

BRADLEY BEACH SCHOOL DISTRICT

Bradley Beach, New Jersey
County of Monmouth

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
YEAR ENDED JUNE 30, 2024**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
OF THE
BRADLEY BEACH SCHOOL DISTRICT
BRADLEY BEACH, NEW JERSEY**

YEAR ENDED JUNE 30, 2024

**PREPARED BY DISTRICT FINANCE OFFICER
SCHOOL BUSINESS ADMINISTRATOR/BOARD SECRETARY
DAVID TONZOLA**

TABLE OF CONTENTS

	PAGE
INTRODUCTORY SECTION (First Section)	
Letter of Transmittal	1
Organizational Chart	7
Roster of Officials	9
Consultants and Advisors	11
FINANCIAL SECTION (Second Section)	
Independent Auditor's Report	15
REQUIRED SUPPLEMENTARY INFORMATION – PART I	
Management's Discussion and Analysis	21
BASIC FINANCIAL STATEMENTS	
A. Government-Wide Financial Statements:	
A-1 Statement of Net Position	33
A-2 Statement of Activities	34
B. Fund Financial Statements:	
B-1 Balance Sheet	39
B-2 Statement of Revenues, Expenditures and Changes in Fund Balances	40
B-3 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	41
Proprietary Funds:	
B-4 Statement of Net Position	45
B-5 Statement of Revenues, Expenditures and Changes in Fund Net Position	46
B-6 Statement of Cash Flows	47
Notes to Financial Statements	53
REQUIRED SUPPLEMENTARY INFORMATION – PART II	
C. Budgetary Comparison Schedules	
C-1 Budgetary Comparison Schedule – General Fund	89
C-2 Budgetary Comparison Schedule – Special Revenue Fund	99
Notes to the Required Supplementary Information - Part II	
C-3 Budget-to-GAAP Reconciliation	103

TABLE OF CONTENTS

	PAGE
REQUIRED SUPPLEMENTARY INFORMATION – PART III	
L. Schedules Related to Accounting and Reporting for Pensions (GASB 68)	
L-1 Schedule of the District's Proportionate Share of the Net Pension Liability - PERS	109
L-2 Schedule of the School District Contributions - PERS	110
L-3 Schedule of the District's Proportionate Share of the Net Pension Liability - TPAF	111
M. Schedules Related to Accounting and Reporting for Other Post Employment Benefits (GASB 75)	
M-1 Schedule of Changes in Net OPEB Liability and Related Ratios	115
Notes to the Required Supplementary Information - Part III	119
OTHER SUPPLEMENTARY INFORMATION	
D. School Based Budget Schedules Fund (if applicable):	
D-1 Combining Balance Sheet	N/A
D-2 Blended Resource Fund - Schedule of Expenditures Allocated by Resource Type - Actual	N/A
D-3 Blended Resource Fund - Schedule of Blended Expenditures - Budget and Actual	N/A
E. Special Revenue Fund:	
E-1 Combining Schedule of Program Revenues & Expenditures - Special Revenue Fund – Budgetary Basis	125
E-2 Preschool Education Aid Schedule(s) of Expenditures - Budgetary Basis	128
F. Capital Projects Fund:	
F-1 Summary Schedule of Project Expenditures	N/A
F-2 Summary Schedule of Revenues, Expenditures and Changes in Fund Balance – Budgetary Basis	N/A
H. Fiduciary Funds:	
H-1 Combining Statement of Fiduciary Net Position	N/A
H-2 Combining Statement of Changes in Fiduciary Net Position	N/A
I. Long-Term Debt:	
I-1 Schedule of Serial Bonds Payable	N/A
I-2 Schedule of Obligations Under Leases	N/A
I-3 Debt Service Fund - Budgetary Comparison Schedule	135
I-4 Schedule of Early Retirement Incentive Plan Loans Payable	N/A

TABLE OF CONTENTS

PAGE

STATISTICAL SECTION (Unaudited)

(Third Section)

Financial Trends:

J-1	Net Position by Component	141
J-2	Changes in Net Position	142
J-3	Fund Balances – Governmental Funds	144
J-4	Changes in Fund Balances – Governmental Funds	145
J-5	General Fund - Other Local Revenue by Source	146

Revenue Capacity:

J-6	Assessed Value & Actual Value of Taxable Property	149
J-7	Direct and Overlapping Property Tax Rates	150
J-8	Principal Property Taxpayers	151
J-9	Property Tax Levies and Collections	152

Debt Capacity:

J-10	Ratios of Outstanding Debt by Type	155
J-11	Ratios of Net General Bonded Debt Outstanding	156
J-12	Ratios of Overlapping Governmental Activities Debt	157
J-13	Legal Debt Margin Information	158

Demographic & Economic Information:

J-14	Demographic & Economic Statistics	161
J-15	Principal Employers	162

Operating Information:

J-16	Full-Time Equivalent District Employees by Function/Program	165
J-17	Operating Statistics	166
J-18	School Building Information	167
J-19	Schedule of Required Maintenance	168
J-20	Insurance Schedule	169

SINGLE AUDIT SECTION

(Fourth Section)

K-1	Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards	173
K-2	Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance and New Jersey OMB Circular Letter 15-08	175
K-3	Schedule of Expenditures of Federal Awards, Schedule A	179
K-4	Schedule of Expenditures of State Financial Assistance, Schedule B	181
K-5	Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance	182
K-6	Schedule of Findings and Questioned Cost	
	Section I - Summary of Auditor's Results	184
	Section II - Financial Statement Findings	186
	Section III - Federal Awards & State Financial Assistance Findings & Questioned Costs	187
K-7	Summary Schedule of Prior Year Audit Findings	188

This page intentionally left blank

INTRODUCTORY SECTION

This page intentionally left blank

BOROUGH OF BRADLEY BEACH

BOARD OF EDUCATION

515 Brinley Avenue • Bradley Beach • New Jersey 07720

Mr. Michael Heidelberg
Superintendent of Schools

David J. Tonzola
School Business Administrator /
Board Secretary

December 23, 2024

Honorable President and Members
of the Board of Education
Bradley Beach School District
County of Monmouth, New Jersey

Dear Board Members/Citizens:

The Annual Comprehensive Financial Report (ACFR) of the Bradley Beach 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 Bradley Beach School District. 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, 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 district as of June 30, 2024, and the respective changes in financial position and cash flows, where applicable, thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America. All disclosures necessary to enable the reader to gain an understanding of the district's financial activities have been included.

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

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

Introductory Section:

Section contains a Letter of Transmittal, Roster of Officials, Consultants and Advisors, and an Organizational Chart.

Financial Section:

Section contains the Independent Auditors' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements, Required Supplementary Information (RSI) and Other Supplementary Information.

Statistical Section:

Section contains selected financial trends, revenue and debt capacity, demographic, economic and other operating information, generally presented on a multi-year basis.

Single Audit Section:

The School District is required to undergo an annual Single Audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and New Jersey OMB's Circular 15-08 OMB, "*Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*". Information related to this Single Audit, including the independent auditor's report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, are included in the Single Audit Section of this report.

REPORTING ENTITY AND ITS SERVICES

The Bradley Beach School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standard Board (GASB) as established by NCGA Statement No. 3. All funds of the School District are included in this report. The School District has no component units.

The School District provides a full range of educational services appropriate to grade levels Pre-K through 8. These include regular and vocational as well as special education for children with special needs. The School District's enrollment, as of October 15th, for the current and past nine fiscal years are detailed below.

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2023-2024	196.00	-4.39%
2022-2023	205.00	-12.77%
2021-2022	235.00	-9.96%
2020-2021	261.00	-4.40%
2019-2020	273.00	-7.45%
2018-2019	295.00	-7.80%
2017-2018	318.00	10.80%
2016-2017	287.00	-3.37%
2015-2016	297.00	4.95%
2014-2015	283.00	-4.07%

ECONOMIC CONDITION AND OUTLOOK

The Borough of Bradley Beach is close to 100% occupancy and property values continue to climb. A number of improvements along the beachfront make it a popular place to visit and business in the area is booming. Redevelopment on Main Street will result in the renovation and replacement of some commercial buildings resulting in new business openings.

The total property assessment for Bradley Beach for the last three years is as follows:

2024	\$2,262,025,000
2023	2,099,374,600
2022	1,756,328,800

MAJOR INITIATIVES

Maintaining our School System

The Bradley Beach Elementary School District recognizes that the budgeting process is not a year-to-year event but rather a deliberate effort to align resources with both immediate needs and long-term strategic priorities. As we continue to implement the goals of our Five-Year Strategic Plan, we remain focused on providing high-quality educational experiences while ensuring fiscal responsibility. A key factor influencing our budget planning for the 2024-25 school year is the challenge of declining enrollment, combined with the ending of federal stimulus funding. This trend continues to have a significant impact on staffing, resources, and overall budget allocations.

In response, the district is committed to "right-sizing" our school by carefully evaluating instructional and non-instructional staffing levels to align with enrollment changes. This approach ensures that we continue to provide robust academic and support programs while maintaining a balanced budget. By addressing these shifts proactively, we can sustain the quality of education Bradley Beach families have come to expect while positioning the district for long-term success.

Raising Standards and Expanding Opportunities

As part of our commitment to academic excellence, the Bradley Beach Elementary School District is introducing a new phonics curriculum in our early learning classrooms. This initiative represents a critical investment in foundational literacy skills, ensuring that our youngest learners receive the tools they need to succeed. The implementation of this program will be supported by professional development for teachers, providing them with the training and resources necessary to integrate this curriculum effectively. By aligning these efforts with the New Jersey Student Learning Standards, we aim to strengthen early literacy instruction across the district.

In addition to advancing literacy, the district continues to emphasize technology integration to prepare students for the challenges of the 21st century. Our one-to-one Chromebook initiative ensures that every student has access to essential digital tools, fostering both academic growth and digital literacy. These efforts not only support current learning needs but also equip students with skills for high school and beyond.

Building Professionalism

The Bradley Beach School District remains committed to supporting the professional growth of our educators, recognizing that their development is directly tied to student success. This year, we are prioritizing professional development focused on the implementation of the new phonics curriculum, equipping teachers with strategies to deliver effective, engaging instruction in early learning classrooms.

Additionally, our staff continues to play a key role in shaping the district's strategic vision. Collaborative efforts through professional learning communities allow educators to contribute to curriculum planning, instructional strategies, and the refinement of character education initiatives. With these opportunities, staff members are empowered to implement best practices and foster a school climate that supports both academic and social success.

Protecting Our Investment (Capital & Maintenance Projects/Capital Reserve)

The Bradley Beach Elementary School District recognizes that maintaining and upgrading our facilities is essential to ensuring a safe and effective learning environment for our students and staff. The budget includes provisions for critical maintenance and capital projects, including the continued restoration of hardwood floors in classrooms, upgrades to hallway spaces, and the maintenance of heating systems. These initiatives are part of a broader three-year facilities plan that balances immediate needs with long-term sustainability.

By carefully managing resources, including deposits into capital and maintenance reserve accounts, the district is able to address these priorities while preserving flexibility for future challenges. This strategic approach ensures that our school remains a vibrant, welcoming space for teaching and learning.

INTERNAL ACCOUNTING CONTROLS

Management of the School 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 and misuse and to ensure that adequate accounting data are completed to allow for the preparation of financial statement in conformity with general 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 delivered; and (2) the valuation of costs and benefits require 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 evaluations by the district management.

As part of the School 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.

BUDGETARY CONTROLS

In addition to internal accounting controls, the School 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 cancelled or included as re-appropriations of fund balance in the subsequent year.

ACCOUNTING SYSTEM AND REPORTS

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

FINANCIAL POLICIES

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

OTHER INFORMATION

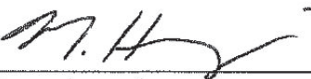
INDEPENDENT AUDIT

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

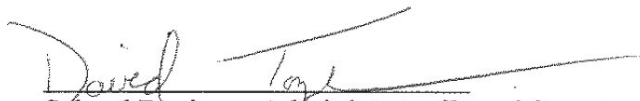
ACKNOWLEDGEMENTS

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

Respectfully submitted,

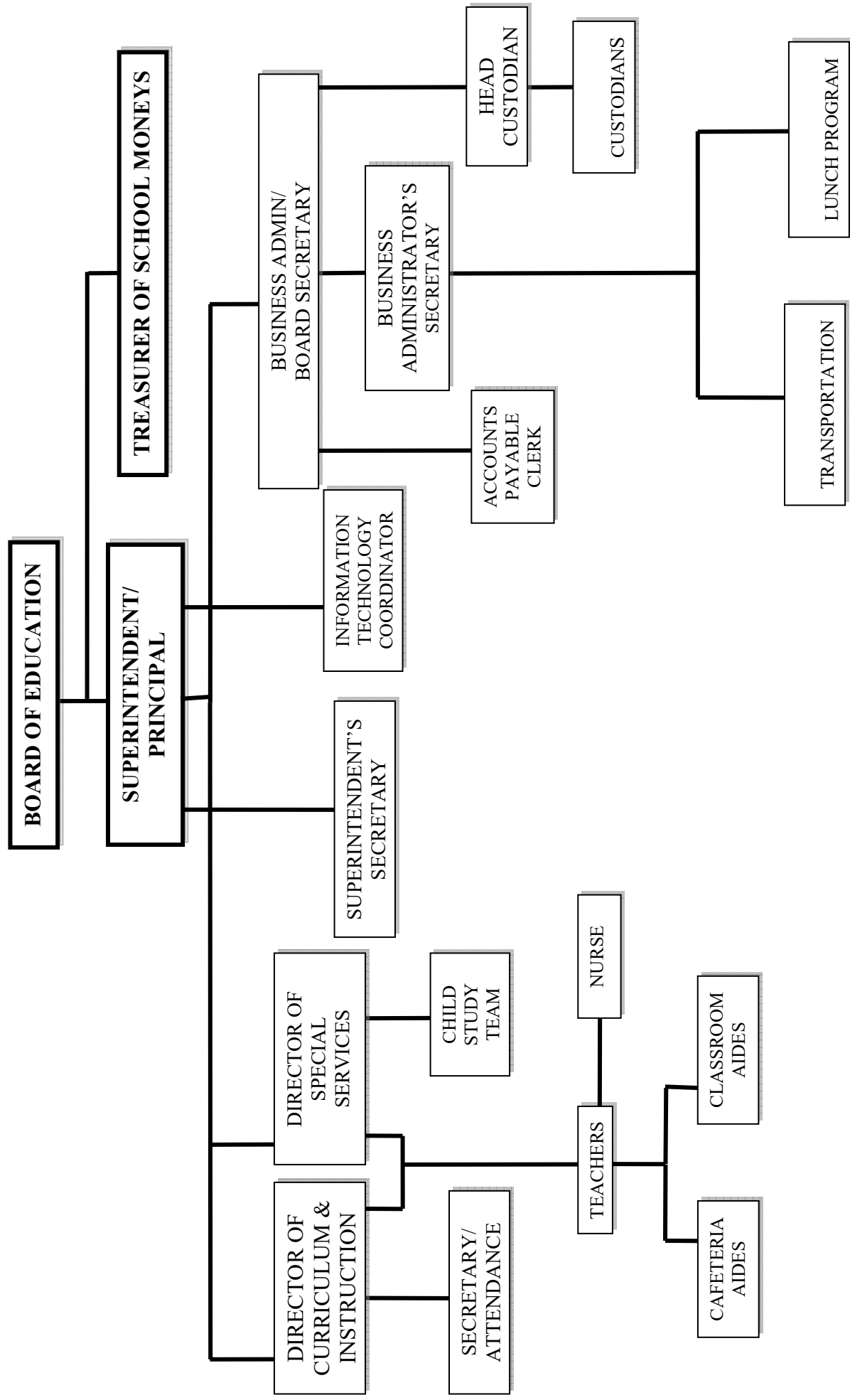


Superintendent



School Business Administrator/Board Secretary

BRADLEY BEACH SCHOOL DISTRICT ORGANIZATIONAL CHART



This page intentionally left blank

**BRADLEY BEACH SCHOOL DISTRICT
BRADLEY BEACH, NEW JERSEY
ROSTER OF OFFICIALS
JUNE 30, 2024**

Members of the Board of Education

TERM EXPIRES

Elizabeth Franks, Ed. D., President	2024
Bridget Devane, Vice President	2024
Liza Flynn	2026
Cortney Walleston	2025
Felicia Sacci	2024
Katelyn Saldutti	2024
Noelle Weinberg	2026
Roseann Caruso Walker	2026
April Davis	2025

Other Officials

Mr. Michael Heidelberg, Principal/Superintendent
David Tonzola, Business Administrator/Board Secretary
Bruce Rodman, Treasurer
Michael Gross, Esq., Board Attorney

This page intentionally left blank

**BRADLEY BEACH SCHOOL DISTRICT
BRADLEY BEACH, NEW JERSEY
CONSULTANTS AND ADVISORS
JUNE 30, 2024**

AUDITOR/AUDIT FIRM

Robert Allison, CPA, PSA
Holman Frenia Allison, P. C.
1985 Cedar Bridge Ave.
Lakewood, New Jersey 08701

ATTORNEY

Michael Gross, Esq.
Kenny, Gross, Kovats, & Parton
130 Maple Avenue, Building 8
Red Bank, New Jersey 07701

ARCHITECT

Jerry Rubino
Di Cara Rubino Architects
30 Galesi Drive, West Wing
Wayne, New Jersey 07478

OFFICIAL DEPOSITORY

Bank Of America
Main Street and Brinley Avenue
Bradley Beach, New Jersey, 07720

This page intentionally left blank

FINANCIAL SECTION

Second Section

This page intentionally left blank



Certified Public Accountants + Advisors

1985 Cedar Bridge Ave., Suite 3 • Lakewood, NJ 08701 • 732.797.1333

194 East Bergen Place • Red Bank, NJ 07701 • 732.747.0010

www.hfacpas.com

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Bradley Beach School District
County of Monmouth
Bradley Beach, New Jersey

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibility

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying combining statements and related major fund supporting statements and schedules and schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2024 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Robert W. Allison
Certified Public Accountant
Public School Accountant, No. 897

Lakewood, New Jersey
December 23, 2024

This page intentionally left blank

REQUIRED SUPPLEMENTARY INFORMATION - PART I

Management's Discussion and Analysis

This page intentionally left blank

BRADLEY BEACH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
(Unaudited)

This section of the Bradley Beach Board of Education's Annual Comprehensive Financial Report (ACFR) presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2024. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 - *Basic Financial Statements-Management's Discussion and Analysis-for State and Local Governments* issued in June 1999 that is also required by the New Jersey State Department of Education. Certain comparative information between the current fiscal year (2023-2024) and the prior fiscal year (2022-2023) is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2024 are as follows:

- In total, net position of governmental activities decreased \$103,098.74, which represents a 3.04% increase from 2023. Total net position of business-type activities increased \$988.21, which represents a 2.17% increase from 2023.
- General revenues accounted for \$7,217,262.30 in revenue or 68.07% of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$3,385,355.55 or 31.93% of total revenues of \$10,602,617.85.
- Total assets of governmental activities decreased by \$303,051.01 as cash and cash equivalents decreased by \$463,184.87, receivables increased by \$159,787.25, restricted cash and cash equivalents increased by \$10,716.61, and total capital assets decreased by \$10,527.00.
- Total liabilities of governmental activities decreased by \$79,561.27 as non-current liabilities due beyond one year increased by \$24,629.82.
- The District had \$10,531,954.96 in governmental activity expenses; only \$3,211,940.87 of these expenses were offset by program specific charges for services, grants, or contributions. General revenues from governmental activities (primarily property taxes) of \$7,216,915.35 were adequate to provide for these programs, resulting in an decrease in net position for governmental activities of \$103,098.74.
- In the governmental funds, the general fund had \$8,724,777.43 revenues, \$8,887,472.18 in expenditures. The general fund's fund balance decreased by \$162,694.75 over 2023.

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

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

BRADLEY BEACH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
(Unaudited) (Continued)

USING THIS ANNUAL COMPREHENSIVE FINANCIAL REPORT (ACFR)

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

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

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

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

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

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

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

Governmental Funds

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

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

BRADLEY BEACH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
(Unaudited) (Continued)

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

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

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

Proprietary Funds

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

The enterprise fund detail financial statements can be found as Exhibits B-4 through B-6 in this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the governmental entity. Fiduciary funds are not reflected in the district-wide financial statement because the resources of those funds are not available to support the District's own programs.

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

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

Government-Wide Financial Analysis

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

As noted earlier, net position may serve over time as a useful indicator of the District's financial position. The following table provides a summary of net position for June 30, 2024 and 2023, respectively:

BRADLEY BEACH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
(Unaudited) (Continued)

Table 1:

Summary of Net Position
June 30, 2024 and 2023

	June 30, 2024	June 30, 2023	\$ Increase/ (Decrease)	% Percentage Change
Current & Other Assets	\$ 1,933,596.86	\$ 2,222,633.28	\$ (289,036.42)	(13.0%)
Capital Assets, Net	3,003,356.00	3,015,006.00	(11,650.00)	(0.4%)
Total Assets	<u>\$ 4,936,952.86</u>	<u>\$ 5,237,639.28</u>	<u>\$ (300,686.42)</u>	<u>(5.7%)</u>
Deferred Outflow of Resources	<u>\$ 272,357.00</u>	<u>\$ 295,399.00</u>	<u>\$ (23,042.00)</u>	<u>(7.8%)</u>
Current and other Liabilities	\$ 551,985.78	\$ 654,800.49	\$ (102,814.71)	(15.7%)
Noncurrent Liabilities	1,164,978.86	1,140,349.04	24,629.82	2.2%
Total Liabilities	<u>1,716,964.64</u>	<u>1,795,149.53</u>	<u>(78,184.89)</u>	<u>(4.4%)</u>
Deferred Inflow of Resources	<u>155,511.00</u>	<u>298,944.00</u>	<u>(143,433.00)</u>	<u>(48.0%)</u>
Net Position:				
Net Investment in Capital Assets	3,004,134.00	3,015,006.00	(10,872.00)	(0.4%)
Restricted	1,213,061.78	1,320,755.80	(107,694.02)	(8.2%)
Unrestricted (Deficit)	<u>(880,361.56)</u>	<u>(896,817.05)</u>	<u>16,455.49</u>	<u>(1.8%)</u>
Total Net Position	<u>\$ 3,336,834.22</u>	<u>\$ 3,438,944.75</u>	<u>\$ (102,110.53)</u>	<u>(3.0%)</u>

Table 2 shows the changes in net position for fiscal year 2024 compared to fiscal year 2023.

BRADLEY BEACH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
(Unaudited) (Continued)

Table 2:

Summary of Changes in Net Position
For the years ended June 30, 2024 and 2023

	June 30, 2024	June 30, 2023	\$ Increase/ (Decrease)	% Percentage Change
Revenues:				
Program Revenues:				
Charges for Services	\$ 33,299.14	\$ 22,913.55	\$ 10,385.59	45.3%
Operating Grants & Contributions	3,351,648.74	3,134,224.63	217,424.11	6.9%
General Revenues:				
Property Taxes	6,706,612.00	6,749,410.00	(42,798.00)	(0.6%)
Federal & State Aid	475,170.00	688,847.00	(213,677.00)	(31.0%)
Other General Revenues	35,398.92	69,266.21	(33,867.29)	(48.9%)
Total Revenues	<u>10,602,128.80</u>	<u>10,664,661.39</u>	<u>(62,532.59)</u>	<u>(0.6%)</u>
Function/Program Expenditures:				
Regular Instruction	5,158,174.39	4,972,983.86	185,190.53	3.7%
Special Education Instruction	13,940.42	14,167.33	(226.91)	(1.6%)
Other Instruction	411,694.86	390,566.60	21,128.25	5.4%
Tuition	1,669,357.98	1,767,716.43	(98,358.45)	(5.6%)
Student & Instruction Related Services	1,589,344.06	1,433,328.83	156,015.24	10.9%
General Administrative	312,197.44	301,473.68	10,723.76	3.6%
School Administrative Services	13,630.83	15,355.52	(1,724.70)	(11.2%)
Central Services	214,936.58	220,091.14	(5,154.55)	(2.3%)
Administrative Info. Technology	18,976.38	6,236.20	12,740.19	204.3%
Plant Operations & Maintenance	774,679.95	773,312.05	1,367.91	0.2%
Pupil Transportation	276,903.68	284,736.05	(7,832.37)	(2.8%)
Transfer to Charter Schools	56,376.00	42,324.00	14,052.00	33.2%
Interest & Other Charges	21,662.00	27,437.00	(5,775.00)	(21.0%)
Food Service	172,365.75	145,185.56	27,180.19	18.7%
Total Expenditures	<u>10,704,240.33</u>	<u>10,394,914.24</u>	<u>309,326.09</u>	<u>3.0%</u>
Change In Net Position	(102,111.53)	269,747.15	(371,858.68)	(137.9%)
Net Position - Beginning	3,438,944.75	3,169,197.60	269,747.15	8.5%
Net Position - Ending	<u>\$ 3,336,833.22</u>	<u>\$ 3,438,944.75</u>	<u>\$ (102,111.53)</u>	<u>(3.0%)</u>

BRADLEY BEACH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
(Unaudited) (Continued)

Government Activities

During the fiscal year 2024, the net position of governmental activities decreased by \$103,099.74 or -3.04%. The primary reason for the decrease was due to the excess of expenditures over revenues.

The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$3,290,238.92, with an unrestricted deficit balance of \$(926,179.86). The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable, GASB 68 net pension liability, and the last 2 state aid payments. In addition, state statutes prohibit School Districts from maintaining more than 2% of its adopted budget as unassigned fund balance.

The School District's governmental activities unrestricted net position had GASB 68 pension not been implemented would have been as follows:

Table 3:

GASB 68 Effect on Unrestricted Net Position

Unrestricted Net Position (With GASB 68)	\$ (926,179.86)
Add back: PERS Pension Liability	1,077,587.00
Less: Deferred Outflows related to pensions	(272,357.00)
Add back: Deferred Inflows related to pensions	<u>155,511.00</u>
Unrestricted Net Position (Without GASB 68)	<u><u>\$ 34,561.14</u></u>

Business-Type Activities

During the fiscal year 2024, the net position of business-type activities increased by \$988.21 or 17.19%.

The assets of the business-type activities exceeded liabilities by \$46,595.30.

General Fund Budgeting Highlights

Final budgeted revenues were \$7,197,709.00, which was equal to the original budget. Excluding nonbudgeted revenues, the School District's actual revenues exceeded budgeted revenues by \$11,154.97.

Final budgeted appropriations were \$7,566,257.90. Excluding nonbudgeted expenditures, the School District's budget appropriations exceeded actual expenditures by \$108,371.85.

The School District's general fund balance – budgetary basis (Exhibit C-1) was \$1,513,670.55 at June 30, 2024, a decrease of \$170,664.75 from the prior year.

Government Funds

At the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$1,454,859.78, a decrease of \$169,757.92 from the prior year.

BRADLEY BEACH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
(Unaudited) (Continued)

General fund

During the current fiscal year, the fund balance of the School District's general fund decreased by \$162,694.75 to \$1,469,721.55 at June 30, 2024. The primary factor(s) affecting the change in fund balance of the general fund is as follows:

- The factors contributing to the increase in fund balance are that total expenditures incurred by the School District exceeded its revenues by \$162,694.75.

Special Revenue Fund

Special Revenue Fund balance was \$(14,871.34). Student Activities had a balance of \$23,262.66, and there was an unassigned balance of \$(38,134.00) caused by the last two state aid payments.

Debt Service Fund

During the current fiscal year, the fund balance of the School District's debt service fund was \$9.57 at June 30, 2024.

Proprietary Funds

Food Service Fund

During the current fiscal year, the net position of the School District's food service fund increased by \$988.21 to \$46,595.30 at June 30, 2024. The primary factor(s) affecting the change in net position of the food service fund is as follows:

- The factors contributing to the increase in the food service fund were that revenues exceed expenditures in the current year.

The School District's capital assets for its governmental and business-type activities as of June 30, 2024, totaled \$3,004,134.00 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and improvements and equipment. There was a net decrease in the School District's investment in capital assets for the current fiscal year in the amount of \$10,872.00. This decrease is primarily due to the current year depreciation of capital assets. Table 4 shows fiscal 2024 balances compared to 2023.

Table 4:

Capital Asset (Net of Depreciation):	June 30, 2024	June 30, 2023	\$ Increase/ (Decrease)	% Percentage Change
Land	\$ 3,400.00	\$ 3,400.00	\$ -	0.0%
Site and Site Improvements	816.00	1,813.00	(997.00)	(55.0%)
Building and Improvements	2,931,922.00	2,934,048.00	(2,126.00)	(0.1%)
Machinery & Equipment	67,996.00	75,745.00	(7,749.00)	(10.2%)
	<u>\$ 3,004,134.00</u>	<u>\$ 3,015,006.00</u>	<u>\$ (10,872.00)</u>	<u>(0.4%)</u>

Debt Administration

Long Term Debt

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

BRADLEY BEACH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
(Unaudited) (Continued)

Factors on the School District's Future

The School District is in excellent financial condition presently. The School District Board of Education practices long-term financial planning. The School District is proud of its system for financial planning, budgeting and internal financial controls.

Contacting the School District's Financial Management

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Board Secretary/School Business Administrator at the Bradley Beach School District Board of Education, 515 Brinley Avenue, Bradley Beach, NJ 07720.

BASIC FINANCIAL STATEMENTS

This page intentionally left blank

A. Government-Wide Financial Statements

This page intentionally left blank

BRADLEY BEACH SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2024

	GOVERNMENTAL	BUSINESS-TYPE	
	ACTIVITIES	ACTIVITIES	TOTAL
ASSETS			
Cash & Cash Equivalents	\$ 927,835.02	\$ 40,696.65	\$ 968,531.67
Receivables, Net (Note 4)	311,694.72	8,927.23	320,621.95
Other Accounts Receivable	157.00	-	157.00
Internal Balances	-	0.24	0.24
Inventory	-	10,012.70	10,012.70
Restricted Cash & Cash Equivalents	633,495.30	-	633,495.30
Capital Assets, Net (Note 5)			
Non-Depreciable	3,400.00	-	3,400.00
Depreciable	2,999,956.00	778.00	3,000,734.00
Total Assets	4,876,538.04	60,414.82	4,936,952.86
DEFERRED OUTFLOWS OF RESOURCES			
Related to Pensions (Note 8)	272,357.00	-	272,357.00
Total Deferred Outflow of Resources	272,357.00	-	272,357.00
Total Assets and Deferred Outflows of Resources	\$ 5,148,895.04	\$ 60,414.82	\$ 5,209,309.86
LIABILITIES			
Accounts Payable	\$ 176,793.37	\$ 9,909.99	\$ 186,703.36
Due to Other Governments	119,844.00	-	119,844.00
Unearned Revenue	-	3,909.53	3,909.53
Payroll Deductions and Withholdings	217,008.09	-	217,008.09
Unemployment Compensations	24,520.56	-	24,520.56
Internal Balances	0.24	-	0.24
Noncurrent Liabilities (Note 7):			
Due in More Than One Year	1,164,978.86	-	1,164,978.86
Total Liabilities	1,703,145.12	13,819.52	1,716,964.64
DEFERRED INFLOWS OF RESOURCES			
Related to Pensions (Note 8)	155,511.00	-	155,511.00
Total Deferred Inflow of Resources	155,511.00	-	155,511.00
Total Liabilities and Deferred Inflow Resources	1,858,656.12	13,819.52	1,872,475.64
NET POSITION			
Net Investment in Capital Assets	3,003,356.00	778.00	3,004,134.00
Restricted for:			
Capital Projects (Note 3)	240,000.00	-	240,000.00
Debt Service	9.57	-	9.57
Emergency Reserve (Note 3)	178,700.00	-	178,700.00
Maintenance Reserve (Note 3)	190,000.00	-	190,000.00
Unemployment Compensation (Note 3)	24,795.30	-	24,795.30
Excess Surplus	556,294.25	-	556,294.25
Student Activities	23,262.66	-	23,262.66
Unrestricted (Deficit) (Note 18)	(926,178.86)	45,817.30	(880,361.56)
Total Net Position	3,290,238.92	46,595.30	3,336,834.22
Total Liabilities, Deferred Inflows of Resources and Net Position	\$ 5,148,895.04	\$ 60,414.82	\$ 5,209,309.86

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

**BRADLEY BEACH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024**

FUNCTIONS/PROGRAMS:	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction:						
Regular Instruction	\$ 5,158,171.72	\$ -	2,303,897.53	\$ (2,854,274.19)	\$ -	(2,854,274.19)
Special Education Instruction	13,940.42	-	-	(13,940.42)	-	(13,940.42)
Other Instruction	411,694.64	-	126,598.59	(285,096.05)	-	(285,096.05)
Support Services:						
Tuition	1,669,356.76	-	69,404.42	(1,599,952.34)	-	(1,599,952.34)
Student & Instruction Related Services	1,589,429.70	-	646,412.60	(943,017.10)	-	(943,017.10)
General Administrative	312,197.22	-	12,611.06	(299,586.16)	-	(299,586.16)
School Administrative Services	13,630.82	-	465.54	(13,165.28)	-	(13,165.28)
Central Services	214,936.42	-	8,718.53	(206,217.90)	-	(206,217.90)
Administrative Info. Technology	18,976.38	-	737.15	(18,239.23)	-	(18,239.23)
Plant Operations & Maintenance	774,679.40	-	31,583.04	(743,096.36)	-	(743,096.36)
Pupil Transportation	276,903.48	-	11,512.41	(265,391.07)	-	(265,391.07)
Transfer to Charter Schools	56,376.00	-	-	(56,376.00)	-	(56,376.00)
Interest & Other Charges	21,662.00	-	-	(21,662.00)	-	(21,662.00)
Total Governmental Activities	10,531,954.96	-	3,211,940.87	(7,320,014.09)	-	(7,320,014.09)
Business-Type Activities:						
Food Service	172,773.42	33,299.14	140,115.54	-	641.26	641.26
Total Business-Type Activities	172,773.42	33,299.14	140,115.54	-	641.26	641.26
Total Primary Government	\$ 10,704,728.38	\$ 33,299.14	\$ 3,352,056.41	(7,320,014.09)	641.26	(7,319,372.83)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes				6,706,612.00	-	6,706,612.00
Federal & State Aid Not Restricted				475,170.00	-	475,170.00
Tuition Charges				3,050.00	-	3,050.00
Miscellaneous				32,083.35	346.95	32,430.30
Total General Revenues				7,216,915.35	346.95	7,217,262.30
Change In Net Position				(103,098.74)	988.21	(102,110.53)
Net Position - Beginning				3,393,337.66	45,607.09	3,438,944.75
Net Position - Ending				\$ 3,290,238.92	\$ 46,595.30	\$ 3,336,834.22

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

B. Fund Financial Statements

This page intentionally left blank

Governmental Funds

This page intentionally left blank

**BRADLEY BEACH SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2024**

	MAJOR FUNDS				
	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS	
ASSETS					
Cash & Cash Equivalents	\$ 1,105,947.17	\$ -	\$ 9.57	\$ 1,105,956.74	
Receivables, Net:					
Due from Other Governments:					
Federal	-	294,564.58	-	294,564.58	
State	17,130.14	-	-	17,130.14	
Other Current Assets	157.00	-	-	157.00	
Restricted Cash & Cash Equivalents	633,495.30	-	-	633,495.30	
Total Assets	\$ 1,756,729.61	\$ 294,564.58	\$ 9.57	\$ 2,051,303.76	
LIABILITIES & FUND BALANCES					
Liabilities:					
Cash Deficit	\$ -	\$ 178,121.72	\$ -	\$ 178,121.72	
Accounts Payable	45,479.17	131,314.20	-	176,793.37	
Payroll Deductions and Withholdings Payable	217,008.09	-	-	217,008.09	
Unemployment Compensation	24,520.56	-	-	24,520.56	
Interfund Payable	0.24	-	-	0.24	
Total Liabilities	287,008.06	309,435.92	-	596,443.98	
Fund Balances:					
Restricted for:					
Capital Reserve	240,000.00	-	-	240,000.00	
Maintenance Reserve	190,000.00	-	-	190,000.00	
Emergency Reserve	178,700.00	-	-	178,700.00	
Excess Surplus	230,340.89	-	-	230,340.89	
Excess Surplus Designated					
for Subsequent Year	325,953.36	-	-	325,953.36	
Unemployment Compensation	24,795.30	-	-	24,795.30	
Debt Service	-	-	9.57	9.57	
Student Activities	-	23,262.66	-	23,262.66	
Assigned to:					
Designated for					
Subsequent Year Expenditures	67,778.00	-	-	67,778.00	
Unassigned	212,154.00	(38,134.00)	-	174,020.00	
Total Fund Balances	1,469,721.55	(14,871.34)	9.57	1,454,859.78	
Total Liabilities & Fund Balances	\$ 1,756,729.61	\$ 294,564.58	\$ 9.57		

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$7,106,138.00 and the accumulated depreciation is \$4,102,782.00. \$ 3,003,356.00

Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refunding are applicable to future reporting periods and therefore are not reported in the funds.

Deferred Outflows Related to Pensions	272,357.00
Deferred Inflows Related to Pensions	(155,511.00)

Accrued pension contributions for the June 30, 2024 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position. (119,844.00)

Long-term liabilities, including net pension liability and bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. (1,164,978.86)

Net Position of Governmental Activities \$ 3,290,238.92

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

BRADLEY BEACH SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2024

	MAJOR FUNDS			TOTAL
	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	GOVERNMENTAL FUNDS
Revenues:				
Local Sources:				
Local Tax Levy	\$ 6,706,612.00	\$ -	\$ -	\$ 6,706,612.00
Tuition Charges	3,050.00	-	-	3,050.00
Miscellaneous	32,083.35	26,151.53	-	58,234.88
Total Local Sources	6,741,745.35	26,151.53	-	6,767,896.88
State Sources	2,041,708.08	381,326.00	-	2,423,034.08
Federal Sources	-	874,582.26	-	874,582.26
Total Revenues	8,783,453.43	1,282,059.79	-	10,065,513.22
Expenditures:				
Instruction:				
Regular Instruction	2,705,789.45	700,981.42	-	3,406,770.87
Other Instruction	269,067.35	-	-	269,067.35
Support Services:				
Tuition	1,565,374.28	-	-	1,565,374.28
Attendance & Social Work Services	92,733.47	-	-	92,733.47
Health Services	94,349.48	-	-	94,349.48
Student & Instruction Related Services	775,733.16	510,757.54	-	1,286,490.70
General Administrative	284,434.68	-	-	284,434.68
School Administrative Services	10,500.00	-	-	10,500.00
Central Services	196,641.07	-	-	196,641.07
Administrative Information Technology	16,625.98	-	-	16,625.98
Plant Operations & Maintenance	712,336.16	-	-	712,336.16
Pupil Transportation	259,655.45	-	-	259,655.45
Unallocated Benefits	259,655.57	-	-	259,655.57
On Behalf TPAF Pension and Social				
Security Contributions	1,566,538.08	-	-	1,566,538.08
Transfer to Charter Schools	56,376.00	-	-	56,376.00
Capital Outlay	-	136,060.00	-	136,060.00
Debt Service:				
Interest & Other Charges	21,662.00	-	-	21,662.00
Total Expenditures	8,887,472.18	1,347,798.96	-	10,235,271.14
Excess/(Deficiency) of Revenues				
Over Expenditures	(104,018.75)	(65,739.17)	-	(169,757.92)
Other Financing Sources (Uses):				
Transfers In	-	58,676.00	-	58,676.00
Transfers Out	(58,676.00)	-	-	(58,676.00)
Total Other Financing Sources (Uses)	(58,676.00)	58,676.00	-	-
Net Changes in Fund Balances	(162,694.75)	(7,063.17)	-	(169,757.92)
Fund Balance, July 1	1,632,416.30	(7,808.17)	9.57	1,624,617.70
Fund Balance, June 30	\$ 1,469,721.55	\$ (14,871.34)	\$ 9.57	\$ 1,454,859.78

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

**BRADLEY BEACH SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024**

Total Net Changes in Fund Balances - Governmental Funds (B-2) \$ (169,757.92)

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

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

This is the amount by which depreciation exceeded capital outlays in the period.

Depreciation Expense	\$	(146,587.00)	
Capital Outlays		136,060.00	
			(10,527.00)

Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period.

78,634.00

In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).

(1,447.82)

Change in Net Position of Governmental Activities	\$	(103,098.74)	

This page intentionally left blank

Proprietary Funds

This page intentionally left blank

**BRADLEY BEACH SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
JUNE 30, 2024**

	MAJOR FUNDS	
	BUSINESS-TYPE	
	ACTIVITIES -	
	ENTERPRISE	
	FUNDS	
	FOOD	
	SERVICE	TOTALS
ASSETS		
Current Assets:		
Cash & Cash Equivalents	\$ 40,696.65	\$ 40,696.65
Accounts Receivable:		
Federal	7,828.32	7,828.32
State	676.41	676.41
Other Receivables	422.50	422.50
Interfund Receivable	0.24	0.24
Inventories	10,012.70	10,012.70
Total Current Assets	59,636.82	59,636.82
Noncurrent Assets:		
Capital Assets	36,677.00	36,677.00
Less: Accumulated Depreciation	(35,899.00)	(35,899.00)
Total Capital Assets, Net	778.00	778.00
Total Noncurrent Assets	778.00	778.00
Total Assets	60,414.82	60,414.82
LIABILITIES		
Current Liabilities:		
Accounts Payable	9,909.99	9,909.99
Unearned Revenue	3,909.53	3,909.53
Total Current Liabilities	13,819.52	13,819.52
NET POSITION		
Investment in Capital Assets	778.00	778.00
Unrestricted	45,817.30	45,817.30
Total Net Position	\$ 46,595.30	\$ 46,595.30

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

**BRADLEY BEACH SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
YEAR ENDED JUNE 30, 2024**

	MAJOR FUNDS	
	BUSINESS-TYPE	
	ACTIVITIES -	
	ENTERPRISE	
	FUNDS	
	FOOD	
	SERVICE	TOTALS
Operating Revenues:		
Charges for Services:		
Daily Sales - Reimbursable Programs	\$ 12,802.00	\$ 12,802.00
Daily Sales - Non-Reimbursable Programs	4,861.00	4,861.00
Miscellaneous	15,636.14	15,636.14
Total Operating Revenues	33,299.14	33,299.14
Operating Expenses:		
Cost of Sales - Reimbursable Programs	47,792.00	47,792.00
Cost of Sales - Non-Reimbursable Programs	6,871.00	6,871.00
Depreciation	345.00	345.00
Other Purchased Services	117,765.42	117,765.42
Total Operating Expenses	172,773.42	172,773.42
Operating Income/(Loss)	(139,474.28)	(139,474.28)
Nonoperating Revenues (Expenses):		
State Sources:		
State School Lunch Program	4,517.23	4,517.23
State School Breakfast Program	2,826.60	2,826.60
Federal Sources:		
National School Lunch Program	67,176.35	67,176.35
National School Breakfast Program	32,292.19	32,292.19
Supply Chain Assistance	9,637.58	9,637.58
P-EBT Administrative Cost Program	653.00	653.00
Food Distribution Program	23,012.59	23,012.59
Interest Revenue	346.95	346.95
Total Nonoperating Revenues/(Expenses)	140,462.49	140,462.49
Income/(Loss) Before Transfers	988.21	988.21
Change in Net Position	988.21	988.21
Total Net Position - Beginning	45,607.09	45,607.09
Total Net Position - Ending	\$ 46,595.30	\$ 46,595.30

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

**BRADLEY BEACH SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2024**

	MAJOR FUNDS	
	BUSINESS-TYPE	
	ACTIVITIES -	
	ENTERPRISE	
	FUNDS	
	FOOD	
	SERVICE	TOTALS
Cash Flows From Operating Activities:		
Receipts from Customers	\$ 29,540.92	\$ 29,540.92
Payments to Suppliers	(147,449.66)	(147,449.66)
Net Cash Flows from Operating Activities	(117,908.74)	(117,908.74)
Cash Flows From Noncapital Financing Activities:		
State Sources	7,343.83	7,343.83
Federal Sources	109,759.12	109,759.12
Net Cash Flows from Noncapital Financing Activities	117,102.95	117,102.95
Net Increase/(Decrease) in Cash & Cash Equivalents	(458.84)	(458.84)
Balances - Beginning of Year	41,155.49	41,155.49
Balances - End of Year	\$ 40,696.65	\$ 40,696.65
Reconciliation of Operating Income/(Loss) to Net Cash Flows from Operating Activities:		
Operating Income/(Loss)	\$ (139,474.28)	\$ (139,474.28)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Flows from Operating Activities:		
Depreciation	345.00	345.00
Food Distribution Program	23,012.59	23,012.59
(Increase)/Decrease in Accounts Receivable, Net	(3,356.62)	(3,356.62)
(Increase)/Decrease in Inventories	188.43	188.43
(Increase)/Decrease in Interfund Receivable	(0.24)	(0.24)
Increase/(Decrease) in Unearned Revenue	(401.36)	(401.36)
Increase/(Decrease) in Accounts Payable	1,777.74	1,777.74
Total Adjustments	21,565.54	21,565.54
Net Cash Flows from Operating Activities	\$ (117,908.74)	\$ (117,908.74)

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

This page intentionally left blank

Fiduciary Fund
Not Applicable

This page intentionally left blank

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

This page intentionally left blank

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

Note 1. Summary of Significant Accounting Policies

Basis of Presentation

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

Reporting Entity

The School District is a Type II district located in the County of Monmouth, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education (the Board). The Board is comprised of nine members appointed to three-year terms. The purpose of the School District is to educate students in grades PreK through 8. The School District has an approximate enrollment at June 30, 2024 of 196 students.

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

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

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

Component Units

GASB Statement No.14, *The Financial Reporting Entity*, provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnis – an Amendment of GASB Statements No. 14 and No. 34*, GASB Statement No. 80, *Blending Requirements for certain component Units - an Amendment of GASB Statement No. 14* and GASB Statement No. 97, *Certain Component Unit Criteria and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plan- an Amendment of GASB Statements No. 14 and No. 84*. The School District had no component units as of for the year ended June 30, 2024.

**BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Basis of Accounting, Measurement Focus and Financial Statement Presentation

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

A. Government-Wide Financial Statements

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

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

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

B. Governmental Fund Financial Statements

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

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

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

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

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

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

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

The School District reports the following major governmental funds:

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

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

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

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

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

C. Proprietary Fund Financial Statements

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

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

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

The School District reports the following major proprietary funds:

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

**BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

D. Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Net Position. The School District's fiduciary funds include Agency and Private-Purpose Trust Funds. Private Purpose Trust and Agency Funds are used to account for and report assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, and other governments. Private Purpose Trust and Agency Funds are accounted for on a spending or "economic resources" measurement focus and the accrual basis of accounting as are the proprietary funds explained above.

The School District has no fiduciary funds.

Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office. In accordance with *P.L.2011 c.202*, which became effective January 17, 2012, the School District eliminated the April annual voter referendum on budgets which met the statutory tax levy cap limitations and the board of education members are elected at the November general election. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in *N.J.A.C. 6A:23-2-2(f)1*. Transfers of appropriations may be made by Board resolution at any time during the fiscal year in accordance with *N.J.A.C. 6A:23-2-11*.

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

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

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

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

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

Encumbrances

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

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

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

Cash, Cash Equivalents and Investments

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

Investments are stated at fair value in accordance with GASB. New Jersey School Districts are limited as to the types of investments and types of financial institutions they may invest in. *N.J.S.18A:20-37* provides a list of permissible investments that may be purchased by New Jersey School Districts.

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

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

Tuition Receivable/Payable

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

Inventories

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

**BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Interfund Receivables/Payables

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

Capital Assets

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

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

Description:	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Land Improvements	10-20 Years	N/A
Building and Improvements	10-50 Years	N/A
Machinery and Equipment	5-20 Years	5-12 Years

Compensated Absences

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

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

Unearned Revenue

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

**BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Accrued Liabilities and Long-Term Obligations

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

Accounting Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumption that affect certain reported amounts reported in the financial statements and accompanying note disclosures. Actual results could differ from those estimates.

Interfund Activity

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

Deferred Outflows and Deferred Inflows of Resources

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

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

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

Deferred Loss on Refunding Debt

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

Bond Premiums, Discounts and Issuance Costs

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

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

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the pension plan's fiduciary net position of the Public Employees' Retirement System (PERS) and Teacher's Pension and Annuity Fund (TPAF) and additions to/deductions from the PERS's and TPAF's fiduciary net position have been determined on the same basis as they are reported by the plans. 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.

Fund Balance

In accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, fund balances in the governmental funds financial statements are classified into the following five categories, as defined below:

Non-spendable – This classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.

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

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board. These amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

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

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

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

Net Position

Net position, represents the difference between summation of assets and deferred outflows of resources, and the summation of liabilities and deferred inflows of resources. Net position is classified into the following three components:

Net Investment in Capital Assets – This components represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for acquisition, construction, or improvement of those assets.

Restricted – This component of net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2024 and December 23, 2024, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements.

**BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

The following GASB Statements became effective for the fiscal year ended June 30, 2024:

- Statement No. 100, *Accounting Changes and Error Corrections - an amendment of GASB Statement No. 62*.

Management has determined the implementation of this Statement did not have a significant impact on the District's financial statements.

Accounting Pronouncements Effective in Future Reporting Periods

- Statement No. 101, *Compensated Absences*. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023.
- Statement No. 102, *Certain Risk Disclosures*. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024.
- Statement No. 103, *Financial Reporting Model Improvements*. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025.

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

Note 2. Deposits and Investments

Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board's deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 and seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by Federal Deposit Insurance Corporation (FDIC). Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity fund or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2024, the School District's bank balance of \$2,049,294.49 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$ 1,742,328.64
Uninsured and Uncollateralized	<u>306,965.85</u>
Total	<u><u>\$ 2,049,294.49</u></u>

Investments

The School District had no investments at June 30, 2024.

**BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)**

Note 3. Reserve Accounts

Capital Reserve

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

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

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

Beginning Balance, July 1, 2023	\$ 234,800.00
Increased by:	
Interest Earnings	1,000.00
Deposits Approved by the Board	4,200.00
	<hr/>
Ending Balance, June 30, 2024	<u><u>\$ 240,000.00</u></u>

Emergency Reserve

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

The emergency reserve account is used to accumulate funds in accordance with *N.J.S.A. 18A:7F-41c(1)* to finance unanticipated general fund expenditures required for a thorough and efficient education. Unanticipated means reasonably unforeseeable and shall not include additional costs caused by poor planning. The maximum balance permitted at any time in this reserve is the greater of \$250,000 or 1 percent of the general fund budget not to exceed \$1 million. Deposits may be made to the emergency reserve account by board resolution at year end of any unanticipated revenue or unexpended line item appropriation or both. The department has defined year end for the purpose of depositing surplus into reserve accounts as an amount approved by the district board of education between June 1 and June 30.

Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of 4 percent.

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

Beginning Balance, July 1, 2023	\$ 178,600.00
Increased by:	
Interest Earnings	100.00
Ending Balance, June 30, 2024	<hr/> <u><u>\$ 178,700.00</u></u>

**BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)**

Note 3. Reserve Accounts (Continued)

Maintenance Reserve

The School District established a maintenance reserve account for the accumulation of funds for use as required maintenance of a facility in subsequent fiscal years.

Funds placed in the maintenance reserve account are restricted to maintenance projects in the School District's approved Maintenance Plan (M-1). A School District may increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. The balance in the account cannot at any time exceed four percent of the replacement cost of the School District's facilities for the current year.

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	\$	185,000.00
Increased by:		
Interest Earnings		100.00
Deposits Approved by the Board		4,900.00
Ending Balance, June 30, 2024	\$	<u>190,000.00</u>

Unemployment Claim Reserve

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

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

Balance, July 1, 2023	\$	24,378.69
Increased by:		
Interest Earnings		416.61
Ending Balance, June 30, 2024	\$	<u>24,795.30</u>

Note 4. Accounts Receivable

Accounts receivable at June 30, 2024 consisted of accounts and intergovernmental grants. All receivables are considered collectible in full due to the stable condition of state and federal programs, the current fiscal year guarantee of federal funds and the budgetary control of New Jersey governmental entities. Accounts receivable in the School District's governmental and business-type activities as of June 30, 2024, consisted of the following:

Description:	Governmental Funds		Total Governmental Activities
	General Fund	Special Revenue Fund	
Federal Awards	\$ -	\$ 294,564.58	\$ 294,564.58
State Awards	17,130.14	-	17,130.14
Total	<u>\$ 17,130.14</u>	<u>\$ 294,564.58</u>	<u>\$ 311,694.72</u>
Description:	Proprietary Funds		Total Business-Type Activities
	Food Service Fund		
Federal Awards	\$ 7,828.32	\$	7,828.32
State Awards	676.41		676.41
Other	422.50		422.50
Total	<u>\$ 8,927.23</u>	<u>\$</u>	<u>8,927.23</u>

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)

Note 5. Capital Assets

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

	Governmental Activities		
	Balance July 1, 2023	Additions	Balance June 30, 2024
Governmental Activities:			
Capital assets not being depreciated:			
Land	\$ 3,400.00	\$ -	\$ 3,400.00
Total Capital Assets not being depreciated	3,400.00	-	3,400.00
Capital Assets being depreciated:			
Land Improvements	164,405.00	-	164,405.00
Building and Improvements	6,185,815.00	136,060.00	6,321,875.00
Equipment	616,458.00	-	616,458.00
Total Capital Assets being depreciated	6,966,678.00	136,060.00	7,102,738.00
Less: Accumulated Depreciation:			
Land Improvements	(162,592.00)	(997.00)	(163,589.00)
Building and Improvements	(3,251,767.00)	(138,186.00)	(3,389,953.00)
Equipment	(541,836.00)	(7,404.00)	(549,240.00)
Total Accumulated Depreciation	(3,956,195.00)	(146,587.00)	(4,102,782.00)
Total Capital Assets being depreciated, net	3,010,483.00	(10,527.00)	2,999,956.00
Total Governmental Activities Capital Assets, net	\$ 3,013,883.00	\$ (10,527.00)	\$ 3,003,356.00
	Business-Type Activities		
	Balance July 1, 2023	Additions	Balance June 30, 2024
Business-Type Activities:			
Equipment	\$ 36,677.00	\$ -	\$ 36,677.00
Total Capital Assets being depreciated	36,677.00	-	36,677.00
Less: Accumulated Depreciation:			
Equipment	(35,554.00)	(345.00)	(35,899.00)
Total Capital Assets being depreciated, net	(35,554.00)	(345.00)	(35,899.00)
Total Business-Type Activities Capital Assets, net	\$ 1,123.00	\$ (345.00)	\$ 778.00

**BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)**

Note 5. Capital Assets (Continued)

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

Governmental Activities:

Instruction:

Regular Instruction	\$ 71,783.65
Special Education Instruction	13,940.42
Other Instruction	10,085.19

Support Services:

Student & Instruction Related Services	17,971.57
General Administrative	8,868.51
School Administrative Services	2,433.34
Central Services	5,233.16
Administrative Info. Technology	1,245.99
Plant Operations & Maintenance	15,025.17

Total Depreciation Expense - Governmental Activities	\$ 146,587.00
--	---------------

Note 6. Interfund Receivables, Payables and Transfers

Individual fund receivables/payables balances at June 30, 2024 are as follows:

Fund:	Interfund Receivables	Interfund Payables
General Fund	\$ -	\$ 0.24
Enterprise Fund	0.24	-
Total	\$ 0.24	\$ 0.24

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

The following is a summary of interfund transfers made during the year:

	Transfers In	Transfers Out
General Fund	\$ -	\$ 58,676.00
Special Revenue Fund	58,676.00	-
	\$ 58,676.00	\$ 58,676.00

Note 7. Long-Term Obligations

During the fiscal year-ended June 30, 2024 the following changes occurred in long-term obligations for the governmental and business-type activities:

	Balance 6/30/2023	Additions	Reductions	Balance 6/30/2024	Balance Due Within One Year
Governmental Activities:					
Compensated Absences	\$ 85,944.04	\$ 1,447.82	\$ -	\$ 87,391.86	\$ -
Net Pension Liability	1,054,405.00	451,457.00	428,275.00	1,077,587.00	-
	\$ 1,140,349.04	\$ 452,904.82	\$ 428,275.00	\$ 1,164,978.86	\$ -

For governmental activities, Compensated absences and the net pension liability are liquidated by the general fund.

Bonds Payable

The voters of the municipality through referendums authorize bonds in accordance with State Law. All bonds are retired in serial installments within the statutory period of usefulness. As of June 30, 2024, the School District had no bonds payable.

Bonds Authorized but not Issued

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

**BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)**

Note 8. Pension Plans

A. Public Employees' Retirement System (PERS)

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

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

The following represents the membership tiers for PERS:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Basis of Presentation - The schedule of employer and nonemployer allocations and the schedules of pension amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of PERS, its participating employers or the State of New Jersey (the State) as a nonemployer contributing entity. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of PERS, its participating employers, or the State. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of PERS to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

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

**BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)**

Note 8. Pension Plans (Continued)

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

Components of Net Pension Liability - At June 30, 2024, the School District's proportionate share of the net pension liability was \$1,077,587. The net pension liability was measured as of June 30, 2023. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2023. The School District's proportion measured as of June 30, 2023, was 0.00743965%, which was an increase of 0.00045285% from its proportion measured as of June 30, 2022.

Pension Expense/(Credit) and Deferred Outflows/Inflows of Resources - For the year ended June 30, 2024, the School District's proportionate share of the PERS expense/(credit), calculated by the plan as of June 30, 2023 is \$20,797. This expense/(credit) is recognized by the School District in the government-wide financial statements.

At June 30, 2024 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 10,303.00	\$ 4,405.00
Changes of Assumptions	2,367.00	65,306.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	4,962.00	-
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	134,881.00	85,800.00
School District contributions subsequent to measurement date	119,844.00	-
	<u>\$ 272,357.00</u>	<u>\$ 155,511.00</u>

\$119,844 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is estimated based on unadjusted 2023-2024 total salaries for PERS employees multiplied by an employer pension contribution rate of 17.61%. The payable is due on April 1, 2025 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension (credit)/expense as follows:

**BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)**

Note 8. Pension Plans (Continued)

Year Ending June 30,	
2024	\$ (47,077.00)
2025	(21,939.00)
2026	54,192.00
2027	1,874.00
2028	9,952.00
	<u>\$ (2,998.00)</u>

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

Additionally, the State has no proportionate share of the PERS net pension liability attributable to the District as of June 30, 2024. At June 30, 2024, the State's proportionate share of the PERS expense, associated with the District, calculated by the plan as of the June 30, 2023 measurement date was \$3,361.

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

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

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

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)

Note 8. Pension Plans (Continued)

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00%	8.98%
Non-U.S. Developed Markets Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Markets Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%
	<u>100.00%</u>	

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

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the School District's proportionate share of the net pension liability as of June 30, 2023, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)

Note 8. Pension Plans (Continued)

	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
School District's Proportionate Share of the Net Pension Liability	\$ 1,414,616.00	\$ 1,077,587.00	\$ 807,549.00

Additional Information - The following is a summary of the collective balances of the local group at June 30, 2024 and 2023:

	6/30/2024	6/30/2023
Collective Deferred Outflows of Resources	\$ 1,080,204,730	\$ 1,660,772,008.00
Collective Deferred Inflows of Resources	1,780,216,457	3,236,303,935.00
Collective Net Pension Liability	14,606,489,066	15,219,184,920.00
School District's portion	0.07454%	0.00699%

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description – TPAF is a cost sharing multiple-employer defined benefit pension plan with a special-funding situation, by which the State is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. TPAF is administered by the State, the Division). For additional information about TPAF, please refer to Division's ACFR which can be found at www.nj.gov/treasury/pensions/financial-reports.shtml.

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

The following represents the membership tiers for TPAF:

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

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)

Note 8. Pension Plans (Continued)

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

Basis of Presentation - The schedule of employer and nonemployer allocations and the schedule of pension amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of TPAF and the State as an employer/nonemployer entity. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of TPAF or the State. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of TPAF to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

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

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

Components of Net Pension Liability - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2024 was \$12,529,811.00. The School District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The State's proportionate share of the net pension liability associated with the District was based on projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2023, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.02455%, which was a decrease of 0.000859% from its proportion measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the State of New Jersey recognized a pension expense in the amount of \$1,023,013 for the State's proportionate share of the TPAF pension expense attributable to the School District. This pension expense was based on the pension plans June 30, 2023 measurement date.

**BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)**

Note 8. Pension Plans (Continued)

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 actuarial assumptions, applied to all periods in the measurement:

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases: 2.75% - 4.25% Based on Years of Service	
Investment Rate of Return	7.00%

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

The actuarial assumption 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 Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2023 are summarized in the following table:

**BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)**

Note 8. Pension Plans (Continued)

Asset Class:	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	28.00%	8.98%
Non-U.S. Developed Markets Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Markets Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%
	<u>100.00%</u>	

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 actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments in determining the total pension liability.

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

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)

Note 8. Pension Plans (Continued)

	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
State's Proportionate Share of Net Pension Liability Associated with the School District	\$ 14,774,921.00	\$ 12,529,811.00	\$ 10,638,895.00

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

Additional Information – The following is a summary of the collective balances of the local group at June 30, 2024 and 2023:

	6/30/2024	6/30/2023
Collective Deferred Outflows of Resources	\$ 2,502,380,838	\$ 5,004,259,312.00
Collective Deferred Inflows of Resources	14,830,205,473	19,682,774,794.00
Collective Net Pension Liability	51,109,961,824	51,676,587,303.00
School District's portion	0.02455%	0.02541%

C. Defined Contribution Retirement Plan (DCRP)

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

Individuals eligible for membership in the DCRP include:

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

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)

Note 8. Pension Plans (Continued)

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

For the year ended June 30, 2024, employee contributions totaled \$11,562.91, and the School District recognized an expense for payments made to the Defined Contribution Retirement program in the amount of \$11,562.91.

Note 9. Other Post-Retirement Benefits (OPEB)

General Information about the OPEB Plan

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

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

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

Basis of Presentation

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

**BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

Total Nonemployer OPEB Liability

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

	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Salary Increases	2.75 - 4.25% based on years of service	2.75 - 6.55% based on years of service	3.25 - 16.25% based on years of service

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

The actuarial assumptions used in the July 1, 2022 valuation were based on the results of the TPAF, PERS and PFRS experience studies prepared for July 1, 2018 to June 30, 2021.

OPEB Obligation and OPEB Expense - The State's proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2024 was \$13,568,680.00 The School District's proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2023, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The State's proportionate share of the OPEB Obligation associated with the District was based on projection of the State's long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2023, the State proportionate share of the OPEB Obligation attributable to the School District was 0.02591338%, which was a decrease of (0.00004828%) from its proportion measured as of June 30, 2022.

For the fiscal year ended June 30, 2024, the State of New Jersey recognized an OPEB expense in the amount of \$363,343.00 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2023 measurement date.

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)

Note 9. Other Post-Retirement Benefits (continued)

Health Care Trend Assumptions

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

Discount Rate

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

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

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

	June 30, 2023		
	At 1% Decrease (2.65%)	At Discount Rate (3.65%)	At 1% Increase (4.65%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 15,906,947.87	\$ 13,568,680.00	\$ 11,691,322.36
State of New Jersey's Total Nonemployer OPEB Liability	\$ 61,385,066,712.00	\$ 52,361,668,239.00	\$ 45,116,926,835.00

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

The following presents the total nonemployer OPEB liability as of June 30, 2023, respectively, calculated using the healthcare trend rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a healthcare trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2023		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 11,264,096.31	\$ 13,568,680.00	\$ 16,584,233.70
State of New Jersey's Total Nonemployer OPEB Liability	\$ 43,468,257,358.00	\$ 52,361,668,239.00	\$ 63,998,719,320.00

* See Healthcare Cost Trend Assumptions for details of rates.

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)

Note 9. Other Post-Retirement Benefits (continued)

Additional Information:

Collective balances of the Local Group at June 30, 2023 are as follows:

Differences between Expected & Actual Experience	\$ 7,639,717,639.00	\$ (13,791,541,217.00)
Changes in Assumption	7,445,895,322.00	(14,449,948,556.00)
Contributions Made in Fiscal Year Year Ending 2024 After June 30, 2023 Measurement Date **	TBD	N/A
	<u>\$ 15,085,612,961.00</u>	<u>\$ (28,241,489,773.00)</u>

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

Fiscal Year Ending June 30,	
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)
	<u>\$ (13,155,876,812.00)</u>

** Employer Contributions made after June 30, 2023 are reported as deferred outflow of resources, but are not amortized in expense.

Plan Membership

At June 30, 2022, the Program membership consisted of the following:

Active Plan Members	217,212
Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	<u>152,383</u>
Total Plan Members	<u><u>369,595</u></u>

Changes in the total OPEB Liability

The change in the State's Total OPEB liability for the fiscal year ended June 30, 2024 (measurement date June 30, 2023) is as follows:

Service Cost	\$ 2,136,235,476.00
Interest Cost	1,844,113,951.00
Differences Between Expected and Actual Experiences	(980,424,863.00)
Changes in Assumptions	105,539,463.00
Contributions: Member	47,258,104.00
Gross Benefit Payments	<u>(1,437,516,858.00)</u>
Net Changes in Total OPEB Liability	1,715,205,273.00
Total OPEB Liability (Beginning)	<u>50,646,462,996.00</u>
Total OPEB Liability (Ending)	<u>\$ 52,361,668,269.00</u>
Total Covered Employee Payroll	\$ 15,314,749,297.00
Net OPEB Liability as a Percentage of Payroll	341.90%

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)

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

As previously mentioned, the School District receives on-behalf payments from the State for normal costs and post-retirement medical costs related to the TPAF pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2024, the on-behalf payments for pension, social security, post-retirement medical costs, and long-term disability were \$1,054,839.00, \$223,962.08, \$287,088.00 and \$649.00, respectively.

Note 11. Risk Management

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

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

Fiscal Year	Contributions	Interest Earned	Amount Reimbursed	Ending Balance	
				Restricted Unemployment Fund Balance	Unemployment Trust Liability
2024	\$ 8,089.75	\$ 416.61	\$ -	\$ 24,795.30	\$ 24,520.56
2023	5,525.22	-	3,070.60	24,378.69	16,430.81
2022	7,556.65	-	-	24,176.13	14,178.75

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

Joint Insurance Pool – The School District also participates in the School Alliance Insurance Fund and, public entity risk pool. The Pool provides its members with the following coverage:

Property - Blanket Building & Grounds	General & Automobile Liability
Employers Liability	Workers' Compensation
School Board Legal Liability	Comprehensive Crime Coverage
Environmental Impairment Liability	Excess Liability

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)

Note 12. Contingencies

State and Federal Grantor Agencies - The School District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the School District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2024 may be impaired. In the opinion of the School District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

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

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

Note 13. Deferred Compensation

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

AXA Equitable

Note 14. Compensated Absences

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

School District employees are granted varying amount of vacation and sick leave in accordance with the School District's personnel policies. Upon termination, employees are paid for accrued vacation. The School District policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement employees shall be paid by the School District for the unused sick leave in accordance with School Districts' agreements with the various employee unions.

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. At June 30, 2024, the liability for compensated absences reported was \$87,391.86.

**BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)**

Note 15. Tax Abatements

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

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

Note 16. Fund Balances

General Fund

Of the \$1,469,721.55 General Fund balance at June 30, 2024, \$240,000.00 has been restricted for the Capital Reserve Account; \$190,000.00 has been restricted for the Maintenance Reserve Account; \$178,700.00 has been restricted for the Emergency Reserve Account; \$24,795.30 has been restricted for the Unemployment Claims Reserve; \$230,340.89 has been restricted for current year excess surplus; \$325,953.36 is restricted for prior year excess surplus – designated for subsequent year's expenditures; \$67,778.00 is assigned designated for subsequent year's expenditures; \$212,154.00 has been unassigned.

Special Revenue Fund

Of the \$(14,871.34) Special Revenue Fund fund balance at June 30, 2024, \$23,262.66 is restricted for Student Activities and \$(38,134.00) is unassigned.

Debt Service Fund

Of the \$9.57 Debt Service Fund balance at June 30, 2024, \$9.57 is restricted for future debt service payments.

Note 17. Deficit in Net Position

Unrestricted Net Position

The School District governmental activities had a deficit in unrestricted net position in the amount of \$926,178.86 at June 30, 2024. The primary causes of this deficit is the School District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for PERS as of June 30, 2024. This deficit in unrestricted net position for governmental activities does not indicate that the School District is facing financial difficulties.

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024 (Continued)

Note 18. Deficit in Fund Balances

The School District has a deficit fund balance of \$38,134.00 in the Special Revenue Fund as of June 30, 2024 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, New Jersey School Districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for New Jersey School Districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payment(s) in the subsequent fiscal year, the School District cannot recognize the June state aid payment(s) (on the GAAP financial statements) until the year the State records the payable. Due to the timing difference of recording the June state aid payment(s), the Special Revenue Fund balance deficit does not alone indicate that the School District is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unassigned fund balance that is reported as a direct result from a delay in the June payment(s) of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The School District deficit in the fund statements (modified accrual basis) of \$31,002.44 is equal to the expended portion of last state aid payment.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

This page intentionally left blank

C. Budgetary Comparison Schedules

This page intentionally left blank

**BRADLEY BEACH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2024**

	ACCOUNT NUMBERS	JUNE 30, 2024				VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:						
Local Sources:						
Local Tax Levy	10-1210	\$ 6,706,612.00	\$ -	\$ 6,706,612.00	\$ 6,706,612.00	\$ -
Tuition From Individuals	10-1310	15,250.00	-	15,250.00	3,050.00	(12,200.00)
Unrestricted Miscellaneous Revenues	10-1990	13,550.00	-	13,550.00	30,883.35	17,333.35
Interest Earned on Emergency Reserve	10-1993	100.00	-	100.00	100.00	-
Interest Earned on Maintenance Reserve	10-1994	100.00	-	100.00	100.00	-
Interest Earned on Capital Reserve Funds	10-1995	1,000.00	-	1,000.00	1,000.00	-
Total Local Sources		6,736,612.00	-	6,736,612.00	6,741,745.35	5,133.35
State Sources:						
Categorical Transportation Aid	10-3121	85,575.00	-	85,575.00	85,575.00	-
Categorical Special Education Aid	10-3132	221,110.00	-	221,110.00	221,110.00	-
Categorical Security Aid	10-3177	134,097.00	-	134,097.00	134,097.00	-
Adjustment Aid	10-3178	20,315.00	-	20,315.00	20,315.00	-
Other State Aids	10-3190	-	-	-	6,103.00	6,103.00
Nonbudgeted:						
TPAF Pension (on-behalf)		-	-	-	1,054,839.00	1,054,839.00
TPAF Social Security (reimbursed)		-	-	-	223,962.08	223,962.08
TPAF Post Retirements		-	-	-	287,088.00	287,088.00
TPAF Long-Term Disability Insurance (on behalf)		-	-	-	649.00	649.00
Total State Sources		461,097.00	-	461,097.00	2,033,738.08	1,572,641.08
Total Revenues		7,197,709.00	-	7,197,709.00	8,775,483.43	1,577,774.43

**BRADLEY BEACH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2024**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	JUNE 30, 2024			VARIANCE FINAL TO ACTUAL
			BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Current Expense:						
Regular Programs - Instruction:						
Preschool - Salaries of Teachers	11-105-100-101	-	99,675.00	99,675.00	99,412.14	262.86
Kindergarten - Salaries of Teachers	11-110-100-101	253,975.00	(87,125.00)	166,850.00	160,340.00	6,510.00
Grades 1-5 - Salaries of Teachers	11-120-100-101	1,132,853.00	(162,407.00)	970,446.00	931,138.40	39,307.60
Grades 6-8 - Salaries of Teachers	11-130-100-101	715,191.00	75,100.00	790,291.00	789,612.10	678.90
Regular Programs - Home Instruction:						
Salaries of Teachers	11-150-100-101	1,000.00	-	1,000.00	-	1,000.00
Regular Programs - Undistributed Instruction:						
Other Purchased Services	11-190-100-500	7,500.00	9,105.00	16,605.00	15,391.50	1,213.50
General Supplies	11-190-100-610	84,800.00	44,840.00	129,640.00	118,503.45	11,136.55
Other Objects	11-190-100-800	43,000.00	13,840.00	56,840.00	54,756.03	2,083.97
Total Regular Programs - Instruction		2,238,319.00	(6,972.00)	2,231,347.00	2,169,153.62	62,193.38
Special Education - Instruction:						
Home Instruction:						
Salaries of Teachers	11-219-100-101	1,000.00	-	1,000.00	-	1,000.00
Total Home Instruction		1,000.00	-	1,000.00	-	1,000.00
Total Special Education - Instruction		1,000.00	-	1,000.00	-	1,000.00
Bilingual Education - Instruction:						
Salaries of Teachers	11-240-100-101	141,012.00	2,800.00	143,812.00	137,895.74	5,916.26
General Supplies	11-240-100-610	800.00	(200.00)	600.00	276.25	323.75
Total Bilingual Education - Instruction		141,812.00	2,600.00	144,412.00	138,171.99	6,240.01
School-Sponsored Cocurricular/Extra						
Curricular Activities - Instruction:						
Salaries	11-401-100-100	36,354.00	-	36,354.00	31,404.54	4,949.46
Supplies and Materials	11-401-100-600	250.00	300.00	550.00	471.14	78.86
Total School-Sponsored Cocurricular/Extra		36,604.00	300.00	36,904.00	31,875.68	5,028.32
Curricular Activities - Instruction						

**BRADLEY BEACH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2024**

		JUNE 30, 2024			VARIANCE
	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	FINAL TO ACTUAL
School-Sponsored Athletics - Instruction:					
Salaries	11-402-100-100	28,815.00	-	28,815.00	-
Purchased Services	11-402-100-500	15,000.00	-	15,000.00	800.00
Supplies and Materials	11-402-100-600	2,500.00	2,000.00	4,500.00	231.51
Total School-Sponsored Athletics - Instruction		46,315.00	2,000.00	48,315.00	1,031.51
Summer School - Instruction:					
Salaries of Teacher Tutors	11-422-100-178	17,551.00	1,463.00	19,014.00	50.25
Total Summer School - Instruction		17,551.00	1,463.00	19,014.00	50.25
Undistributed Expenditures - Instruction (Tuition):					
Tuition to Other LEAs Within State - Regular	11-000-100-561	1,269,572.00	(75,554.00)	1,194,018.00	16,185.38
Tuition to Other LEAs Within State - Special	11-000-100-562	313,942.00	(60,616.00)	253,326.00	8,814.04
Tuition to County Vocational School - Regular	11-000-100-563	51,618.00	36,870.00	88,488.00	69,029.50
Tuition to County Vocational School - Special	11-000-100-564	26,216.00	(6,554.00)	19,662.00	-
Tuition to Private School Disabled - Within State	11-000-100-566	74,135.00	(7,033.00)	67,102.00	12,763.80
Total Undistributed Expenditures - Instruction (Tuition)		1,735,483.00	(112,887.00)	1,622,596.00	57,221.72
Undistributed Expenditures Attendance and Social Work:					
Salaries	11-000-211-100	62,642.00	4,500.00	67,142.00	94.93
Salaries of Family Liaisons/Comm Parent Inv. Specialists	11-000-211-173	19,350.00	(12,580.00)	6,770.00	5,836.24
Supplies and Materials	11-000-211-600	-	1,300.00	1,300.00	118.37
Total Undistributed Expenditures Attendance and Social Work		81,992.00	(6,780.00)	75,212.00	6,049.54
Undistributed Expenditures - Health Services:					
Salaries	11-000-213-100	70,276.00	2,324.00	72,600.00	12.50
Purchased Professional & Technical Services	11-000-213-300	5,000.00	470.00	5,470.00	10.40
Supplies and Materials	11-000-213-600	2,500.00	930.00	3,430.00	167.62
Other Objects	11-000-213-800	300.00	25.00	325.00	-
Total Undistributed Expenditures - Health Services		78,076.00	3,749.00	81,825.00	190.52

**BRADLEY BEACH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2024**

	ACCOUNT NUMBERS	JUNE 30, 2024			VARIANCE
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	FINAL TO ACTUAL
Undistributed Expenditures - Speech, OT, PT and Related Services:	11-000-216-100	67,333.00	-	67,333.00	67,333.00
	11-000-216-320	48,385.00	(600.00)	47,785.00	38,059.48
	11-000-216-600	500.00	(100.00)	400.00	374.63
Total Undistributed Expenditures - Speech, OT, PT and Related Services		116,218.00	(700.00)	115,518.00	105,767.11
Undistributed Expenditures - Other Support Services - Extra Services:	11-000-217-100	17,551.00	39,249.00	56,800.00	55,317.32
					1,482.68
		17,551.00	39,249.00	56,800.00	55,317.32
Undistributed Expenditures - Guidance:	11-000-218-104	65,222.00	(1,250.00)	63,972.00	63,964.65
	11-000-218-600	300.00	100.00	400.00	338.18
		65,522.00	(1,150.00)	64,372.00	64,302.83
Undistributed Expenditures - Child Study Teams:	11-000-219-104	129,855.00	(500.00)	129,355.00	126,556.19
	11-000-219-320	1,500.00	(500.00)	1,000.00	990.00
	11-000-219-600	9,000.00	2,750.00	11,750.00	10,348.62
	11-000-219-800	2,000.00	250.00	2,250.00	2,125.28
		142,355.00	2,000.00	144,355.00	140,020.09
Undistributed Expenditures - Improvement of Instruction Services:	11-000-221-102	104,515.00	-	104,515.00	104,514.98
	11-000-221-104	3,600.00	7,600.00	11,200.00	11,197.50
	11-000-221-105	19,530.00	-	19,530.00	17,088.75
	11-000-221-600	1,000.00	655.00	1,655.00	1,569.75
	11-000-221-800	500.00	825.00	1,325.00	1,325.00
		129,145.00	9,080.00	138,225.00	135,695.98

**BRADLEY BEACH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2024**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	JUNE 30, 2024		VARIANCE FINAL TO ACTUAL
			BUDGET TRANSFERS	FINAL BUDGET	
Undistributed Expenditures - Educational Media Services/Library: Salaries of Technology Coordinators Purchased Professional and Technical Services	11-000-222-177 11-000-222-320	79,447.00 1,000.00	- 720.00	79,447.00 1,720.00	79,445.03 1,000.00
Total Undistributed Expenditures - Educational Media Services/Library		80,447.00	720.00	81,167.00	80,445.03
Undistributed Expenditures - Instructional Staff Training Services: Purchased Professional - Educational Services Other Purchased Services Travel	11-000-223-320 11-000-223-500 11-000-223-580	- 2,000.00 -	11,250.00 (2,000.00) 5,300.00	11,250.00 - 5,300.00	10,771.87 - 5,141.55
Total Undistributed Expenditures - Instructional Staff Training Services		2,000.00	14,550.00	16,550.00	15,913.42
Undistributed Expenditures - Support Services - General Administration: Salaries Legal Services Audit Fees Architectural/Engineering Services Other Purchased Professional Services Communications/Telephone BOE Other Purchased Professional Services Other Purchased Services General Supplies Miscellaneous Expenditures BOE Membership Dues and Fees	11-000-230-100 11-000-230-331 11-000-230-332 11-000-230-334 11-000-230-339 11-000-230-530 11-000-230-585 11-000-230-590 11-000-230-610 11-000-230-890 11-000-230-895	173,297.00 6,000.00 26,138.00 16,000.00 8,193.00 12,753.00 4,600.00 4,000.00 7,000.00 5,000.00 3,800.00	(1,000.00) 6,033.00 362.00 4,950.00 13,600.00 (4,613.00) 700.00 (300.00) (620.00) (440.00) 228.00	172,297.00 12,033.00 26,500.00 20,950.00 21,793.00 8,140.00 5,300.00 3,700.00 6,380.00 4,560.00 4,028.00	172,251.01 11,895.00 26,500.00 20,649.11 21,601.50 8,078.79 5,216.22 3,333.60 6,369.33 4,512.91 4,027.21
Total Undistributed Expenditures - Support Services - General Administration		266,781.00	18,900.00	285,681.00	284,434.68
Undistributed Expenditures - Support Services - School Administration: Salaries of Principals/Assistant Principals Supplies and Materials Other Objects	11-000-240-103 11-000-240-600 11-000-240-800	9,391.00 200.00 1,000.00	- - -	9,391.00 200.00 1,000.00	9,390.00 160.00 950.00
Total Undistributed Expenditures - Support Services - School Administration		10,591.00	-	10,591.00	10,500.00
					91.00

**BRADLEY BEACH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2024**

	JUNE 30, 2024				VARIANCE
	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	FINAL TO ACTUAL
Undistributed Expenditures - Central Services:					
Salaries	11-000-251-100	160,118.00	10,050.00	170,168.00	168,512.81
Purchased Professional Services	11-000-251-330	300.00	35.00	335.00	335.00
Purchased Technical Services	11-000-251-340	21,634.00	386.00	22,020.00	21,920.00
Supplies and Materials	11-000-251-600	3,250.00	(135.00)	3,115.00	2,952.11
Miscellaneous Expenditures	11-000-251-890	3,500.00	(300.00)	3,200.00	2,921.15
Total Undistributed Expenditures - Central Services		188,802.00	10,036.00	198,838.00	196,641.07
Undistributed Expenditures - Administrative Information Technology:					
Salaries	11-000-252-100	12,500.00	2.00	12,502.00	12,501.97
Supplies and Materials	11-000-252-600	4,500.00	(2.00)	4,498.00	4,124.01
Total Undistributed Expenditures - Administrative Information Technology		17,000.00	-	17,000.00	16,625.98
Undistributed Expenditures - Required Maintenance for School Facilities:					
Cleaning, Repair & Maintenance Services	11-000-261-420	107,680.00	40,300.00	147,980.00	145,489.03
General Supplies	11-000-261-610	15,171.90	(2,700.00)	12,471.90	12,471.74
Other Objects	11-000-261-800	35,009.00	5,700.00	40,709.00	40,652.77
Total Undistributed Expenditures - Required Maintenance for School Facilities		157,860.90	43,300.00	201,160.90	198,613.54
Undistributed Expenditures - Custodial Services:					
Salaries	11-000-262-100	183,965.00	(7,200.00)	176,765.00	176,603.85
Salaries of Non-Instructional Aides	11-000-262-107	30,798.00	(2,900.00)	27,898.00	27,844.34
Purchased Professional and Technical Services	11-000-262-300	15,500.00	(7,950.00)	7,550.00	7,065.56
Other Purchased Property Services	11-000-262-490	5,150.00	2,850.00	8,000.00	7,967.99
Insurance	11-000-262-520	74,087.00	(200.00)	73,887.00	65,737.67
General Supplies	11-000-262-610	12,000.00	1,500.00	13,500.00	12,701.02
Energy (Natural Gas)	11-000-262-621	45,000.00	6,200.00	51,200.00	51,186.26
Energy (Electricity)	11-000-262-622	48,000.00	(6,000.00)	42,000.00	37,456.15
Total Undistributed Expenditures - Custodial Services		414,500.00	(13,700.00)	400,800.00	386,562.84
					14,237.16

**BRADLEY BEACH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2024**

	ACCOUNT NUMBERS	JUNE 30, 2024			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Security:					
Cleaning, Repair, and Maintenance Services	11-000-266-420	8,000.00	2,100.00	10,100.00	9,584.20
General Supplies	11-000-266-610	2,000.00	(1,500.00)	500.00	485.00
Total Security		10,000.00	600.00	10,600.00	10,069.20
Undistributed Expenditures -					
Student Transportation Services:					
Salaries of Pupil Transportation (Between Home & School) - Regular	11-000-270-160	50,614.00	(1,936.00)	48,678.00	48,578.98
Contract Services - Aid in Lieu Payments - Non Public Schools	11-000-270-503	14,308.00	-	14,308.00	9,320.00
Contract Services (Other Than Between Home & School) - Vendors	11-000-270-512	100.00	-	100.00	70.00
Contract Services (Between Home & School) - Joint Agreement	11-000-270-513	67,212.00	19,939.00	87,151.00	85,096.11
Contract Serv.(Sp Ed Stds)-Joint Agrmnts	11-000-270-515	29,708.00	52,255.00	81,963.00	65,421.44
Contract Serv.(Spl. Ed. Students)-ESCs & CTSA	11-000-270-517	59,860.00	(28,600.00)	31,260.00	30,704.73
Contract Services (Special Education) - ESCs & CTSA	11-000-270-518	38,685.00	(18,000.00)	20,685.00	20,464.19
Total Undistributed Expenditures -		260,487.00	23,658.00	284,145.00	259,655.45
Student Transportation Services					
Regular Programs - Instruction - Employee Benefits:					
Workmen's Compensation	11-190-100-260	7,000.00	(3,905.00)	3,095.00	2,094.43
Health Benefits	11-110-100-270	580,342.00	(17,000.00)	563,342.00	534,541.40
Total Regular Program - Instruction - Employee Benefits		587,342.00	(20,905.00)	566,437.00	536,635.83
Bilingual Education - Instruction - Employee Benefits					
Health Benefits	11-240-100-270	34,128.00	-	34,128.00	32,772.44
Total Bilingual Education - Instruction - Employee Benefits		34,128.00	-	34,128.00	32,772.44
Attendance and Social Work Services					
Social Security Compensation	11-000-211-220	800.00	5,246.00	6,046.00	6,046.00
Health Benefits	11-000-211-270	6,046.00	(6,046.00)	-	-
Total Attendance and Social Work Services - Employee Benefits		6,846.00	(800.00)	6,046.00	6,046.00

**BRADLEY BEACH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2024**

		JUNE 30, 2024			VARIANCE
	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	FINAL TO ACTUAL
Health Services - Employee Benefits	11-000-213-220	715.00	-	715.00	-
Social Security Compensation	11-000-213-270	-	12,000.00	12,000.00	-
Health Benefits					
Total Health Services - Employee Benefits		715.00	12,000.00	12,715.00	-
Other Support Services. - Speech/OT/PT & Related Svc.- Employee Benefits	11-000-216-270	41,399.00	-	41,399.00	-
Health Benefits					
Total Other Support Services. - Speech/OT/PT & Related Svc.-Employee Benefits		41,399.00	-	41,399.00	-
Other Support Serv. - Extraordinary Serv. - Employee Benefits	11-000-217-270	15,792.00	-	15,792.00	-
Health Benefits					
Total Other Support Serv. - Extraordinary Serv.- Employee Benefits		15,792.00	-	15,792.00	-
Other Support Services - Guidance - Employee Benefits	11-000-218-270	14,670.00	2,856.00	17,526.00	0.99
Health Benefits					
Total Other Support Services - Guidance - Employee Benefits		14,670.00	2,856.00	17,526.00	0.99
Other Support Services - Child Study Team- Employee Benefits	11-000-219-270	74,413.00	-	74,413.00	-
Health Benefits					
Total Other Support Services - Child Study Team- Employee Benefits		74,413.00	-	74,413.00	-
Improvement of Instructional Services - Employee Benefits	11-000-221-220	1,771.00	-	1,771.00	-
Social Security Contributions					
Total Improvement of Instructional Services - Employee Benefits		1,771.00	-	1,771.00	-
Educational Media Services-School Library. - Employee Benefits	11-000-222-260	4,924.00	-	4,924.00	-
Workmen's Compensation	11-000-222-270	40,246.00	-	40,246.00	273.62
Health Benefits	11-000-222-320	1,000.00	720.00	1,720.00	720.00
Purchased Professional and Technical Services					
Total Educational Media Services-School Library. - Employee Benefits		45,170.00	-	45,170.00	273.62

**BRADLEY BEACH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2024**

	ACCOUNT NUMBERS	JUNE 30, 2024			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Operations and Maintenance of Plant Services - Employee Benefits					
Social Security Contributions	11-000-262-220	17,515.00	-	17,515.00	-
Workmen's Compensation	11-000-262-260	40,394.00	-	40,394.00	-
Health Benefits	11-000-262-270	59,530.00	(300.00)	59,230.00	48.42
Total Operations and Maintenance of Plant Services - Employee Benefits		117,439.00	(300.00)	117,139.00	48.42
Total Allocated Benefits		939,685.00	(7,149.00)	932,536.00	32,747.00
Unallocated Benefits:					
Social Security Contributions	11-000-291-220	40,246.00	1,100.00	41,346.00	60.22
Other Retirement Contributions - PERS	11-000-291-241	101,269.00	8,333.00	109,602.00	2,056.96
Workmen's Compensation	11-000-291-260	5,000.00	-	5,000.00	2,905.56
Health Benefits	11-000-291-270	103,741.00	(9,433.00)	94,308.00	1,740.60
Tuition Reimbursement	11-000-291-280	6,000.00	-	6,000.00	1,400.00
Other Employee Benefits	11-000-291-290	9,000.00	4,000.00	13,000.00	1,437.09
Total Unallocated Benefits		265,256.00	4,000.00	269,256.00	9,600.43
Nonbudgeted:					
TPAF Pension (on-behalf)		-	-	-	(1,054,839.00)
TPAF Social Security (reimbursed)		-	-	-	(223,962.08)
TPAF Post Retirements		-	-	-	(287,088.00)
TPAF Long-Term Disability Insurance (on behalf)		-	-	-	(649.00)
Total Undistributed Expenditures		4,040,066.90	34,625.00	4,074,691.90	(1,428,237.51)
Total Expenditures - Current Expense		7,461,352.90	26,867.00	7,488,219.90	(1,319,947.04)
Capital Outlay:					
Facilities Acquisition & Construction Services:					
Assessment for Debt Service on SDA Funding	12-000-400-896	21,662.00	-	21,662.00	-
Total Facilities Acquisition & Construction Services		21,662.00	-	21,662.00	-
Total Capital Outlay		21,662.00	-	21,662.00	-

**BRADLEY BEACH SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2024**

	ACCOUNT NUMBERS	JUNE 30, 2024			VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
Transfer of Funds to Charter Schools	11-000-500-561	52,828.00	3,548.00	56,376.00	-
Total Expenditures		7,535,842.90	30,415.00	7,566,257.90	8,887,472.18 (1,319,947.04)
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures Before Other Financing Sources/(Uses)		(338,133.90)	(30,415.00)	(368,548.90)	(111,988.75) 257,827.39
Other Financing Sources/(Uses):					
Transfers In(Out):	11-105-100-936	(58,676.00)	-	(58,676.00)	(58,676.00) -
Transfer from/(to) Other Funds		(58,676.00)	-	(58,676.00)	(58,676.00) -
Total Other Financing Sources/(Uses)					
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures After Other Financing Sources/(Uses)		(396,809.90)	(30,415.00)	(427,224.90)	(170,664.75) 257,827.39
Fund Balances, July 1		1,684,335.30	-	1,684,335.30	1,684,335.30 -
Fund Balances, June 30		\$ 1,287,525.40	\$ (30,415.00)	\$ 1,257,110.40	\$ 1,513,670.55 \$ 257,827.39

RECAPITULATION OF TRANSFERS:

\$	(30,415.00)
\$	<u>(30,415.00)</u>

RECAPITULATION OF FUND BALANCE

Restricted Fund Balance:	
Capital Reserve	\$ 240,000.00
Maintenance Reserve	190,000.00
Emergency Reserve	178,700.00
Unemployment Compensation	24,795.30
Excess Surplus	230,340.89
Excess Surplus Designated for Subsequent Year's Expenditures	325,953.36
Assigned Fund Balance:	
Designated for Subsequent Year's Expenditures	67,778.00
Unassigned Fund Balance	256,103.00
Subtotal	<u>1,513,670.55</u>
Reconciliation to Governmental Funds Statements (GAAP):	
Last State Aid Payments Not Recognized on GAAP Basis	<u>(43,949.00)</u>
Fund Balance per Governmental Funds (GAAP)	<u>\$ 1,469,721.55</u>

**BRADLEY BEACH SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2024**

	JUNE 30, 2024				VARIANCE FINAL TO ACTUAL (OVER)/ UNDER
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:					
Local Sources	\$ 15,000.00	\$ (12,895.00)	\$ 2,105.00	\$ 26,151.53	\$ (24,046.53)
State Sources	381,394.00	4,808.00	386,202.00	386,202.00	-
Federal Sources	1,044,205.00	68,538.89	1,112,743.89	874,582.26	238,161.63
Total Revenues	1,440,599.00	60,451.89	1,501,050.89	1,286,935.79	214,115.10
Expenditures:					
Instruction:					
Salaries of Teachers	1,161,600.00	(656,890.15)	504,709.85	482,990.50	21,719.35
Other Salaries for Instruction	111,324.00	88,045.65	199,369.65	194,220.92	5,148.73
General Supplies	7,770.00	19,288.00	27,058.00	23,770.00	3,288.00
Total Instruction	1,280,694.00	(549,556.50)	731,137.50	700,981.42	30,156.08
Support Services:					
Salaries of Other Professional Staff	85,312.00	40,674.35	125,986.35	125,986.35	-
Personal Services - Employee Benefits	82,324.00	175,270.30	257,594.30	255,932.39	1,661.91
Purchased Educational Services	35,945.00	28,484.65	64,429.65	63,354.65	1,075.00
Other Purchased Services	-	4,808.00	4,808.00	-	4,808.00
Travel	-	20,800.00	20,800.00	20,500.00	300.00
Supplies and Materials	-	10,751.45	10,751.45	10,651.45	100.00
Other Objects	-	8,099.00	8,099.00	8,099.00	-
Student Activities	15,000.00	(15,000.00)	-	26,233.70	(26,233.70)
Total Support Services	218,581.00	273,887.75	492,468.75	510,757.54	(18,288.79)
Facilities Acquisition & Construction Services:					
Buildings	-	336,120.64	336,120.64	136,060.00	200,060.64
Total Facilities Acquisition & Construction Services	-	336,120.64	336,120.64	136,060.00	200,060.64
Total Expenditures	1,499,275.00	60,451.89	1,559,726.89	1,347,798.96	211,927.93
Total Outflows	1,499,275.00	60,451.89	1,559,726.89	1,347,798.96	211,927.93
Other Financing Sources/(Uses):					
Transfers from Operating Budget	58,676.00	-	58,676.00	58,676.00	-
Total Other Financing Sources/(Uses)	58,676.00	-	58,676.00	58,676.00	-
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	\$ -	-	\$ -	(2,187.17)	\$ 2,187.17
Fund Balance, July 1				25,449.83	
Fund Balance, June 30				<u>\$ 23,262.66</u>	
Recapitulation:					
Restricted:					
Student Activities				\$ 23,262.66	
Reconciliation to Governmental Fund Statements					
Last State Aid Payment				<u>(38,134.00)</u>	
Fund Balance per Governmental Funds (GAAP)				<u>\$ (14,871.34)</u>	

This page intentionally left blank

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART II

This page intentionally left blank

**BRADLEY BEACH SCHOOL DISTRICT
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGET TO GAAP RECONCILIATION
YEAR ENDED JUNE 30, 2024**

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 8,775,402.05	\$ 1,286,935.79
The last state aid payments are recognized as revenue for budgetary purposes and differs from GAAP which does not recognize this revenue until the subsequent year when the state recognizes the related expense (GASB 33).		
Current Year	(43,949.00)	(38,134.00)
Prior Year	51,919.00	33,258.00
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<u>\$ 8,783,372.05</u>	<u>\$ 1,282,059.79</u>
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule. (C-1, C-2)	<u>\$ 8,887,390.80</u>	<u>\$ 1,347,798.96</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<u>\$ 8,887,390.80</u>	<u>\$ 1,347,798.96</u>

This page intentionally left blank

REQUIRED SUPPLEMENTARY INFORMATION - PART III

This page intentionally left blank

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

This page intentionally left blank

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

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
School District's proportion of the net pension liability	0.00743%	0.00699%	0.00769%	0.00712%	0.00668%	0.00719%	0.00632%	0.00684%	0.00652%	0.00680%
School District's proportionate share of the net pension liability	\$ 1,077,587.00	\$ 1,054,405.00	\$ 911,554.00	\$ 1,160,501.00	\$ 1,204,325.00	\$ 1,414,878.00	\$ 1,470,892.00	\$ 2,025,959.00	\$ 1,463,022.00	\$ 1,272,369.00
School District's covered payroll	\$ 580,210.00	\$ 565,275.09	\$ 486,168.00	\$ 507,305.00	\$ 495,663.00	\$ 491,412.00	\$ 481,191.00	\$ 439,937.00	\$ 451,759.00	\$ 642,064.00
School District's proportionate share of the net pension liability as a percentage of its covered payroll	185.72%	186.53%	187.50%	228.76%	242.97%	287.92%	305.68%	460.51%	323.85%	198.17%
Plan fiduciary net position as a percentage of the total pension liability	56.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%

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

BRADLEY BEACH SCHOOL DISTRICT
SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
LAST TEN FISCAL YEARS *

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
School District's contractually required contribution	\$ 99,433.00	\$ 88,107.00	\$ 90,114.00	\$ 77,850.00	\$ 65,014.00	\$ 71,477.00	\$ 58,536.00	\$ 60,770.00	\$ 56,032.00	\$ 56,024.00
Contributions in relation to the contractually required contribution	(99,433.00)	(88,107.00)	(90,114.00)	(77,850.00)	(65,014.00)	(71,477.00)	(58,536.00)	(60,770.00)	(56,032.00)	(56,024.00)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
School District's covered payroll	\$ 580,210.00	\$ 565,275.00	\$ 546,145.00	\$ 486,168.00	\$ 507,305.00	\$ 495,663.00	\$ 491,412.00	\$ 495,663.00	\$ 439,937.00	\$ 451,759.00
Contributions as a percentage of covered payroll	17.14%	15.59%	16.50%	16.01%	12.82%	14.42%	11.91%	12.26%	12.74%	12.40%

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

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
School District's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	12,529,811.00	13,110,798.00	12,120,459.00	17,410,592.00	17,042,313.00	15,673,425.00	16,021,996.00	20,176,623.00	15,332,954.00	13,228,171.00
	\$ 12,529,811.00	\$ 13,110,798.00	\$ 12,120,459.00	\$ 17,410,592.00	\$ 17,042,313.00	\$ 15,673,425.00	\$ 16,021,996.00	\$ 20,176,623.00	\$ 15,332,954.00	\$ 13,228,171.00
School District's covered payroll	\$ 3,127,963.00	\$ 3,037,289.17	\$ 3,066,836.00	\$ 2,899,058.00	\$ 2,800,328.00	\$ 2,729,457.00	\$ 2,870,985.00	\$ 2,450,203.00	\$ 2,417,282.00	\$ 2,211,978.00
School District's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	25.41%	22.33%	28.71%

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

This page intentionally left blank

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

This page intentionally left blank

BRADLEY BEACH BOARD OF EDUCATION
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)
LAST SEVEN FISCAL YEARS *

	2024	2023	2022	2021	2020	2019	2018
School District's Total OPEB Liability:							
Service Cost	\$ 556,954.00	\$ 737,703.00	\$ 909,692.00	\$ 494,322.00	\$ 514,093.00	\$ 500,079.00	\$ 604,638.00
Interest Cost	477,872.00	348,454.00	403,132.00	392,040.00	493,086.00	508,840.00	437,791.00
Changes of Benefit Term	-	-	(16,541.00)	-	-	-	-
Differences between Expected and Actual Experiences	(281,897.00)	383,516.00	(3,062,587.00)	2,940,519.00	(2,378,861.00)	(752,204.00)	-
Changes of Assumptions	27,349.00	(3,527,247.00)	15,332.00	3,214,649.00	161,836.00	(1,421,500.00)	(1,771,257.00)
Contributions: Member	12,246.00	11,073.00	10,306.00	9,286.00	9,877.00	11,448.00	11,831.00
Gross Benefit Payments	(372,509.00)	(345,154.00)	(317,555.00)	(306,376.00)	(333,189.00)	(331,231.00)	321,301.00
Net Change in School District's Total OPEB Liability	420,015.00	(2,391,655.00)	(2,058,221.00)	6,744,440.00	(1,533,158.00)	(1,484,568.00)	(395,696.00)
School District's Total OPEB Liability (Beginning)	13,148,665.00	15,540,320.00	17,598,541.00	10,854,101.00	12,387,259.00	13,871,827.00	14,910,124.00
School District's Total OPEB Liability (Ending)	\$ 13,568,680.00	\$ 13,148,665.00	\$ 15,540,320.00	\$ 17,598,541.00	\$ 10,854,101.00	\$ 12,387,259.00	\$ 13,871,827.00
School District's Covered Employee Payroll	\$ 3,708,173.00	\$ 3,602,564.17	\$ 3,612,981.00	\$ 3,385,226.00	\$ 3,307,633.00	\$ 3,225,120.00	\$ 3,425,120.00
School District's Net OPEB Liability as a Percentage of Payroll	366%	365%	328%	520%	328%	384%	405%

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

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

This page intentionally left blank

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III

BRADLEY BEACH BOARD OF EDUCATION
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
YEAR ENDED JUNE 30, 2024

Public Employees' Retirement System (PERS)

Changes in Benefit Terms

None.

Changes in Assumptions

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

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2023	7.00%	2020	7.00%	2017	5.00%	2014	5.39%
2022	7.00%	2019	6.28%	2016	3.98%		
2021	7.00%	2018	5.66%	2015	4.90%		

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

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2023	7.00%	2020	7.00%	2017	7.00%	2014	7.90%
2022	7.00%	2019	7.00%	2016	7.65%		
2021	7.00%	2018	7.00%	2015	7.90%		

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

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms

None.

Changes in Assumptions

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

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2023	7.00%	2020	5.40%	2017	4.25%	2014	4.68%
2022	7.00%	2019	5.60%	2016	3.22%		
2021	7.00%	2018	4.86%	2015	4.13%		

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

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2023	7.00%	2020	7.30%	2017	7.00%	2014	7.90%
2022	7.00%	2019	7.00%	2016	7.65%		
2021	7.00%	2018	7.00%	2015	7.90%		

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

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms

None.

Differences Between Expected and Actual Experiences

The decrease in differences between expected and actual experiences from June 30, 2022 to June 30, 2023 was a result of changes to the census, claims and premiums experience

Changes in Assumptions

The increase in changes in assumptions from June 30, 2022 to June 30, 2023 is a result of a change in the discount rate, trend update and the mortality projection scale update.

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

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2023	3.65%	2020	2.21%	2017	3.58%
2022	3.54%	2019	2.50%	2016	2.85%
2020	2.16%	2018	3.87%		

OTHER SUPPLEMENTARY INFORMATION

This page intentionally left blank

D. School Based Budget Schedules

Not Applicable

This page intentionally left blank

E. Special Revenue Fund

This page intentionally left blank

BRADLEY BEACH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
YEAR ENDED JUNE 30, 2024

	Title I	Title IIA	Title III	Title IV	IDEA Basic	IDEA Preschool
Revenues:						
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Sources	-	-	-	-	-	-
Federal Sources	86,196.00	16,632.00	8,926.00	14,283.00	121,991.79	2,871.00
Total Revenues	\$ 86,196.00	\$ 16,632.00	\$ 8,926.00	\$ 14,283.00	\$ 121,991.79	\$ 2,871.00
Expenditures:						
Instruction:						
Salaries of Teachers	\$ 69,470.00	\$ -	\$ 5,247.00	\$ -	\$ 33,000.00	\$ 1,750.00
Other Salaries for Instruction	-	-	-	-	50,513.27	-
General Supplies	-	-	-	1,000.00	-	-
Total Instruction	69,470.00	-	5,247.00	1,000.00	83,513.27	1,750.00
Support Services:						
Salaries of Other Professional Staff	-	-	-	-	-	-
Personal Services - Employee Benefits	16,726.00	-	3,358.00	-	25,378.00	1,121.00
Purchased Educational Services	-	16,632.00	-	12,783.00	13,100.52	-
Travel	-	-	-	500.00	-	-
Supplies and Materials	-	-	321.00	-	-	-
Other Objects	-	-	-	-	-	-
Student Activities	-	-	-	-	-	-
Total Support Services	16,726.00	16,632.00	3,679.00	13,283.00	38,478.52	1,121.00
Facilities Acquisition & Construction Services:						
Buildings	-	-	-	-	-	-
Instructional Equipment	-	-	-	-	-	-
Total Facilities Acquisition & Construction Services	-	-	-	-	-	-
Total Expenditures	\$ 86,196.00	\$ 16,632.00	\$ 8,926.00	\$ 14,283.00	\$ 121,991.79	\$ 2,871.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

BRADLEY BEACH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
YEAR ENDED JUNE 30, 2024

	CRRSA - ESSER II	CRRSA - Learning Acceleration	ARP - ESSER III	ARP - ALCES	ARP - EBCBSD	ARP - EBSLEA
Revenues:						
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State Sources	-	-	-	-	-	-
Federal Sources	13,709.05	1,500.00	547,287.36	11,339.13	30,864.84	14,621.74
Total Revenues	\$ 13,709.05	\$ 1,500.00	\$ 547,287.36	\$ 11,339.13	\$ 30,864.84	\$ 14,621.74
Expenditures:						
Instruction:						
Salaries of Teachers	\$ 7,983.60	\$ -	\$ 173,895.00	\$ -	\$ 28,619.25	\$ 13,582.65
Other Salaries for Instruction	-	-	32,383.65	-	-	-
General Supplies	-	-	15,000.00	-	-	-
Total Instruction	7,983.60	-	221,278.65	-	28,619.25	13,582.65
Support Services:						
Salaries of Other Professional Staff	-	-	39,417.00	-	-	-
Personal Services - Employee Benefits	-	-	123,740.71	-	2,245.59	1,039.09
Purchased Educational Services	-	1,500.00	1,000.00	11,339.13	-	-
Other Purchased Services (400-500 Series)	-	-	-	-	-	-
Travel	-	-	20,000.00	-	-	-
Supplies and Materials	5,725.45	-	2,500.00	-	-	-
Other Objects	-	-	8,099.00	-	-	-
Student Activities	-	-	-	-	-	-
Total Support Services	5,725.45	1,500.00	194,756.71	11,339.13	2,245.59	1,039.09
Facilities Acquisition & Construction Services:						
Buildings	-	-	131,252.00	-	-	-
Instructional Equipment	-	-	-	-	-	-
Noninstructional Equipment	-	-	-	-	-	-
Total Facilities Acquisition & Construction Services	-	-	131,252.00	-	-	-
Total Expenditures	\$ 13,709.05	\$ 1,500.00	\$ 547,287.36	\$ 11,339.13	\$ 30,864.84	\$ 14,621.74
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

BRADLEY BEACH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
YEAR ENDED JUNE 30, 2024

	ARP - Mental Health	Preschool Education Aid	SDA Emergent & Capital Needs	Local Grants	Student Activities	Totals
Revenues:						
Local Sources	\$ -	\$ -	\$ -	\$ 2,105.00	\$ 24,046.53	\$ 26,151.53
State Sources	-	440,070.00	4,808.00	-	-	444,878.00
Federal Sources	4,360.35	-	-	-	-	874,582.26
Total Revenues	\$ 4,360.35	\$ 440,070.00	\$ 4,808.00	\$ 2,105.00	\$ 24,046.53	\$ 1,345,611.79
Expenditures:						
Instruction:						
Salaries of Teachers	\$ -	\$ 149,443.00	\$ -	\$ -	\$ -	\$ 482,990.50
Other Salaries for Instruction	-	111,324.00	-	-	-	194,220.92
General Supplies	-	7,770.00	-	-	-	23,770.00
Total Instruction	-	268,537.00	-	-	-	700,981.42
Support Services:						
Salaries of Other Professional Staff	4,360.35	82,209.00	-	-	-	125,986.35
Personal Services - Employee Benefits	-	82,324.00	-	-	-	255,932.39
Purchased Educational Services	-	7,000.00	-	-	-	63,354.65
Other Purchased Services (400-500 Series)	-	-	-	-	-	-
Transportation	-	-	-	-	-	20,500.00
Supplies and Materials	-	-	-	2,105.00	-	10,651.45
Other Objects	-	-	-	-	-	8,099.00
Student Activities	-	-	-	-	26,233.70	26,233.70
Total Support Services	4,360.35	171,533.00	-	2,105.00	26,233.70	510,757.54
Facilities Acquisition & Construction Services:						
Buildings	-	-	4,808.00	-	-	136,060.00
Instructional Equipment	-	-	-	-	-	-
Total Facilities Acquisition & Construction Services	-	-	4,808.00	-	-	136,060.00
Total Expenditures	\$ 4,360.35	\$ 440,070.00	\$ 4,808.00	\$ 2,105.00	\$ 26,233.70	\$ 1,347,798.96
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	(2,187.17)	(2,187.17)
Fund Balance, July 1	-	-	-	-	25,449.83	25,449.83
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ 23,262.66	\$ 23,262.66

**BRADLEY BEACH SCHOOL DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF PRESCHOOL EDUCATION AID
BUDGETARY BASIS
YEAR ENDED JUNE 30, 2024**

	2024 Budgeted	2024 Actual	Variance
DISTRICT-WIDE TOTALS			
EXPENDITURES:			
Instruction:			
Salaries of Teachers	\$ 149,443.00	\$ 149,443.00	\$ -
Other Salaries for Instruction	111,324.00	111,324.00	-
Total Instruction	268,537.00	268,537.00	-
Support Services:			
Other Salaries	82,209.00	82,209.00	-
Personal Services - Employee Benefits	82,324.00	82,324.00	-
Purchased Professional - Educational Services	7,000.00	7,000.00	-
Total Support Services	171,533.00	171,533.00	-
Total Expenditures	\$ 440,070.00	\$ 440,070.00	\$ -

SUMMARY OF LOCATION TOTALS

Total revised 2023-24 Preschool Education Aid Allocation	\$ 381,394.00
Add: Budgeted Transfer from the General Fund 2023-24	58,676.00
Total Preschool Education Aid Funds Available for 2023-24 Budget	440,070.00
Less:	
2023-24 Budgeted Preschool Education Aid (Including prior-year budget carryover)	440,070.00
Available and Unbudgeted Preschool Education Aid Funds as of June 30, 2024	-
Add:	
June 30, 2024 Unexpended Preschool Education Aid	-
2023-24 Carryover - Preschool Education Aid Programs	\$ -
2023-24 Preschool Education Aid Carryover Budgeted for Preschool Programs 2024-25	\$ -

F. Capital Projects Fund

Not Applicable

This page intentionally left blank

H. Fiduciary Fund

Not Applicable

This page intentionally left blank

I. Long-Term Debt

This page intentionally left blank

BRADLEY BEACH SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2024

	JUNE 30, 2024		VARIANCE
	ORIGINAL BUDGET	FINAL BUDGET	FINAL TO ACTUAL
Revenues:			
Local Sources:			
Local Tax Levy	\$ -	\$ -	\$ -
Total Revenues	-	-	-
Expenditures:			
Regular Debt Service:			
Interest	-	-	-
Redemption of Principal	-	-	-
Total Regular Debt Service	-	-	-
Total Expenditures	-	-	-
Fund Balance, July 1,	9.57	9.57	9.57
Fund Balance, June 30	9.57	9.57	9.57

This page intentionally left blank

STATISTICAL SECTION (Unaudited)

Third Section

This page intentionally left blank

Financial Trends Information

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

This page intentionally left blank

BRADLEY BEACH SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Governmental Activities:										
Net Investment in										
Capital Assets	\$ 3,003,356.00	\$ 3,013,883.00	\$ 2,969,176.00	\$ 2,948,385.00	\$ 2,850,550.00	\$ 2,866,134.00	\$ 2,827,489.00	\$ 2,830,314.00	\$ 2,862,836.26	\$ 2,799,586.00
Restricted	1,213,061.78	1,320,755.80	1,239,080.38	1,015,874.21	935,287.92	1,111,356.16	927,606.20	859,666.96	1,003,693.37	965,682.85
Unrestricted (Deficit)	(926,178.86)	(941,301.14)	(1,075,449.34)	(1,213,909.46)	(1,364,398.18)	(1,383,690.29)	(1,304,701.36)	(1,339,351.58)	(1,160,450.84)	(1,110,592.30)
Total Governmental Activities	\$ 3,290,238.92	\$ 3,393,337.66	\$ 3,132,807.04	\$ 2,750,349.75	\$ 2,421,439.74	\$ 2,593,799.87	\$ 2,450,393.84	\$ 2,350,629.38	\$ 2,706,078.79	\$ 2,654,676.55
Net Position										
Business-Type Activities:										
Investment in Capital Assets	\$ 778.00	\$ 1,123.00	\$ 1,671.00	\$ 2,218.00	\$ 2,766.00	\$ 3,313.00	\$ 1,628.43	\$ 1,769.43	\$ 2,023.43	\$ 2,164.43
Unrestricted (Deficit)	45,817.30	44,484.09	34,719.56	28,425.35	8,242.07	27,802.96	31,077.88	17,380.22	15,114.54	12,850.81
Total Business-Type Activities	\$ 46,595.30	\$ 45,607.09	\$ 36,390.56	\$ 30,643.35	\$ 11,008.07	\$ 31,115.96	\$ 32,706.31	\$ 19,149.65	\$ 17,137.97	\$ 15,015.24
Net Position										
District-Wide:										
Restricted	\$ 3,004,134.00	\$ 3,015,006.00	\$ 2,970,847.00	\$ 2,950,603.00	\$ 2,853,316.00	\$ 2,869,447.00	\$ 2,829,117.43	\$ 2,832,083.43	\$ 2,864,859.69	\$ 2,801,750.43
Unrestricted (Deficit)	1,213,061.78	1,320,755.80	1,239,080.38	1,015,874.21	935,287.92	1,111,356.16	927,606.20	859,666.96	1,003,693.37	965,682.85
	(880,361.56)	(896,817.05)	(1,040,729.78)	(1,185,484.11)	(1,356,156.11)	(1,355,887.33)	(1,273,623.48)	(1,321,971.36)	(1,145,336.30)	(1,097,741.49)
Total District Net Position	\$ 3,336,834.22	\$ 3,438,944.75	\$ 3,169,197.60	\$ 2,780,993.10	\$ 2,432,447.81	\$ 2,624,915.83	\$ 2,483,100.15	\$ 2,369,779.03	\$ 2,723,216.76	\$ 2,669,691.79

Source: ACFR Schedule A-1

BRADLEY BEACH SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS
UNAUDITED

	FISCAL YEAR ENDING JUNE 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$ 5,158,171.72	\$ 4,972,983.86	\$ 4,864,814.93	\$ 4,266,831.37	\$ 3,924,297.40	\$ 4,156,205.32	\$ 4,490,432.37	\$ 2,332,636.83	\$ 2,174,127.09	\$ 1,915,359.32
Special Education	13,940.42	14,167.33	40,830.88	35,907.09	30,331.44	112,047.62	207,584.03	240,218.87	231,612.90	234,503.76
Other Special Education	-	-	-	-	-	-	-	103,466.32	147,065.97	210,269.46
Other Instruction	411,694.64	390,566.60	248,289.31	209,436.75	295,174.47	279,121.41	262,757.88	95,607.67	108,828.84	83,114.26
Support Services:										
Tuition	1,669,356.76	1,767,716.43	1,900,379.88	1,910,860.17	2,064,449.16	1,890,069.54	1,714,380.19	1,657,019.35	1,563,273.69	1,616,802.28
Student & Instruction Related Services	1,589,429.70	1,433,328.83	1,706,900.51	1,385,144.39	1,349,415.68	1,262,168.65	1,301,259.82	826,804.50	758,441.81	712,317.34
General Administrative	312,197.22	301,473.68	423,540.48	378,282.44	388,145.25	411,678.48	405,361.91	285,680.43	274,570.06	282,980.95
School Administrative Services	13,630.82	15,355.52	18,503.56	14,863.42	28,196.57	40,705.69	36,715.31	25,620.84	24,924.06	21,273.94
Central Services	214,936.42	220,091.14	301,831.41	285,094.62	251,069.06	258,878.70	262,562.72	171,608.77	165,018.35	161,710.22
Administration Information Technology										
Services	18,976.38	6,236.20	31,400.45	41,843.58	35,463.42	38,004.21	36,078.30	28,806.32	28,575.12	27,159.84
Plant Operations & Maintenance	774,679.40	773,312.05	818,991.08	716,824.62	958,104.59	854,884.37	833,738.45	515,217.29	514,523.52	471,278.88
Pupil Transportation	276,903.48	284,736.05	197,134.38	158,442.85	188,509.13	268,883.46	306,195.41	289,632.60	248,335.67	168,381.29
Unallocated Benefits	-	-	-	-	-	-	-	1,718,981.44	2,344,037.98	2,088,142.35
On Behalf TPAF Pension and Social Security Contributions	-	-	-	-	-	-	-	149,541.00	-	-
Transfer to Charter Schools	56,376.00	42,324.00	18,590.00	12,094.31	49,498.20	32,672.00	-	57,295.00	56,132.00	67,034.00
Interest & Other Charges	21,662.00	27,437.00	33,462.00	39,482.89	45,097.36	50,405.23	33,672.92	60,074.50	64,639.08	69,028.67
Disposal / Adjustment of Capital Assets	-	-	-	-	-	-	-	-	-	-
Unallocated Depreciation	-	-	-	-	-	-	-	12,056.26	-	-
Total Governmental Activities	-	-	-	-	-	-	-	-	-	176,314.41
Expenses	10,531,954.96	10,249,728.68	10,604,668.86	9,455,108.50	9,607,751.73	9,655,724.68	9,890,739.31	8,570,267.99	8,704,106.14	8,305,670.97
Business-Type Activities:										
Food Service	172,773.42	145,185.56	146,918.98	133,845.77	120,611.16	153,803.77	153,368.91	139,233.17	138,882.24	128,735.58
Total Business-Type Activities	172,773.42	145,185.56	146,918.98	133,845.77	120,611.16	153,803.77	153,368.91	139,233.17	138,882.24	128,735.58
Total District Expenses	\$ 10,704,728.38	\$ 10,394,914.24	\$ 10,751,587.84	\$ 9,588,954.27	\$ 9,728,362.89	\$ 9,809,528.45	\$ 10,044,108.22	\$ 8,709,501.16	\$ 8,842,988.38	\$ 8,434,406.55
Program Revenues:										
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Operating Grants & Contributions	3,211,940.87	3,002,936.49	3,542,460.46	2,327,085.12	1,969,459.40	2,408,102.46	2,815,660.10	595,760.32	1,781,386.36	1,487,461.18
Total Governmental Activities	3,211,940.87	3,002,936.49	3,542,460.46	2,327,085.12	1,969,459.40	2,408,102.46	2,815,660.10	595,760.32	1,840,109.01	1,519,119.53
Program Revenues										
Business-Type Activities:										
Charges for Services:										
Food Service	33,299.14	22,913.55	8,093.75	139.45	17,775.91	29,965.14	133,306.91	27,450.93	27,560.64	21,274.81
Operating Grants & Contributions	140,115.54	131,288.14	160,817.24	126,341.60	82,726.19	122,248.28	-	113,793.92	113,444.33	103,938.88
Total Business Type Activities	173,414.68	154,201.69	168,910.99	126,481.05	100,502.10	152,213.42	133,306.91	141,244.85	141,004.97	125,213.69
Program Revenues										
Total District Program Revenues	\$ 3,385,355.55	\$ 3,157,138.18	\$ 3,711,371.45	\$ 2,453,566.17	\$ 2,069,961.50	\$ 2,560,315.88	\$ 2,948,967.01	\$ 737,005.17	\$ 1,981,113.98	\$ 1,644,333.22

BRADLEY BEACH SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS
UNAUDITED

	FISCAL YEAR ENDING JUNE 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Net (Expense)/Revenue:										
Governmental Activities	\$ (7,320,014.09)	\$ (7,246,792.19)	\$ (7,062,208.40)	\$ (7,214,950.21)	\$ (7,638,292.33)	\$ (7,247,622.22)	\$ (7,075,079.21)	\$ (7,974,507.67)	\$ (6,863,997.13)	\$ (6,786,551.44)
Business-Type Activities	641.26	9,016.13	21,992.01	(4,503.50)	(20,109.06)	(1,590.35)	(20,062.00)	2,011.68	2,122.73	(3,521.89)
Total District-Wide Net Expense	\$ (7,319,372.83)	\$ (7,237,776.06)	\$ (7,040,216.39)	\$ (7,219,453.71)	\$ (7,658,401.39)	\$ (7,249,212.57)	\$ (7,095,141.21)	\$ (7,972,495.99)	\$ (6,861,874.40)	\$ (6,790,073.33)
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 6,706,612.00	\$ 6,575,110.00	\$ 6,446,186.00	\$ 6,319,790.00	\$ 6,195,873.00	\$ 5,977,008.00	\$ 5,859,812.00	\$ 5,713,964.00	\$ 5,612,635.00	\$ 5,502,584.00
Taxes Levied for Debt Service	-	174,300.00	172,300.00	178,300.00	173,925.00	174,182.00	-	173,807.00	173,358.00	172,728.00
Federal & State Aid Not Restricted	475,170.00	688,847.00	763,263.00	880,533.00	992,615.00	1,058,656.20	1,070,716.80	1,660,775.84	1,089,404.00	1,087,214.00
Tuition Received	3,050.00	18,498.00	22,086.65	18,762.50	64,069.84	24,780.00	-	44,260.12	-	-
Miscellaneous Income	32,083.35	50,567.81	24,585.24	23,627.94	32,945.16	83,887.04	3,699.00	26,251.30	40,002.37	96,675.56
Special Item - Loss on Disposal of Fixed Assets	-	-	-	-	-	72,515.00	(346.00)	-	-	-
Special Item - Transfer to/from Other Funds	-	-	16,244.80	-	-	-	-	-	-	-
Investment Earnings	-	-	-	-	-	-	-	-	-	-
Total Governmental Activities	7,216,915.35	7,507,322.81	7,444,665.69	7,421,013.44	7,459,428.00	7,391,028.24	6,933,881.80	7,619,058.26	6,915,399.37	6,859,201.56
Business-Type Activities:										
Transfers In/Out	-	-	(16,244.80)	-	-	-	-	-	-	-
Investment Earnings	346.95	200.40	-	-	-	-	-	-	-	-
Total Business-Type Activities	346.95	200.40	(16,244.80)	-	-	-	-	-	-	-
Total District-Wide	\$ 7,217,262.30	\$ 7,507,523.21	\$ 7,428,420.89	\$ 7,421,013.44	\$ 7,459,428.00	\$ 7,391,028.24	\$ 6,933,881.80	\$ 7,619,058.26	\$ 6,915,399.37	\$ 6,859,201.56
Change in Net Position:										
Governmental Activities	\$ (103,098.74)	\$ 260,530.62	\$ 382,457.29	\$ 206,063.23	\$ 176,078.03	\$ 143,406.02	\$ (141,197.41)	\$ (355,449.41)	\$ 51,402.24	\$ 72,650.12
Business-Type Activities	988.21	9,216.53	5,747.21	(4,503.50)	(4,503.50)	(1,590.35)	(20,062.00)	2,011.68	2,122.73	(3,521.89)
Total District	\$ (102,110.53)	\$ 269,747.15	\$ 388,204.50	\$ 201,559.73	\$ 171,574.53	\$ 141,815.67	\$ (161,259.41)	\$ (353,437.73)	\$ 53,524.97	\$ 69,128.23

Source: ACFR Schedule A-2

BRADLEY BEACH SCHOOL DISTRICT
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
General Fund:										
Restricted										
Assigned	\$ 1,189,789.55	\$ 1,295,296.40	\$ 1,203,316.19	\$ 971,020.19	\$ 935,278.35	\$ 1,111,346.59	\$ 927,597.38	\$ 859,658.89	\$ 933,146.38	\$ 804,460.99
Unassigned	67,778.00	51,445.90	109,535.18	121,992.65	47,615.00	29,146.66	74,697.78	6,584.98	73,773.52	164,829.31
	212,154.00	285,674.00	215,170.81	212,363.96	184,218.00	182,130.00	-	189,438.00	173,711.00	171,382.00
Total General Fund	\$ 1,469,721.55	\$ 1,632,416.30	\$ 1,528,022.18	\$ 1,305,376.80	\$ 1,167,111.35	\$ 1,322,623.25	\$ 1,002,295.16	\$ 1,055,681.87	\$ 1,180,630.90	\$ 1,140,672.30
All Other Governmental Funds:										
Restricted										
Debt Service Fund	\$ 9.57	\$ 9.57	\$ 9.57	\$ 9.57	\$ 9.57	\$ 9.57	\$ -	\$ 8.07	\$ 7.32	\$ 5.57
Student Activity Fund	23,262.66	25,449.83	35,754.62	44,844.45	-	-	-	-	-	-
Unassigned, Reported in:										
Special Revenue Fund	(38,134.00)	(33,258.00)	(32,634.00)	(33,423.00)	(32,862.00)	(33,592.00)	(10,357.47)	-	-	-
Total All Other Governmental Funds	\$ (14,861.77)	\$ (7,798.60)	\$ 3,130.19	\$ 11,431.02	\$ (32,852.43)	\$ (33,582.43)	\$ (10,357.47)	\$ 8.07	\$ 7.32	\$ 5.57

Source: ACFR Schedule B-1

BRADLEY BEACH SCHOOL DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Revenues										
Tax Levy	\$ 6,706,612.00	\$ 6,749,410.00	\$ 6,618,486.00	\$ 6,498,090.00	\$ 6,369,798.00	\$ 6,151,190.00	\$ 6,033,894.00	\$ 5,887,771.00	\$ 5,785,993.00	\$ 5,675,312.00
Tuition Charges	3,050.00	18,498.00	22,086.65	18,762.50	64,069.84	24,780.00	41,441.51	44,260.12	58,722.65	31,658.35
Interest Earnings	-	-	-	-	-	-	-	-	-	-
Miscellaneous	58,153.50	94,647.67	54,005.28	40,085.68	44,580.50	87,838.00	36,943.67	43,969.51	54,701.26	116,746.63
State Sources	2,423,034.08	2,536,397.19	2,626,271.49	2,405,753.42	2,334,112.10	2,407,548.96	2,197,628.34	1,893,544.84	1,757,199.84	1,677,025.10
Federal Sources	874,582.26	670,067.44	691,955.93	446,714.95	284,138.44	345,522.74	326,393.24	345,273.11	368,027.63	296,934.01
Total Revenues	10,065,431.84	10,069,020.30	10,012,805.35	9,409,406.55	9,096,698.88	9,016,879.70	8,636,300.76	8,214,818.58	8,024,644.38	7,797,676.09
Expenditures										
Instruction:										
Regular Instruction	3,406,770.87	3,261,136.05	3,299,774.90	3,169,649.14	3,001,621.97	2,978,943.60	2,900,585.41	2,253,354.40	2,081,228.54	1,915,359.32
Special Education Instruction	-	-	-	-	-	64,713.36	127,958.61	224,822.18	215,778.37	234,503.76
Other Special Instruction	-	-	-	-	-	-	-	92,327.60	147,065.97	210,269.46
Other Instruction	269,067.35	254,304.84	189,160.26	168,233.43	213,856.46	185,463.66	175,326.88	95,607.67	97,373.36	83,114.26
Support Services:										
Tuition	1,565,374	1,655,524	1,727,388	1,835,166	1,977,756	1,743,656.67	1,558,769.52	1,657,019.35	1,563,273.69	1,616,802.28
Attendance & Social Work Services	92,652.09	89,324.28	76,896.72	86,154.93	-	-	-	-	-	-
Health Services	94,349.48	83,309.29	113,744.71	109,792.59	-	-	-	-	-	-
Student & Instruction Related Services	1,286,490.70	1,152,620.99	1,115,801.43	916,830.88	1,085,284.38	975,631.83	1,018,771.71	806,955.56	738,028.42	712,317.34
General Administrative	284,434.68	273,899.15	265,921.30	262,817.97	284,501.34	294,276.22	299,364.25	275,885.48	264,496.57	282,980.95
School Administrative Services	10,500.00	12,064.95	10,685.84	8,517.90	9,180.97	14,873.11	12,711.30	22,933.30	22,160.09	21,273.94
Central Services	196,641.07	201,141.77	190,787.46	198,366.29	174,722.73	176,462.87	168,087.89	165,828.94	159,074.16	161,710.22
Administration Information:										
Technology Services	16,625.98	4,654.50	22,291.36	33,246.15	26,743.55	28,659.84	26,626.67	27,430.17	27,159.84	27,159.84
Plant Operations & Maintenance	712,336.16	710,025.16	673,186.51	616,157.87	849,822.62	733,122.07	717,682.63	498,622.54	499,667.11	471,278.88
Pupil Transportation	259,655.45	266,664.65	159,520.35	131,429.33	160,941.29	229,379.74	267,914.99	289,632.60	248,335.67	168,381.29
Unallocated Benefits	1,826,193.65	1,747,018.90	1,743,906.50	1,414,793.11	1,215,459.70	1,231,910.97	1,034,786.28	1,676,421.82	1,567,865.98	1,477,906.05
Charter Schools	56,376.00	42,324.00	18,590.00	12,095.00	49,498.20	32,672.00	-	57,295.00	56,132.00	67,034.00
Capital Outlay	136,060.00	25,580.00	13,088.00	99,565.00	6,504.20	-	42,603.00	6,434.00	119,206.01	51,120.72
Debt Service:										
Principal	-	168,000.00	160,000.00	160,000.00	150,000.00	145,000.00	140,000.00	135,000.00	130,000.00	125,000.00
Interest & Other Charges	21,662.00	27,962.00	33,962.00	39,962.00	45,587.00	50,843.25	34,081.25	60,468.25	43,356.25	47,731.25
Total Expenditures	10,235,189.76	9,975,554.97	9,814,705.60	9,262,777.60	9,251,480.78	8,885,609.19	8,525,270.39	8,346,038.86	7,980,202.03	7,673,943.56
Other Financing Sources/(Uses):										
Transfers Out	-	-	16,244.80	(27,000.00)	-	-	-	-	(10,000.00)	(30,000.00)
Total Other Financing Sources/(Uses)	-	-	16,244.80	(27,000.00)	-	-	-	-	(10,000.00)	(30,000.00)
Net Change in Fund Balances	\$ (169,757.92)	\$ 93,465.33	\$ 214,344.55	\$ 119,628.95	\$ (154,781.90)	\$ 131,270.51	\$ 111,030.37	\$ (131,220.28)	\$ 34,442.35	\$ 93,732.53
Debt Service as a Percentage of Noncapital Expenditures	0.21%	2.00%	2.02%	2.21%	2.26%	2.25%	2.08%	2.40%	2.22%	2.30%

Source: ACFR Schedule B-2

**BRADLEY BEACH SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

FISCAL YEAR ENDING JUNE 30,	INTEREST ON		MISCELLANEOUS	TUITION	REFUND OF PRIOR YEAR		TOTAL
	INVESTMENTS				TUITION		
2024	\$ 1,200.00	\$ 30,801.97	\$ 3,050.00	\$ -	\$ -	\$ -	35,051.97
2023	1,200.00	49,367.81	18,498.00	-	-	-	69,065.81
2022	1,200.00	23,385.24	22,086.65	-	-	-	46,671.89
2021	1,200.00	-	18,762.50	22,427.94	22,427.94	-	42,390.44
2020	-	-	64,069.84	32,945.16	32,945.16	-	97,015.00
2019	-	-	24,780.00	83,887.04	83,887.04	-	108,667.04
2018	-	5,869.01	35,572.50	25,438.35	25,438.35	-	66,879.86
2017	-	26,251.30	44,260.12	-	-	-	70,511.42
2016	-	40,002.37	33,150.00	-	-	-	73,152.37
2015	1,000.00	95,675.56	31,658.35	-	-	-	128,333.91
Total	\$ 5,800.00	\$ 271,353.26	\$ 295,887.96	\$ 164,698.49	\$ -	\$ -	737,739.71

Source: District Records

Revenue Capacity Information

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

This page intentionally left blank

BRADLEY BEACH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
LAST TEN FISCAL YEARS

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	LESS: TAX EXEMPT PROPERTY	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	ACTUAL (COUNTY EQUALIZED) VALUE
2024	\$ 15,629,200.00	\$ 1,872,563,300.00	\$ 76,836,100.00	\$ 1,693,500.00	\$ 129,427,300.00	\$ 2,096,149,400.00	\$ -	-	2,096,149,400.00	0.320	\$ 2,096,149,400.00
2023	12,948,700.00	1,567,199,900.00	71,364,200.00	1,513,500.00	100,880,500.00	1,753,906,800.00	-	-	1,753,906,800.00	0.385	1,753,906,800.00
2022	13,888,900.00	1,364,362,100.00	65,782,800.00	1,453,500.00	89,698,200.00	1,535,185,500.00	-	-	1,535,185,500.00	0.431	1,595,163,653.00
2021	9,228,500.00	1,278,396,100.00	72,996,900.00	1,453,500.00	96,470,700.00	1,458,545,700.00	-	-	1,458,545,700.00	0.446	1,237,510,909.00
2020	6,357,500.00	1,195,977,900.00	68,799,200.00	1,453,500.00	64,350,900.00	1,336,939,000.00	-	-	1,336,939,000.00	0.477	1,226,755,401.00
2019	7,727,600.00	1,052,211,500.00	66,107,500.00	1,431,300.00	60,823,200.00	1,188,301,100.00	-	-	1,188,301,100.00	0.518	1,226,755,401.00
2018	3,783,700.00	1,012,444,400.00	68,461,600.00	1,445,000.00	63,462,700.00	1,149,597,400.00	N/A	N/A	1,149,597,400.00	0.525	1,149,597,400.00
2017	5,214,700.00	1,009,721,500.00	64,991,900.00	1,445,000.00	64,818,400.00	1,146,191,500.00	N/A	N/A	1,146,191,500.00	0.514	1,146,191,500.00
2016	7,014,300.00	991,222,720.00	65,292,400.00	1,445,000.00	66,052,500.00	1,131,026,920.00	35,130,577.00	N/A	1,131,026,920.00	0.512	1,131,026,920.00
2015	9,162,500.00	981,508,000.00	62,375,000.00	1,526,100.00	57,810,300.00	1,112,381,900.00	37,091,482.00	N/A	1,112,381,900.00	0.510	1,089,715,811.00

Source: Monmouth County Board of Taxation

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

Reassessment occurs when ordered by the County Board of Taxation

a. Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

b. Tax rates are per \$100

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

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE		OVERLAPPING RATES		TOTAL DIRECT AND OVERLAPPING TAX RATE
	<u>BASIC RATE</u>	<u>GENERAL OBLIGATION DEBT SERVICE</u>	<u>TOTAL DIRECT</u>	<u>BOROUGH OF BRADLEY BEACH</u>	<u>MONMOUTH COUNTY</u>
2024	0.320	-	0.320	0.735	0.209
2023	0.385	0.012	0.012	0.822	0.224
2022	0.419	0.012	0.431	0.488	0.253
2021	0.434	0.012	0.446	0.513	0.263
2020	0.463	0.014	0.477	0.515	0.274
2019	0.503	0.015	0.518	0.576	0.290
2018	0.510	0.015	0.525	0.604	0.285
2017	0.499	0.015	0.514	0.604	0.280
2016	0.496	0.016	0.512	0.601	0.283
2015	0.494	0.016	0.510	0.588	0.286
					1.264
					1.046
					1.172
					1.222
					1.266
					1.384
					1.414
					1.398
					1.396
					1.384

Source: Municipal Tax Collector, Monmouth County Board of Taxation.

BRADLEY BEACH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO

Taxpayer	2024		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
DATA NOT AVAILABLE			
Total	\$ -		0.000%
Taxpayer	2015		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
DATA NOT AVAILABLE			
Total	\$ -		-

Source: Municipal Tax Assessor

**BRADLEY BEACH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR		COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS
			AMOUNT	PERCENTAGE OF LEVY	
2024	\$	6,706,612.00	\$ 6,706,612.00	100.00%	-
2023		6,749,410.00	\$ 6,749,410.00	100.00%	-
2022		6,618,486.00	6,618,486.00	100.00%	-
2021		6,498,090.00	6,498,090.00	100.00%	-
2020		6,369,798.00	6,369,798.00	100.00%	-
2019		6,369,798.00	6,369,798.00	100.00%	-
2018		6,033,894.00	6,033,894.00	100.00%	-
2017		6,151,190.00	6,151,190.00	100.00%	-
2016		5,887,771.00	5,887,771.00	100.00%	-
2015		5,785,993.00	5,785,993.00	100.00%	-

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

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

Debt Capacity Information

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

This page intentionally left blank

**BRADLEY BEACH SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	<u>GOVERNMENTAL ACTIVITIES</u>		TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA
	GENERAL OBLIGATION BONDS	CAPITAL LEASES			
2024	\$ -	\$ -	\$ -	N/A	N/A
2023	-	-	-	N/A	N/A
2022	168,000.00	-	168,000.00	N/A	N/A
2021	328,000.00	-	328,000.00	N/A	N/A
2020	488,000.00	-	488,000.00	N/A	N/A
2019	638,000.00	-	638,000.00	N/A	N/A
2018	783,000.00	-	783,000.00	N/A	N/A
2017	923,000.00	-	923,000.00	N/A	217.38
2016	1,058,000.00	-	1,058,000.00	0.36%	248.59
2015	1,188,000.00	-	1,188,000.00	0.40%	279.14

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

**BRADLEY BEACH SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
2023	\$ -	0.00%	N/A
2022	-	0.00%	N/A
2021	168,000.00	0.01%	N/A
2020	328,000.00	0.02%	N/A
2019	488,000.00	0.03%	N/A
2018	638,000.00	0.05%	N/A
2017	783,000.00	0.07%	187.59
2016	923,000.00	0.08%	219.87
2015	1,058,000.00	0.09%	205.06
2014	1,188,000.00	0.11%	280.12

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

**BRADLEY BEACH SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
YEAR ENDED JUNE 30, 2024**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
Borough of Bradley Beach	\$ 4,653,107.98	100.0%	\$ 4,653,107.98
Other Debt:			
County of Monmouth - Township's Share (%)	513,015,538.03	0.0135%	<u>69,260.88</u>
Subtotal, Overlapping Debt			<u>4,722,368.86</u>
Total Direct & Overlapping Debt			<u><u>\$ 4,722,368.86</u></u>

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

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

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

BRADLEY BEACH SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Dollars in Thousands)

	FISCAL YEAR									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Debt Limit	\$ 54,087,701.24	\$ 47,658,015.23	\$ 44,300,966.96	\$ 42,355,035.92	\$ 39,791,273.49	\$ 37,474,605.56	\$ 35,002,373.67	\$ 102,200,486.58	\$ 99,273,150.30	\$ 100,447,111.26
Total Net Debt Applicable to Limit	-	-	168,000.00	328,000.00	488,000.00	-	783,000.00	923,000.00	1,063,000.00	1,313,000.00
Legal Debt Margin	\$ 54,087,701.24	\$ 47,658,015.23	\$ 44,132,966.96	\$ 42,027,035.92	\$ 39,303,273.49	\$ 37,474,605.56	\$ 34,219,373.67	\$ 101,277,486.58	\$ 98,210,150.30	\$ 99,134,111.26
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0.00%	0.00%	0.38%	0.77%	1.23%	0.00%	2.24%	0.90%	1.07%	1.31%

Legal Debt Margin Calculation

	Equalized Valuation Basis
Average Equalized Valuation of Taxable Property	\$ 2,119,677,824.00
Debt Limit (3% of Average Equalization Value)	1,753,906,800.00
Net Bonded School Debt	1,535,185,500.00
Legal Debt Margin	\$ 54,087,701.24

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

Demographic and Economic Information

Demographic and economic information is intended (1) to assist users in understanding the socioeconomic environment within the School District operates and (2) to provide information that facilitates comparisons of financial statement information over time and among school districts. Please refer to the following exhibits for a historical view of the demographic and economic statistics and factors prevalent in the location in which the School District operates.

This page intentionally left blank

**BRADLEY BEACH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

YEAR	POPULATION (a)	PERSONAL INCOME (b)	PER CAPITA PERSONAL INCOME (c)	UNEMPLOYMENT RATE (d)
2024	N/A	N/A	N/A	0.00%
2023	N/A	N/A	N/A	0.00%
2022	N/A	N/A	N/A	0.00%
2021	N/A	N/A	N/A	0.00%
2020	4,131	N/A	N/A	9.10%
2019	4,154	342,916,854	82,551	3.10%
2018	4,172	331,553,012	79,471	3.70%
2017	4,198	318,695,368	75,916	4.70%
2016	4,231	309,163,401	73,071	5.60%
2015	4,241	299,745,398	70,678	5.60%

Source: U.S. Department of Commerce, Bureau of Economic Analysis. These numbers are estimated by the Bureau and may be revised from year to year.

a Population information provided by the NJ Dept of Labor and Workforce Development. These numbers are estimated by the Department and may be revised from year to year.

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

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

^d Unemployment data provided by the NJ Dept of Labor and Workforce Development. Note that that there is recent revised data for the years 2004 through 2001 due to the new unemployment estimation procedure.

DATA NOT AVAILABLE

DATA NOT AVAILABLE

162

Operating Information

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

This page intentionally left blank

BRADLEY BEACH SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
UNAUDITED

Function/Program	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Instruction:										
Regular	23.0	25.0	29.0	29.0	28.0	28.0	29.0	29.0	23.0	23.0
Special Education	6.0	5.0	6.0	6.0	6.0	6.0	5.0	5.0	5.0	5.0
Other Special Instruction	6.0	5.0	4.0	4.0	4.0	4.0	4.0	3.0	3.0	3.0
Vocational						-	-	-	-	-
Support Services:										
Health Services										
Student & Instruction Related Services	7.7	7.7	8.0	8.0	8.0	8.0	8.0	8.0	9.5	9.5
General Administration	1.4	1.4	1.4	1.4	1.4	1.4	1.4	1.4	1.4	1.4
School Administrative Services	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3
Other Administrative Services	-	-	-	-	-	-	-	-	-	-
Central Services	2.0	2.0	2.0	2.0	2.0	2.0	2.0	1.8	1.8	1.8
Administrative Information Technology	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Plant Operations & Maintenance	4.0	4.5	4.5	4.0	4.0	4.0	4.0	4.0	3.0	3.0
Pupil Transportation	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Other Support Services	7.5	7.0	6.8	6.8	6.8	6.0	6.0	6.0	4.5	3.5
Total	58.90	58.90	60.70	60.7	59.5	52.5	51.5	51.5	50.4	48.4

Source: District Personnel Records

BRADLEY BEACH PUBLIC SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

FISCAL YEAR	ENROLLMENT		TOTAL	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/ TEACHER RATIO (d)	AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
	IN DISTRICT	OUT OF DISTRICT										
2024	196	98	294	\$ 8,510,929.68	\$ 28,948.74	9.48%	34	1:5.8	193.00	183.00	-8.10%	94.82%
2023	205	107	312	8,250,286.78	26,443.23	11.95%	35	1:5.9	210.00	199.00	-9.09%	94.76%
2022	235	107	342	8,078,002.11	23,619.89	10.93%	39	1:6.0	231.00	216.00	-10.81%	93.51%
2021	261	104	365	7,771,539.59	21,291.89	-4.33%	39	1:6.7	259.00	247.00	-5.13%	95.37%
2020	273	115	388	8,634,901.84	22,255.00	10.95%	38	1:7.2	273.00	266.00	-5.54%	97.44%
2019	295	104	399	8,003,298.91	20,058.00	-1.00%	38	1:7.8	289.00	277.00	-9.12%	95.85%
2018	318	99	417	7,705,097.91	20,261.77	0.00%	38	1:8.4	318.00	305.00	10.42%	95.91%
2017	287	94	381	7,719,734.79	20,262.00	8.47%	35	1:7.8	288.00	275.00	-1.71%	95.49%
2016	297	99	396	7,397,269.26	18,680.00	-1.25%	34	1:9.6	293.00	281.00	2.81%	95.90%
2015	283	93	376	7,112,606.83	18,917.00	-0.86%	33	1:9.1	285.00	273.00	-3.06%	95.79%
2014	295	92	387	7,384,239.13	19,081.00	-3.24%	33	1:9.6	294.00	282.00	3.52%	95.92%

Sources: District records

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

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

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

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

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

BRADLEY BEACH PUBLIC SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

<u>DISTRICT BUILDINGS</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Elementary Schools:										
Administration Offices (2008):										
Square Feet	54,061	54,061	54,061	54,061	54,061	54,061	54,061	54,061	54,061	54,061
Capacity	450	450	450	450	450	450	450	450	450	450
Enrollment	196	205	235	273	295	318	287	295	295	295

Number of Schools at June 30, 2024:
Elementary = 1
Middle School = 0
Other = 0

Source: District Facilities Office, District Records

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

BRADLEY BEACH PUBLIC SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS
UNAUDITED

<u>SCHOOL FACILITIES</u>	<u>PROJECT #(s)</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Elementary Schools:											
Bradley Beach Elementary	N/A	\$ 198,613.54	\$ 182,958.23	\$ 179,523.19	\$ 371,140.86	\$ 249,972.92	\$ 253,413.00	\$ 163,273.40	\$ 201,456.43	\$ 166,919.95	\$ 137,143.40
Grand Total		\$ 198,613.54	\$ 182,958.23	\$ 179,523.19	\$ 371,140.86	\$ 249,972.92	\$ 253,413.00	\$ 163,273.40	\$ 201,456.43	\$ 166,919.95	\$ 137,143.40

Source: District Records

BRADLEY BEACH PUBLIC SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2024
UNAUDITED

	Coverage	Deductible
Package Policy:		
Property		
Blanket Building and Contents	16,306,919	5,000
EDP Hardware/Software	Incl. in Blanket	1,000
Extra Expense	50,000,000	5,000
Valuable Papers and Records	10,000,000	5,000
Special Flood Zones	25,000,000	500,000
All Other Flood Zones	75,000,000	10,000
Equipment Breakdown		
Property Damage and Extra Expense	16,309,919	5,000
Crime		
Public Employee Dishonesty	50,000	500
Loss of Money and Securities	50,000	500
Money Orders and Counterfeit	50,000	500
Forgery or Alteration	50,000	500
Computer Fraud	50,000	500
General Liability		
Each Occurrence	31,000,000	
Products/Completed Operations	31,000,000	
Sexual Abuse	15,000,000	
Sexual Abuse NJSIG Aggregate	27,000,000	
Personal and Advertising Injury	31,000,000	
Employee Benefits	31,000,000	1,000
Medical Payments	10,000	Per Accident
Medical Payments	5,000	Per Person
Communicable Disease Outbreak	1,000,000	per occurrence
Communicable Disease Outbreak	9,000,000	NJSIG aggregate
Business Auto		
Hired and Non-Owned Auto Liability	31,000,000	
<u>Errors and Omissions Liability</u>		
Limit of Liability	31,000,000	5,000
Workers Compensation		
Employers Liability Limits		
Bodily Injury By Accident	3,000,000	Each Accident
Bodily Injury By Disease	3,000,000	Each Employee
Bodily Injury By Disease	3,000,000	Aggregate Limit
Bonds		
Secretary/BA Bond	175,000	
Treasurer's Bond	175,000	
Student Accident		
All Students including Athletics (except football)	6,000,000	
Volunteers	50,000	
Excess Liability		
Each Occurrence	25,000,000	
Aggregate	25,000,000	
Environmental Liability		
Each Incident	1,000,000	250,000
Aggregate	1,000,000	
First Pary Personal Property	10,000	
Cyber Breach Response		
Policy Aggregate of Liability	2,000,000	
Agg. Sublimit per Scheduled Insured	2,000,000	

Source: District records

This page intentionally left blank

SINGLE AUDIT SECTION

Fourth Section

This page intentionally left blank

EXHIBIT K-1

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

Honorable President and Members
of the Board of Education
Bradley Beach School District
County of Monmouth
Bradley Beach, 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 Bradley Beach School District (the School District) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated December 23, 2024.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School District's internal control over financial reporting (internal control) as a basis for designing 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 School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the School District's internal control.

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

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

Compliance and Other Matters

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

Purpose of This Report

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Robert W. Allison
Certified Public Accountant
Public School Accountant, No. 897

Lakewood, New Jersey
December 23, 2024

EXHIBIT K-2

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

Honorable President and Members
of the Board of Education
Bradley Beach School District
County of Monmouth
Bradley Beach, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Bradley Beach School District's compliance with types of compliance requirements identified as subject to audit in the OMB Compliance Supplement and the New Jersey State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the School District's major federal and state programs for the fiscal year ended June 30, 2024. The Bradley Beach 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 Bradley Beach 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 and State Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

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

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

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

Robert W. Allison
Certified Public Accountant
Public School Accountant, No. 897

Lakewood, New Jersey
December 23, 2024

This page intentionally left blank

**BRADLEY BEACH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

FEDERAL ASSISTANCE LISTING NUMBER	FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM TITLE OR CLUSTER	FEDERAL AWARD IDENTIFICATION NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2023	CARRYOVER (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	UNEARNED REVENUE	BALANCE, JUNE 30, 2024 (ACCOUNTS RECEIVABLE)	DUE TO GRANTOR
10.553	U.S. Department of Agriculture Passed Through New Jersey Department of Agriculture: Child Nutrition Cluster: School Breakfast Program	241NJ304N1099 231NJ304N1099	100-010-0330-028 100-010-0330-028	\$ 32,292.19 4,546.25	7/1/23-6/30/24 7/1/22-6/30/23	\$ - (349.53)	- (349.53)	29,930.12 349.53	\$ (32,292.19) -	- (32,292.19)	\$ - -	(2,362.07) (2,362.07)	- -
10.555	National School Lunch Program	241NJ304N1099	100-010-0330-028	65,590.43	7/1/23-6/30/24	-	-	60,124.18	(65,590.43)	-	-	(5,466.25)	-
10.555	National School Lunch Program	231NJ304N1099	100-010-0330-028	73,615.47	7/1/22-6/30/23	(4,916.99)	-	4,916.99	-	-	-	-	-
10.555	Healthy Hunger-Free Kids Act	241NJ304N1099	100-010-0330-026	1,585.92	7/1/23-6/30/24	-	-	1,585.92	(1,585.92)	-	-	-	-
10.555	Healthy Hunger-Free Kids Act	231NJ304N1099	100-010-0330-026	1,675.64	7/1/22-6/30/23	(110.16)	-	110.16	-	-	-	-	-
10.555	Supply Chain Assistance Funding	231NJ344N8903	100-010-0330-028	9,637.58	10/1/22-9/30/24	-	-	9,637.58	(9,637.58)	-	-	-	-
10.555	Food Distribution Program (Noncash Assistance)	241NJ304N1099	Unavailable	23,012.59	7/1/23-6/30/24	-	-	22,604.92	(18,942.35)	-	3,662.57	-	-
10.555	Food Distribution Program (Noncash Assistance)	231NJ304N1099	Unavailable	24,328.92	7/1/22-6/30/23	(956.91)	-	98,979.75	(99,826.52)	-	-	(5,466.25)	-
	Total Child Nutrition Cluster					(1,306.44)	-	129,259.40	(132,118.71)	-	3,662.57	(7,838.32)	-
10.649	P-EBT Administrative Costs Grant	202322S900941	100-010-0330-115	653.00	7/1/23-6/30/24	-	-	653.00	(653.00)	-	-	-	-
	Total U.S. Department of Agriculture					(1,306.44)	-	129,912.40	(132,771.71)	-	3,662.57	(7,838.32)	-
84.010	U.S. Department of Education: Passed Through New Jersey Department of Education: Elementary and Secondary Education Act (E.S.E.A.): Title I - Part A	S010A230030 S010A220030 S010A220030	100-034-5064-194 100-034-5064-194 100-034-5064-194	86,196.00 95,042.00 20,000.00	7/1/23-9/30/24 7/1/22-9/30/23 7/1/22-9/30/23	- (22,737.00) (8,080.00)	- -	65,913.00 22,737.00 8,080.00	(86,196.00) -	-	-	(20,283.00)	-
84.367A	Title II - Part A, Supporting Effective Instruction	S367A230029	100-034-5063-290	11,700.00	7/1/23-9/30/24	-	-	96,730.00	(86,196.00)	-	-	(20,283.00)	-
84.367A	Title II - Part A, Supporting Effective Instruction	S367A220029	100-034-5063-290	10,886.00	7/1/22-9/30/23	(235.10)	-	235.10	(16,632.00)	-	-	(8,257.00)	-
84.365A	Title III - English Language Acquisition	S365A230030	100-034-5064-187	10,293.00	7/1/23-9/30/24	-	-	5,043.00	(8,926.00)	-	-	(3,883.00)	-
84.365A	Title III - English Language Acquisition	S365A220030	100-034-5064-187	10,190.00	7/1/22-6/30/23	(3,874.00)	-	3,874.00	-	-	-	-	-
84.424A	Title IV - Part A	S424A230031	100-034-5063-348	10,000.00	7/1/23-9/30/24	-	-	8,917.00	(8,926.00)	-	-	(3,883.00)	-
	Education Stabilization Fund: Elementary and Secondary School Education Relief (ESSER) Fund: CRRSA - ESSER II	S425D210027 S425D210027 S425D210027 S425U10027 S425U10027 S425U10027 S425U10027 S425U10027	100-034-5120-518 100-034-5120-518 100-034-5120-523 100-034-5120-523 100-034-5120-523 100-034-5120-523 100-034-5120-523 100-034-5120-523	432,529.00 27,758.00 972,080.00 50,000.00 40,000.00 45,000.00 40,000.00	3/13/20-9/30/23 3/13/20-9/30/23 3/13/20-9/30/24 3/13/20-9/30/24 3/13/20-9/30/24 3/13/20-9/30/24 3/13/20-9/30/24	(8,038.95) -	- -	21,748.00 1,500.00 365,816.06 11,340.00 23,481.00 17,890.00 14,621.74	(13,709.05) (1,500.00) (47,287.36) (11,339.13) (30,864.84) (4,360.35) (14,621.74)	- -	- -	(219,795.30) -	- -
84.027A	Special Education Cluster: LD E.A. Part B	H027A230100 H027A220100	100-034-5065-016 100-034-5065-016	121,817.00 119,805.00	3/13/20-9/30/24 7/1/22-9/30/23	- (26,529.10)	- (26,529.10)	88,762.00 26,529.10	(121,991.79) -	- (121,991.79)	- -	(33,229.79) -	- -
84.173	LD E.A. Preschool	H173A230114	100-034-5065-020	2,871.00	3/13/20-9/30/24	-	-	1,575.00	(2,871.00)	-	-	(1,296.00)	-
84.173	LD E.A. Preschool	H173A220114	100-034-5065-020	2,911.00	7/1/22-9/30/23	(11,176.00)	-	1,176.00	-	-	-	-	-
	Total Special Education Cluster					(27,705.10)	-	118,042.10	(124,862.79)	-	-	(34,525.79)	-
	Total U.S. Department of Education					(122,961.32)	-	702,979.00	(874,582.26)	-	-	(294,564.58)	-
	Total Expenditures of Federal Awards					\$ (124,567.76)	\$ -	\$ 832,891.40	\$ (1,007,333.97)	\$ -	\$ 3,662.57	\$ (302,392.90)	\$ -

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

This page intentionally left blank

BRADLEY BEACH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2024

STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2023	CARRYOVER (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO PRIOR YEARS' BALANCES	BALANCE, JUNE 30, 2024		MEMO		
									UNEARNED REVENUE	(AC)OUNTS RECEIVABLE	DUE TO GRANTOR	BUDGETARY RECEIVABLE	TOTAL EXPENDITURES
New Jersey Department of Education:													
General Fund:													
State Aid Public:													
Special Education Categorical Aid	495-034-5120-089	\$ 221,110.00	7/1/23-6/30/24		\$ -	\$ 221,110.00	\$ (221,110.00)	\$ -	\$ -	\$ -	\$ -	\$ 21,074.88	\$ 221,110.00
Security Aid	495-034-5120-084	134,097.00	7/1/23-6/30/24		-	134,097.00	(134,097.00)	-	-	-	-	12,781.32	134,097.00
Adjustment Aid	495-034-5120-085	20,315.00	7/1/23-6/30/24		-	20,315.00	(20,315.00)	-	-	-	-	1,936.30	20,315.00
Total State Aid Public													
						375,522.00	(375,522.00)	-	-	-	-	35,792.50	375,522.00
Transportation Aid													
Extraordinary Aid	495-034-5120-014	85,575.00	7/1/23-6/30/24		-	85,575.00	(85,575.00)	-	-	-	-	8,156.50	85,575.00
Emergency Aid	495-034-5120-044	3,795.00	7/1/23-6/30/23		-	3,795.00	-	-	-	-	-	-	-
Additional Non-Public Transportation Aid	495-034-5120-014	6,103.00	7/1/23-6/30/24		-	-	(6,103.00)	-	-	-	(6,103.00)	-	6,103.00
Additional Non-Public Transportation Aid	495-034-5120-014	4,570.00	7/1/23-6/30/23		-	4,570.00	-	-	-	-	-	-	-
Reimbursed TPAF Social Security Contributions	495-034-5094-003	223,962.08	7/1/23-6/30/24		-	212,934.94	(223,962.08)	-	-	-	(11,027.14)	-	223,962.08
Reimbursed TPAF Social Security Contributions	495-034-5094-003	218,139.19	7/1/23-6/30/23		-	10,799.75	-	-	-	-	-	-	-
TPAF - Post Retirement													
Medical (Noncash Assistance)	495-034-5094-001	287,088.00	7/1/23-6/30/24		-	287,088.00	(287,088.00)	-	-	-	-	-	287,088.00
TPAF - Pension													
Contributions (Noncash Assistance)	495-034-5094-002	1,054,839.00	7/1/23-6/30/24		-	1,054,839.00	(1,054,839.00)	-	-	-	-	-	1,054,839.00
TPAF - Long-Term Disability													
Insurance (Noncash Assistance)	495-034-5094-004	649.00	7/1/23-6/30/24		-	649.00	(649.00)	-	-	-	-	-	649.00
Total General Fund													
				(19,164.75)	-	2,035,772.69	(2,033,738.08)	-	-	(17,130.14)	-	43,949.00	2,033,738.08
Special Revenue Fund:													
Preschool Education Aid	100-010-3350-023	440,070.00	7/1/23-6/30/24		-	401,936.00	(440,070.00)	-	-	-	(38,134.00)	38,134.00	440,070.00
Preschool Education Aid	100-010-3350-023	332,568.00	7/1/23-6/30/23		-	33,258.00	-	-	-	-	-	-	-
Total Preschool Education Aid													
				(33,258.00)	-	435,194.00	(440,070.00)	-	-	(38,134.00)	-	38,134.00	440,070.00
SDA Emergent Needs and Capital Maintenance													
		4,808.00	7/1/23-6/30/24		-	4,808.00	(4,808.00)	-	-	-	-	-	4,808.00
Total Special Revenue Fund													
				(33,258.00)	-	440,002.00	(444,878.00)	-	-	(38,134.00)	-	38,134.00	444,878.00
New Jersey Department of Agriculture:													
Enterprise Fund:													
National School Breakfast Program	100-010-3350-023	2,826.60	7/1/23-6/30/24		-	2,586.55	(2,826.60)	-	-	-	(240.05)	-	2,826.60
National School Breakfast Program	100-010-3350-023	109.20	7/1/23-6/30/23		-	9.90	-	-	-	-	-	-	-
National School Lunch Program	100-010-3350-023	4,517.23	7/1/23-6/30/24		-	4,080.87	(4,517.23)	-	-	-	(436.36)	-	4,517.23
National School Lunch Program	100-010-3350-023	2,654.18	7/1/23-6/30/23		-	184.03	-	-	-	-	-	-	-
Total Enterprise Fund													
				(195.93)	-	6,861.35	(7,343.83)	-	-	(676.41)	-	-	7,343.83
Total State Financial Assistance													
				\$ (52,616.68)	\$ -	\$ 2,482,636.04	\$ (2,485,959.91)	\$ -	\$ -	\$ (55,940.55)	\$ -	\$ 82,083.00	\$ 2,485,959.91
State Financial Assistance Programs not Subject to Calculation for Major Program Determination:													
TPAF - Post Retirement													
Medical (Noncash Assistance)	495-034-5094-001	\$ 287,088.00	7/1/23-6/30/24			\$	287,088.00						
TPAF - Pension													
Contributions (Noncash Assistance)	495-034-5094-002	1,054,839.00	7/1/23-6/30/24				1,054,839.00						
TPAF - Long-Term Disability													
Insurance (Noncash Assistance)	495-034-5094-004	649.00	7/1/23-6/30/24				649.00						
Total State Financial Assistance Subject to Calculation for Major Program Determination												\$ (1,143,383.91)	

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

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2024

Note 1. Basis of Presentation

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

Note 2. Summary of Significant Accounting Policies

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

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

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the School District for the year ended June 30, 2022 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.

BRADLEY BEACH SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2024 (Continued)

Note 3. Relationship to Basic Financial Statements

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$7,970.00 for the general fund and (\$4,876.00) for the special revenue fund. See Exhibit C-3 Note A of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ -	\$ 2,041,708.08	\$ 2,041,708.08
Special Revenue Fund	874,582.26	440,002.00	1,314,584.26
Food Service Fund	132,364.04	7,343.83	139,707.87
Total Awards & Financial Assistance	\$ 1,006,946.30	\$ 2,489,053.91	\$ 3,496,000.21

Note 4. Relationship to Federal and State Financial Reports

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

Note 5. Federal and State Loans Outstanding

The Bradley Beach School District had no loan balances outstanding at June 30, 2024.

**BRADLEY BEACH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unmodified	
Internal control over financial reporting:		
1) Material weakness(es) identified?	Yes	X No
2) Significant deficiency(ies) identified?	Yes	X None reported
Noncompliance material to financial statements noted?	Yes	X No

Federal Awards

Internal control over major programs:		
1) Material weakness(es) identified?	Yes	X No
2) Significant deficiency(ies) identified?	Yes	X None reported
Type of auditor's report issued on compliance for major programs	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516(a) of Uniform Guidance?		
	Yes	X No

Identification of major programs:

<u>Assistance Listing Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.425D	100-034-5120-518	Education Stabilization Fund:
84.425U	100-034-5120-523	CRRSA - ESSER II
		ARP - ESSER III

Dollar threshold used to determine Type A programs	\$ 750,000.00
Auditee qualified as low-risk auditee?	X Yes No

State Financial Assistance

Identification of major programs:

Name of State Program

State Aid - Public
Special Education Categorical Aid
Security Aid
Adjustment Aid

**BRADLEY BEACH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024**

Section II - Financial Statement Findings

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

None.

**BRADLEY BEACH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024**

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

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

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE

None.

**BRADLEY BEACH SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
YEAR ENDED JUNE 30, 2024**

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

Financial Statement Findings

No Prior Year Findings.

Federal Awards

No Prior Year Findings.

State Financial Assistance

No Prior Year Findings.