Corrections (an amendment of GASB Statement No. 62)". This statement, which is effective for fiscal years beginning after June 15, 2023, may have an effect on the District's financial reporting.

In June 2022, the Governmental Accounting Standards Board (GASB) issued Statement No. 101, "Compensated Absences". This statement, which is effective for fiscal years beginning after December 15, 2023, may have an effect on the District's financial reporting.

In December 2023, the Governmental Accounting Standards Board (GASB) issued Statement No. 102, "Certain Risk Disclosures". This statement, which is effective for fiscal years beginning after June 15, 2024, and reporting periods thereafter, may have an effect on the District's financial reporting.

In April 2024, the Governmental Accounting Standards Board (GASB) issued Statement No. 103, "Financial Reporting Model Improvements". This statement, which is effective for fiscal years beginning after June 15, 2025, and reporting periods thereafter, may have an effect on the District's financial reporting.

**NOTE 2 – CASH**

**Custodial Credit Risk—Deposits.** Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The district's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in the New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 18A:20-37 that are treated as cash equivalents. As of June 30, 2023, \$1,745,464.07 of the government's bank balance of \$9,910,982.20 was exposed to custodial credit risk.

**NOTE 3 – INVESTMENTS**

As of June 30, 2023, the District had the following investments:

	Maturities	Fair Value
Certificate of Deposit	\$	1,058,139.41
Total	\$	1,058,139.41
		1,058,139.41

**Interest Rate Risk.** The district does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, New Jersey Statutes 18A:20-37 limits the length of time for most investment to 397 days.

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

**Credit Risk.** New Jersey Statutes 18A:20-37 limits district investments to those specified in the Statutes. The type of allowable investments are Bonds of the United States of America or of the district or the local units in which the district is located; obligations of federal agencies not exceeding 397 days; government money market mutual funds; the State of New Jersey Cash Management Plan; local government investment pools; or repurchase of fully collateralized securities.

**Concentration of Credit Risk.** The district places no limit on the amount the district may invest in any one issuer.

**NOTE 4 – CAPITAL ASSETS**

Capital asset activity for the fiscal year ended June 30, 2024, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions/ Adjustments</u>	<u>Ending Balance</u>
<b>Governmental activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 255,001.00			255,001.00
Construction in Progress	13,156,675.08			13,156,675.08
Total capital assets not being depreciated	<u>13,411,676.08</u>	<u>-</u>	<u>-</u>	<u>13,411,676.08</u>
Capital assets being depreciated:				
Land Improvements	3,864,106.07			3,864,106.07
Buildings and building improvements	54,775,711.12	344,935.46		55,120,646.58
Machinery and Equipment	8,611,398.79	522,347.21	(166,470.87)	8,967,275.13
Total capital assets being depreciated at historical cost	<u>67,251,215.98</u>	<u>867,282.67</u>	<u>(166,470.87)</u>	<u>67,952,027.78</u>
Less accumulated depreciation for:				
Land Improvements	(3,374,905.09)	(35,910.59)		(3,410,815.68)
Buildings and improvements	(32,093,161.58)	(1,111,744.30)		(33,204,905.88)
Equipment	(7,410,455.67)	(418,595.83)	373,584.00	(7,455,467.50)
Total capital assets being depreciated, net of accumulated depreciation	<u>24,372,693.64</u>	<u>(698,968.05)</u>	<u>207,113.13</u>	<u>23,880,838.72</u>
Governmental activity capital assets, net	<u>\$ 37,784,369.72</u>	<u>(698,968.05)</u>	<u>207,113.13</u>	<u>37,292,514.80</u>
<b>Business-type activities:</b>				
Capital assets being depreciated:				
Equipment	\$ 908,672.39	24,430.00	10,600.00	922,502.39
Less accumulated depreciation	(738,559.93)	(13,048.58)	(14,300.00)	(737,308.51)
Enterprise Fund capital assets, net	<u>\$ 170,112.46</u>	<u>11,381.42</u>	<u>(3,700.00)</u>	<u>185,193.88</u>

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**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$	581,839.90
Special Instruction		128,452.25
Other Instruction		90,627.79
Student and Instruction Related		274,238.57
School Administration		54,595.99
General and Business Administration		80,601.24
Plant Operations and Maintenance		203,607.46
Pupil Transportation		152,287.52
	\$	<u><u>1,566,250.72</u></u>

No interest on debt was capitalized during the year and the amount of interest expense paid on long term debt was \$600,587.00.

**NOTE 5 – CAPITAL RESERVE ACCOUNT**

A capital reserve account was established by Township of Middle Board of Education by the inclusion of \$1.00 in the 2000/01 school year for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the district’s approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, 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 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. 6:23A-5.1(d) 7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its LRFP.

The activity of the capital reserve account for the July 1, 2023 to June 30, 2024 fiscal year is as follows:

Beginning balance, July 1, 2023	\$	117,763.19
Interest earnings		854.54
		<u>854.54</u>
Withdrawals:		
None		-
		<u>-</u>
Ending balance, June 30, 2024	\$	<u><u>118,617.73</u></u>

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**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

**NOTE 6 – RECEIVABLES**

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

	Governmental Fund Financial Statements	District Wide Financial Statements
State Aid	\$ 831,281.41	833,299.30
Federal Aid	1,273,473.00	1,317,176.41
Other	395,881.08	435,946.34
Gross Receivables	2,500,635.49	2,586,422.05
Less: Allowance for Uncollectibles		
Total Receivables, Net	\$ 2,500,635.49	2,586,422.05

**NOTE 7 – INTERFUND TRANSFERS AND BALANCES**

Transfers between funds are used to (1) move investment income earned in the Capital Projects Fund that is required to be expended in the Debt Service Fund and; (2) account for expenses paid by another fund

The following interfund balances remained on the fund financial statements at June 30, 2024:

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 878,855.63	
Special Revenue Fund		
Capital Projects Fund		64,129.54
Debt Service Fund	64,129.54	261.71
Performing Arts Center Fund		878,593.92
Total	\$ 942,985.17	942,985.17

The general fund receivable is comprised of two interfunds. The first is due from the special revenue fund in the amount of \$591,178.70 which is a result of the general funds loan to cover the special revenue funds cash deficit. The second interfund was a loan of \$878,593.92 to the Performing Arts Center for operating purposes. There is no repayment plan for the PAC interfunds.

The Debt Service Fund receivable is comprised of one interfund. It is due from the Capital Projects Fund in the amount of \$263.19 which is result of interest earned on the deposits in the Capital Projects Fund.

**NOTE 8 – UNEARNED REVENUE**

The District has unearned revenue reflected on the Statement of Net Position in the District-Wide Financial Statements of \$1,640,399.57. This consists of unearned revenue of \$1,609,048.33 in the special revenue fund which is made up of grant proceeds on hand where the grant period overlaps the district's fiscal year and encumbrances payable at year end. In addition, a balance of \$12,585.25 is

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

reflected in the Food Service Fund for payment of meals for future periods and \$18,765.99 in the Performing Arts Center Fund for future production deposits.

**NOTE 9 – LONG-TERM OBLIGATIONS**

Changes in long-term obligations for the year ended June 30, 2024 are as follows:

	Balance July 1, 2023	Issues or Additions	Payments or Expenditures	Balance June 30, 2024	Amounts Due Within One Year
Compensated Absences	\$ 1,331,604.83		58,310.55	1,273,294.28	
Capital Leases	387,460.87		207,113.13	180,347.74	83,205.74
Lease Liability	297,600.00		74,400.00	223,200.00	74,400.00
Bonds Payable	19,950,000.00		1,025,000.00	18,925,000.00	1,050,000.00
Net Pension Liability	7,151,927.00	1,236,245.00	1,426,223.00	6,961,949.00	
	<u>\$ 29,118,592.70</u>	<u>1,236,245.00</u>	<u>2,791,046.68</u>	<u>27,563,791.02</u>	<u>1,207,605.74</u>

Compensated absences and capital leases have been liquidated in the General Fund.

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.

At June 30, 2024, bonds payable consisted of the following issues:

\$24,645,000 School Bonds dated July 13, 2017, due in annual installments beginning July 15, 2018 through July 15, 2037, bearing interest at various rates. The balance remaining as of June 30, 2024 is \$18,925,000.

Debt service requirements on serial bonds payable at June 30, 2024 are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2025	\$ 1,050,000.00	558,156.26	1,608,156.26
2026	1,100,000.00	525,906.26	1,625,906.26
2027	1,125,000.00	492,531.26	1,617,531.26
2028	1,175,000.00	458,031.26	1,633,031.26
2029	1,200,000.00	422,406.26	1,622,406.26
2030-2034	6,875,000.00	1,521,406.30	8,396,406.30
2035-2038	6,400,000.00	409,515.65	6,809,515.65
	<u>\$ 18,925,000.00</u>	<u>4,387,953.25</u>	<u>23,312,953.25</u>

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**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

Lease Liability

The District entered into agreements to lease certain equipment. The lease agreements qualify as other than short-term leases under GASB 87 and, therefore, have been recorded at present value of the future minimum lease payments as of the date of their inception. The District has determined the accumulated amortization to be immaterial to the governmental-wide financial statements and has elected to record the remaining payments in full.

The first agreement was executed in July 2022, to lease certain office equipment across the different locations within the school district. The term of the lease is 60 months and matures in June 2027. The remaining liability as of June 30, 2024, is \$223,200.00.

The second agreement was executed in September 2019, to lease (4) 54 passenger buses, (1) Van, and (1) wheelchair bus. The term of the lease is 60 months and matured in September 2023. The remaining liability as of June 30, 2024, is \$0.00.

The third agreement was executed in September 2020, to lease (1) 54 passenger buses and (1) 24 passenger bus. The term of the lease is 60 months and matures in September 2024. The remaining liability as of June 30, 2024, is \$37,077.65.

The fourth agreement was executed in October 2022, to lease (2) 54 passenger buses. The term of the lease is 60 months and matures in November 2026. The remaining liability as of June 30, 2024, is \$143,270.09.

The future minimum lease obligations as of June 30, 2024, are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 157,605.74	5,982.69	163,588.43
2026	122,137.96	3,390.26	125,528.22
2027	123,804.04	1,724.18	125,528.22
	<b>\$ 403,547.74</b>	<b>11,097.13</b>	<b>414,644.87</b>

**NOTE 10 – PENSION PLANS**

Description of Plans - All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pension and Benefits, PO Box 295, Trenton, New Jersey, 08625 or the reports can be accessed on the internet at:  
<https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

Teachers' Pension and Annuity Fund (TPAF)

The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

*Public Employees' Retirement System (PERS)*

The Public 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 Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction.

*Defined Contribution Retirement Program (DCRP)*

The Defined Contribution Retirement Program (DCRP) was established as of July 1, 2007 under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et seq.). The DCRP is a cost-sharing multiple-employer defined contribution pension fund. The DCRP provides eligible members, and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

*Funding Policy*

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 7.50% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The current TPAF rate is 46.7% and the PERS rate is 17.61% of covered payroll. The School District's contributions to TPAF for the years ending June 30, 2024, 2023, and 2022 were \$6,572,623.00, \$6,630,877.00, and \$4,602,109.00, respectively, and paid by the State of New Jersey on behalf of the board, equal to the required contributions for each year. The School District's contributions to PERS for the years ending June 30, 2024, 2023, and 2022 were \$642,405.00, \$597,621.00, and \$562,837.00, respectively, equal to the required contributions for each year.

During the fiscal years ended June 30, 2024, 2023, and 2022, the State of New Jersey contributed \$1,860,722.00, \$1,726,612.00, and \$1,549,241.00, respectively, to the TPAF for post-retirement medical benefits on behalf of the Board. Also, in accordance with NJSA 18A:66-66 the State of New Jersey reimbursed the Board \$1,455,329.01, \$1,388,916.25, and \$1,346,706.16, during the same fiscal years for the employer's share of social security contributions for TPAF members as calculated on their base salaries. These amounts, which are not required to be budgeted, have been included in the financial statements, and the combining and individual fund and account group statements and schedules as revenues and expenditures in accordance with GASB Standards.

For the DCRP, members contribute at a uniform rate of 5.5% of their base salary. Employers are required to contribute at a set rate of 3.0% of base salary. There were employees enrolled in the DCRP for the year ended June 30, 2024.

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Vesting and Benefit Provisions

The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age. The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

Significant Legislation

Chapter 78, P.L. 2011, effective June 28, 2011 made various changes to the manner in which the Public Employees' Retirement System (PERS) and the Teacher's Pension and Annuity Fund (TPAF) operate and to the benefit provisions of those systems.

Chapter 78's provisions impacting employee pension and health benefits include:

- New members of the PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of  $\frac{1}{4}$  of 1% for each month that the member is under age 65.
- The eligibility age to qualify for a service retirement in the PERS is increased from age 63 to 65 for Tier 5 members.
- Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years. For fiscal year 2013, the member contribution rates increased in October 2012. The phase-in of the additional incremental member contribution rates for PES members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.
- New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary.
- In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

Chapter 1, P.L. 2010, effective May 21, 2010, made a number of changes to the State-administered retirement systems concerning eligibility, the retirement allowance formula, the definition of compensation, the positions eligible for service credit, the non-forfeitable right to a pension, the prosecutor's part of the PERS and employer contributions to the retirement systems.

Chapter 3, P.L. 2010, effective May 21, 2010, replaced the accidental and ordinary disability retirement for new members of the PERS and TPAF with disability insurance coverage similar to that provided by the State to individuals enrolled in the State's Defined Contribution Retirement Program.



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Chapter 92, P.L. 2007 implemented certain recommendations contained in the December 1, 2006, report of the Joint Legislative Committee on Public Employee Benefits Reform; established a DCRP for elected and certain appointed officials, effective July 1, 2007; the new pension loan interest rate became 4.69% per year, and an \$8.00 processing fee per loan was charged, effective January 1, 2008. The legislation also removed language from existing law that permits the State Treasurer to reduce employer pension contributions needed to fund the Funds and Systems when excess assets are available.

**NOTE 11: PENSION LIABILITIES – PUBLIC EMPLOYEES’ RETIREMENT SYSTEM (PERS)**

In 2012, the Governmental Accounting Standards Board issued GASB statement 68. This statement is effective for fiscal years beginning after June 15, 2014. This statement changes the method of reporting the District’s pension liabilities. The following information describes the District’s proportionate share of the statewide pension system’s liabilities and expenses.

The following represents the District’s pension liabilities as June 30, 2023:

**Public Employees’ Retirement System**

The District has a liability of \$6,961,949 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022 that was rolled forward to June 30, 2023. 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 employers, actuarially determined. At June 30, 2023, the District’s proportion is 0.04806523740%, which is an increase of 1.42% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2023, the District recognized negative pension expense of \$225,878. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected & actual experience	\$ 66,565	(28,458)
Changes of assumptions	15,294	(421,924)
Net difference between projected and actual earnings		
on pension plan investments	32,061	-
Changes in proportion	153,449	(107,558)
Total	\$ 267,369	(557,940)

Amounts that would be reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense as follows:

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Year ended June 30,		
2025	\$	422,536
2026		(66,556)
2027		(535,588)
2028		(100,159)
2029		(10,804)
Total	\$	<u><u>(290,571)</u></u>

**Actuarial Assumptions**

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

Inflation rate		
Price		2.75%
Wage		3.25%
Salary increases:		2.75% – 6.55% (based on years of service)
Investment rate of return:		7.00%

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

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

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2023 are summarized in the following table:

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Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US equity	28.00%	8.98%
Non-U.S. developed markets equity	12.75%	9.22%
International small cap equity	1.25%	9.22%
Emerging markets equity	5.50%	11.13%
Private equity	13.00%	12.50%
Real estate	8.00%	8.58%
Real assets	3.00%	8.40%
High yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment grade credit	7.00%	5.19%
Cash equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk mitigation strategies	3.00%	6.21%

*Discount Rate*

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for 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 in determining 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 net pension liability 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 Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	\$ 8,395,074	6,961,949	5,743,494

*Pension plan fiduciary net position.*

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial report.

**NOTE 12 – PENSION LIABILITIES - TEACHERS' PENSION AND ANNUITY FUND (TPAF)**

At June 30, 2023, the District liability for its proportionate share of the net pension liability which is considered a Special Funding Situation with the State of New Jersey is reported below.

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The employer contributions for local participating employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A 18:66-33. 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. Since the local participating employers do not contribute directly to the plan, there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the non-employer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the non-employer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$	-
State's proportionate share of the net position liability associated with the District		80,925,578.00
Total	\$	80,925,578.00

The net pension liability was measured as of June 30, 2023 and the total pension liability to calculate the net pension liability was determined by an actuarial valuation as of that date. 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 school districts and the State, actuarially determined. At June 30, 2023, the District's proportion was 0.00%, which was no change from its proportion measured as of June 30, 2022.

For the year ended June 30, 2023, the District recognized pension expense of \$1,988,106 and revenue of \$1,988,106 for support provided by the State.

*Actuarial assumptions.* The total pension liability in the June 30, 2023 actuarial valuation was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. This actuarial valuation used the following assumptions, applied to all period included in the measurement:

Inflation Rate	
Price	2.75%
Wage	3.25%
Salary increases	2.75% - 4.25% (based on years of service)
Investment rate of return	7.00%

Pre-retirement 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-Medan 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

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Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

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

***Long-Term Expected Rate of Return***

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing 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, 2022 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return.
US Equity	28.00%	8.98%
Non-U.S. Developed Markets Equity	12.75%	9.22%
International small cap equity	1.25%	9.22%
Emerging Markets Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%

***Discount rate.***

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be 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 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 net pension liability calculated using the discount rate of 7.0% as well as what the District's proportionate share of the net pension liability would

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be if it were calculated using a discount rate that is 1-percentage point lower (6.0%) or 1-percentage point higher (8.0%) than the current rate:

	1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
District's proportionate share of the net pension liability	\$ -	-	-
State's proportionate share of the net position liability associated with the District	\$ 95,425,941.52	80,925,578.00	68,712,825.50

*Pension plan fiduciary net position.*

Detailed information about the pension plan's fiduciary net position is available in the separately issued TPAF financial report.

**Additional Information**

Collective balances of the local group at June 30, 2023 are as follows:

Deferred outflows of resources	\$	2,413,548,676
Deferred inflows of resources		(14,741,373,312)
Net pension liability		51,109,961,824

Collective pension expense for the plan for the measurement period ended June 30, 2023 is \$1,255,623,033.

**NOTE 13 – OTHER POST-RETIREMENT BENEFITS**

**General Information about the OPEB Plan**

**State Health Benefit State Retired Employees Plan:**

Pension and Other Postemployment Benefits (OPEB) Obligations in Fiscal Year 2022 the State funded the various defined benefit pension systems at 108 percent of the full actuarially determined contributions. Employer contributions to the pension plans are calculated per the requirements of the governing State statutes using generally accepted actuarial procedures and practices. The actuarial funding method used to determine the State's contribution is a matter of State law. Any change to the funding method requires the approval of the State Legislature and the Governor. The amount the State actually contributes to the pension plans may differ from the actuarially determined contributions of the pension plans because the State's contribution to the pension plans is subject to the appropriation of the State Legislature and actions by the Governor. GASB Statement No. 68, Accounting and Financial Reporting for Pensions, requires participating employers to recognize their proportionate share of the collective net pension liability. Under the new statement, the calculation of the pension liability was changed to a more conservative methodology and each employer was allocated a proportional share of the pension plans' net pension liability. The State's share of the net pension liability, based on a measurement date of June 30, 2021, which is required to be reported on the financial statements, is \$75.1 billion. The Fiscal Year 2023 projected aggregate State contribution to the pension plans of \$6.8 billion represents 104 percent of the actuarially determined contributions. The State provides post-retirement medical (PRM) benefits for certain State and other retired employees meeting the service credit eligibility requirements. In Fiscal Year 2022, the State paid PRM benefits for 161,238 State and local retirees. The State funds post-

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retirement medical benefits on a “pay-as-you-go” basis, which means that the State does not pre-fund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For Fiscal Year 2022, the State contributed \$1.9 billion to pay for “pay-as-you-go” PRM benefit costs incurred by covered populations, a slight increase from \$1.8 billion in Fiscal Year 2021. The State has appropriated \$2.1 billion in Fiscal Year 2023 as the State’s contribution to fund increases in prescription drugs and medical claims costs. In accordance with the provisions of GASBE Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. This new standard supersedes the previously issued guidance, GASB Statement No. 45, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, effective for Fiscal Year 2018. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments. The Fiscal Year 2022 State OPEB liability to provide these benefits is \$88.9 billion, a decrease of \$12.7 billion, or 12.5 percent, from the \$101.6 billion liability recorded in Fiscal Year 2021. Additional information on Pensions and OPEB can be accessed on the Division of Pensions & Benefits Financial Reports webpage: <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

*Total OPEB Liability*

The State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The LEA’s proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the LEA did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State’s level and is not specific to the board of education/board of trustees. Note that actual numbers will be published in June 30, 2023 III-3.8 the NJ State ACFR on the Office of Management and Budget’s Financial Publications webpage: [NJ OMB - Financial Publications](#)

Actuarial assumptions and other imputes. The total OPEB liability in the June 30, 2023, actuarial valuation reported by the State in the State’s most recently issued ACFR was determined by an actuarial valuation as of June 30, 2022, which was rolled forward to June 30, 2023. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

*Salary Increases*

<b>TPAF/ABP</b>	<b>PERS</b>	<b>PFRS</b>
2.75% to 4.25% based on service years	2.75% to 6.55% based on service years	3.25% to 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-2020 “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.

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The actuarial assumptions used in the June 30, 2022 valuation were based on the results of the TPAF, PERS, and PFRS experience studies for the period 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 6.5% and decreases to a 4.5% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 14.8% in fiscal year 2026, and decreases to 4.5% in fiscal year 2033. For HMO the trend is increasing to 17.4% in fiscal year 2026, and decreases to 4.5% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.5% and decreases to a 4.5% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

*Discount Rate*

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

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

Balance at 6/30/23 (Based on 6/30/2022 measurement date)	\$ 50,646,262,966.00
Changes for the year:	
Service cost	2,136,235,476.00
Interest	1,844,113,951.00
Changes in Benefit Terms	-
Differences between Expected & Actual Experiences	(980,424,863.00)
Changes in assumptions or other inputs	105,539,463.00
Contributions: Member	47,258,104.00
Benefit payments	<u>(1,437,516,858.00)</u>
Net changes	<u>1,715,205,273.00</u>
Balance at 6/30/23 (Based on 6/30/2022 measurement date)	<u>\$ 52,361,468,239.00</u>

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

The following presents the total OPEB liability as of June 20, 2023, respectively, calculated using a discount rate as disclosed above as well as what the total nonemployer OPEB would be if it was calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

	1% Decrease (2.65%)	Discount Rate (3.65%)	1% Increase (4.65%)
Total OPEB Liability	\$ 61,385,066,712.00	\$ 52,361,668,239.00	\$ 45,116,926,835.00



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*Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates*

The following presents the total OPEB liability as of June 30, 2023, calculated using the healthcare trend rate as disclosed above as well as what the total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Total OPEB Liability (School Retirees)	\$ 43,468,257,358.00	\$ 52,361,668,239.00	\$ 63,998,719,320.00

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

For the year ended June 30, 2023, the board of education recognized OPEB expense of \$812,325 determined by the State as the total OPEB liability for benefits provided through a defined OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB 75 and in which there is a special funding situation.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 7,639,717,639.00	\$ (13,791,541,217.00)
Changes in assumptions	7,445,895,322.00	(14,449,948,556.00)
	\$ 15,085,612,961.00	\$ (28,241,489,773.00)

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

Year Ended June 30,		
2024	\$	(2,611,225,301.00)
2025		(2,611,225,301.00)
2026		(2,269,523,460.00)
2027		(1,338,024,839.00)
2028		(273,877,609.00)
Thereafter		(4,052,000,302.00)
	\$	(13,155,876,812.00)

(Contributions made after June 30 are reported as deferred outflow of resources but are not amortized in the expense.)

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

Detailed information about the plan's fiduciary net position is available in the separately issued OPEB financial report.

**NOTE 14 – COMPENSATED ABSENCES**

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

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2023, there is no liability for compensated absences in the Enterprise Funds.

**NOTE 15 – CONTINGENT LIABILITIES**

Federal and State Grants

The District participates in a number of federal and state grant programs. The grant programs are subject to program compliance audits by the grantors or their representatives. The District is potentially liable for expenditures which may be disallowed pursuant to the terms of these grant programs.

**NOTE 16 – DEFERRED COMPENSATION**

The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 403(b). The 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. The plan administrators are as follows:

- The Vanguard Group
- Metropolitan Life
- Siracusa
- Equitable
- Lincoln Investment Planning
- T. Rowe Price
- Janus Funds

**NOTE 17 – RISK MANAGEMENT**

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

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

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

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

Fiscal Year	Contributions	Interest on Investments	Amount Reimbursed	Ending Balance
2023-2024	\$ 119,502.47	2,626.41	18,424.96	290,501.36
2022-2023	46,789.98	2,256.55	24,985.77	186,797.44
2021-2022	50,140.90	67.64	78,244.54	162,736.68

**NOTE 18 – COMMITMENTS**

The District does not have encumbrance policy at fiscal year end to determine significant encumbrances. All encumbrances are classified as Assigned Fund Balance in the General Fund or unearned revenue in the Special Revenue Fund. Significant encumbrances at June 30<sup>th</sup> are as follows:

Fund	Amount
General Fund Encumbered Orders	\$ 646,831.05
Special Revenue Fund - Encumbered Orders	436,760.10
Capital Projects Fund - Encumbered Orders	35,548.95
	<u>\$ 1,119,140.10</u>

**NOTE 19 – MAINTENANCE RESERVE ACCOUNT**

A maintenance reserve account was established by the Middle Township Board of Education for the accumulation of funds for use as required maintenance expenditures in subsequent fiscal years. 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 July 1, 2023 to June 30, 2024 fiscal year is as follows:

Beginning balance, July 1, 2023	\$ 2,694,260.36
Additions:	
June Transfer	<u>1,200,000.00</u>
	1,200,000.00
Withdrawals:	
Board Resolutions	<u>1,292,579.92</u>
	<u>1,292,579.92</u>
Ending balance, June 30, 2024	<u>\$ 2,601,680.44</u>

**NOTE 20 – FUND BALANCE APPROPRIATED**

**General Fund** – Of the \$5,799,936.17 General Fund fund balance, at June 30, 2024, \$646,831.05 is reserved for encumbrances, \$1,616,348.30 is reserved as excess surplus in accordance with NJSA 18A:7F-7 (\$802,924.51 of the reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2025), \$290,501.36 has been reserved in the Unemployment Compensation Fund; \$118,617.73 has been reserved in the Capital Reserve Account; \$2,601,680.44 has been reserved in the Maintenance Reserve Account; \$286,076.49 has been appropriated and included as anticipated revenue for the year ending June 30, 2025; and \$239,880.80 is classified and unassigned.

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

**Debt Service Fund** – Of the Debt Service Fund fund balance at June 30, 2024, \$63,867.83 is reserved in accordance with NJSA 7F-41c(2) and \$0.00 is unreserved and undesignated.

**NOTE 21 – CALCULATION OF EXCESS SURPLUS**

The designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to the NJSA 18A:7F-7, as amended. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if the District did not appropriate a required minimum amount of budgeted fund balance in the subsequent years' budget. The excess fund balance at June 30, 2024 is \$1,616,348.30, of which \$802,424.51 has been included in the 2024-2025 budget. The excess fund balance at June 30, 2023 was \$1,704,076.51.

**NOTE 22 – DEFICIT FUND BALANCE AND NET POSITION**

The District has a deficit (unassigned) fund balance of (\$215,388.00) in the Special Revenue Fund as of June 30, 2024 as reported in the fund statements (modified accrual basis). P.L. 2003, c. 97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last payment as revenue, for budget purposes only, in the current school 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 state aid payment in the subsequent fiscal year, the school district cannot recognize the last state aid payment on the GAAP financial statements until the year the state records the payable. Due to the timing difference of recording the last state aid payment, the Special Revenue Fund balance deficit does not alone indicate that the district is facing financial difficulties. The District deficit in the Special revenue fund in the GAAP fund statements is less than or equal to the last state aid payment.

In addition, the District had a deficit in unassigned net position balances in its Performing Arts Center funds of (\$543,692.99). The Performing Arts Center fund's total net position was a deficit of (\$428,500.96).

**NOTE 23 – LITIGATION**

The Board of Education is a defendant in legal proceedings that are in various stages of litigation. It is believed that the outcome or exposure to the Board, from such litigation could be material to the financial statements.

**NOTE 24 – ECONOMIC DEPENDENCY**

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

**NOTE 25 – RIGHT TO USE ASSETS**

The district has recorded right to use assets as a result of implementing GASB 87. The right to use assets are initially measured at an amount equal to the initial measurement of the related lease liability, plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place to lease into service. The District has determined the other charges and amortization to be immaterial to the government-wide financial statements and has elected to record the Right to Use Assets at their remaining liability payments.

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(CONTINUED)**

	Beginning Balance	Increases	Decreases	Ending Balance
Copiers	\$ 297,600.00		74,400.00	223,200.00
(4) 54 Passenger Buses, (1) Van & (1) Wheelchair Bus	126,420.16		126,420.16	-
(1) 54 Passenger Bus & (1) 24 Passenger Bus	73,198.11		36,120.46	37,077.65
(2) 54 Passenger Buses	<u>187,842.60</u>		<u>44,572.51</u>	<u>143,270.09</u>
Right to use assets, net	<u>\$ 685,060.87</u>	<u>-</u>	<u>281,513.13</u>	<u>403,547.74</u>

**NOTE 26 – SUBSEQUENT EVENTS**

Management has reviewed and evaluated all events and transactions that occurred from June 30, 2024 through December 13, 2024, the date that the financial statements were available to be issued for possible disclosure and recognition in the financial statements, and no items have come to the attention of the District that would require disclosure.

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**REQUIRED SUPPLEMENTARY INFORMATION – PART II**

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**BUDGETARY COMPARISON SCHEDULES**

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance with Under/(Over) Final Budget to Actual
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	29,826,907.00		29,826,907.00	29,826,907.00	-
Tuition From Other LEAs Within the State	2,479,859.00		2,479,859.00	2,362,859.00	(117,000.00)
Other Tuition			-	340,366.49	340,366.49
Transportation Fees from Other LEA's	10,000.00		10,000.00	5,106.47	(4,893.53)
Interest Earned on Maintenance Reserve	100.00		100.00	92,935.04	92,835.04
Interest Earned on Capital Reserve	100.00		100.00	854.54	754.54
Other Restricted Miscellaneous Revenues	81,582.00		-	103,703.92	103,703.92
Unrestricted Miscellaneous Revenues			81,582.00	230,595.17	149,013.17
<b>Total Local Sources</b>	<b>32,398,548.00</b>	<b>-</b>	<b>32,398,548.00</b>	<b>32,963,327.63</b>	<b>564,779.63</b>
Intermediate Sources:					
PILOT Payments to School District	55,000.00		55,000.00	58,000.00	3,000.00
<b>Total Intermediate Sources</b>	<b>55,000.00</b>	<b>-</b>	<b>55,000.00</b>	<b>58,000.00</b>	<b>3,000.00</b>
State Sources:					
Special Education Aid	1,437,131.00		1,437,131.00	1,437,131.00	-
Equalization Aid	8,437,475.00		8,437,475.00	8,437,475.00	-
Security Aid	608,776.00		608,776.00	608,776.00	-
Adjustment Aid	1,574,738.00		1,574,738.00	1,574,738.00	-
Transportation Aid	1,570,041.00		1,570,041.00	1,570,041.00	-
School Choice Aid	272,420.00		272,420.00	272,420.00	-
Extraordinary Aid	100,000.00		100,000.00	432,198.00	332,198.00
Nonpublic Transportation Aid			-	54,145.00	54,145.00
TPAF Pension (On-Behalf - Non-Budget)			-	6,836,784.00	6,836,784.00
TPAF Pension - Post Retirement Medical (On Behalf - Non-Budgeted)			-	1,860,722.00	1,860,722.00
TPAF Pension - Long-Term Disability Insurance (On Behalf - Non-Budgeted)			-	2,738.00	2,738.00
TPAF Social Security (Reimbursed-Non-Budget)			-	1,455,329.01	1,455,329.01
<b>Total State Sources</b>	<b>14,000,581.00</b>	<b>-</b>	<b>14,000,581.00</b>	<b>24,542,497.01</b>	<b>10,541,916.01</b>
Federal Sources:					
Medicaid Reimbursement	46,383.00		46,383.00	36,487.48	(9,895.52)
<b>Total Federal Sources</b>	<b>46,383.00</b>	<b>-</b>	<b>46,383.00</b>	<b>36,487.48</b>	<b>(9,895.52)</b>
<b>Total Revenues</b>	<b>46,500,512.00</b>	<b>-</b>	<b>46,500,512.00</b>	<b>57,600,312.12</b>	<b>11,099,800.12</b>

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance with Under/(Over) Final Budget to Actual
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE</b>					
<b>REGULAR PROGRAMS - INSTRUCTION</b>					
Kindergarten - Salaries of Teachers	631,168.00	(30,465.20)	600,702.80	600,702.80	-
Grades 1 - 5 Salaries of Teachers	3,656,037.00	(27,351.52)	3,628,685.48	3,627,970.37	715.11
Grades 6 - 8 Salaries of Teachers	2,110,936.00	(6,646.50)	2,104,289.50	2,098,201.41	6,088.09
Grades 9 - 12 Salaries of Teachers	3,656,088.00	432,341.68	4,088,429.68	4,080,626.87	7,802.81
Regular Programs - Home Instruction					
Salaries of Teachers	108,000.00	28,794.00	136,794.00	135,825.25	968.75
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	350,000.00	139,615.31	489,615.31	489,615.31	-
Purchased Technical Services	6,658.00	25,161.94	31,819.94	26,882.07	4,937.87
Other Purchased Services (400-500 series)	135,211.40	(48,994.81)	86,216.59	80,156.66	6,059.93
General Supplies	563,048.44	(148,924.89)	414,123.55	408,766.25	5,357.30
Textbooks	101,977.48	(7,474.23)	94,503.25	82,130.36	12,372.89
Other Objects	7,650.00	2,356.03	10,006.03	7,653.69	2,352.34
<b>TOTAL REGULAR PROGRAMS - INSTRUCTION</b>	<b>11,326,774.32</b>	<b>358,411.81</b>	<b>11,685,186.13</b>	<b>11,638,531.04</b>	<b>46,655.09</b>
<b>SPECIAL EDUCATION - INSTRUCTION</b>					
Emotional Regulation Impairment					
Salaries of Teachers	152,860.00	(129,768.31)	23,091.69	23,091.69	-
Other Salaries for Instruction	17,925.00		17,925.00	17,632.74	292.26
General Supplies	350.00		350.00	226.64	123.36
<b>Total Emotional Regulation Impairment</b>	<b>171,135.00</b>	<b>(129,768.31)</b>	<b>41,366.69</b>	<b>40,951.07</b>	<b>415.62</b>
<b>Multiple Disabilities</b>					
Salaries of Teachers	804,293.00	(99,087.62)	705,205.38	705,205.38	-
Other Salaries for Instruction	36,325.00	217.40	36,542.40	36,542.40	-
Other Purchased Services (400-500 series)	2,000.00	(2,000.00)	-	-	-
General Supplies	15,437.50	(4,190.97)	11,246.53	11,246.53	-
Textbooks	760.00	(324.13)	435.87	-	435.87
<b>Total Multiple Disabilities</b>	<b>858,815.50</b>	<b>(105,385.32)</b>	<b>753,430.18</b>	<b>752,994.31</b>	<b>435.87</b>
<b>Resource Room/Resource Center</b>					
Salaries of Teachers	2,579,594.00	(357,331.81)	2,222,262.19	2,221,712.19	550.00
Other Salaries for Instruction	148,675.00	(53,508.09)	95,166.91	94,059.39	1,107.52
General Supplies	25,853.98	(3,069.23)	22,784.75	21,965.99	818.76
Textbooks	4,279.00		4,279.00	4,279.00	-
<b>Total Resource Room/Resource Center</b>	<b>2,758,401.98</b>	<b>(413,909.13)</b>	<b>2,344,492.85</b>	<b>2,342,016.57</b>	<b>2,476.28</b>

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance with Under/(Over) Final Budget to Actual
Preschool Disabilities - Full Time					
Salaries of Teachers	159,994.00	190.00	160,184.00	160,184.00	-
General Supplies	500.00	(190.00)	310.00		310.00
Total Preschool Disabilities - Full Time	160,494.00	-	160,494.00	160,184.00	310.00
<b>TOTAL SPECIAL EDUCATION - INSTRUCTION</b>	<b>3,948,846.48</b>	<b>(649,062.76)</b>	<b>3,299,783.72</b>	<b>3,296,145.95</b>	<b>3,637.77</b>
Basic Skills/Remedial - Instruction					
Salaries of Teachers	852,695.00	47,907.19	900,602.19	900,602.19	-
Total Basic Skills/Remedial - Instruction	852,695.00	47,907.19	900,602.19	900,602.19	-
Bilingual Education - Instruction					
Salaries of Teachers	118,689.00	2,890.90	121,579.90	121,579.90	-
Total Bilingual Education - Instruction	118,689.00	2,890.90	121,579.90	121,579.90	-
School-Spon. Co curricular Activities - Instruction					
Salaries	275,951.00	37,119.99	313,070.99	306,331.49	6,739.50
Purchased Services (300-500 series)	13,840.00	22,709.20	36,549.20	36,549.20	-
Supplies & Materials	6,750.00	(5,010.00)	1,740.00		1,740.00
Other Objects	4,200.00	(2,594.50)	1,605.50	1,150.00	455.50
Total School-Spon. Co curricular Activities - Inst.	300,741.00	52,224.69	352,965.69	344,030.69	8,935.00
School-Spon. Co curricular Athletics - Instruction					
Salaries	665,115.00	18,116.08	683,231.08	683,230.44	0.64
Purchased Services (300-500 series)	83,375.00	13,396.25	96,771.25	95,553.78	1,217.47
Supplies & Materials	66,059.51	(1,781.46)	64,278.05	62,519.14	1,758.91
Other Objects	10,625.00	(4,050.95)	6,574.05	5,838.17	735.88
Total School-Spon. Co curricular Athletics - Inst.	825,174.51	25,679.92	850,854.43	847,141.53	3,712.90
Other Instructional Programs - Instruction					
Salaries	13,000.00	6,380.00	19,380.00	19,380.00	-
Purchased Services (300-500 series)	2,260.00	(1,220.60)	1,039.40	1,039.40	-
Supplies & Materials	1,000.00	(797.24)	202.76	202.76	-
Total Other Instructional Programs - Instruction	16,260.00	4,362.16	20,622.16	20,622.16	-
Other Alternative Education Program - Instruction					
Salaries of Teachers	61,840.00	11,616.00	73,456.00	73,456.00	-
Other Salaries for Instruction	22,139.00	(4,019.24)	18,119.76	18,119.76	-
Total Other Instructional Programs - Instruction	83,979.00	7,596.76	91,575.76	91,575.76	-
<b>TOTAL INSTRUCTION</b>	<b>17,473,159.31</b>	<b>(149,989.33)</b>	<b>17,323,169.98</b>	<b>17,260,229.22</b>	<b>62,940.76</b>

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance with Under/(Over) Final Budget to Actual
<b>UNDISTRIBUTED EXPENDITURES</b>					
Undistributed Expenditures - Instruction					
Tuition to Other LEAs Within the State - Regular	13,472.40	91,694.45	105,166.85	105,006.89	159.96
Tuition to Other LEAs Within the State - Special		9,715.17	9,715.17	9,715.17	-
Tuition to County Voc. School Dist. - Regular	1,456,163.00		1,456,163.00	1,456,163.00	-
Tuition to County Voc. School Dist. - Special	329,840.00	(17,000.00)	312,840.00	312,840.00	-
Tuition to CSSD & Regional Day Schools	2,409,616.88	(245,823.29)	2,163,793.59	2,163,793.59	-
Tuition to Private Schools for the Disabled - Within State	625,981.38	165,287.50	791,268.88	791,268.88	-
Tuition - State Facilities	369,675.00		369,675.00	369,675.00	-
<b>Total Undistributed Expenditures - Instruction</b>	<b>5,204,748.66</b>	<b>3,873.83</b>	<b>5,208,622.49</b>	<b>5,208,462.53</b>	<b>159.96</b>
Undistributed Expend. - Health Services					
Salaries	345,536.00	1,568.00	347,104.00	341,630.15	5,473.85
Purchased Professional and Technical Services	23,814.99	(1,614.29)	22,200.70	20,382.77	1,817.93
Purchased Services (400-500 series)	650.00		650.00	313.50	336.50
Supplies & Materials	19,937.19	(2,953.71)	16,983.48	14,988.59	1,994.89
<b>Total Undistributed Expend. - Health Services</b>	<b>389,938.18</b>	<b>(3,000.00)</b>	<b>386,938.18</b>	<b>377,315.01</b>	<b>9,623.17</b>
Undist. Expend. - Speech, OT, PT and Other Related Services					
Salaries	390,418.00	58,699.24	449,117.24	448,427.24	690.00
Purchased Professional - Educational Services	50,000.00	(15,597.02)	34,402.98	22,935.60	11,467.38
<b>Total Undist. Expend. - Speech, OT, PT and Related Services</b>	<b>440,418.00</b>	<b>43,102.22</b>	<b>483,520.22</b>	<b>471,362.84</b>	<b>12,157.38</b>
Undist. Expend. - Other Support Serv. Students - Extraordinary Services					
Salaries	722,614.00	(19,182.99)	703,431.01	703,187.10	243.91
<b>Total Undist. Expend. - Other Support Services Students - Extraordinary Services</b>	<b>722,614.00</b>	<b>(19,182.99)</b>	<b>703,431.01</b>	<b>703,187.10</b>	<b>243.91</b>
Undist. Expend. - Guidance					
Salaries of Other Professional Staff	644,379.00	(17,058.60)	627,320.40	626,043.74	1,276.66
Salaries of Secretarial and Clerical Assistants	79,180.00	2,213.30	81,393.30	81,393.30	-
Purchased Professional - Educational Services	200.00		200.00	166.44	33.56
Other Purchased Services (400-500 series)	500.00		500.00	64.20	435.80
Supplies & Materials	8,802.10		8,802.10	7,747.44	1,054.66
<b>Total Undist. Expend. - Other Support Services Guidance</b>	<b>733,061.10</b>	<b>(14,845.30)</b>	<b>718,215.80</b>	<b>715,415.12</b>	<b>2,800.68</b>
Undist. Expend. - Child Study Teams					
Salaries of Other Professional Staff	669,653.00	(51,506.20)	618,146.80	616,227.16	1,919.64
Salaries of Secretarial and Clerical Assistants	89,170.00	7,404.27	96,574.27	96,574.27	-
Other Salaries	20,000.00		-	-	-
Purchased Professional - Educational Services	43,264.60	9,818.21	53,082.81	50,767.81	2,315.00
Other Purchased Professional and Tech. Services	340,541.73	(95,930.76)	244,610.97	239,440.97	5,170.00
Other Purchased Services (400-500 series)	10,800.00	(10,600.00)	200.00	200.00	-
Supplies & Materials	25,335.55	(2,000.00)	23,335.55	20,959.92	2,375.63
Other Objects	5,064.00	(3,800.25)	1,263.75	262.50	1,001.25
<b>Total Undist. Expend. - Other Support Services Child Study Teams</b>	<b>1,203,828.88</b>	<b>(166,614.73)</b>	<b>1,037,214.15</b>	<b>1,024,232.63</b>	<b>12,981.52</b>

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance with Under/(Over) Final Budget to Actual
Undist. Expend. - Improvement of Inst. Services					
Salaries of Supervisors of Instruction	251,879.00	8,559.04	260,438.04	260,438.04	-
Salaries of Other Professional Staff	264,378.00	(25,415.52)	238,962.48	235,129.73	3,832.75
Salaries of Secretarial and Clerical Assistants	44,685.00	1,478.76	46,163.76	46,163.76	-
Purchased Professional - Educational Services	25,800.00	(20,589.00)	5,211.00	5,211.00	-
Other Purchased Services (400-500 series)	26,280.00	(25,176.10)	1,103.90	563.18	540.72
Supplies & Materials	950.00	(159.90)	790.10	761.90	28.20
Other Objects	2,524.00	336.00	2,860.00	2,860.00	-
Total Undist. Expend. - Improvement of Inst. Serv.	<u>616,496.00</u>	<u>(60,966.72)</u>	<u>555,529.28</u>	<u>551,127.61</u>	<u>4,401.67</u>
Undist. Expend. - Edu. Media Serv./Sch. Library					
Salaries	367,299.00	4,246.50	371,545.50	371,545.10	0.40
Purchased Professional and Technical Services	18,971.00	(3,800.00)	15,171.00	10,266.54	4,904.46
Other Purchased Services (400-500 series)	1,350.00		1,350.00	1,350.00	1,350.00
Supplies & Materials	42,867.53	(6,354.11)	36,513.42	34,286.23	2,227.19
Total Undistributed Expenditures - Educational Media Services - School Library	<u>430,487.53</u>	<u>(5,907.61)</u>	<u>424,579.92</u>	<u>416,097.87</u>	<u>8,482.05</u>
Undist. Expend. - Instructional Staff Training Serv.					
Purchased Professional - Educational Services	28,708.00	(10,412.30)	18,295.70	11,733.78	6,561.92
Other Purchased Professional and Tech. Services	72,192.00	(18,986.00)	53,206.00	53,206.00	-
Other Purchased Services (400-500 series)	8,200.00		8,200.00	3,999.80	4,200.20
Supplies & Materials	19,171.00	(18,623.20)	547.80	547.80	-
Total Undistributed Expenditures - Instructional Staff Training Services	<u>128,271.00</u>	<u>(48,021.50)</u>	<u>80,249.50</u>	<u>69,487.38</u>	<u>10,762.12</u>
Undist. Expend. - Supp. Serv. - General Admin.					
Salaries	286,260.00	(2,809.96)	283,450.04	283,325.49	124.55
Legal Services	140,093.00	(48,848.34)	91,244.66	37,699.00	53,545.66
Audit Fees	40,000.00		40,000.00	36,500.00	3,500.00
Architectural/Engineering Services	35,060.00	(6,675.29)	28,384.71	7,729.02	20,655.69
Other Purchased Professional Services	42,000.00	8,050.71	50,050.71	49,634.21	416.50
Purchased Technical Services	74,900.00	(12,642.92)	62,257.08	59,978.97	2,278.11
Communications/Telephone	143,728.47	21,583.27	165,311.74	150,176.04	15,135.70
BOE - Other Purchased Services	8,682.03	598.59	9,280.62	9,235.37	45.25
Misc. Purch Serv (400-500) [Other than 530 & 585]	452,786.00	82,414.24	535,200.24	531,169.34	4,030.90
General Supplies	8,596.00	(2,500.00)	6,096.00	5,228.68	867.32
BOE - In House Training/Meeting Supplies	4,700.00	(2,001.84)	2,698.16	1,897.81	800.35
Miscellaneous Expenditures	26,500.00	(18,000.00)	8,500.00	8,417.83	82.17
BOE Membership Dues and Fees	24,675.00		24,675.00	24,337.99	337.01
Total Undistributed Expenditures - Support Services - General Administration	<u>1,287,980.50</u>	<u>19,168.46</u>	<u>1,307,148.96</u>	<u>1,205,329.75</u>	<u>101,819.21</u>

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance with Under/(Over) Final Budget to Actual
Undist. Expend. - Supp. Serv. - School Admin.					
Salaries of Principals/Assistant Principals	770,820.00	-	770,820.00	732,231.21	38,588.79
Salaries of Other Professional Staff	158,649.00		158,649.00	144,614.08	14,034.92
Salaries of Secretarial and Clerical Assistants	496,840.00	(25,506.12)	471,333.88	471,333.88	-
Purchased Professional and Technical Services	5,425.00		5,425.00	4,570.99	854.01
Other Purchased Services (400-500 series)	21,859.00	(8,788.22)	13,070.78	9,849.98	3,220.80
Supplies & Materials	21,011.74	5,000.00	26,011.74	23,652.77	2,358.97
Other Objects	16,097.73	314.96	16,412.69	14,706.08	1,706.61
<b>Total Undistributed Expenditures - Support Services - School Administration</b>	<b>1,490,702.47</b>	<b>(28,979.38)</b>	<b>1,461,723.09</b>	<b>1,400,958.99</b>	<b>60,764.10</b>
Undist. Expend. - Central Services					
Salaries	369,060.00	6,478.40	375,538.40	375,462.84	75.56
Purchased Technical Services	67,500.00	6,165.52	73,665.52	73,578.57	86.95
Sale/Leaseback Payments	24,116.98	(4,999.31)	19,117.67	19,117.67	-
Supplies and Materials	10,000.00	(810.94)	9,189.06	9,141.90	47.16
Interest on Current Loans	26,149.00	(14,776.93)	11,372.07	11,305.75	66.32
Miscellaneous Expenditures	3,500.00	3,040.31	6,540.31	6,540.31	-
<b>Total Undistributed Expenditures - Central Services</b>	<b>500,325.98</b>	<b>(4,902.95)</b>	<b>495,423.03</b>	<b>495,147.04</b>	<b>275.99</b>
Undist. Expend. - Admin Info Tech					
Salaries	242,340.00	(46,394.35)	195,945.65	195,945.65	-
Purchased Technical Services	95,008.00	53,737.75	148,745.75	147,511.25	1,234.50
Other Purchased Services (400-500 series)	1,200.00	(400.00)	800.00	723.33	76.67
Supplies and Materials	23,590.00	(5,858.00)	17,732.00	15,684.75	2,047.25
Other Objects	5,500.00	2,436.20	7,936.20	7,924.47	11.73
<b>Total Undistributed Expenditures - Admin Info Tech</b>	<b>367,638.00</b>	<b>3,521.60</b>	<b>371,159.60</b>	<b>367,789.45</b>	<b>3,370.15</b>
Undist. Expend. - Required Maint. School Fac.					
Salaries	199,609.00	10,065.72	209,674.72	209,674.72	-
Cleaning, Repair and Maintenance Service	449,008.71	1,295,879.74	1,744,888.45	1,001,312.41	743,576.04
General Supplies	28,022.99	94,870.49	122,893.48	121,694.48	1,199.00
<b>Total Undistributed Expenditures - Required Maintenance for School Facilities</b>	<b>676,640.70</b>	<b>1,400,815.95</b>	<b>2,077,456.65</b>	<b>1,332,681.61</b>	<b>744,775.04</b>



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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance with Under/(Over) Final Budget to Actual
<b>Undist. Expend. - Custodial Services</b>					
Salaries	1,137,192.00	(5,447.44)	1,131,744.56	1,128,866.80	2,877.76
Purchased Professional and Technical Services	181,477.59	(92,615.36)	88,862.23	88,862.23	-
Cleaning, Repair and Maintenance Service	124,423.50	(58,294.26)	66,129.24	57,969.09	8,160.15
Other Purchased Property Services	183,783.00	36,368.68	220,151.68	209,480.34	10,671.34
Insurance	426,602.00	(95,012.00)	331,590.00	331,590.00	-
Miscellaneous Purchased Services	5,500.00	(2,830.47)	2,669.53	2,613.99	55.54
General Supplies	143,131.80	(7,659.18)	135,472.62	135,436.46	36.16
Energy (Natural Gas)	487,000.00	(180,683.89)	306,316.11	306,316.11	-
Energy (Electricity)	772,571.00	4,484.16	777,055.16	777,055.16	-
Other Objects	4,000.00	(1,330.00)	2,670.00	2,670.00	-
<b>Total Undistributed Expenditures - Other Operations and Maintenance of Plant</b>	<b>3,465,680.89</b>	<b>(403,019.76)</b>	<b>3,062,661.13</b>	<b>3,040,860.18</b>	<b>21,800.95</b>
<b>Undist. Expend. - Care and Upkeep of Grounds</b>					
Salaries	130,209.00	10,443.55	140,652.55	140,652.55	-
Cleaning, Repair and Maintenance Service	750.00	60,212.11	60,962.11	59,212.11	1,750.00
General Supplies	25,000.00	6,243.16	31,243.16	31,243.16	-
Other Objects	25,000.00	(25,000.00)	-	-	-
<b>Total Care and Upkeep of Grounds</b>	<b>180,959.00</b>	<b>51,898.82</b>	<b>232,857.82</b>	<b>231,107.82</b>	<b>1,750.00</b>
<b>Undist. Expend. - Security</b>					
Salaries	309,762.00	133,529.94	443,291.94	443,291.94	-
Purchased Technical Services	123,981.00	21,247.57	145,228.57	145,228.57	-
General Supplies	6,325.00	25,169.25	31,494.25	31,494.25	-
<b>Total Security</b>	<b>440,068.00</b>	<b>179,946.76</b>	<b>620,014.76</b>	<b>620,014.76</b>	<b>-</b>
<b>Total Undistributed Expenditures Operations and Maintenance of Plant</b>	<b>4,763,348.59</b>	<b>1,229,641.77</b>	<b>5,992,990.36</b>	<b>5,224,664.37</b>	<b>768,325.99</b>
<b>Undist. Expend. - Student Transportation Serv.</b>					
Sal.- Pup. Trans. (Bet. Home & School) - Reg.	1,187,053.00	185,962.23	1,373,015.23	1,373,015.23	-
Sal.- Pup. Trans. (Bet. Home & School) - Sp Ed	449,099.00	8,899.76	457,998.76	457,998.76	-
Sal.- Pup. Trans. (Other than Home & School)	50,000.00	(4,483.37)	45,516.63	45,516.63	-
Sal.- Pup. Trans. (Bet. Home/School) - Nonpublic	112,243.00	(73,465.60)	38,777.40	38,777.40	-
Other Purchased Professional and Tech. Services	13,000.00	10,590.00	23,590.00	23,590.00	-
Cleaning, Repair and Maintenance Service	46,015.28	(42,989.50)	3,025.78	3,025.78	-
Rental Payments - School Buses	12,756.00	(3,016.64)	9,739.36	9,739.36	-
Lease Purchase Payments - School Buses	207,114.00	-	207,114.00	207,113.12	0.88
Contr. Serv. - Aid in Lieu Payments - NonPub Sch	148,190.00	(53,242.50)	94,947.50	94,947.50	-
Contr. Serv. - Aid in Lieu Payments - Charter Sch	2,652.00	(322.00)	2,330.00	2,330.00	-
Contr. Serv. - Aid in Lieu Payments - Choice Sch	129,111.00	(129,111.00)	-	-	-
Contr. Serv. - (Sp Ed. Students) - Joint Agrmt	170,460.09	147,146.19	317,606.28	298,760.75	18,845.53
Contr. Serv. - (Sp Ed Students) - ESCs & CTSA	212,957.00	561,053.65	774,010.65	774,010.65	-
Misc. Purchased Service - Transportation	245,168.81	3,938.74	249,107.55	249,107.55	-
General Supplies	2,500.00	1,544.95	4,044.95	4,044.95	-
Transportation Supplies	389,639.59	(85,886.45)	303,753.14	302,735.54	1,017.60
Other Objects	8,292.00	14,764.85	23,056.85	23,056.85	-
<b>Total Undistributed Expenditures - Student Transportation Services</b>	<b>3,386,250.77</b>	<b>541,383.31</b>	<b>3,927,634.08</b>	<b>3,907,770.07</b>	<b>19,864.01</b>

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance with Under/(Over) Final Budget to Actual
<b>Student Transportation Services-Employee Benefits</b>					
Social Security Contributions	150,000.00	(2,575.12)	147,424.88	147,424.88	-
Workers Compensation	111,559.00	-	111,559.00	111,559.00	-
Health Benefits	329,801.00	(77,739.70)	252,061.30	252,061.30	-
<b>Total Student Transportation Services</b>	<b>591,360.00</b>	<b>(80,314.82)</b>	<b>511,045.18</b>	<b>511,045.18</b>	<b>-</b>
<b>Unallocated Benefits</b>					
Social Security Contribution	500,000.00	75,988.98	575,988.98	574,474.20	1,514.78
Other Retirement Contributions - PERS	633,479.00	26.93	633,505.93	633,505.93	-
Unemployment Compensation	150,000.00	(51,829.72)	98,170.28	98,170.28	-
Workmen's Compensation	361,895.00	3,635.00	365,530.00	365,530.00	-
Health Benefits	6,305,711.00	(93,319.07)	6,212,391.93	6,212,136.93	255.00
Other Employee Benefits	185,010.00	(1,430.81)	183,579.19	175,050.62	8,528.57
Unused Sick Payment to Terminated/Retired Staff	42,495.00	70,572.75	113,067.75	113,067.75	-
<b>Total Unallocated Benefits</b>	<b>8,178,590.00</b>	<b>3,644.06</b>	<b>8,182,234.06</b>	<b>8,171,935.71</b>	<b>10,298.35</b>
<b>On-Behalf Contributions</b>					
On-Behalf TPAF Non-Cont. Life Insurance (non-bud)	-	-	-	6,836,784.00	(6,836,784.00)
On-Behalf TPAF Pension - Post Retirement Medical Contribution (non-bud)	-	-	-	1,860,722.00	(1,860,722.00)
On-Behalf TPAF Pension - Long-Term Disability Insurance (non-bud)	-	-	-	2,738.00	(2,738.00)
Reimbursed TPAF Social Security Cont.(non-bud)	-	-	-	1,455,329.01	(1,455,329.01)
<b>Total On-Behalf Contributions</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,155,573.01</b>	<b>(10,155,573.01)</b>
<b>Total Personal Services - Employee Benefits</b>	<b>8,769,950.00</b>	<b>(76,670.76)</b>	<b>8,693,279.24</b>	<b>18,838,553.90</b>	<b>(10,145,274.66)</b>
<b>TOTAL UNDISTRIBUTED EXPENDITURES</b>	<b>30,436,059.66</b>	<b>1,411,599.25</b>	<b>31,847,658.91</b>	<b>40,976,901.66</b>	<b>(9,129,242.75)</b>
Interest Deposit to Maintenance Reserve	100.00	-	100.00	-	100.00
<b>TOTAL GENERAL CURRENT EXPENSE</b>	<b>47,909,318.97</b>	<b>1,261,609.92</b>	<b>49,170,928.89</b>	<b>58,237,130.88</b>	<b>(9,066,201.99)</b>
<b>CAPITAL OUTLAY</b>					
Interest Deposit to Capital Reserve	100.00	-	100.00	-	100.00
<b>Total Interest Deposit to Capital Reserve</b>	<b>100.00</b>	<b>-</b>	<b>100.00</b>	<b>-</b>	<b>100.00</b>
<b>Facilities Acquisition/Construction Services</b>					
Assessment for Debt Service on SDA Funding	139,087.00	-	139,087.00	139,087.00	-
<b>Total Facilities Acquisition/Construction Services</b>	<b>139,087.00</b>	<b>-</b>	<b>139,087.00</b>	<b>139,087.00</b>	<b>-</b>

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance with Under/(Over) Final Budget to Actual
TOTAL CAPITAL OUTLAY	139,187.00	-	139,187.00	139,087.00	100.00
Transfer of Funds to Charter Schools	25,365.00	30,970.00	56,335.00	56,335.00	-
TOTAL EXPENDITURES	<u>48,073,870.97</u>	<u>1,292,579.92</u>	<u>49,366,450.89</u>	<u>58,432,552.88</u>	<u>(9,066,101.99)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,573,358.97)</u>	<u>(1,292,579.92)</u>	<u>(2,865,938.89)</u>	<u>(832,240.76)</u>	<u>2,033,698.13</u>
Other Financing Sources (Uses):					
Prior Year Accounts Receivable Adjustment			-	(55,329.22)	(55,329.22)
Transfer to Performing Arts Center			-	-	-
Local Contribution- Transfer to Special Revenue	(138,960.00)		(138,960.00)	(138,960.00)	-
Total Other Financing Sources:	<u>(138,960.00)</u>	<u>-</u>	<u>(138,960.00)</u>	<u>(194,289.22)</u>	<u>(55,329.22)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(1,712,318.97)	(1,292,579.92)	(3,004,898.89)	(1,026,529.98)	1,978,368.91
Fund Balance July 1	7,941,247.15		7,941,247.15	7,941,247.15	-
Fund Balance June 30	<u>\$ 6,228,928.18</u>	<u>(1,292,579.92)</u>	<u>4,936,348.26</u>	<u>6,914,717.17</u>	<u>1,978,368.91</u>
Recapitulation:				\$ -	
Nonspendable Fund Balance					
None					
Restricted Fund Balance:					
Excess Surplus - Designated for Subsequent Year's Expenditures				802,924.51	
Excess Surplus - Current Year				813,423.79	
Reserve for Unemployment Compensation				290,501.36	
Committed Fund Balance:					
Capital Reserve				118,617.73	
Maintenance Reserve				2,601,680.44	
Assigned Fund Balance:					
Other Purposes				646,831.05	
Designated by BOE for Subsequent Expenditures				286,076.49	
Unassigned Fund Balance:					
General Fund				<u>1,354,661.80</u>	
Reconciliation to Governmental Funds Statements (GAAP):				6,914,717.17	
Last Two State Aid Payments not recognized on GAAP Basis				<u>(1,114,781.00)</u>	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 5,799,936.17</u>	

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance with Under/(Over) Final Budget to Actual
<b>REVENUES:</b>					
State Sources	\$ 2,926,027.00	589,955.75	3,515,982.75	2,867,239.82	(648,742.93)
Federal Sources	1,515,681.00	1,419,215.40	2,934,896.40	2,820,635.75	(114,260.65)
Local Sources	440,000.00	97,882.83	537,882.83	582,849.41	44,966.58
<b>Total Revenues</b>	<b>4,881,708.00</b>	<b>2,107,053.98</b>	<b>6,988,761.98</b>	<b>6,270,724.98</b>	<b>(718,037.00)</b>
<b>EXPENDITURES:</b>					
Instruction:					
Salaries of Teachers	1,502,708.00	305,477.73	1,808,185.73	1,752,699.00	55,486.73
Other Salaries for Instruction	202,407.00	39,943.88	242,350.88	237,032.90	5,317.98
Purchased Professional Educational Services	53,735.00	50,699.49	104,434.49	34,191.39	70,243.10
Purchased Services (400-500 series)	737,846.00	260,691.00	998,537.00	998,537.00	-
General Supplies	135,976.00	184,267.38	320,243.38	255,005.81	65,237.57
Textbooks	4,894.00	7,128.55	12,022.55	11,365.57	656.98
Other Objects	6,000.00	13,269.31	19,269.31	12,004.36	7,264.95
<b>Total Instruction</b>	<b>2,643,566.00</b>	<b>861,477.34</b>	<b>3,505,043.34</b>	<b>3,300,836.03</b>	<b>204,207.31</b>
Support Services:					
Salaries of Supervisors of Instruction	69,290.00	5,734.00	75,024.00	75,024.00	-
Salaries of Program Directors	75,936.00	42,422.52	118,358.52	118,358.52	-
Salaries of Other Professional Staff	118,156.00	462.51	118,618.51	118,618.51	-
Salaries of Sec. And Clerical Assistants	26,280.00	(10,617.70)	15,662.30	15,662.30	-
Other Salaries	79,613.00	57,650.00	137,263.00	125,565.56	11,697.44
Salaries of Community Parent Involvement Spec.	38,378.00	4,167.79	42,545.79	33,102.29	9,443.50
Salaries of Master Teachers	64,464.00	60.00	64,524.00	64,524.00	-
Personal Services - Employee Benefits	826,260.00	(46,647.67)	779,612.33	722,264.50	57,347.83
Other Purchased Professional Services	327,261.00	332,377.23	659,638.23	260,855.80	398,782.43
Purchased Technical Services	25,789.00	216,031.71	241,820.71	231,502.73	10,317.98
Other Purchased Services (400-500 series)	5,000.00	32,030.50	37,030.50	16,354.26	20,676.24
Supplies & Materials	40,595.00	120,812.63	161,407.63	150,599.81	10,807.82
Cleaning, Repair & Maintenance Svcs.	15,000.00	1,544.88	16,544.88	16,544.88	-
Rentals	80,000.00	14,510.00	94,510.00	74,912.46	19,597.54
Travel	500.00	391.90	891.90	-	891.90
Other Objects	4,000.00	4,937.17	8,937.17	629.00	8,308.17
Miscellaneous Purchased Services	2,500.00	6,320.00	8,820.00	300.00	8,520.00
Contract Services (Between Home & School) - Vendors	64,200.00	74,341.76	138,541.76	134,476.53	4,065.23
Scholarships Awarded	10,000.00	8,607.07	18,607.07	18,607.07	-
Student Activities	430,000.00	87,315.95	517,315.95	517,315.95	-
<b>Total Support Services</b>	<b>2,303,222.00</b>	<b>952,452.25</b>	<b>3,255,674.25</b>	<b>2,695,218.17</b>	<b>560,456.08</b>

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Budgetary Comparison Schedule**  
**For the Fiscal Year Ended June 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES(cont'd):</b>					
Facilities Acquisitions and Construction Services:					
Construction		62,275.00	62,275.00	62,275.00	-
Instructional Equipment	28,880.00	209,076.50	237,956.50	237,956.50	-
Noninstructional Equipment	45,000.00	21,772.89	66,772.89	66,772.89	-
Total Facilities Acquisitions and Const. Services:	<u>73,880.00</u>	<u>293,124.39</u>	<u>367,004.39</u>	<u>367,004.39</u>	<u>-</u>
Other Financing Sources (Uses)					
Transfer in from General Fund	138,960.00		138,960.00	138,960.00	-
Total Other Financing Sources (Uses)	<u>138,960.00</u>	<u>-</u>	<u>138,960.00</u>	<u>138,960.00</u>	<u>-</u>
Total Outflows	<u>4,881,708.00</u>	<u>2,107,053.98</u>	<u>6,988,761.98</u>	<u>6,224,098.59</u>	<u>764,663.39</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ -	-	-	46,626.39	46,626.39
Fund Balance, July 1				\$ 551,010.10	
Fund Balance, June 30				<u>597,636.49</u>	
Recapitulation:					
Restricted:					
Scholarship Fund				74,161.27	
Student Activities				<u>523,475.22</u>	
Total Fund Balance				<u>\$ 597,636.49</u>	

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**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**

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**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Budgetary to GAAP Reconciliation**  
**Note to RSI**  
**For the Year Ended June 30, 2024**

**Note A - Explanation of Differences Between Budgetary Inflows and Outflows GAAP Revenue and Expenditures**

		General Fund		Special Revenue Fund
<b>Sources/inflows of resources</b>				
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	[C-1]	\$ 57,600,312.12	[C-2]	\$ 6,270,724.98
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures and the related revenue is recognized				
Prior Year				1,646,314.01
Current Year				(436,760.10)
Final State Aid payment was delayed until July 2023 is recorded as budgetary revenue but is not recognized under GAAP.		1,045,024.54		203,468.46
Final State Aid payment was delayed until July 2024 is recorded as budgetary revenue but is not recognized under GAAP.		(1,114,781.00)		(215,388.00)
	[B-2]	\$ 57,530,555.66	[B-2]	\$ 7,468,359.35
<b>Uses/outflows of resources</b>				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	\$ 58,432,552.88	[C-2]	\$ 6,224,098.59
Difference - 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.				
Prior Year				1,646,314.01
Current Year				(436,760.10)
	[B-2]	\$ 58,432,552.88	[B-2]	\$ 7,433,652.50

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**REQUIRED SUPPLEMENTARY INFORMATION – PART III**

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**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Schedule of the District's Proportionate Share of the Net Pension Liability**  
**Public Employee Retirement System**  
**Last Ten Fiscal Years**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
District's proportion of the net pension liability (asset)	0.0480662374%	0.0473908201%	0.0448059876%	0.0479145459%	0.4692643660%	0.0502997496%	0.0524873239%	0.0533544147%	0.0530876022%	0.0541975760%
District's proportionate of the net pension liability (asset)	\$ 6,961,949.00	\$ 7,151,927.00	\$ 5,693,413.00	\$ 7,813,610.00	\$ 8,455,432.00	\$ 9,903,770.00	\$ 12,218,210.00	\$ 15,802,047.00	\$ 11,917,103.00	\$ 10,147,269.00
District's covered payroll	\$ 3,704,402.00	\$ 3,526,479.00	\$ 3,465,726.00	\$ 3,548,495.00	\$ 3,446,326.00	\$ 3,405,997.00	\$ 3,537,786.00	\$ 3,610,157.00	\$ 3,612,796.00	\$ 3,637,447.00
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	187.94%	202.81%	164.28%	220.20%	245.35%	290.77%	345.36%	437.71%	329.86%	278.97%
Plan fiduciary net position as a percentage of the total pension liability	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%

Source: GASB 68 report on Public Employees' Retirement System; District records

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Schedule of District Contributions**  
**Public Employee Retirement System**  
**Last Ten Fiscal Years**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contribution	\$ 642,405.00	\$ 597,621.00	\$ 562,837.00	\$ 524,161.00	\$ 456,456.00	\$ 500,320.00	\$ 486,239.00	\$ 473,993.00	\$ 456,411.00	\$ 446,797.00
Contributions in relation to the contractually required contribution	\$ 642,405.00	\$ 597,621.00	\$ 562,837.00	\$ 524,161.00	\$ 456,456.00	\$ 500,320.00	\$ 486,239.00	\$ 473,993.00	\$ 456,411.00	\$ 446,797.00
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 3,704,402.00	\$ 3,526,479.00	\$ 3,465,726.00	\$ 3,548,495.00	\$ 3,446,326.00	\$ 3,405,997.00	\$ 3,537,786.00	\$ 3,610,157.00	\$ 3,612,796.00	\$ 3,637,447.00
Contributions as a percentage of covered-employee payroll	17.34%	16.95%	16.24%	14.77%	13.24%	14.69%	13.74%	13.13%	12.63%	12.28%

Source: GASB 68 report on Public Employees' Retirement System; District records

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Schedule of the District's Proportionate Share of the Net Pension Liability**  
**Teachers' Pension and Annuity Fund**  
**Last Ten Fiscal Years**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
District's proportion of the net pension liability (asset)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
District's proportionate of the net pension liability (asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability (asset) associated with the District	\$ 80,925,578.00	\$ 81,949,179.00	\$ 74,690,537.00	\$ 101,234,097.00	\$ 96,591,493.00	\$ 99,662,810.00	\$ 105,572,161.00	\$ 128,573,724.00	\$ 103,651,961.00	\$ 90,400,009.00
Total	\$ 80,925,578.00	\$ 81,949,179.00	\$ 74,690,537.00	\$ 101,234,097.00	\$ 96,591,493.00	\$ 99,662,810.00	\$ 105,572,161.00	\$ 128,573,724.00	\$ 103,651,961.00	\$ 90,400,009.00
Districts covered payroll	\$ 18,880,018.00	\$ 18,342,753.00	\$ 18,106,073.00	\$ 17,672,044.00	\$ 16,946,181.00	\$ 16,346,224.00	\$ 16,442,006.00	\$ 15,873,957.00	\$ 15,867,165.00	\$ 16,259,705.00
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%

Source: GASB 68 report on Public Employees' Retirement System; District records

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Schedule of the District's Proportionate Share of the Net OPEB Liability**  
**Public Employee Retirement System and Teachers' Pension and Annuity Fund**  
**Last Eight Fiscal Years**

	2023	2022	2021	2020	2019	2018	2017	2016
District's proportion of the net OPEB liability (asset)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
District's proportionate of the net OPEB liability (asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net OPEB liability (asset) associated with the District	\$ 108,001,718.00	\$ 103,864,217.00	\$ 122,646,968.00	\$ 138,428,923.00	\$ 87,853,982.00	\$ 100,775,141.00	\$ 118,250,047.00	\$ 128,265,224.00
Total	\$ 108,001,718.00	\$ 103,864,217.00	\$ 122,646,968.00	\$ 138,428,923.00	\$ 87,853,982.00	\$ 100,775,141.00	\$ 118,250,047.00	\$ 128,265,224.00
District's covered payroll	\$ 22,584,420.00	\$ 21,869,232.00	\$ 21,571,799.00	\$ 21,220,539.00	\$ 20,392,507.00	\$ 19,752,221.00	\$ 19,979,792.00	\$ 19,484,114.00
District's proportionate share of the net OPEB liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
State's proportionate share of OPEB associated with the District								
Service Cost	3,604,136.00	4,599,805.00	5,272,372.00	3,003,738.00	3,005,696.00	3,419,027.00	4,118,499.00	
Interest Cost	3,803,689.00	2,752,516.00	3,181,591.00	3,139,476.00	3,966,162.00	4,309,594.00	3,735,608.00	
Change in Benefit Terms			(130,543.00)					
Differences between Expected & Actual	(620,448.00)	4,366,419.00	(21,801,511.00)	21,482,408.00	(18,586,015.00)	(11,037,516.00)	(15,231,216.00)	
Changes in Assumptions	217,687.00	(27,862,508.00)	121,001.00	25,286,207.00	1,309,910.00	(11,564,452.00)		
Member Contributions	97,475.00	87,466.00	81,338.00	73,045.00	79,943.00	93,133.00	100,854.00	
Benefit Payments	(2,965,038.00)	(2,726,449.00)	(2,506,203.00)	(2,409,933.00)	(2,696,855.00)	(2,694,692.00)	(2,738,922.00)	
Change in Total Opeb Liability	4,137,501.00	(18,782,751.00)	(15,781,955.00)	50,574,941.00	(12,921,159.00)	(17,474,906.00)	(10,015,177.00)	
State's proportionate share of the net OPEB liability (asset) associated with the District - Beginning Balance	103,864,217.00	122,646,968.00	138,428,923.00	87,853,982.00	100,775,141.00	118,250,047.00	128,265,224.00	
Ending Balance	\$ 108,001,718.00	\$ 103,864,217.00	\$ 122,646,968.00	\$ 138,428,923.00	\$ 87,853,982.00	\$ 100,775,141.00	\$ 118,250,047.00	
State's proportionate share of the net OPEB liability associated with the District - as a percentage of its covered-employee payroll	478.21%	474.93%	568.55%	652.33%	430.82%	510.20%	591.85%	

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

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



**OTHER SUPPLEMENTARY INFORMATION**

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**SPECIAL REVENUE FUND  
DETAIL STATEMENTS**

The Special Revenue Fund is used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

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**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Year Ended June 30, 2024**

	Total Brought Forward (Ex. E-1a)	Preschool Education Aid	I.D.E.A. Preschool	I.D.E.A. Part B	ACSERS	VANS	Totals 2024
<b>REVENUES:</b>							
State Sources	\$ 557,624.73	2,309,615.09	32,004.00	761,692.00	71,650.00	300.00	2,867,239.82
Federal Sources	1,955,289.75						2,820,635.75
Local Sources	582,549.41						582,849.41
<b>Total Revenues</b>	<b>3,095,463.89</b>	<b>2,309,615.09</b>	<b>32,004.00</b>	<b>761,692.00</b>	<b>71,650.00</b>	<b>300.00</b>	<b>6,270,724.98</b>
<b>EXPENDITURES:</b>							
Instruction:							
Salaries of Teachers	860,471.42	892,227.58					1,752,699.00
Other Salaries for Instruction	12,347.02	224,685.88					237,032.90
Purchased Professional Educational Services	28,422.39			5,769.00			34,191.39
Purchased Services (400-500 series)	-	138,960.00	32,004.00	755,923.00	71,650.00	300.00	998,537.00
General Supplies	139,837.00	114,868.81					255,005.81
Textbooks	11,365.57						11,365.57
Other Objects	12,004.36						12,004.36
<b>Total Instruction</b>	<b>1,084,447.76</b>	<b>1,370,742.27</b>	<b>32,004.00</b>	<b>761,692.00</b>	<b>71,650.00</b>	<b>300.00</b>	<b>3,300,836.03</b>
Support Services:							
Salaries of Supervisors of Instruction	-	75,024.00					75,024.00
Salaries of Program Directors	54,139.32	64,219.20					118,358.52
Salaries of Other Professional Staff	-	118,618.51					118,618.51
Salaries of Sec. And Clerical Assistants	-	15,662.30					15,662.30
Other Salaries	29,583.92	95,981.64					125,565.56
Salaries of Community Parent Involvement Spec.	1,494.50	31,607.79					33,102.29
Salaries of Master Teachers	-	64,524.00					64,524.00
Personal Services - Employee Benefits	252,500.50	489,784.00					722,284.50
Other Purchased Professional Services	255,637.30	5,218.50					260,855.80
Purchased Professional - Technical Services	231,502.73						231,502.73
Other Purchased Services (400-500 series)	16,354.26						16,354.26
Supplies & Materials	125,599.81	25,000.00					150,599.81
Cleaning, Repair &amp; Maintenance Svcs.	-	16,544.88					16,544.88
Rentals	28,124.46	46,788.00					74,912.46
Travel	-						-
Other Objects	629.00						629.00
Miscellaneous Purchased Services	300.00						300.00
Contract Services (Between Home & School) - Vendors	134,476.53						134,476.53
Scholarships Awarded	18,607.07						18,607.07
Student Activities	517,315.95						517,315.95
<b>Total Support Services</b>	<b>1,666,265.35</b>	<b>1,028,952.82</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,695,218.17</b>
Facilities Acquisition and Constr. Services:							
Construction	62,275.00						62,275.00
Instructional Equipment	209,076.50	28,860.00					237,936.50
Noninstructional Equipment	46,772.89	20,000.00					66,772.89
<b>Total Facilities Acquisition and Constr. Services</b>	<b>318,124.39</b>	<b>48,860.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>367,004.39</b>
Other Financing Sources (Uses)							
Transfer in from General Fund	-	138,960.00					138,960.00
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>138,960.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>138,960.00</b>
<b>Total Outflows</b>	<b>3,048,837.50</b>	<b>2,309,615.09</b>	<b>32,004.00</b>	<b>761,692.00</b>	<b>71,650.00</b>	<b>300.00</b>	<b>6,224,098.59</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	46,626.39	-	-	-	-	-	46,626.39
Fund Balance, July 1	551,010.10	-	-	-	-	-	551,010.10
<b>Fund Balance, June 30</b>	<b>\$ 597,636.49</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>597,636.49</b>

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Year Ended June 30, 2024**

	Total Brought Forward (Ex. E-1b)	Recovery HS Access Project Grant	Nonpublic Security	Nonpublic Corrective Speech	Nonpublic Compensatory Ed	Nonpublic Exam & Class	Total Carried Forward
<b>REVENUES:</b>							
State Sources	\$ 77,055.61	453,144.87	10,865.00	2,697.00	4,765.23	9,097.02	557,624.73
Federal Sources	1,955,289.75						1,955,289.75
Local Sources	582,549.41						582,549.41
<b>Total Revenues</b>	<b>2,614,894.77</b>	<b>453,144.87</b>	<b>10,865.00</b>	<b>2,697.00</b>	<b>4,765.23</b>	<b>9,097.02</b>	<b>3,095,463.89</b>
<b>EXPENDITURES:</b>							
Instruction:							
Salaries of Teachers	781,837.07	78,634.35					860,471.42
Other Salaries for Instruction	12,347.02						12,347.02
Purchased Professional Educational Services	20,207.16	3,450.00			4,765.23		28,422.39
Purchased Services (400-500 series)							-
General Supplies	138,144.27	1,692.73					139,837.00
Textbooks	3,062.21	8,303.36					11,365.57
Other Objects	10,000.00	2,004.36					12,004.36
<b>Total Instruction</b>	<b>965,597.73</b>	<b>94,084.80</b>	<b>-</b>	<b>-</b>	<b>4,765.23</b>	<b>-</b>	<b>1,064,447.76</b>
Support Services:							
Salaries of Supervisors of Instruction	-						-
Salaries of Program Directors	-	54,139.32					54,139.32
Salaries of Other Professional Staff	-						-
Salaries of Secr. And Clerical Assistants	-						-
Other Salaries	29,583.92						29,583.92
Salaries of Community Parent Involvement Spec.	1,494.50						1,494.50
Salaries of Master Teachers	-						-
Personal Services - Employee Benefits	242,343.32	10,157.18					252,500.50
Other Purchased Professional Services	125,637.30	130,000.00		2,697.00		9,097.02	255,637.30
Purchased Professional - Technical Services	219,708.71						231,502.73
Other Purchased Services (400-500 series)	16,354.26						16,354.26
Supplies & Materials	113,501.23	1,233.58	10,865.00				125,599.81
Cleaning, Repair &amp; Maintenance Svcs.	-						-
Rentals	-	28,124.46					28,124.46
Travel	-						-
Other Objects	-						-
Miscellaneous Purchased Services	-	629.00					629.00
Contract Services (Between Home & School) - Vendors	-	300.00					300.00
Scholarships Awarded	18,607.07	134,476.53					134,476.53
Student Activities	517,315.95						18,607.07
<b>Total Support Services</b>	<b>1,284,546.26</b>	<b>359,060.07</b>	<b>10,865.00</b>	<b>2,697.00</b>	<b>-</b>	<b>9,097.02</b>	<b>1,666,265.35</b>
Facilities Acquisition and Constr. Services:							
Construction	62,275.00						62,275.00
Instructional Equipment	209,076.50						209,076.50
Noninstructional Equipment	46,772.89						46,772.89
<b>Total Facilities Acquisition and Constr. Services</b>	<b>318,124.39</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>318,124.39</b>
Other Financing Sources (Uses)							
Transfer in from General Fund	-						-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Outflows</b>	<b>2,568,268.38</b>	<b>453,144.87</b>	<b>10,865.00</b>	<b>2,697.00</b>	<b>4,765.23</b>	<b>9,097.02</b>	<b>3,048,637.50</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	46,626.39						46,626.39
Fund Balance, July 1	551,010.10						551,010.10
Fund Balance, June 30	\$ 597,636.49						\$ 597,636.49

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Year Ended June 30, 2024**

	Total Brought Forward (Ex. E-1c)	Nonpublic Nurse	Nonpublic Supplemental Instruction	Nonpublic Technology	Nonpublic Textbooks	SDA Emergent Needs	Total Carried Forward
<b>REVENUES:</b>							
State Sources	-	6,360.00	2,808.40	2,550.00	3,062.21	62,275.00	77,055.61
Federal Sources	1,955,289.75						1,955,289.75
Local Sources	582,549.41						582,549.41
<b>Total Revenues</b>	<b>2,537,839.16</b>	<b>6,360.00</b>	<b>2,808.40</b>	<b>2,550.00</b>	<b>3,062.21</b>	<b>62,275.00</b>	<b>2,614,894.77</b>
<b>EXPENDITURES:</b>							
Instruction:							
Salaries of Teachers	781,837.07						781,837.07
Other Salaries for Instruction	12,347.02						12,347.02
Purchased Professional Educational Services	17,398.76		2,808.40				20,207.16
Purchased Services (400-500 series)	-			2,550.00			-
General Supplies	135,594.27						138,144.27
Textbooks	-				3,062.21		3,062.21
Other Objects	10,000.00						10,000.00
<b>Total Instruction</b>	<b>957,177.12</b>	<b>-</b>	<b>2,808.40</b>	<b>2,550.00</b>	<b>3,062.21</b>	<b>-</b>	<b>965,597.73</b>
Support Services:							
Salaries of Supervisors of Instruction	-						-
Salaries of Program Directors	-						-
Salaries of Other Professional Staff	-						-
Salaries of Sec. And Clerical Assistants	-						-
Other Salaries	29,583.92						29,583.92
Salaries of Community Parent Involvement Spec.	1,494.50						1,494.50
Salaries of Master Teachers	-						-
Personal Services - Employee Benefits	242,343.32						242,343.32
Other Purchased Professional Services	125,637.30						125,637.30
Purchased Professional - Technical Services	213,348.71	6,360.00					219,708.71
Other Purchased Services (400-500 series)	16,354.26						16,354.26
Supplies & Materials	113,501.23						113,501.23
Cleaning, Repair &amp; Maintenance Svcs.	-						-
Rentals	-						-
Travel	-						-
Other Objects	-						-
Miscellaneous Purchased Services	-						-
Contract Services (Between Home & School) - Vendors	-						-
Scholarships Awarded	18,607.07						18,607.07
Student Activities	517,315.95						517,315.95
<b>Total Support Services</b>	<b>1,278,186.26</b>	<b>6,360.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,284,546.26</b>
Facilities Acquisition and Constr. Services:							
Construction	-					62,275.00	62,275.00
Instructional Equipment	209,076.50						209,076.50
Noninstructional Equipment	46,772.89						46,772.89
<b>Total Facilities Acquisition and Constr. Services</b>	<b>255,849.39</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>62,275.00</b>	<b>318,124.39</b>
Other Financing Sources (Uses)							
Transfer in from General Fund	-						-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Outflows</b>	<b>2,491,212.77</b>	<b>6,360.00</b>	<b>2,808.40</b>	<b>2,550.00</b>	<b>3,062.21</b>	<b>62,275.00</b>	<b>2,568,268.38</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>46,626.39</b>
<b>Fund Balance, July 1</b>	<b>551,010.10</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>551,010.10</b>
<b>Fund Balance, June 30</b>	<b>\$ 551,010.10</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>597,636.49</b>

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Year Ended June 30, 2024**

	Total Brought Forward (Ex. E-Td)	Title I	Title IIA	Title III	Title III Immigrant	Total Carried Forward
<b>REVENUES:</b>						
State Sources	-	-	-	-	-	-
Federal Sources	1,098,420.92	629.00	86,986.26	28,791.10	7,706.00	1,955,289.75
Local Sources	582,549.41	-	-	-	-	582,549.41
<b>Total Revenues</b>	<b>1,680,970.33</b>	<b>629.00</b>	<b>86,986.26</b>	<b>28,791.10</b>	<b>7,706.00</b>	<b>2,537,839.16</b>
<b>EXPENDITURES:</b>						
Instruction:						
Salaries of Teachers	226,800.35	492,835.22	55,275.00	6,926.50	-	781,837.07
Other Salaries for Instruction	-	12,347.02	-	-	-	12,347.02
Purchased Professional Educational Services	13,948.76	3,450.00	-	-	-	17,398.76
Purchased Services (400-500 series)	-	-	-	-	-	-
General Supplies	91,297.75	28,270.90	-	15,396.62	-	135,594.27
Textbooks	-	-	-	-	-	-
Other Objects	10,000.00	-	-	-	-	10,000.00
<b>Total Instruction</b>	<b>342,046.86</b>	<b>536,903.14</b>	<b>55,275.00</b>	<b>22,323.12</b>	<b>-</b>	<b>957,177.12</b>
Support Services:						
Salaries of Supervisors of Instruction	-	-	-	-	-	-
Salaries of Program Directors	-	-	-	-	-	-
Salaries of Other Professional Staff	-	-	-	-	-	-
Salaries of Sec. And Clerical Assistants	-	-	-	-	-	-
Other Salaries	27,650.00	1,494.50	-	1,933.92	-	29,583.92
Salaries of Community Parent Involvement Spec.	-	-	-	-	-	-
Salaries of Master Teachers	-	-	-	-	-	-
Personal Services - Employee Benefits	19,465.43	192,632.83	29,811.00	434.06	-	242,343.32
Other Purchased Professional Services	125,637.30	-	-	-	-	125,637.30
Purchased Professional - Technical Services	209,248.71	-	-	4,100.00	-	213,348.71
Other Purchased Services (400-500 series)	14,454.00	-	1,900.26	-	-	16,354.26
Supplies & Materials	104,069.23	1,726.00	-	-	7,706.00	113,501.23
Cleaning, Repair &amp; Maintenance Svcs.	-	-	-	-	-	-
Rentals	-	-	-	-	-	-
Travel	-	-	-	-	-	-
Other Objects	-	-	-	-	-	-
Miscellaneous Purchased Services	-	-	-	-	-	-
Contract Services (Between Home & School) - Vendors	-	-	-	-	-	-
Scholarships Awarded	18,607.07	-	-	-	-	18,607.07
Student Activities	517,315.95	-	-	-	-	517,315.95
<b>Total Support Services</b>	<b>1,036,447.69</b>	<b>195,853.33</b>	<b>31,711.26</b>	<b>6,467.98</b>	<b>7,706.00</b>	<b>1,278,186.26</b>
Facilities Acquisition and Constr. Services:						
Construction	-	-	-	-	-	-
Instructional Equipment	209,076.50	-	-	-	-	209,076.50
Noninstructional Equipment	46,772.89	-	-	-	-	46,772.89
<b>Total Facilities Acquisition and Constr. Services</b>	<b>255,849.39</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>255,849.39</b>
Other Financing Sources (Uses)						
Transfer in from General Fund	-	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Outflows</b>	<b>1,634,343.94</b>	<b>732,756.47</b>	<b>86,986.26</b>	<b>28,791.10</b>	<b>7,706.00</b>	<b>2,491,212.77</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)</b>	<b>46,626.39</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>46,626.39</b>
<b>Fund Balance, July 1</b>	<b>551,010.10</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>551,010.10</b>
<b>Fund Balance, June 30</b>	<b>597,636.49</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>597,636.49</b>



**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Year Ended June 30, 2024**

	Total Brought Forward (Ex. E-1e)	Scholarship Fund	Elementary #1	Elementary #2	Student Activities Middle School	High School	Total Carried Forward
<b>REVENUES:</b>							
State Sources	\$ 1,098,420.92						
Federal Sources	-	28,385.73	46,450.25	56,658.47	96,034.91	355,020.05	1,098,420.92
Local Sources	-	28,385.73	46,450.25	56,658.47	96,034.91	355,020.05	582,549.41
Total Revenues	1,098,420.92	28,385.73	46,450.25	56,658.47	96,034.91	355,020.05	1,680,970.33
<b>EXPENDITURES:</b>							
Instruction:							
Salaries of Teachers	226,800.35						226,800.35
Other Salaries for Instruction	-						-
Purchased Professional Educational Services	13,948.76						13,948.76
Purchased Services (400-500 series)	-						-
General Supplies	91,297.75						91,297.75
Textbooks	-						-
Other Objects	10,000.00						10,000.00
Total Instruction	342,046.86	-	-	-	-	-	342,046.86
Support Services:							
Salaries of Supervisors of Instruction	-						-
Salaries of Program Directors	-						-
Salaries of Other Professional Staff	-						-
Salaries of Sec. And Clerical Assistants	-						-
Other Salaries	27,650.00						27,650.00
Salaries of Community Parent Involvement Spec.	-						-
Salaries of Master Teachers	-						-
Personal Services - Employee Benefits	19,465.43						19,465.43
Other Purchased Professional Services	125,637.30						125,637.30
Purchased Professional - Technical Services	209,248.71						209,248.71
Other Purchased Services (400-500 series)	14,454.00						14,454.00
Supplies & Materials	104,069.23						104,069.23
Cleaning, Repair & Maintenance Svcs.	-						-
Rentals	-						-
Travel	-						-
Other Objects	-						-
Miscellaneous Purchased Services	-						-
Contract Services (Between Home & School) - Vendors	-						-
Scholarships Awarded	-	18,607.07	35,069.96	37,055.31	94,515.89	350,674.79	18,607.07
Student Activities	-						-
Total Support Services	500,524.67	18,607.07	35,069.96	37,055.31	94,515.89	350,674.79	517,315.95
Facilities Acquisition and Constr. Services:							
Construction	-						-
Instructional Equipment	209,076.50						209,076.50
Noninstructional Equipment	46,772.89						46,772.89
Total Facilities Acquisition and Constr. Services	255,849.39	-	-	-	-	-	255,849.39
Other Financing Sources (Uses)							
Transfer in from General Fund	-						-
Total Other Financing Sources (Uses)	-						-
Total Outflows	1,098,420.92	18,607.07	35,069.96	37,055.31	94,515.89	350,674.79	1,634,343.94
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	9,778.66	11,380.29	19,603.16	1,519.02	4,345.26	46,626.39
Fund Balance, July 1	-	64,382.61	92,795.56	85,491.43	94,288.82	214,051.68	551,010.10
Fund Balance, June 30	-	74,161.27	104,175.85	105,094.59	95,807.84	218,396.94	597,636.49

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues and Expenditures - Budgetary Basis**  
**For the Year Ended June 30, 2024**

	Title IV	ARP ESSER	ARP Accelerated Learning	ARP ESSER Beyond Day	ARP ESSER Mental Health	ARP ESSER HCY II	Total Carried Forward
<b>REVENUES:</b>							
State Sources	\$ 78,765.62	644,446.43	81,867.86	38,110.13	225,688.88	29,542.00	1,098,420.92
Federal Sources							
Local Sources							
<b>Total Revenues</b>	<u>78,765.62</u>	<u>644,446.43</u>	<u>81,867.86</u>	<u>38,110.13</u>	<u>225,688.88</u>	<u>29,542.00</u>	<u>1,098,420.92</u>
<b>EXPENDITURES:</b>							
Instruction:							
Salaries of Teachers		196,697.90		10,000.00	20,102.45		226,800.35
Other Salaries for Instruction							
Purchased Professional Educational Services		13,948.76					13,948.76
Purchased Services (400-500 series)							
General Supplies	16,706.62	55,705.50		17,345.13		1,540.50	91,297.75
Textbooks							
Other Objects				10,000.00			10,000.00
<b>Total Instruction</b>	<u>16,706.62</u>	<u>266,352.16</u>	<u>-</u>	<u>37,345.13</u>	<u>20,102.45</u>	<u>1,540.50</u>	<u>342,046.86</u>
Support Services:							
Salaries of Supervisors of Instruction							
Salaries of Program Directors							
Salaries of Other Professional Staff							
Salaries of Secr. And Clerical Assistants							
Other Salaries			26,650.00			1,000.00	27,650.00
Salaries of Community Parent Involvement Spec.							
Salaries of Master Teachers							
Personal Services - Employee Benefits	62,059.00	15,047.38	2,038.72	765.00	1,537.83	76.50	19,465.43
Other Purchased Professional Services		63,578.30					125,637.30
Purchased Professional - Technical Services			19,500.00		189,748.71		209,248.71
Other Purchased Services (400-500 series)					3,800.00	10,654.00	14,454.00
Supplies & Materials		43,619.20	33,679.14		10,499.89	16,271.00	104,069.23
Cleaning, Repair &amp; Maintenance Svcs.							
Rentals							
Other Objects							
Miscellaneous Purchased Services							
Contract Services (Between Home & School) - Vendors							
Scholarships Awarded							
Student Activities							
<b>Total Support Services</b>	<u>62,059.00</u>	<u>122,244.88</u>	<u>81,867.86</u>	<u>765.00</u>	<u>205,586.43</u>	<u>28,001.50</u>	<u>500,524.67</u>
Facilities Acquisition and Constr. Services:							
Construction							
Instructional Equipment		209,076.50					209,076.50
Noninstructional Equipment		46,772.89					46,772.89
<b>Total Facilities Acquisition and Constr. Services</b>	<u>-</u>	<u>255,849.39</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>255,849.39</u>
Other Financing Sources (Uses)							
Transfer in from General Fund							
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Outflows</b>	<u>78,765.62</u>	<u>644,446.43</u>	<u>81,867.86</u>	<u>38,110.13</u>	<u>225,688.88</u>	<u>29,542.00</u>	<u>1,098,420.92</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, July 1							
Fund Balance, June 30							
<b>\$</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

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

<u>District-Wide Total</u>	<u>Total</u>		
	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
<b>EXPENDITURES:</b>			
Instruction:			
Salaries of Teachers	\$ 895,644.60	892,227.58	3,417.02
Other Salaries for Instruction	224,685.88	224,685.88	-
Other Purchased Services (400-500 series)	138,960.00	138,960.00	-
General Supplies	126,498.00	114,868.81	11,629.19
<b>Total Instruction</b>	<u>1,385,788.48</u>	<u>1,370,742.27</u>	<u>15,046.21</u>
Support Services:			
Salaries of Supervisors of Instruction	75,024.00	75,024.00	-
Salaries of Program Directors	64,219.20	64,219.20	-
Salaries of Other Professional Staff	118,618.51	118,618.51	-
Salaries of Secr. and Clerical Assistants	15,662.30	15,662.30	-
Other Salaries	104,613.00	95,981.64	8,631.36
Salaries of Community Parent Involvement Spec.	31,607.79	31,607.79	-
Salaries of Master Teachers	64,524.00	64,524.00	-
Personal Services - Employee Benefits	469,764.00	469,764.00	-
Other Purchased Professional Services	11,749.84	5,218.50	6,531.34
Cleaning, Repair & Maintenance Svcs.	16,544.88	16,544.88	-
Rentals	50,000.00	46,788.00	3,212.00
Supplies and Materials	25,000.00	25,000.00	-
<b>Total Support Services</b>	<u>1,047,327.52</u>	<u>1,028,952.82</u>	<u>18,374.70</u>
Facilities Acquisition and Constr. Services:			
Instructional Equipment	28,880.00	28,880.00	-
Noninstructional Equipment	20,000.00	20,000.00	-
<b>Total Facilities Acquisition and Constr. Services</b>	<u>48,880.00</u>	<u>48,880.00</u>	<u>-</u>
<b>Total Expenditures</b>	<u>\$ 2,481,996.00</u>	<u>2,448,575.09</u>	<u>33,420.91</u>

**CALCULATION OF BUDGET & CARRYOVER**

Total Revised 2023-24 Preschool Education Aid Allocation	\$ 2,153,880.00
Actual Preschool Education Program Aid Carryover June 30, 2023	696,446.84
Add: Budget transfer from General Fund 2024	138,960.00
<b>Total Preschool Education Aid Funds Available for 2023-24 Budget</b>	<u>2,989,286.84</u>
Less: 2022-23 Budgeted Preschool Education Aid (Including prior year budgeted carryover)	<u>(2,481,996.00)</u>
<b>Available &amp; Unbudgeted Preschool Education Aid Funds as of June 30, 2024</b>	<u>507,290.84</u>
 Add: June 30, 2024 Unexpended Preschool Education Aid	<u>33,420.91</u>
<b>2023-24 Actual Carryover -Preschool Education Aid/Preschool</b>	<u>\$ 540,711.75</u>
 2023-24 Preschool Education Aid Carryover Budgeted in 2024-25	<u>\$ 507,291.00</u>

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**CAPITAL PROJECTS FUND  
DETAIL STATEMENTS**

The Capital Projects Fund is used to account for the acquisition and construction of major capital facilities and equipment purchases other than those financed by proprietary funds.

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**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Capital Projects Funds**  
**Summary Statement of Project Expenditures**  
**For the Year Ended June 30, 2024**

Project Title/Issue	Date	Revised Appropriations	GAAP Expenditures to Date		Unexpended Balance June 30, 2024
			Prior Years	Current Years	
Middle Township Elementary School #1 Additions & Renovations	3/8/2016	11,325,277.39	10,817,056.50	-	508,220.89
Middle Township Elementary School #2 Renovations & Transportation Building	3/8/2016	2,035,353.58	2,027,231.12	-	8,122.46
Middle Township Elementary School #2 Transportation Building/Facilities	3/8/2016	6,599,819.74	6,580,799.74	-	19,020.00
Middle Township Middle School Annex Fields & Parking	3/8/2016	707,083.60	679,040.89	-	28,042.71
Middle Township High School Renovations	3/8/2016	653,504.69	580,061.06	-	73,443.63
Middle Township Elementary School #2 Annex-Fields & Parking	3/8/2016	3,324,099.00	2,909,037.89	-	415,061.11
		\$ 24,645,138.00	23,593,227.20	-	1,051,910.80

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

**REVENUES AND OTHER FINANCING SOURCES:**

Miscellaneous	\$	46,217.01
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Total Revenues		<u>46,217.01</u>
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**EXPENDITURES AND OTHER FINANCING USES:**

Purchased Professional and Technical Services		-
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Construction Services		-
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Other Objects		<u>-</u>
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Total Expenditures		<u>-</u>
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Excess (Deficiency) of Revenues Over (Under) Expenditures		46,217.01
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**OTHER FINANCING SOURCES/(USES):**

Operating Transfers In (Out):		
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Transfer to Debt Service		<u>(46,217.01)</u>
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Total Other Financing Sources(Uses):		<u>(46,217.01)</u>
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Excess (Deficiency) of Revenues and Other Financing Sources Over(Under) Expenditures		-
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Fund Balances, July 1		<u>1,051,772.80</u>
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Fund Balances, June 30	\$	<u><u>1,051,772.80</u></u>
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**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis**  
**Middle Township Elementary School #1 - Additions & Renovations**  
**From Inception and for the Year Ended June 30, 2024**

	Prior Periods	Current Year	Totals	Revised Authorized Costs
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond Proceeds	\$ 11,325,277.39		\$ 11,325,277.39	\$ 11,325,277.39
Total Revenues	<u>11,325,277.39</u>	<u>-</u>	<u>11,325,277.39</u>	<u>11,325,277.39</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Purchased Professional/Technical Services	1,121,267.59	-	1,121,267.59	1,261,128.00
Construction Services	9,505,045.63		9,505,045.63	9,805,336.89
Other Objects	190,743.28		190,743.28	258,812.50
Total Expenditures	<u>10,817,056.50</u>	<u>-</u>	<u>10,817,056.50</u>	<u>11,325,277.39</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 508,220.89</u>	<u>\$ -</u>	<u>\$ 508,220.89</u>	<u>\$ -</u>
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	3130-080-15-1000			
Bond Authorization Date	3/8/2016			
Bonds Authorized	\$ 11,325,277.39			
Bonds Issued	\$ 11,325,277.39			
Original Cost Authorized	\$ 11,836,760.00			
Additional Authorized Cost	\$ (511,482.61)			
Revised Authorized Cost	\$ 11,325,277.39			
Percentage Increase over Original Authorized Cost	-4.32%			
Percentage Completion	95.51%			
Target Completion Date	FY 2024			

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis**  
**Middle Township Elementary School #2 - Renovations & Transportation Building**  
**From Inception and for the Year Ended June 30, 2024**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond Proceeds	\$ 2,035,353.58		\$ 2,035,353.58	\$ 2,035,353.58
Total Revenues	<u>2,035,353.58</u>	<u>-</u>	<u>2,035,353.58</u>	<u>2,035,353.58</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Purchased Professional/Technical Services	136,706.42		136,706.42	144,828.88
Construction Services	1,862,595.46		1,862,595.46	1,862,595.46
Other Objects	27,929.24		27,929.24	27,929.24
Total Expenditures	<u>2,027,231.12</u>	<u>-</u>	<u>2,027,231.12</u>	<u>2,035,353.58</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 8,122.46</u>	<u>\$ -</u>	<u>\$ 8,122.46</u>	<u>\$ -</u>
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	3130-085-15-1000			
Bond Authorization Date	3/8/2016			
Bonds Authorized	\$ -			
Bonds Issued	\$ 2,035,353.58			
Original Cost Authorized	\$ 1,472,476.00			
Additional Authorized Cost	\$ 562,877.58			
Revised Authorized Cost	\$ 2,035,353.58			
Percentage Increase over Original Authorized Cost	38.23%			
Percentage Completion	99.60%			
Target Completion Date	FY 2024			

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis**  
**Middle Township Elementary School #2 - Transportation Building/Facilities**  
**From Inception and for the Year Ended June 30, 2024**

	Prior Periods	Current Year	Totals	Revised Authorized Costs
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond Proceeds	\$ 6,599,819.74		\$ 6,599,819.74	\$ 6,599,819.74
Total Revenues	6,599,819.74	-	6,599,819.74	6,599,819.74
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Purchased Professional/Technical Services	562,484.25		562,484.25	581,504.25
Construction Services	5,808,921.97		5,808,921.97	5,808,921.97
Other Objects	209,393.52		209,393.52	209,393.52
Total Expenditures	6,580,799.74	-	6,580,799.74	6,599,819.74
Excess (Deficiency) of Revenues Over Expenditures	\$ 19,020.00	\$ -	\$ 19,020.00	\$ -
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	3130-085-15-4000			
Bond Authorization Date	3/8/2016			
Bonds Authorized	\$ -			
Bonds Issued	\$ 6,599,819.74			
Original Cost Authorized	\$ 6,510,725.00			
Additional Authorized Cost	\$ 89,094.74			
Revised Authorized Cost	\$ 6,599,819.74			
Percentage Increase over Original Authorized Cost	1.37%			
Percentage Completion	99.71%			
Target Completion Date	FY 2024			

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis**  
**Middle Township Middle School #4 - Renovations**  
**From Inception and for the Year Ended June 30, 2024**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond Proceeds	\$ 707,083.60		\$ 707,083.60	\$ 707,083.60
Total Revenues	<u>707,083.60</u>	<u>-</u>	<u>707,083.60</u>	<u>707,083.60</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Purchased Professional/Technical Services	62,812.97		62,812.97	74,654.88
Construction Services	615,018.18		615,018.18	623,601.72
Other Objects	1,209.74		1,209.74	8,827.00
Total Expenditures	<u>679,040.89</u>	<u>-</u>	<u>679,040.89</u>	<u>707,083.60</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 28,042.71</u>	<u>\$ -</u>	<u>\$ 28,042.71</u>	<u>\$ -</u>
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	3130-091-15-1000			
Bond Authorization Date	3/8/2016			
Bonds Authorized	\$ -			
Bonds Issued	\$ 707,083.60			
Original Cost Authorized	\$ 765,050.00			
Additional Authorized Cost	\$ (57,966.40)			
Revised Authorized Cost	\$ 707,083.60			
Percentage Increase over Original Authorized Cost	-7.58%			
Percentage Completion	96.03%			
Target Completion Date	FY 2024			

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis**  
**Middle Township High School - Renovations**  
**From Inception and for the Year Ended June 30, 2024**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond Proceeds	\$ 653,504.69		\$ 653,504.69	\$ 653,504.69
Total Revenues	<u>653,504.69</u>	<u>-</u>	<u>653,504.69</u>	<u>653,504.69</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Purchased Professional/Technical Services	72,214.10		72,214.10	77,234.00
Construction Services	505,455.00		505,455.00	568,384.69
Other Objects	2,391.96		2,391.96	7,886.00
Total Expenditures	<u>580,061.06</u>	<u>-</u>	<u>580,061.06</u>	<u>653,504.69</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 73,443.63</u>	<u>\$ -</u>	<u>\$ 73,443.63</u>	<u>\$ -</u>
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	3130-050-15-1000			
Bond Authorization Date	3/8/2016			
Bonds Authorized	\$ -			
Bonds Issued	\$ 653,504.69			
Original Cost Authorized	\$ 735,428.00			
Additional Authorized Cost	\$ (81,923.31)			
Revised Authorized Cost	\$ 653,504.69			
Percentage Increase over Original Authorized Cost	-11.14%			
Percentage Completion	88.76%			
Target Completion Date	FY 2024			

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis**  
**Middle Township Elementary School #2 Annex - Fields & Parking**  
**From Inception and for the Year Ended June 30, 2024**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond Proceeds	\$ 3,323,961.00		\$ 3,323,961.00	\$ 3,324,099.00
Total Revenues	<u>3,323,961.00</u>	<u>-</u>	<u>3,323,961.00</u>	<u>3,324,099.00</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Purchased Professional/Technical Services	271,046.73		271,046.73	345,257.00
Construction Services	2,603,771.38		2,603,771.38	2,941,080.00
Other Objects	34,219.78		34,219.78	37,762.00
Total Expenditures	<u>2,909,037.89</u>	<u>-</u>	<u>2,909,037.89</u>	<u>3,324,099.00</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 414,923.11</u>	<u>\$ -</u>	<u>\$ 414,923.11</u>	<u>\$ -</u>
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	3130-085-15-3000			
Bond Authorization Date	3/8/2016			
Bonds Authorized	\$ -			
Bonds Issued	\$ 3,323,961.00			
Original Cost Authorized	\$ 3,324,699.00			
Additional Authorized Cost	\$ (600.00)			
Revised Authorized Cost	\$ 3,324,099.00			
Percentage Increase over Original Authorized Cost	-0.02%			
Percentage Completion	87.51%			
Target Completion Date	FY 2024			

## **LONG-TERM DEBT SCHEDULES**

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**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Schedule of General Serial Bonds and Loans**  
**As of June 30, 2024**

Improvement Description	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding June 30, 2024				Interest Rate	Balance June 30, 2023	Increased	Decreased	Balance June 30, 2023
			Date	Amount	Amount	Amount					
Middle Twp. Board of Education, School Bonds	7/13/2017	\$ 24,645,000	7/15/2024	1,050,000.00	1,050,000.00	3.000%	\$ 19,950,000.00		1,025,000.00	18,925,000.00	
			7/15/2025	1,100,000.00	1,100,000.00	3.000%					
			7/15/2026	1,125,000.00	1,125,000.00	3.000%					
			7/15/2027	1,175,000.00	1,175,000.00	3.000%					
			7/15/2028	1,200,000.00	1,200,000.00	3.000%					
			7/15/2029	1,275,000.00	1,275,000.00	3.000%					
			7/15/2030	1,325,000.00	1,325,000.00	3.000%					
			7/15/2031	1,375,000.00	1,375,000.00	3.000%					
			7/15/2032	1,425,000.00	1,425,000.00	3.000%					
			7/15/2033	1,475,000.00	1,475,000.00	3.000%					
			7/15/2034	1,525,000.00	1,525,000.00	3.000%					
			7/15/2035	1,600,000.00	1,600,000.00	3.000%					
			7/15/2036	1,625,000.00	1,625,000.00	3.125%					
			7/15/2037	1,650,000.00	1,650,000.00	3.250%					
							\$ 19,950,000.00	-	1,025,000.00	18,925,000.00	

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Schedule of Obligations Under Lease**  
**As of June 30, 2024**

Description	Amount of Original Issue	Balance June 30, 2023	Issued Current Year	Retired Current Year	Balance June 30, 2024
Four (4) 54-passenger 2020 School Buses, One Van, One Wheelchair Bus	617,548.00	\$ 126,420.16		126,420.16	-
One (1) 54-passenger 2021 School Bus, One (1) 24-passenger 2021 School Bus	180,500.00	73,198.11		36,120.46	37,077.65
Two (2) 2023 IC Corp CE 54-passenger School Buses	238,370.00	187,842.60		44,572.51	143,270.09
		\$ <u>387,460.87</u>	<u>-</u>	<u>207,113.13</u>	<u>180,347.74</u>

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 1,486,895.00		1,486,895.00	1,486,895.00	-
Total Local Sources	<u>1,486,895.00</u>	-	<u>1,486,895.00</u>	<u>1,486,895.00</u>	-
State Sources:					
Debt Service Aid Type II	127,123.00		127,123.00	127,123.00	-
Total State Sources	<u>127,123.00</u>	-	<u>127,123.00</u>	<u>127,123.00</u>	-
Total Revenues	<u>1,614,018.00</u>	-	<u>1,614,018.00</u>	<u>1,614,018.00</u>	-
<b>EXPENDITURES:</b>					
Regular Debt Service:					
Interest on Bonds	589,282.00		589,282.00	589,281.26	0.74
Redemption of Principal	1,025,000.00		1,025,000.00	1,025,000.00	-
Total Regular Debt Service	<u>1,614,282.00</u>	-	<u>1,614,282.00</u>	<u>1,614,281.26</u>	0.74
Total Expenditures	<u>1,614,282.00</u>	-	<u>1,614,282.00</u>	<u>1,614,281.26</u>	0.74
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(264.00)</u>	-	<u>(264.00)</u>	<u>(263.26)</u>	0.74
Other Financing Sources(Uses):					
Transfer from Capital Projects			-	46,217.01	46,217.01
Total Other Financing Sources(Uses):	-	-	-	<u>46,217.01</u>	<u>46,217.01</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over(Under) Expenditures	<u>(264.00)</u>	-	<u>(264.00)</u>	45,953.75	(46,216.27)
Fund Balance, July 1	17,914.08	-	17,914.08	17,914.08	-
Fund Balance, June 30	<u>\$ 17,650.08</u>	-	<u>17,650.08</u>	<u>63,867.83</u>	<u>(46,216.27)</u>

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## **Statistical Section**

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**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Net Position by Component,**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

**Exhibit J-1**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Governmental activities</b>										
Invested in capital assets, net of related debt	\$ 22,583,317.92	24,314,839.14	25,575,609.40	13,284,969.95	14,554,397.54	16,427,582.74	16,292,545.63	16,483,571.40	17,557,235.60	18,104,474.43
Restricted	4,123,797.79	2,402,999.09	469,759.60	11,543,493.00	7,399,357.07	5,261,857.73	6,032,998.29	6,850,635.96	8,331,299.40	7,308,861.44
Unrestricted	(13,943,897.59)	(13,352,503.89)	(14,831,404.05)	(13,659,161.17)	(13,488,349.04)	(13,175,940.42)	(11,541,742.54)	(9,368,282.05)	(9,434,708.15)	(8,501,321.48)
<b>Total governmental activities net position</b>	<b>12,763,218.12</b>	<b>13,365,434.34</b>	<b>11,213,964.95</b>	<b>11,169,301.78</b>	<b>8,465,405.57</b>	<b>8,513,500.05</b>	<b>10,783,801.38</b>	<b>13,965,925.31</b>	<b>16,453,826.85</b>	<b>16,912,104.39</b>
<b>Business-type activities</b>										
Invested in capital assets, net of related debt	249,581.13	237,287.66	216,577.19	201,971.69	206,471.93	209,245.53	181,028.58	162,084.24	170,112.46	185,193.88
Unrestricted	(105,324.37)	(91,295.37)	(174,905.19)	(244,153.05)	(291,674.31)	(321,462.62)	(292,334.63)	372,994.30	479,754.21	395,421.42
Total business-type activities net position	144,256.76	145,994.29	41,672.00	(42,181.36)	(85,202.38)	(112,217.09)	(111,306.05)	535,078.54	649,866.67	580,615.30
<b>District-wide</b>										
Invested in capital assets, net of related debt	22,832,899.05	24,552,226.80	24,552,226.80	13,486,941.64	14,760,869.47	16,636,828.27	16,473,574.21	16,645,655.64	17,727,348.06	18,289,668.31
Restricted	4,123,797.79	2,402,999.09	2,402,999.09	11,543,493.00	7,399,357.07	5,261,857.73	6,032,998.29	6,850,635.96	8,331,299.40	7,308,861.44
Unrestricted	(14,049,221.98)	(13,443,797.26)	(13,443,797.26)	(13,903,314.22)	(13,780,023.35)	(13,497,403.04)	(11,834,077.17)	(8,995,287.75)	(8,954,953.94)	(8,105,900.06)
<b>Total district net position</b>	<b>12,907,474.86</b>	<b>13,511,428.63</b>	<b>13,511,428.63</b>	<b>11,127,120.42</b>	<b>8,380,203.19</b>	<b>8,401,282.86</b>	<b>10,672,495.33</b>	<b>14,501,003.85</b>	<b>17,103,693.52</b>	<b>17,492,649.69</b>

\* As Restated

Source: ACFR Schedule A-1

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Changes in Net Position,**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

Exhibit J-2

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Expenses</b>										
Governmental activities:										
Instruction:										
Regular	\$ 19,461,708.44	20,099,549.78	22,053,303.17	23,559,631.82	21,821,428.42	20,833,106.93	23,582,849.18	21,845,448.06	19,134,951.88	19,687,216.16
Special education	5,165,897.23	5,417,444.49	5,611,817.36	3,766,152.25	5,796,693.06	5,263,240.54	6,110,198.88	5,281,784.08	4,509,089.20	4,346,328.26
Other instruction	1,447,620.01	1,514,532.96	1,759,106.14	1,850,662.24	1,753,357.54	1,507,757.52	1,860,964.16	1,615,639.30	2,812,798.52	3,066,494.48
Support Services:										
Tuition	4,806,683.41	4,797,991.78	5,238,670.30	4,769,750.40	4,959,868.01	5,262,569.40	4,547,561.52	4,120,305.61	4,590,031.20	5,208,462.53
Student & instruction related services	6,520,816.80	5,768,899.39	9,870,904.47	8,652,408.96	8,820,832.35	7,639,046.03	10,587,584.15	9,616,630.74	9,575,143.91	10,122,986.31
General and business administrative services	2,435,642.30	2,894,406.24	2,688,897.46	3,167,230.86	2,735,539.58	2,576,620.14	2,799,420.97	2,686,251.96	2,828,549.74	2,866,955.52
School administrative services	1,444,584.27	1,592,532.89	1,716,402.78	1,806,681.74	1,659,674.09	1,778,991.79	2,033,187.46	1,826,954.79	1,753,914.11	1,941,958.46
Plant operations and maintenance	5,071,923.96	6,571,393.46	5,924,223.26	6,265,680.71	7,368,051.73	5,797,580.71	6,108,757.08	6,506,322.46	6,524,864.88	7,242,239.92
Pupil transportation	4,021,942.65	4,599,934.74	4,842,306.09	5,594,211.89	5,642,116.31	4,853,436.68	3,988,766.44	5,178,544.20	5,136,726.23	5,599,976.11
Special Schools										
Charter Schools	63,190.00	20,188.00	47,090.00	33,115.00	24,093.00	27,212.00	34,206.00	58,983.00	31,879.00	56,335.00
Interest on long-term debt	180,663.36	105,909.46	49,536.32	710,116.94	719,631.26	692,631.26	664,912.51	636,868.76	605,906.26	575,187.51
Unallocated depreciation and amortization										
Total governmental activities expenses	50,622,672.43	54,081,783.19	60,796,257.35	62,169,642.81	61,300,529.37	56,232,283.00	62,118,408.35	59,368,932.96	57,302,854.93	60,714,120.26
Business-type activities:										
Food service	908,394.47	966,541.65	940,149.63	939,662.28	882,486.87	828,114.68	818,179.94	1,468,336.41	1,220,767.30	1,373,110.34
Performing arts center	210,414.14	218,233.55	316,687.40	291,375.34	302,723.73	284,274.39	230,329.57	303,438.15	242,643.95	273,388.00
Total business-type activities expenses	1,118,808.61	1,184,775.20	1,256,837.03	1,231,037.62	1,185,210.60	1,112,389.07	1,048,509.51	1,771,774.56	1,463,411.25	1,646,498.34
Total district expenses	51,741,481.04	55,266,558.39	62,053,094.38	63,400,680.43	62,485,739.97	57,344,672.07	63,166,917.86	61,140,707.52	58,766,266.18	62,360,618.60
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
Instruction (resource room) (divers ed)	\$ 535,974.04	550,484.51	525,588.66	536,056.61	591,344.69	605,359.40	591,584.64	543,706.11	531,057.70	488,662.78
Tuition	2,019,276.17	2,132,811.03	2,148,517.27	2,191,114.60	2,226,345.34	2,396,161.00	2,283,273.26	2,248,767.34	2,254,117.65	2,214,362.71
Compact Tuition/Child Study Team	-	-	-	9,854.99	11,161.45	83,734.36	10,390.00	4,510.70	15,059.12	5,106.47
Pupil transportation	-	-	-	-	-	-	-	-	-	-
Plant operations - custodial fees/E-Rate	-	-	-	24,025.00	158,198.00	126,392.00	126,205.00	127,511.00	127,546.00	127,123.00
Interest on Long-Term Debt	-	-	-	21,026,476.04	17,047,555.89	14,760,392.52	22,100,050.30	20,009,389.24	16,329,566.19	15,722,441.84
Operating grants and contributions	12,980,580.39	14,886,906.29	18,160,669.31	21,026,476.04	17,047,555.89	14,760,392.52	22,100,050.30	20,009,389.24	16,329,566.19	15,722,441.84
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total governmental activities program revenues	15,534,830.60	17,572,211.83	20,858,189.60	23,787,676.24	20,034,605.37	17,972,039.28	25,111,493.20	22,933,884.39	19,257,346.66	18,557,896.80
Business-type activities:										
Charges for services:										
Food service	320,991.66	332,079.29	286,072.19	229,809.36	239,161.31	167,933.40	10,668.27	82,835.38	375,052.23	377,238.66
Performing arts center	218,703.63	219,430.00	210,361.64	273,451.83	294,646.61	226,115.41	24,743.99	128,626.59	288,111.21	242,659.58
Operating grants and contributions	581,038.88	636,769.32	653,924.85	624,161.30	592,775.68	710,509.25	1,019,735.25	2,206,562.18	894,417.24	920,170.01
Total business-type activities program revenue	1,120,734.17	1,188,278.61	1,152,358.66	1,127,422.49	1,126,583.60	1,104,558.06	1,055,147.51	2,418,024.15	1,557,580.68	1,540,068.25
Total district program revenue	16,655,564.77	18,760,490.44	22,010,548.26	24,915,098.73	21,161,188.97	19,076,597.34	26,166,640.71	25,351,908.54	20,814,927.34	20,097,965.05



**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Changes in Net Position,**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

Exhibit J-2

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Net (Expense)/Revenue</b>										
Governmental activities	(35,087,841.83)	(36,509,571.36)	(39,938,067.75)	(38,381,966.57)	(41,265,924.00)	(38,260,243.72)	(37,006,915.15)	(36,435,048.57)	(38,045,508.27)	(42,156,223.46)
Business-type activities	1,925.56	1,503.41	(104,478.35)	(103,515.13)	(58,627.00)	(7,831.01)	6,638.00	646,249.59	94,189.43	(106,430.98)
Total district-wide net expense	<u>(35,085,916.27)</u>	<u>(36,508,067.95)</u>	<u>(40,042,546.10)</u>	<u>(38,485,481.70)</u>	<u>(41,324,551.00)</u>	<u>(38,268,074.73)</u>	<u>(37,000,277.15)</u>	<u>(35,788,798.98)</u>	<u>(37,951,318.84)</u>	<u>(42,262,653.55)</u>
<b>General Revenues and Other Changes in Net Assets</b>										
Governmental activities:										
Property taxes levied for general purposes, net	24,040,144.01	24,520,946.80	25,011,365.99	25,665,775.04	26,400,435.04	27,143,945.99	27,899,891.03	28,668,692.02	29,242,066.00	29,826,907.00
Taxes levied for debt service	1,621,050.00	1,639,250.00	1,589,992.00	1,671,568.00	1,458,866.00	1,220,702.00	1,434,779.00	1,467,227.00	1,491,533.00	1,486,895.00
Unrestricted grants and contributions	10,712,459.80	10,683,902.20	10,842,494.80	10,560,453.00	10,239,262.80	9,711,854.50	9,168,770.50	9,305,085.50	9,454,267.96	10,823,652.54
Investment earnings	2,674.82	3,041.66	3,092.96	842.71	1,937.02	49,423.07	2,887.48	1,813.96	105,953.29	239,945.61
Miscellaneous income	235,769.26	264,646.92	343,622.25	447,149.61	498,479.43	218,929.65	204,763.47	174,354.02	405,835.70	292,360.07
Loss on disposal of fixed assets					(36,952.50)					
Prior Year (Receivable) Payable Cancelled										(65,329.22)
Transfers										
Total governmental activities	<u>36,612,097.89</u>	<u>37,111,787.58</u>	<u>37,790,568.00</u>	<u>38,345,788.36</u>	<u>38,562,027.79</u>	<u>38,344,655.21</u>	<u>38,711,091.48</u>	<u>39,617,172.50</u>	<u>40,899,655.95</u>	<u>42,614,431.00</u>
Business-type activities:										
Investment earnings	150.06	234.12	196.06	160.21	1,606.03	3,356.57	114.93	135.00	8,289.50	9,048.72
Loss on disposal of fixed assets					(254.13)					
Prior Year (Receivable) Payable Cancelled					275.15	(36,517.01)				28,130.00
Chartwells guaranteed return	9,128.00	-	(4,009.64)	(8,484.96)	13,978.93	(23,966.64)	(5,841.89)			
Transfers/Other	16,852.00	234.12	-	19,601.56	1,426.37	1,426.37				
Total business-type activities	<u>26,130.06</u>	<u>234.12</u>	<u>(3,813.58)</u>	<u>11,276.81</u>	<u>15,605.98</u>	<u>(5,700.71)</u>	<u>(5,726.96)</u>	<u>135.00</u>	<u>12,329.20</u>	<u>37,178.72</u>
Total district-wide	<u>36,639,227.95</u>	<u>37,112,021.70</u>	<u>37,786,754.42</u>	<u>38,357,065.17</u>	<u>38,577,633.77</u>	<u>38,289,154.50</u>	<u>38,705,364.52</u>	<u>39,617,307.50</u>	<u>40,720,274.65</u>	<u>42,651,609.72</u>
Changes in Net Position	1,524,256.06	602,216.22	(2,147,469.75)	(36,178.21)	(2,703,896.21)	84,611.49	1,704,176.33	3,182,123.93	2,487,901.54	468,207.54
Governmental activities	28,055.62	1,737.59	(106,291.93)	(92,338.32)	(43,021.02)	(63,531.72)	911.04	646,384.59	114,788.13	(69,251.37)
Business-type activities	1,552,311.68	603,953.75	(2,253,791.68)	(128,516.53)	(2,446,917.23)	210,797.77	1,705,087.37	3,828,508.52	2,802,889.67	388,956.17

Source: ACFR Schedule A-2

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*

**Exhibit J-3**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>General Fund</b>										
Restricted	2,022,468.02	1,753,722.39	2,126,194.15	2,212,942.00	1,800,000.00	1,750,000.00	1,985,299.86	1,958,416.13	1,890,873.95	1,906,849.66
Committed	1,975,704.76	2,151,150.82	1,976,667.57	1,973,565.62	1,061,155.98	1,303,618.22	2,173,583.88	2,938,101.08	2,812,023.55	2,720,298.17
Assigned	125,625.01	81,074.00	288,232.00	852,130.68	743,475.56	802,363.69	770,505.73	351,748.14	1,972,155.97	932,907.54
Unassigned	(82,015.20)	112,826.82	248,234.31	62,574.62	178,347.45	117,112.33	740,022.49	1,741,022.23	221,169.14	239,880.80
Reserved										
Unreserved										
Total general fund	<u>4,041,782.59</u>	<u>4,098,774.03</u>	<u>4,639,328.03</u>	<u>5,101,212.92</u>	<u>3,782,978.99</u>	<u>3,973,094.24</u>	<u>5,669,411.96</u>	<u>6,989,287.58</u>	<u>6,896,222.61</u>	<u>5,799,936.17</u>
<b>All Other Governmental Funds</b>										
Restricted										
Debt Service Fund		2,681.09	17,622.88	272,854.86	299,561.26	66,117.11	25,047.07	842.00	17,914.08	63,867.83
Capital Projects Fund		(1,585,629.21)	(12,530,457.19)	3,617,216.03	1,412,442.03	1,020,220.30	1,043,012.80	1,051,772.80	1,051,772.80	1,051,772.80
Scholarships							66,266.28	67,832.25	64,382.61	74,161.27
Student Activities							321,878.39	446,374.61	486,627.49	523,475.22
Committed										
Assigned	(92,701.20)	1,267,589.51	8,591,500.19	2,614,763.81	2,082,722.24	319,538.41	35,548.95	35,548.95	35,548.95	35,548.95
Unassigned		(81,632.40)	(85,783.20)	(85,783.20)	(78,652.00)	(155,687.50)	(190,005.00)	(199,655.50)	(203,466.46)	(215,366.00)
Reserved										
Unreserved, reported in:										
Special revenue fund										
Capital projects fund										
Debt service fund										
Permanent fund										
Total all other governmental funds	<u>(92,701.20)</u>	<u>(396,991.01)</u>	<u>(4,007,117.32)</u>	<u>6,419,071.50</u>	<u>3,716,073.53</u>	<u>1,250,188.32</u>	<u>1,301,748.49</u>	<u>1,402,715.11</u>	<u>1,452,777.47</u>	<u>1,533,438.07</u>

Source: ACFR Schedule B-1

**Exhibit J-4**

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Changes in Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Revenues</b>										
Tax Levy	\$ 25,661,194	26,160,197	26,601,358	27,337,343	27,859,301	28,364,648	29,334,670	30,135,919	30,733,599	31,313,802
Tuition charges	2,554,250	2,683,306	2,675,086	2,727,520	2,817,690	3,001,520	2,874,858	2,792,473	2,785,175	2,703,225
Interest earnings	2,675	3,042	3,093	843	1,937	49,423	2,887	1,814	105,953	239,946
Miscellaneous	235,769	264,647	366,057	464,165	517,337	303,954	393,527	612,363	932,281	822,316
Intermediate Sources							55,000	55,000	58,000	58,000
Slate sources	17,987,403	18,539,934	19,216,330	19,651,255	20,588,828	21,201,402	22,440,254	24,853,594	25,066,991	27,342,916
Federal sources	1,727,887	1,585,344	1,427,957	1,767,558	1,388,474	1,361,392	2,325,641	3,864,492	5,322,386	4,178,945
<b>Total revenue</b>	<b>48,169,177</b>	<b>49,236,470</b>	<b>50,289,881</b>	<b>51,948,684</b>	<b>53,173,568</b>	<b>54,282,339</b>	<b>57,426,838</b>	<b>62,315,655</b>	<b>65,004,386</b>	<b>68,659,150</b>
<b>Expenditures</b>										
Instruction:										
Regular instruction	12,304,803	12,487,892	12,500,352	12,656,949	12,883,110	13,556,183	14,121,869	15,183,835	14,659,728	14,930,289
Special education instruction	3,260,883	3,216,583	3,055,410	3,098,541	3,421,912	3,424,796	3,658,905	3,671,142	3,453,751	3,296,146
Other instruction	913,785	898,247	957,763	994,485	1,035,279	981,099	1,006,594	1,121,711	2,154,950	2,325,552
Support Services:										
Tuition	4,808,683	4,797,992	5,238,670	4,769,750	4,959,568	5,262,569	4,547,562	4,120,306	4,590,031	5,208,463
Student & instruction related services	4,307,678	4,233,802	4,264,655	4,679,513	4,680,813	4,959,970	6,004,570	6,510,235	6,971,438	7,037,092
General administrative services	1,114,844	1,073,446	1,058,759	1,135,091	1,191,196	1,241,796	1,222,431	1,230,769	1,276,315	1,205,330
Business administrative services	649,754	719,953	662,320	811,711	627,288	657,120	682,924	754,100	734,144	862,936
School administrative services	1,046,587	1,059,991	1,098,616	1,110,513	1,103,289	1,311,081	1,383,837	1,349,935	1,341,489	1,400,959
Plant operations and maintenance	3,710,155	4,387,374	3,811,940	3,860,387	4,898,005	4,272,699	4,157,770	4,807,516	4,990,573	5,224,664
Plant transportation	2,913,461	3,047,488	3,283,952	3,357,651	3,686,889	3,373,098	2,766,659	3,602,199	3,543,627	3,907,770
Unallocated employee benefits	10,513,713	11,439,046	12,042,672	13,058,129	14,175,428	13,554,469	14,481,873	16,206,213	17,471,628	18,838,554
Special schools	63,190	20,188	47,090	33,115	24,093	27,212	34,206	58,983	31,879	56,335
Charter Schools	324,349	1,052,770	4,334,004	15,290,530	3,339,023	2,912,041	773,753	658,664	2,280,304	1,711,075
Capital outlay										
Debt service:										
Principal	1,370,000	1,440,000	1,450,000	1,095,000	900,000	900,000	925,000	970,000	1,000,000	1,025,000
Interest and other charges	254,050	199,250	127,250	431,645	732,006	705,006	677,631	649,206	619,656	589,281
<b>Total Expenditures</b>	<b>47,555,936</b>	<b>50,075,022</b>	<b>53,933,453</b>	<b>66,383,010</b>	<b>57,657,899</b>	<b>57,139,140</b>	<b>56,425,585</b>	<b>60,894,813</b>	<b>65,119,512</b>	<b>67,619,447</b>
Excess (Deficiency) of revenues over (under) expenditures	613,241	(838,552)	(3,643,572)	(14,434,326)	(4,484,332)	(2,856,801)	1,001,253	1,420,842	(115,126)	(960,297)
<b>Other Financing Sources (Uses)</b>										
Capital leases	185,262	591,256	574,000	677,400	463,100	617,548	180,500	-	238,370	-
Bond proceeds				24,645,000						
Prior Year Accounts Receivable Adjustment						(36,517)			(153,917)	(55,329)
Transfers in			96,590	86,284	41,649	24,468	216,291	216,291	148,919	185,177
Transfers (out)			(96,590)	(86,284)	(41,649)	(24,468)	(216,291)	(216,291)	(161,249)	(185,177)
<b>Total other financing sources (uses)</b>	<b>185,262</b>	<b>591,256</b>	<b>574,000</b>	<b>25,322,400</b>	<b>463,100</b>	<b>581,031</b>	<b>180,500</b>	<b>-</b>	<b>72,124</b>	<b>(55,329)</b>
<b>Net change in fund balances</b>	<b>798,503</b>	<b>(247,296)</b>	<b>(3,069,572)</b>	<b>10,888,074</b>	<b>(4,021,232)</b>	<b>(2,275,770)</b>	<b>1,181,753</b>	<b>1,420,842</b>	<b>(43,003)</b>	<b>(1,015,626)</b>
Debt service as a percentage of noncapital expenditures	3.44%	3.34%	3.18%	2.99%	3.00%	2.96%	2.88%	2.69%	2.58%	2.45%

Source: ACFR Schedule B-2

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**General Fund Other Local Revenue by Source,**  
**Last Ten Fiscal Years**  
 Unaudited

Fiscal Year Ended June 30,	Interest on Investments	Tuition	Transportation	Driver Education	Child Study Team	E-Rate	Rentals	Admissions	Sale of Assets	Miscellaneous	Totals
2015	2,674.82	2,554,250.21	22,082.68	22,090.00	57,004.07	52,084.67	5,836.25	15,547.00		61,124.59	2,792,694.29
2016	3,041.66	2,683,305.54	12,497.50	12,705.00	57,174.87	54,001.83	4,075.00	16,023.00		108,169.72	2,950,994.12
2017	3,160.51	2,675,085.93	22,434.36	20,215.00	56,832.89	39,928.52	5,488.75	13,662.00		50,236.00	2,892,532.71
2018	8,330.97	2,727,520.21	9,654.99	22,560.00	83,050.34	39,411.35	5,720.00	14,416.00		130,070.85	3,040,734.71
2019	40,898.74	2,817,690.03	11,161.45	27,960.00		110,757.65	7,688.75	12,366.00	14,083.30	186,983.35	3,229,619.27
2020	49,423.07	3,001,520.40	83,734.36	15,535.00		36,228.39	4,235.00	10,995.00		69,468.15	3,271,139.37
2021	2,776.80	2,874,857.90	10,380.00	32,665.00		36,386.93				80,245.00	3,037,311.63
2022	1,754.39	2,792,473.45	4,510.70	21,393.00		55,590.98	1,000.00	5,576.00		35,590.42	2,917,888.94
2023	80,781.24	2,785,175.35	15,059.12	25,380.00		34,152.55	1,500.00	20,797.00		248,355.73	3,211,200.99
2024	136,241.69	2,703,225.49	5,106.47	23,500.00		56,240.72	75.00	24,466.00		187,565.26	3,136,420.63

Source: District Records

Exhibit J-6

TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
Assessed Value and Actual Value of Taxable Property  
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Vacant Land	Residential	Farmland	Farm Homestead	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Total District School Tax Rate	Estimated County Equalized Value
2015	124,719,800	2,028,412,300	9,047,700	1,221,200	546,601,400	4,844,200	4,149,100	2,718,995,700	6,646,039	2,725,641,739	0.959	2,697,303,717
2016	116,448,800	2,039,926,900	9,243,800	1,162,500	544,935,300	4,844,200	3,738,400	2,720,299,900	6,816,205	2,727,116,105	0.976	2,624,440,061
2017	120,239,200	2,051,441,900	8,229,100	1,113,700	542,470,800	4,844,200	3,738,400	2,732,077,300	7,898,823	2,739,976,123	0.998	2,633,359,335
2018	107,193,000	2,069,447,800	8,999,600	1,272,700	542,352,600	4,844,200	3,738,400	2,737,848,300	7,669,326	2,745,517,626	1.015	2,664,444,324
2019	97,945,900	2,094,240,800	9,081,800	1,273,000	541,438,700	4,785,100	3,738,400	2,752,503,700	7,942,221	2,760,445,921	1.028	2,741,196,146
2020	95,659,700	2,102,216,700	8,921,000	1,255,100	539,785,800	4,785,100	4,936,500	2,757,559,900	8,221,246	2,765,781,146	1.061	2,810,010,304
2021	91,930,300	2,113,696,400	9,394,200	1,257,200	546,877,900	4,785,100	4,936,500	2,772,877,600	8,402,620	2,781,280,220	1.136	2,865,927,382
2022	95,123,700	2,142,413,800	7,916,500	838,700	550,786,100	4,785,100	4,936,500	2,806,800,400	8,110,082	2,814,910,482	1.092	3,040,929,608
2023	91,073,600	2,178,767,300	7,685,600	776,600	556,564,300	4,785,100	4,936,500	2,844,589,000	7,600,393	2,852,189,393	1.098	3,479,504,666
2024	94,629,300	2,209,003,200	7,758,700	788,000	566,500,000	2,945,300	7,479,600	2,889,104,100	6,998,848	2,896,102,948	1.127	3,934,096,429

Source: County Abstract of Ratables & Municipal Tax Assessor

Exhibit J-7

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Direct and Overlapping Property Tax Rates,**  
**Last Ten Fiscal Years**  
*(rate per \$100 of assessed value)*

Fiscal Year Ended June 30,	MIDDLE TOWNSHIP SCHOOL DISTRICT			Overlapping Rates				Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct	County General	County Open Space	County Library	Municipal Local Purpose	
2015	0.900	0.059	0.959	0.212	0.010	0.029	0.452	1.662
2016	0.916	0.060	0.976	0.210	0.010	0.028	0.452	1.676
2017	0.940	0.058	0.998	0.210	0.010	0.032	0.472	1.722
2018	0.954	0.061	1.015	0.218	0.010	0.033	0.483	1.759
2019	0.975	0.053	1.028	0.227	0.010	0.033	0.483	1.781
2020	1.017	0.044	1.061	0.232	0.011	0.035	0.484	1.823
2021	1.084	0.052	1.136	0.242	0.011	0.035	0.492	1.916
2022	1.040	0.052	1.092	0.254	0.011	0.037	0.519	1.913
2023	1.046	0.052	1.098	0.254	0.013	0.042	0.566	1.973
2024	1.076	0.051	1.127	0.255	0.014	0.037	0.595	2.028

Source: District Records and Municipal Tax Collector

Rate does not include fire district tax. This rate will vary depending on the district.

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Principal Property Tax Payers,**  
**Current Year and Ten Years Ago**

**Exhibit J-8**

Taxpayer	2024				2015			
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value		
Delco, LLC/Grande Properties LLC	\$ 56,293,500	1	1.94%	\$ 29,992,800	1	1.10%		
Lou Altobelli	22,266,600	2	0.77%					
Plaza at Cape May Courthouse LLC	21,939,700	3	0.76%					
Cape Regional	20,258,700	4	0.70%	8,201,000	7	0.30%		
MHC - Sea Pines, King Nummy, Acorn LLC	13,458,000	5	0.46%					
Rio Grande Associates	12,201,100	6	0.42%	11,962,500	4	0.44%		
HD Development of Maryland LLC	10,522,300	7	0.36%	10,726,600	5	0.39%		
Union League National Golf Club	9,105,600	8	0.31%					
Atlanticare	8,832,100	9	0.30%					
Thomas Kapp/Garden Lake	8,176,300	10	0.28%					
Shelvin Two (Acme/Pier 1)				17,323,400	2	0.64%		
Grande Prop Dev LLC (Walmart)				16,218,500	3	0.60%		
Rio Mall, LLC				10,598,900	6	0.39%		
Starn's Market, Inc.				7,708,200	8	0.28%		
Phntus Lo Cape May, LLC				7,364,100	9	0.27%		
Ocean Drive Clevelander Inc				7,256,900	10	0.27%		
<b>Totals</b>	<b>\$ 183,053,900</b>		<b>6.32%</b>	<b>\$ 127,352,900</b>		<b>4.67%</b>		
			<b>District Assessed Value</b>				<b>\$ 2,725,641,739</b>	

Source: District ACFR & Municipal Tax Assessor

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Property Tax Levies and Collections,**  
**Last Ten Fiscal Years**

**Exhibit J-9**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	25,661,194.01	25,661,194.01	100%	-
2016	26,160,196.80	26,160,196.80	100%	-
2017	26,601,357.99	26,601,357.99	100%	-
2018	27,337,343.04	27,337,343.04	100%	-
2019	27,859,301.04	27,859,301.04	100%	-
2020	28,364,647.99	28,364,647.99	100%	-
2021	29,334,670.03	30,135,919.02	100%	-
2022	30,135,919.02	30,135,919.02	100%	-
2023	30,733,599.00	30,733,599.00	100%	-
2024	31,313,802.00	31,313,802.00	100%	-

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



**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Ratios of Outstanding Debt by Type,**  
**Last Ten Fiscal Years**

**Exhibit J-10**

Fiscal Year Ended June 30,	Governmental Activities				Temporary Bond Anticipation Notes (BANs)	Capital Leases	Business-Type Activities	Total District	Percentage of Personal Income	Per Capita Personal Income
	General Obligation Bonds	Net Pension Liability	Capital Leases							
2015	3,985,000	10,147,269	535,907				14,668,176	0.36%	52,901	
2016	2,545,000	11,424,174	745,837		2,000,000		16,715,011	0.33%	54,772	
2017	1,095,000	12,272,633	940,503		11,000,000		25,308,136	0.23%	57,477	
2018	24,645,000	12,446,947	1,142,053				38,234,000	0.16%	60,246	
2019	23,745,000	12,187,280	1,115,566				37,047,846	0.17%	63,203	
2020	22,845,000	11,667,806	1,157,910				35,670,716	0.19%	67,836	
2021	21,920,000	11,017,594	840,230				33,777,824	0.21%	72,010	
2022	20,950,000	9,463,187	454,008				30,867,195	0.23%	71,590	
2023	19,950,000	8,120,804	387,461				28,458,265	0.25%	71,590	
2024	18,925,000	7,252,520	180,348				26,357,868	0.27%	71,590	

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

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Ratios of Net General Bonded Debt Outstanding,**  
**Last Ten Fiscal Years**

**Exhibit J-11**

Fiscal Year Ended June 30,	Governmental Activities			Percentage of Actual Taxable Value of Property	Per Capita Personal Income
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2015	3,985,000		3,985,000	0.15%	52,901
2016	2,545,000		2,545,000	0.09%	54,772
2017	1,095,000		1,095,000	0.04%	57,477
2018	24,645,000		24,645,000	0.90%	60,246
2019	23,745,000		23,745,000	0.86%	63,203
2020	22,845,000		22,845,000	0.83%	67,836
2021	21,920,000		21,920,000	0.79%	72,010
2022	20,950,000		20,950,000	0.74%	71,590
2023	19,950,000		19,950,000	0.70%	71,590
2024	18,925,000		18,925,000	0.65%	71,590

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Direct and Overlapping Governmental Activities Bonded Debt and Loans,**  
**As of December 31, 2023**

**Exhibit J-12**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
<b>Debt Repaid with Property Taxes</b>			
Township of Middle	\$ 13,065,579	100.00%	\$ 13,065,579
<b>Other Debt</b>			
County of Cape May	311,305,688	4.49%	<u>13,992,920.92</u>
Subtotal, Overlapping Debt			27,058,499.55
<b>Township of Middle School District Direct Debt</b>			<u>18,925,000</u>
<b>Total Direct and Overlapping Debt</b>			<u>\$ 45,983,500</u>

Sources: Assessed value data used to estimate applicable percentages provided by the County Board of Taxation.  
 Debt outstanding data includes only permanent debt and was provided by each governmental unit.

TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
 Legal Debt Margin Information,  
 Last Ten Fiscal Years

Exhibit J-13

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt limit	\$ 108,439,724	\$ 105,703,315	\$ 105,168,997	\$ 104,868,356	\$ 106,238,675	\$ 108,674,050	\$ 111,215,232	\$ 114,915,071	\$ 123,303,361	\$ 136,960,989
Total net debt applicable to limit	3,985,000	2,545,000	1,095,000	24,645,000	23,745,000	22,845,000	21,920,000	20,950,000	19,950,000	18,925,000
Legal debt margin	\$ 104,454,724	\$ 103,158,315	\$ 104,073,997	\$ 80,223,356	\$ 82,493,675	\$ 85,829,050	\$ 89,295,232	\$ 93,965,071	\$ 103,353,361	\$ 118,035,989
Total net debt applicable to the limit as a percentage of debt limit	3.67%	2.41%	1.04%	23.50%	22.35%	21.02%	19.71%	18.23%	16.18%	13.82%

	2023	2022	2021
Equalized valuation basis	\$ 3,860,734,256	\$ 3,420,424,567	\$ 2,990,915,327
Average equalized valuation of taxable property	\$ 3,424,024,717		
Debt limit (4% of average)	136,960,989		
Net bonded school debt	18,925,000		
Legal debt margin	\$ 118,035,989		

Source: Abstract of Ratables and District Records ACFR Schedule J-7

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Demographic and Economic Statistics,**  
**Last Ten Fiscal Years**

**Exhibit J-14**

Fiscal Year Ended June 30,	(a) Population	(b) Personal Income (thousands of dollars)	(c) * Per Capita Personal Income	(d) Unemployment Rate
2015	18,662	987,238,462	52,901	11.5%
2016	18,577	1,017,499,444	54,772	10.8%
2017	18,490	1,062,749,730	57,477	9.9%
2018	18,400	1,108,526,400	60,246	9.5%
2019	18,306	1,156,994,118	63,203	8.0%
2020	18,119	1,229,120,484	67,836	15.8%
2021	20,716	1,491,759,160	72,010	10.1%
2022	20,533	1,469,957,470	71,590	7.6%
2023	20,184	1,444,972,560	71,590	9.1%
2024	20,184	1,444,972,560	71,590	Not Available

\* Income information is county wide

Source:

<sup>a</sup> Population information provided by the NJ Dept of Labor and Workforce Development

<sup>b</sup> Personal income has been estimated based upon the municipal population and per capita personal income presented

<sup>c</sup> Per capita personal income by county estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.

<sup>d</sup> Unemployment data provided by the NJ Dept of Labor and Workforce Development

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Principal Employers,**  
**Current Year and Nine Years Ago**

**Exhibit J-15**

Employer	2024			2015		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
		1	0.00%			0.00%
		2				
		3				
		4				
		5				
		6				
		7				
		8				
		9				
		10				
Totals	-		0.00%	-		0.00%

**This Information is not available for this district.**

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Full-time Equivalent District Employees by Function/Program,**  
**Last Ten Fiscal Years**

Exhibit J-16

Function/Object	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
100 101 Teachers - General Fund	196.0	204.7	205.7	205.7	206.7	208.7	209.7	210.5	211.5	212.5
100 101 Teachers - Special Revenue Funds	14.0	12.1	12.1	12.1	12.1	20.1	20.1	20.1	20.1	20.1
100 106 Classroom Aides - General Fund	32.0	21.2	23.0	23.0	23.0	23.0	23.0	23.0	23.0	23.0
100 106 Classroom Aides - Special Revenue Funds	1.0	1.0	1.0	1.0	1.0	18.0	18.0	18.0	18.0	18.0
211 100 Attendance & Social Work										
213 100 Health Services	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
216 100 Related Services										
217 100 Extraordinary Services	45.0	46.2	45.0	45.0	42.0	42.0	42.0	42.0	42.0	42.0
218 104 Guidance - Professional	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
218 105 110 Guidance - Support	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
219 104 Child Study Team	14.0	14.0	14.0	14.0	14.0	13.0	13.0	7.0	7.0	7.0
219 105 110 Child Study Team - Support	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
221 102 104 Supervisors & Other Professionals										
221 105 110 Improvement of Instruction - Support	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
222 100 Media Services/Technology	5.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	5.0
223 102 104 Professional Development - Professionals										
223 105 110 Professional Development - Support										
230 100 General District Administrators	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
230 100 Gen. Administration - Professionals										
230 100 Gen. Administration - Support	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.5	1.5
240 103 Principals/Assistant Principals	8.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0
240 104 School Admin. - Other Professionals										
240 105 110 School Admin. - Support	13.0	13.0	13.0	13.0	12.0	12.0	12.0	12.0	12.0	12.0
251 100 Central Services - Administrators	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
251 100 Central Services - Professionals										
251 100 Central Services - Support	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
252 100 Admin. Information Technology Services	3.0	3.0	3.0	3.0	3.0	3.0	3.5	4.0	4.0	4.0
26X 100 Oper. & Maint. - Security Guards	8.0	7.0	7.0	7.0	7.0	7.0	7.0	7.0	8.0	8.0
26X 100 Operation & Maintenance - Other	29.0	29.0	29.0	29.0	30.0	30.0	30.5	30.5	30.5	30.5
270 160 163 Transportation	60.0	60.0	60.0	60.0	61.0	61.0	61.0	61.0	60.0	60.0
290 100 Other Support - Administrators										
290 100 Other Support - Professionals										
290 100 Other Support - Support										
200 102 104 Sup. & Other Prof. Staff - Special Revenue						2	2.0	2.0	2.0	2.0
200 105 110 Support - Special Revenue										
200 103 Directors - Special Revenue										
200 103 Various - Other										
	451.0	449.1	450.8	450.8	449.8	478.8	480.8	483.1	487.6	487.6

Source: District Personnel Records

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Operating Statistics,**  
**Last Ten Fiscal Years**

**Exhibit J-17**

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures	Cost per Pupil	% Change	Teaching Staff	Pupil/Teacher Ratio			Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary School	Middle School	High School				
2015	2,469	45,544,347	18,446	0.76%	201	1:13.8	1:12.2	1:10.4	2,469	2,311	-1.79%	93.60%
2016	2,484	47,362,814	19,067	3.36%	204	1:12.2	1:12.2	1:10.6	2,484	2,325	0.61%	93.60%
2017	2,518	47,975,109	19,053	-0.07%	205	1:12.7	1:12.5	1:10.8	2,518	2,364	1.37%	93.88%
2018	2,448	49,532,720	20,234	6.20%	205	1:12.4	1:11.3	1:10.7	2,448	2,297	-2.78%	93.83%
2019	2,469	52,662,777	21,330	5.41%	206	1:13.1	1:11.9	1:10.9	2,469	2,316	0.86%	93.80%
2020	2,529	52,594,882	20,797	-2.50%	210	1:12.1	1:11.9	1:10.9	2,529	2,419	2.43%	95.65%
2021	2,445	54,014,994	22,092	6.23%	211	1:11.1	1:10.9	1:9.9	2,445	2,300	-3.32%	94.07%
2022	2,525	58,557,960	23,191	4.98%	213	1:11.3	1:11.4	1:9.9	2,525	2,336	3.27%	92.51%
2023	2,546	61,187,673	24,045	3.68%	215	1:11.3	1:12.4	1:9.9	2,546	2,371	0.83%	93.13%
2024	2,527	63,549,085	25,148	4.59%	215	1:11.3	1:12.4	1:9.9	2,527	2,368	-0.75%	93.71%

Source: District records, ASSA and Schedules J-12, J-14



**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**School Building Information,**  
**Last Ten Fiscal Years**

**Exhibit J-18**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b><u>District Buildings</u></b>										
<b><u>Elementary</u></b>										
Elementary #1										
Square Feet	70,820	70,820	70,820	86,550	86,550	86,550	86,550	86,550	86,550	86,550
Capacity (students)	692	692	692	692	832	832	832	832	832	832
Enrollment	688	714	709	655	660	663	642	643	655	657
Elementary #2										
Square Feet	87,674	87,674	87,674	87,674	87,674	87,674	87,674	87,674	87,674	87,674
Capacity (students)	625	625	625	625	625	625	625	625	625	625
Enrollment	527	526	525	542	560	559	522	531	539	531
<b><u>Middle School</u></b>										
Square Feet	88,369	88,369	88,369	88,369	88,369	88,369	88,369	88,369	88,369	88,369
Capacity (students)	617	617	617	617	617	617	617	617	617	617
Enrollment	549	543	538	537	528	552	559	577	590	542
<b><u>High School</u></b>										
Square Feet	176,891	176,891	176,891	176,891	176,891	176,891	176,891	176,891	176,891	176,891
Capacity (students)	1,116	1,116	1,116	1,116	1,116	1,116	1,116	1,116	1,116	1,116
Enrollment	705	701	745	714	721	755	722	774	762	798
<b><u>Other</u></b>										
Administration										
Square Feet	5,760	5,760	5,760	5,760	5,760	5,760	5,760	5,760	5,760	5,760
Transportation Office										
Square Feet	900	900	900	900	-	-	-	-	-	-
Transportation Garage										
Square Feet	2,700	2,700	2,700	2,700	12,134	12,134	12,134	12,134	12,134	12,134

Number of Schools at June 30, 2024

- Elementary - 2
- Middle - 1
- High School - 1
- Other - 3

Source: District Records, ASSA

TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
 General Fund  
 Schedule of Required Maintenance for School Facilities,  
 Last Ten Fiscal Years  
 (Unaudited)

Undistributed Expenditures - Allowable Maintenance for School Facilities

School Facilities	Project # (s)	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Elementary #1		\$ 99,390	76,575	109,998	149,283	258,239	240,970	470,118	299,629	318,733	146,123
Elementary #2		68,810	910,612	188,567	105,865	110,701	108,539	96,490	117,468	153,263	323,116
Elementary #4		76,035	33,545	98,366	82,261	125,350	265,140	132,596	193,125	134,038	179,961
High School		129,930	199,001	249,492	252,784	334,982	386,379	166,490	316,411	268,184	397,092
Total School Facilities		374,165	1,219,733	646,423	590,193	829,272	1,001,028	865,694	926,633	874,218	1,046,292
Other Facilities		98,055	6,772	46,736	23,332	673,384	179,419	48,574	404,901	248,448	284,114
Grand Total		\$ 472,220	1,226,505	693,159	613,525	1,502,656	1,180,447	912,268	1,331,534	1,122,666	1,330,406

Source: District Records

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Insurance Schedule**  
**For the Fiscal Year Ended June 30, 2024**  
*(Unaudited)*

**Exhibit J-20**

	<u>Coverage</u>	<u>Deductible</u>
<b>Property, Inland Marine and Automobile Physical Damages</b>		
A. Limit of Liability	\$ 175,000,000	
ACCASBOJIF Self Insured Retention, per occurrence	250,000	
Members District Deductible, per occurrence		500
Perils Included	"All Risk"	
B. Property Valuation		
Buildings and Contents	Replacement Cost	
Contractors Equipment	Actual Cash Value	
Automobiles	Replacement Cost	
<b>Boiler and Machinery</b>		
A. Limit of Liability	125,000,000	
ACCASBOJIF Self Insured Retention	None	
Members District Deductible		1,000
<b>Crime</b>		
A. Limit of Liability	500,000	
ACCASBOJIF Self Insured Retention	250,000	
Members District Deductible		500
<b>General and Automobile Liability</b>		
A. Limit of Liability	27,000,000	
ACCASBOJIF Self Insured Retention	250,000	
Members District Deductible		None
<b>Workers' Compensation</b>		
A. Limit of Liability	Statutory	
ACCASBOJIF Self Insured Retention	250,000	
Members District Deductible		None
<b>Educator's Legal Liability</b>		
A. Limit of Liability	27,000,000	
ACCASBOJIF Self Insured Retention	250,000	
Members District Deductible		None
<b>Pollution Legal Liability</b>		
A. Limit of Liability	3,000,000	
ACCASBOJIF Self Insured Retention	None	
Members District Deductible - Pollution Incident		25,000
Members District Deductible - Mold Incident		\$100,000 - \$250,000
<b>Cyber Liability</b>		
A. Limit of Liability	2,000,000	
ACCASBOJIF Self Insured Retention	None	
Members District Deductible		\$50,000 - \$100,000
<b>Crisis Protection &amp; Disaster Management Services</b>		
A. Limit of Liability	1,000,000	
ACCASBOJIF Self Insured Retention	None	
Members District Deductible		10,000

Source: District Records (Coverage is through the Atlantic & Cape May Counties  
Association of School Business Officials Joint Insurance Fund (ACCASBOJIF))

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# **Single Audit Section**

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# FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

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K-1

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

Honorable President and  
Members of the Board of Education  
Middle Township School District  
County of Cape May  
Township of Middle, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Middle Township School District, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Middle Township School District's basic financial statements, and have issued our report thereon dated December 13, 2024.

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

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

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

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

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Middle Township School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement 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* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

*Ford, Scott & Associates, L.L.C.*  
FORD, SCOTT & ASSOCIATES, L.L.C.  
CERTIFIED PUBLIC ACCOUNTANTS

*Leon P. Costello*

Leon P. Costello  
Certified Public Accountant  
Licensed Public School Accountant  
No. 767

December 13, 2024





# FORD - SCOTT

& ASSOCIATES, L.L.C.

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

The Honorable President and  
Members of Board of Education  
Middle Township School District  
County of Cape May

## **Report on Compliance for Each Major Federal & State Program**

### **Opinion on Each Major Federal & State Program**

We have audited the Middle Township School District's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the Middle Township School District's major federal and state programs for the year ended June 30, 2024. The Middle Township School District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Middle Township School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2024.

### **Basis for Opinion on Each Major Federal & State Program**

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

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

## **Responsibilities of Management for Compliance**

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to its Federal and State programs.

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

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

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

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

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

## **Other Matters**

The results of our auditing procedures disclosed no instances of noncompliance which are required to be reported in accordance with the Uniform Guidance or NJ OMB 15-08.

## Report on Internal Control Over Compliance

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

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

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

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

*Ford, Scott & Associates, L.L.C.*  
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December 13, 2024

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Schedule of Expenditures of Federal Awards**  
**For the Fiscal Year Ended June 30, 2024**

Federal Award Title	Federal AL Number	Federal FAIN Number	Grant or State Project Number	Grant Period	Program or Award Amount	Balance June 30, 2023	Carryover/Amount	Cash Received	Source Pairs Through	Budgetary Expenditures		(MEMO) Passed Through to Sub-Recipients	Adjustments	Repayment of Prior Years' Balances	Accounts Receivable	Balance June 30, 2024 Unearned Revenue	Due to Grantor
										Direct	Total						
<b>U.S. Department of Health and Human Services</b>																	
<b>Passed-Through State Department of Health and Human Services:</b>																	
General Fund -																	
Medical Assistance (SEMI) Program	93.778	2005N03MAP	N/A	7/1/2023	\$ 36,487.48	\$	36,487.48	(36,487.48)	(36,487.48)		(36,487.48)						
Total General Fund:																	
<b>Special Revenue Fund:</b>																	
<b>U.S. Department of Education</b>																	
<b>Passed-Through State Department of Education</b>																	
Title I - Part A Cluster:																	
Title I - Part A	84.010	S010A230030	ESEA-3130-24	7/1/2023	829,689.00	(624,833.00)	372,467.00	(732,756.47)	(732,756.47)		(0.35)	A			(360,350.00)		
Title I - Part A	84.010	S010A230030	ESEA-3130-24	7/1/2023	29,729.00		424,633.00	(629.00)	(629.00)		3,699.41	B			(629.00)	3,699.41	
Title I - SIA	84.010	S010A230030	ESEA-3130-23	7/1/2022	28,456.00	(17,225.00)	797,240.00	(733,385.47)	(733,385.47)		3,698.88				(375,704.00)	3,698.41	
Total Title I - Part A Cluster:																	
Elementary and Secondary Education Act (ESEA):																	
Title II - Part A	84.367A	S37A230029	ESEA-3130-24	7/1/2023	87,227.00	(46,039.00)	50,995.00	(86,986.26)	(86,986.26)		0.26	A			(36,591.00)		
Title II - Part A	84.367A	S37A230029	ESEA-3130-23	7/1/2022	107,512.00	9.20	49,036.00				1.00	A					
Title II - Part A	84.367A	S36A210030	ESEA-3130-21	7/1/2020	91,819.00												
Title II - Part A	84.365A	S36A230030	ESEA-3130-24	7/1/2023	34,452.00	(7,449.00)	18,895.00	(28,791.10)	(28,791.10)		0.10	A			(9,886.00)	9.20	
Title II - Part A	84.365A	S36A230030	ESEA-3130-24	7/1/2023	35,199.00	(490.00)	7,459.00								(490.00)		
Title II - Part A	84.365A	S36A210030	ESEA-3130-21	7/1/2020	35,199.00												
Title II - Immigrant	84.365A	S36A240030	ESEA-3130-24	7/1/2023	7,706.00		55,043.00	(7,706.00)	(7,706.00)		(0.38)	A			(7,706.00)		
Title IV	84.424A	S42A240031	ESEA-3130-24	7/1/2023	83,445.00	(20,225.00)	20,225.00	(78,765.62)	(78,765.62)		(0.38)	A			(23,723.00)		
Title IV	84.424A	S42A230031	ESEA-3130-23	7/1/2022	79,951.00	(77,113.80)	20,856.00	(202,248.89)	(202,248.89)		(0.02)	A			(77,716.00)	9.20	
Total Elementary and Secondary Education Act (ESEA):																	
Special Education Cluster:																	
ID.E.A. Part B, Basic	84.027A	H027A240100	IDEA-3130-24	7/1/2023	766,439.00	(157,425.00)	672,540.00	(761,692.00)	(761,692.00)		(86)				(86,152.00)		
ID.E.A. Part B, Basic	84.027A	H027A230100	IDEA-3130-23	7/1/2022	716,473.00	(48,650.00)	157,425.00										
ID.E.A. Part B, Preschool	84.173A	H17A230114	IDEA-3130-23	7/1/2022	32,134.00	(7,141.00)	7,141.00										
ID.E.A. Part B, Preschool	84.173A	H17A240114	IDEA-3130-24	7/1/2023	32,004.00	(184,574.00)	665,562.00	(32,004.00)	(32,004.00)						(92,708.00)		
Total Special Education Cluster:																	
Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund:																	
CRSRA - ESSER II	84.425D	S425D210027	N/A	3/13/2020	2,093,692.00	(5.88)											
ARP ESSER Accelerated Learning PD	84.425U	S425U210027	N/A	3/13/2020	4,882,984.00	(2,357,139.00)	2,824,761.00	(644,446.43)	(644,446.43)		153,777.77	A			(8,000)	2.12	
ARP ESSER Accelerated Learning PD	84.425U	S425U210027	N/A	3/13/2020	229,597.00	(18,396.00)	33,580.00	(81,867.86)	(81,867.86)		(0.14)				(472,866.00)	48,759.34	
ARP ESSER Beyond the School Day	84.425V	S425V210027	N/A	3/13/2020	40,000.00	(2,130.00)	13,456.00								(38,544.00)		
ARP ESSER Mental Health	84.425W	S425W210031	N/A	3/13/2020	445,613.00	(107,822.00)	223,355.00	(225,688.88)	(225,688.88)		240.13	A, B			(110,157.00)		
ARP HCY II	84.425W	S425W210031	N/A	3/13/2020	101,211.00			(29,542.00)	(29,542.00)			A			(29,542.00)		
Total Education Stabilization Fund:																	
Additional or Complementary Special Education and Related Services (ACSEERS)	21.027	SLFRD0E1BES	N/A	7/1/2022	177,236.00	(97,994.00)	97,994.00										
Additional or Complementary Special Education and Related Services (ACSEERS)	21.027	SLFRD0E1BES	N/A	7/1/2023	71,650.00		35,825.00	(71,650.00)	(71,650.00)						(35,825.00)		
Total Special Revenue Fund:																	
<b>U.S. Department of Agriculture</b>																	
<b>Passed-Through State Department of Education:</b>																	
Enterprise Fund:																	
Child Nutrition Program Cluster:																	
Food Distribution Program	10.555	241N304N199	N/A	7/1/2023	129,176.31		129,176.31	(129,176.31)	(129,176.31)								
Food Distribution Program	10.555	231N304S9039	N/A	7/1/2022	3,256.00	(3,256.00)	3,256.00										
Food Distribution Program	10.555	241N304N199	N/A	7/1/2023	172,448.07		163,743.61	(172,448.07)	(172,448.07)						(8,112.00)		
School Breakfast Program	10.553	231N304N199	N/A	7/1/2023	173,659.61	(10,453.91)	104,531.91								(6,709.46)		
School Lunch Program	10.555	241N304N199	N/A	7/1/2023	592,413.70	(34,337.95)	550,522.75	(592,413.70)	(592,413.70)						(31,860.95)		
School Lunch Program	10.555	231N304N199	N/A	7/1/2022	576,539.40	(46,047.86)	891,494.53	(897,150.09)	(897,150.09)						(45,703.41)		
Total Child Nutrition Program Cluster:																	
Total Enterprise Fund																	
<b>Total Federal Financial Awards</b>																	
(A) Transfer to General Fund					\$ 3,524,001.54		5,929,127.01	(3,744,273.31)	(3,744,273.31)		157,716.50	A, B			(1,324,901.41)	53,470.07	
(B) Prior Year PO cancelled																	

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

TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
Schedule of Expenditures of State Financial Assistance  
For the Fiscal Year Ended June 30, 2024

State Grantor/Program Title General Fund:	Grant or State Project Number	Grant Period	Program or Award Amount	Balance at June 30, 2023			Cash Received	Budgetary Expenditures	Adjustment/ Repayment of Prior Years' Balances	(Accounts Receivable)	Balance June 30, 2024	MEMO	
				Unearned Revenue (Accts Receiv.)	Due to Grantor	Carryover (Waiver) Amount						Due to Grantor	Budgetary Receivable
<b>State Department of Education</b>													
Special Education Aid	24-495-034-5120-078	7/1/2023	8,437,475.00	-	-	-	8,437,475.00	(8,437,475.00)	-	-	-	(8,437,475.00)	8,437,475.00
Special Education Aid	24-495-034-5120-089	7/1/2023	1,437,131.00	-	-	-	1,437,131.00	(1,437,131.00)	-	-	-	(1,437,131.00)	1,437,131.00
Special Education Aid	24-495-034-5120-090	7/1/2023	67,242.00	-	-	-	67,242.00	(67,242.00)	-	-	-	(67,242.00)	67,242.00
School Choice Aid	24-495-034-5120-088	7/1/2023	272,420.00	-	-	-	272,420.00	(272,420.00)	-	-	-	(272,420.00)	272,420.00
Adjustment Aid	24-495-034-5120-085	7/1/2023	1,574,738.00	-	-	-	1,574,738.00	(1,574,738.00)	-	-	-	(1,574,738.00)	1,574,738.00
<b>Total State Aid - Public Cluster</b>													
Transportation Aid	24-495-034-5120-014	7/1/2023	1,570,041.00	-	-	-	1,570,041.00	(1,570,041.00)	-	-	-	(1,570,041.00)	1,570,041.00
Extraordinary Aid	24-100-034-5120-044	7/1/2023	432,198.00	-	-	-	432,198.00	(432,198.00)	-	-	-	(432,198.00)	432,198.00
Extraordinary Aid	24-100-034-5120-044	7/1/2022	423,385.00	(423,385.00)	-	-	423,385.00	-	-	-	-	-	423,385.00
Non-Public Transportation	24-100-034-5120-014	7/1/2022	33,072.00	(33,072.00)	-	-	33,072.00	-	-	-	-	-	33,072.00
<b>On-Bal Budget Payments -</b>													
Pension Contribution	24-495-034-5094-002	7/1/2023	6,836,784.00	-	-	-	6,836,784.00	(6,836,784.00)	-	-	-	(6,836,784.00)	6,836,784.00
Post-Retirement Medical	24-495-034-5094-001	7/1/2023	1,860,722.00	-	-	-	1,860,722.00	(1,860,722.00)	-	-	-	(1,860,722.00)	1,860,722.00
Long-Term Disability Insurance	24-495-034-5094-004	7/1/2023	2,738.00	-	-	-	2,738.00	(2,738.00)	-	-	-	(2,738.00)	2,738.00
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	7/1/2022	1,386,916.25	(66,764.68)	-	-	66,764.68	-	-	-	-	-	66,764.68
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	7/1/2023	1,456,320.01	-	-	-	1,384,205.35	(1,455,320.01)	(71,125.66)	-	-	(71,125.66)	1,455,320.01
<b>Total General Fund:</b>													
Special Revenue Fund:													
Preschool Education Aid	24-495-034-5120-086	7/1/2023	2,153,880.00	-	-	-	2,153,880.00	(2,153,880.00)	-	-	-	(2,153,880.00)	2,153,880.00
Preschool Education Aid	23-495-034-5120-086	7/1/2022	2,034,685.00	665,348.49	-	-	2,392,840.00	(1,752,128.25)	6,437.61	B	540,711.75	(1,752,128.25)	1,752,128.25
Local Efficiency Achievement Program (LEAP)	22-495-034-5120-086	7/1/2021	1,098.35	1,098.35	-	-	1,098.35	(1,098.35)	-	-	-	(1,098.35)	1,098.35
NJSDA - Emergent & Capital Maintenance Needs	15-2021-12022-05	4/22/2021	47,000.00	(47,000.00)	-	-	-	-	2,388.89	B	2,388.89	(2,422.00)	2,388.89
Recovery HS Access Project	24-495-034-5120-107	7/1/2023	62,275.00	-	-	-	62,275.00	(62,275.00)	-	-	-	(62,275.00)	62,275.00
Recovery HS Access Project	24-495-034-5120-107	7/1/2022	500,000.00	8.89	-	-	500,008.89	(500,000.00)	-	-	8.89	-	500,008.89
Recovery HS Access Project	24-495-034-5120-107	12/1/2021	500,000.00	30	-	-	500,030.00	(500,000.00)	-	-	30	-	500,030.00
Recovery HS Access Project	24-495-034-5120-107	12/1/2021	500,000.00	26,032.42	-	-	526,032.42	(500,000.00)	-	-	26,032.42	-	526,032.42
Recovery HS Access Project	24-495-034-5120-107	12/1/2022	500,000.00	81,926.10	-	-	581,926.10	(500,000.00)	-	-	81,926.10	-	581,926.10
Recovery HS Access Project	24-495-034-5120-107	12/1/2023	500,000.00	-	-	-	500,000.00	(453,144.87)	404.99	B	46,855.13	(453,144.87)	463,144.87
NJ Nonpublic Aid:													
Textbook Aid	24-100-034-5120-064	7/1/2023	3,064.00	-	-	-	3,064.00	(3,064.21)	0.21	A	2.00	(3,062.21)	3,062.21
Technology Aid	25-100-034-5120-064	7/1/2022	3,894.00	9.00	-	-	3,903.00	(3,894.00)	(9.00)	-	-	-	3,894.00
Security Aid	24-100-034-5120-373	7/1/2022	2,597.00	-	-	-	2,597.00	(2,550.00)	(4.00)	-	47.00	(2,550.00)	2,550.00
Security Aid	23-100-034-5120-589	7/1/2022	2,695.00	4.00	-	-	2,699.00	(2,695.00)	-	-	-	(2,695.00)	2,699.00
Auxiliary Services:													
Compensatory Education	20-100-034-5120-067	7/1/2019	17,522.00	1,541.00	-	-	19,063.00	(17,522.00)	(1,541.00)	-	-	(17,522.00)	19,063.00
Compensatory Education	20-100-034-5120-067	7/1/2021	26,874.00	5,933.00	-	-	32,807.00	(26,874.00)	(6,933.00)	-	-	(26,874.00)	32,807.00
Compensatory Education	23-100-034-5120-067	7/1/2022	28,649.00	18,196.00	-	-	46,845.00	(28,649.00)	(18,196.00)	-	-	(28,649.00)	46,845.00
Compensatory Education	24-100-034-5120-067	7/1/2023	28,771.00	-	-	-	28,771.00	(4,765.23)	0.23	A	24,006.00	(4,765.23)	24,006.00
Handicapped Services:													
Exam & Classification	24-100-034-5120-066	7/1/2023	17,062.00	-	-	-	17,062.00	(9,097.02)	0.02	A	7,965.00	(9,097.02)	7,965.00
Exam & Classification	23-100-034-5120-066	7/1/2022	10,811.00	7,585.00	-	-	18,396.00	(10,811.00)	(7,585.00)	-	-	(10,811.00)	18,396.00
Exam & Classification	24-100-034-5120-066	7/1/2022	24,470.00	485.00	-	-	24,955.00	(24,470.00)	(485.00)	-	-	(24,470.00)	24,955.00
Exam & Classification	24-100-034-5120-066	7/1/2023	8,370.00	4,745.00	-	-	13,115.00	(8,370.00)	(4,745.00)	-	-	(8,370.00)	13,115.00
Corrective Speech	22-100-034-5120-066	7/1/2021	8,672.00	4,929.00	-	-	13,601.00	(8,672.00)	(4,929.00)	-	-	(8,672.00)	13,601.00
Corrective Speech	20-100-034-5120-066	7/1/2019	8,203.00	81.00	-	-	8,284.00	(8,203.00)	(81.00)	-	-	(8,203.00)	8,284.00
Supplemental Instruction	24-100-034-5120-066	7/1/2023	7,434.00	4,626.00	-	-	12,060.00	(7,434.00)	(4,626.00)	-	-	(7,434.00)	12,060.00
Supplemental Instruction	23-100-034-5120-066	7/1/2022	9,086.00	2,561.00	-	-	11,647.00	(9,086.00)	(2,561.00)	-	-	(9,086.00)	11,647.00
Supplemental Instruction	24-100-034-5120-066	7/1/2021	8,203.00	274.00	-	-	8,477.00	(8,203.00)	(274.00)	-	-	(8,203.00)	8,477.00
Nursing Aid	24-100-034-5120-070	7/1/2023	6,380.00	-	-	-	6,380.00	(6,380.00)	-	-	-	(6,380.00)	6,380.00
<b>Total Special Revenue Fund</b>													
							1,180,948.85	(50,970.00)	(41,757.65)	(2,422.00)	1,088,221.20	(2,422.00)	3,006,198.82
<b>Debt Service Fund:</b>													
School Construction Debt Service Aid	24-495-034-5120-075	7/1/2023	127,123.00	-	-	-	127,123.00	(127,123.00)	-	-	-	(127,123.00)	127,123.00
<b>Total Debt Service Fund</b>													
							127,123.00	(127,123.00)	-	-	-	-	127,123.00
<b>State Department of Agriculture</b>													
Enterprise Fund:													
State School Breakfast Program	24-100-010-3350-023	7/1/2023	4,622.25	(4,622.25)	-	-	-	-	(4,622.25)	-	-	(4,622.25)	4,622.25
State School Breakfast Program	23-100-010-3350-023	7/1/2022	2,717.70	(158.40)	-	-	2,559.30	(2,559.30)	-	-	-	(2,559.30)	2,559.30
State School Lunch Program	24-100-010-3350-023	7/1/2023	26,397.68	26,848.24	-	-	53,245.92	(26,397.68)	(1,749.44)	-	-	(26,397.68)	28,397.68
State School Lunch Program	23-100-010-3350-023	7/1/2022	18,577.97	(1,146.02)	-	-	17,431.95	(17,431.95)	-	-	-	(17,431.95)	17,431.95
<b>Total Enterprise Fund</b>													
							53,245.92	(53,245.92)	(2,017.89)	-	-	(2,017.89)	33,018.03
<b>Total State Financial Assistance</b>													
(A) Transfer to General Fund							27,605,597.52	(27,708,639.76)	(41,757.65)	(56,198.55)	1,083,702.38	(56,198.55)	27,708,639.76
(B) Prior Year PO cancelled							-	-	-	-	-	-	-
Less: On-Bal Budget Contributions							6,836,784.00	(6,836,784.00)	-	-	-	(6,836,784.00)	6,836,784.00
Post-Retirement Medical							1,860,722.00	(1,860,722.00)	-	-	-	(1,860,722.00)	1,860,722.00
Long-Term Disability Insurance							2,738.00	(2,738.00)	-	-	-	(2,738.00)	2,738.00
<b>Total for State Financial Assistance-Major Program Determination</b>							\$ 18,905,353.42	\$ (19,005,565.76)				\$ (100,212.34)	\$ 18,805,081.08

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

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Notes to the Schedules of Financial Assistance**  
**June 30, 2024**

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**Note 1: General**

The accompanying schedules of expenditures of awards and financial assistance present the activity of all federal and state award programs of the Board of Education, Township of Middle 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 awards and state financial assistance passed through other government agencies, is included on the schedule of federal awards and state financial assistance.

**Note 2: Basis of Accounting**

The accompanying schedules of expenditures of awards and 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 Note 1 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of 2 CFR 200-Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10% de minimis indirect cost rate.

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

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$69,756.46) for the general fund and \$1,197,634.37 for the Special Revenue Fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	Federal	State	On-Behalf Payments	Total
General Fund	\$ 36,487.48	24,542,497.01	(8,700,244.00)	15,878,740.49
Special Revenue Fund	2,820,635.75	3,006,199.82		5,826,835.57
Debt Service Fund		127,123.00		127,123.00
Food Service Fund	887,150.08	33,019.93		920,170.01
<b>Total Financial Award Revenues</b>	<b>\$ 3,744,273.31</b>	<b>27,708,839.76</b>	<b>(8,700,244.00)</b>	<b>22,752,869.07</b>

The On-Behalf Pension Contributions made for the district by the State of New Jersey are recognized as revenue in the basic financial statements but are not considered in the major program determination.

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT**  
**Notes to the Schedules of Financial Assistance**  
**June 30, 2024**  
**(Continued)**

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**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, 2023. 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, 2024.

**Note 6: Adjustments**

Both favorable and unfavorable differences incurred as a result of final grant payments being rounded by the grantor and are included in the schedule(s) of financial assistance in a column entitled "Adjustments."

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDING JUNE 30, 2024**

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***Section I – Summary of Auditor’s Results***

**Financial Statements**

Type of auditor’s report issued: Unmodified Opinion

Internal control over financial reporting:

- 1) Material weakness(es) identified? \_\_\_\_\_ Yes      X   No
- 2) Significant deficiencies identified? \_\_\_\_\_ Yes      X   None reported
- Noncompliance material to basic financial statements noted? \_\_\_\_\_ Yes      X   No

**Federal Awards**

Internal control over major programs:

- 1) Material weakness(es) identified? \_\_\_\_\_ Yes      X   No
- 2) Significant deficiencies identified? \_\_\_\_\_ Yes      X   None reported

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

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? Yes      X   No

Identification of major programs:

<u>AL Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
		<b>Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund:</b>
		Additional or Compensatory Special Education and Related Services (ACSERS)
		ARP ESSER
		ARP ESSER Accelerated Learning PD
		ARP ESSER Beyond the School Day
		ARP ESSER Mental Health
		ARP HCY II
		<b>Title I Part A Cluster:</b>
		Title I Grants to Local Educational Agencies (Title 1, Part A of the Elementary and Secondary Education Act)
21.027	SLFRFDOE1SES	
84.425U	S425U210027	
84.425U	S425U210027	
84.425U	S425U210027	
84.425U	S425U210027	
84.425W	S425W210031	
84.010A	S010A240030	



**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDING JUNE 30, 2024  
(CONTINUED)**

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

Auditee qualified as low-risk auditee?  X  Yes   No

**State Awards**

Dollar threshold used to distinguish between type A and type B programs: \$831,265

Auditee qualified as low-risk auditee?  X  Yes   No

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

Internal Control over major programs:

1) Material weakness(es) identified?   Yes  X  No

2) Significant deficiencies identified?   Yes  X  None reported

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular Letter 15-08   Yes  X  No

Identification of major programs:

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
	<b>State Aid - Public Cluster</b>
495-034-5120-068	School Choice Aid
495-034-5120-078	Equalization Aid
495-034-5120-084	Security Aid
495-034-5120-085	Adjustment Aid
495-034-5120-089	Special Education Categorical Aid
495-034-5094-003	Reimbursed TPAF Social Security Contributions
495-034-5120-044	Extraordinary Special Education Aid

**TOWNSHIP OF MIDDLE SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDING JUNE 30, 2024  
(CONTINUED)**

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***Section II – Financial Statement Findings***

In accordance with *Government Auditing Standards*, our audit disclosed no findings relating to the financial statements that are required to be reported under this section.

***Section III – Federal Awards and State Financial Assistance Findings and Questioned Costs***

**FEDERAL AWARDS**

Our audit disclosed no matters to be reported.

**STATE AWARDS**

Our audit disclosed no matters to be reported.

**STATUS OF PRIOR YEAR FINDINGS (K-7)**

**FEDERAL AWARDS**

Our audit disclosed no matters to be reported.

**STATE AWARDS**

Our audit disclosed no matters to be reported.