

**BYRAM TOWNSHIP  
SCHOOL DISTRICT**

**Byram Township Board of Education  
Byram, New Jersey**

**Annual Comprehensive Financial Report  
For the Fiscal Year Ended June 30, 2024**

# **Annual Comprehensive Financial Report**

**of the**

**BYRAM TOWNSHIP SCHOOL DISTRICT**

**Byram, New Jersey**

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

**Prepared by**

**Byram Township Board of Education  
Finance Department**

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INTRODUCTORY SECTION  
(UNAUDITED)

# TOWNSHIP OF BYRAM BOARD OF EDUCATION

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Superintendent of Schools  
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Honorable President and  
Members of the Board of Education  
Byram Township School District  
County of Sussex, New Jersey

Dear Board Members:

We are pleased to present to you the Annual Comprehensive Financial Report (ACFR) of the Byram Township School District (District) for the fiscal year ended June 30, 2024. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the District. This report will provide the taxpayers of the Byram Township School District with comprehensive financial data in a format enabling them to gain an understanding of the School District's financial affairs.

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

- The Introductory Section contains a table of contents, this Letter of Transmittal, List of Principal Officials, and an Organization Chart of the School District.
- The Financial Section begins with the Independent Auditor's Report and includes the Management's Discussion and Analysis; the Basic Financial Statements and Notes providing an overview of the School District's financial position and operating results, and other schedules providing detailed budgetary information.
- The Statistical Section includes selected economic and demographic information, financial trends, and the fiscal capacity of the School District, generally presented on a multi-year basis.
- The Single Audit Section - The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the 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.

### **School District Organization**

The Byram Township School District is one of 616 school districts in the State of New Jersey and one of 26 school districts in Sussex County. The School District provides education for its preschool handicapped through eighth grade students. Geographically, the District is comprised of the Township of Byram only. The School District's total area is 22.48 square miles. The elementary students enrolled in the Byram Township School District attend two schools comprising the District. Students for 9<sup>th</sup> through 12<sup>th</sup> grade attend the Lenape Valley Regional High School in Stanhope, N.J.

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

The Superintendent is the chief executive officer of the School District, responsible to the Board for total educational and support operations. The Business Administrator/Board Secretary is the chief financial officer of the School District, responsible for maintaining all financial records, issuing warrants in payment of liabilities incurred by the School District, acting as custodian of all School District funds, and investing idle funds as permitted by New Jersey law.

### **Reporting Entity**

Byram Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by GASB codification section 2100. All funds of the District are included in this report. The Byram Township Board of Education and its two elementary schools constitute the District's reporting entity.

The District completed the 2023-24 fiscal year with an average daily enrollment of 839 students, which is six more students than the previous year's average daily enrollment. The District's average daily enrollments for the past ten years are presented below:

<u>Fiscal Year</u>	<u>Average Daily Enrollment</u>	
	<u>Student Enrollment</u>	<u>Percent Change</u>
2023-24	839	0.72%
2022-23	833	2.08%
2021-22	816	0.99%
2020-21	808	-1.34%
2019-20	819	.49%
2018-19	815	-3.67%
2017-18	844	-2.87%
2016-17	869	-1.25%
2015-16	880	-2.98%
2014-15	907	2.49%



### **Economic Condition and Outlook**

The School District, along with many other public school systems in the State, still faces some difficult economic situations in the future since the primary funding source is property tax revenue. With the passage of Senate bill S-2, the district was projected to lose approximately \$2 million in State aid over a six-year period. Fortunately, enrollment increased again this past year and the most recent planned cut to state aid was not made as planned. The State allowed the district to increase the tax levy above the two percent cap this year in an effort to offset the negative impact of state aid cuts over the years. The district increased the tax levy by 6.6% this year. The cuts could resume or increase if enrollment begins to decline again. The district does have School Choice students and receives \$439,824 in additional State aid as a result of the Choice program. Inflation has negatively affected the cost of all items and services in the district these past few years.

The School District attributes much of its past education success to the community's demand for, and support of, a quality school system. Our focus continues to be the delivery of a high quality education to all students in the district.

### **Educational Programs**

The Board of Education continues to maintain a quality education program for its preschool through eighth grade students. Attention has focused on language arts, math, science, social studies, and special-areas curriculum. Spanish instruction is a key component for our world languages/culture program. The kindergarten classes are offered as a full-day program and an emphasis is placed on language arts and math instruction. Balanced literacy instruction, especially in the early grades, continues as a priority. Remedial and special education programs continue to be implemented so that students with specific learning needs will have increased opportunities for success. The Board supports the technology program and has invested in the Chromebook 1:1 initiative in grades 2 - 8 and training. The Byram Education Foundation has donated many resources to assist our school program. Our RTI program has allowed the Byram School District to target specific areas of student learning while in the classroom. Our Mass Media program provides an opportunity for our 8th grade students to report the news of the school to the entire district on our morning announcements.

### **Major Initiatives**

Each school year, one of the most significant concerns that the district has is the proper balance of finances and effective and efficient educational practices. Obviously staffing plays the largest part of this balance so much attention continues to be given to this area. Student achievement and academic growth is constantly an ongoing goal of the district while we continue to develop and enhance instructional strategies through professional development of our staff to support student achievement. The incorporation of technology in teaching and learning continues to be a tool to best reach the interest level of students and most efficiently tap into new educational opportunities. The STAR Reading program is a technology based program that is utilized to assess students' strengths and weaknesses in language arts. The information gathered from this program allows the teachers to reinforce the strengths of the individual students while also identifying a focus for student deficiencies. Benchmark assessments that demonstrate student growth are administered to students at least three times per year. The program has been implemented at the intermediate school level and will continue to be utilized at the elementary level again this coming school year. In conjunction with this program, the district is in its fifth year in its language arts program from Houghton-Mifflin called Journeys at the K-4 level to help support the needs of these young emerging readers. The elementary staff has continued to develop their instructional strategies and delivery of this series and will continue to discover all that the program makes available to them and their students through a deeper understanding of the series and appropriate professional development. This series also integrates

a technology component that ties in very well with the Reader's Workshop program already incorporated by the district. The Intermediate School continues to incorporate a language arts program that utilizes core novels to address specific themes and inspire critical thinking. We continue to be excited about the positive educational impacts these new programs have working in conjunction with our district's full day kindergarten program giving our students the skills to be successful later in their academic careers. We anticipate long term growth in all academic areas as a result of these programs and the sustained positive development of full day kindergarten.

Chromebooks continue to be an essential instructional tool for our students in grades 2-8 as we maintain our one to one Chromebook program. Chromebooks continue to be purchased on a scheduled cycle program to ensure the students have properly working devices. The same is true regarding the SMARTboard technology in the district. We continue to maintain SMARTboard units in the classrooms. The district is also continuing our world language program at the elementary school levels in grades K-4 where much of its materials are technology based. The district continues to offer Spanish in grades K-8.

The physical facility and grounds are constantly being inspected for opportunities to maintain the plant and grounds to ensure they are in proper working order and also address potential safety concerns. The district was awarded two ROD grants for roof restoration work and boiler replacement; the roof project is completed and the boiler replacement is anticipated to begin within the next year

### **Financial Information**

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

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

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

In addition to internal accounting controls, the District maintains budgetary controls. 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 original budget, budget transfers during the year, and final budget amount for the fiscal year are reflected in the financial section. An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriated balances reported as restrictions, commitments, and assignments of fund balance at fiscal year end.

### **Cash Management**

The investment policy of the District is guided in large part by state statutes as detailed in “Notes to Basic Financial Statements,” Note 3. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

### **Risk Management**

The District continues to protect its assets through a comprehensive insurance program through coverage obtained from the School Alliance Insurance Fund. The Fund is a school district joint self-insurance fund formed under the provisions of the New Jersey Statutes. The Fund’s membership is comprised of local and regional school districts. Coverage includes property loss, crime and fidelity, comprehensive general liability, auto insurance, workers’ compensation, school leaders professional liability, supplemental workers’ compensation and underground storage tank (pollution liability). Other policies purchased from other insurance companies include fidelity bonds for the School Business Administrator/Board Secretary and Board Treasurer of School Monies. Additional policies purchased were for Student Accident Insurance.

### **Independent Audit**

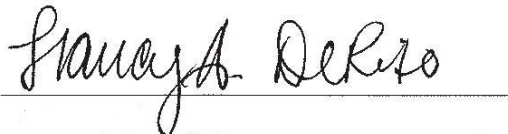
State statutes require an annual audit by independent certified public accountants. The accounting firm of Nisivoccia LLP was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey’s OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. The auditor’s report on the basic financial statements and specific required supplemental information 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.

### **Acknowledgments**

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

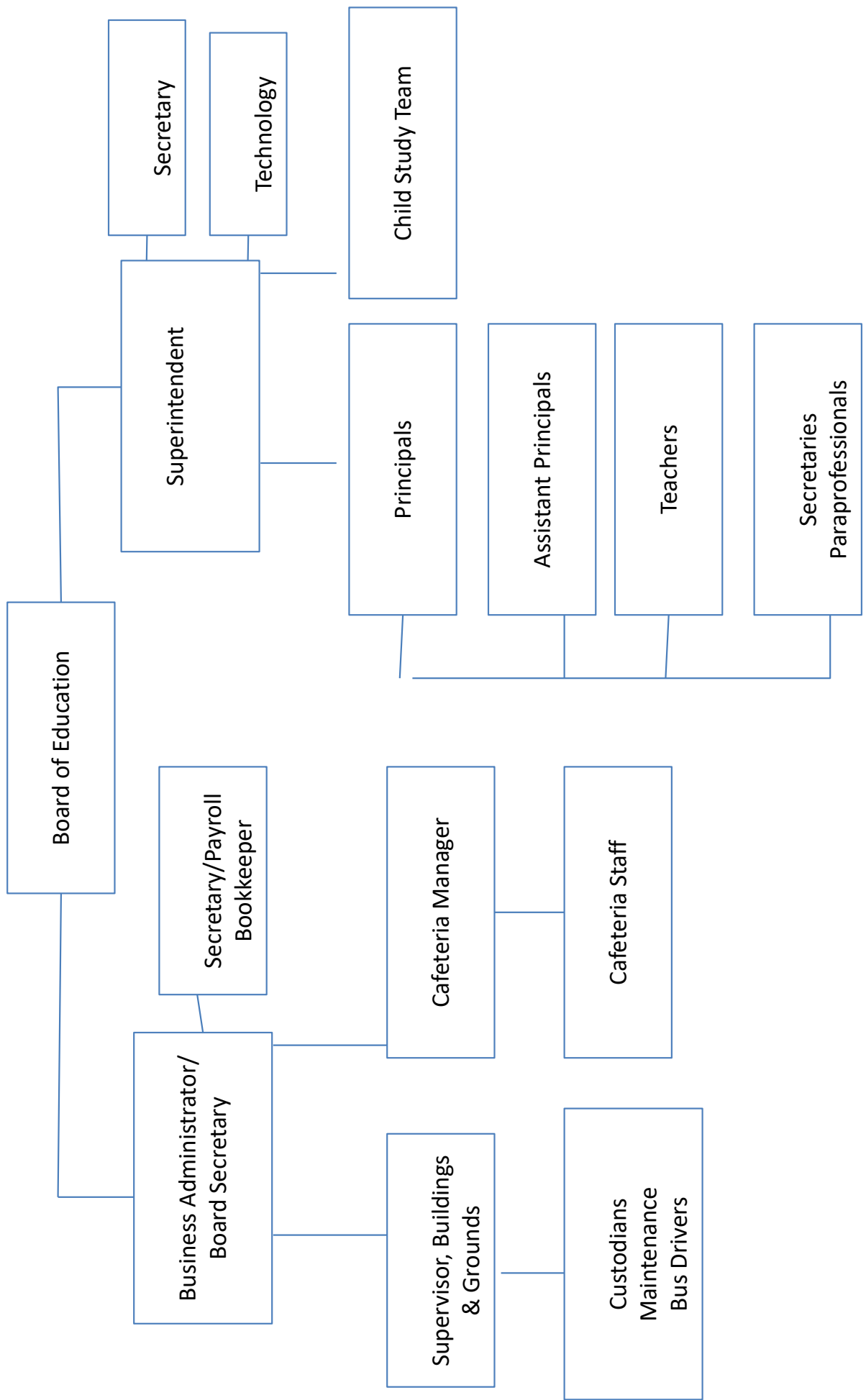


John Fritzky  
Superintendent



Nancy DeRiso  
Business Administrator

# Byram Township Board of Education Organizational Chart/Chain of Command



**BYRAM TOWNSHIP SCHOOL DISTRICT  
ROSTER OF OFFICIALS  
JUNE 30, 2024**

<u>Members of the Board of Education</u>		<u>Term Expires</u>
Julie Lucente	President	2027
James McBain	Vice President	2025
Courtny Gallagher	Member	2027
Charles Kranz	Member	2025
Kristy McFarlane	Member	2025
Lauren Pedersen	Member	2027
Alexandria Smith	Member	2027

Other Officers

John Fritzky, Superintendent  
Nancy DeRiso, Business Administrator/Board Secretary

**BYRAM TOWNSHIP SCHOOL DISTRICT**  
**Consultants and Advisors**

**Audit Firm**

Nisivoccia LLP  
Mount Arlington Corporate Center  
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Mount Arlington, New Jersey 07856  
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and  
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Bridgewater, NJ 08807

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**Official Depository**

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Stanhope, New Jersey 07874

**Insurance Agent**

Arthur J. Gallagher & Company  
(formerly the Morville Agency)  
55 Newton-Sparta Road #102  
Newton, New Jersey 07860

FINANCIAL SECTION

## Independent Auditors' Report

The Honorable President and Members  
of the Board of Education  
Byram Township School District  
County of Sussex, 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 Board of Education of the Byram Township School District (the "District"), in the County of Sussex, as of and for the fiscal year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying 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 District, as of June 30, 2024, and the respective changes in financial position, and, where applicable cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office") and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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 the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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



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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office 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 GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office, 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 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 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, which follows this report, the pension and post-retirement schedules in Exhibits L-1 through L-5 and the related notes, and the budgetary comparison information in Exhibits C-1 through C-3 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, are 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 District's basic financial statements. The accompanying supplementary information schedules and the schedules of expenditures of federal and state awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and New Jersey's OMB 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 supplementary information schedules and the schedules of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

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

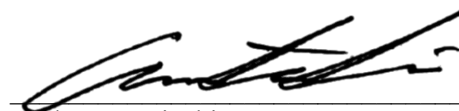
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated.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

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 4, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.

October 4, 2024  
Mount Arlington, New Jersey

NISIVOCCIA LLP



Andrew Kucinski  
Licensed Public School Accountant #2684  
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS

**Byram Township School District  
Management Discussion and Analysis  
For This Fiscal Year Ended June 30, 2024**

This section of Byram Township School District's annual financial report presents its discussion and analysis of the District's financial performance during the fiscal year ending 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.

**Overview of the Financial Statements**

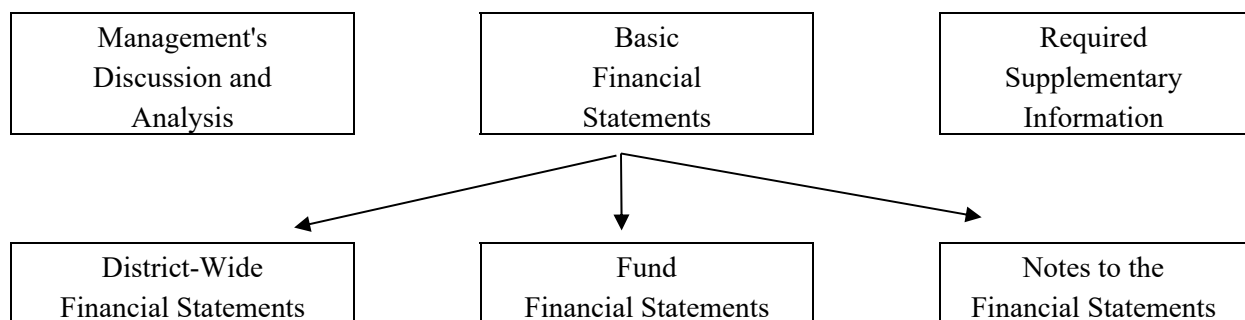
This annual report consists of three parts: management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are *District-wide financial statements* that provide both *short-term* and *long-term* information about the District's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District's operations in *more* detail than the District-wide statements.
- The *governmental funds statements* tell how basic services such as regular and special education were financed in the short-term as well as what remains for future spending.
- *Proprietary funds* statements offer *short- and long-term* financial information about the activities the District operates like a business, such as food services.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the District's budget for the year.

Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

**Figure A-1  
Organization of Byram Township School District's Financial Report**



**Byram Township School District  
Management Discussion and Analysis  
For This Fiscal Year Ended June 30, 2024**

Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents of each of the statements.

Figure A-2

***Major Features of the District-Wide and Fund Financial Statements***

	District-Wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire District	The activities of the District that are not proprietary, such as special education and building maintenance	Activities the District operates similar to private businesses: food services
Required Financial Statements	<ul style="list-style-type: none"> <li>• Statement of net position</li> <li>• Statement of activities</li> </ul>	<ul style="list-style-type: none"> <li>• Balance sheet</li> <li>• Statement of revenue, expenditures, and changes in fund balances</li> </ul>	<ul style="list-style-type: none"> <li>• Statement of net position</li> <li>• Statement of revenue, expenses, and changes in net position</li> <li>• Statement of cash flows</li> </ul>
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of Asset/Liability Information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets, lease assets, subscription assets or long-term liabilities included	All assets and liabilities, both financial and capital, short-term and long-term
Type of Inflow/Outflow Information	All revenue and expenses during the year, regardless of when cash is received or paid	Revenue for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenue and expenses during the year, regardless of when cash is received or paid

**Byram Township School District  
Management Discussion and Analysis  
For This Fiscal Year Ended June 30, 2024**

### **District-wide Statements**

The District-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District's assets, deferred inflows and outflows, and liabilities. All of the current year's revenue and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two District-wide statements report the District's *net position* and how they have changed. Net position – the difference between the District's assets, deferred inflows and outflows, and liabilities – is one way to measure the District's financial health or *position*.

- Over time, increases or decreases in the District's net position is an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the District's overall health, you need to consider additional nonfinancial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the District-wide financial statements, the District's activities are divided into two categories:

- *Governmental activities*: Most of the District's basic services are included here, such as regular and special education, transportation and administration. Property taxes and state formula aid finance most of these activities.
- *Business-type activities*: The District charges fees to help it cover the costs of certain services it provides. The District's food service is included here.

### **Fund Financial Statements**

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by state law and by bond covenants.
- The District establishes other funds to control and manage money for particular purposes (such as repaying its long-term liabilities) or to show that it is properly using certain revenue (such as federal grants).

The District has two kinds of funds:

- *Governmental funds*: Most of the District's basic services are included in governmental funds, which generally focus on {1} how cash and other financial assets that can readily be converted to cash flow in and out, and {2} the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the District-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or difference) between them.
- *Proprietary funds*: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the District-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. The District uses *internal service funds* (the other kind of proprietary fund) to report activities that provide supplies and services for its other programs and activities. The District currently does not maintain any internal service funds.

**Byram Township School District  
Management Discussion and Analysis  
For This Fiscal Year Ended June 30, 2024**

*Notes to the Basic Financial Statements:* The notes provide basic information that is essential to a full understanding of the data provided in the District-wide and Fund financial statements. The notes to the basic financial statements can be found immediately following the Fund financial statements.

**Financial Analysis of the District as a Whole**

*Net Position.* The Statement of Net Position provides the perspective of the School District as a whole. Net position may serve over time as a useful indicator of a school's financial position.

**Figure A-3  
Condensed Statement of Net Position**

	Government Activities		Business-Type Activities		Total School District		Total Percentage Change
	2023/2024	2022/2023	2023/2024	2021/2022	2023/2024	2022/2023	
Current and Other Assets	\$ 6,323,954	\$ 5,857,772	\$ 245,528	\$ 204,032	\$ 6,569,482	\$ 6,061,804	
Capital Assets, Net	13,127,071	13,671,632	12,750	8,349	13,139,821	13,679,981	
Total Assets	19,451,025	19,529,404	258,278	212,381	19,709,303	19,741,785	-0.16%
Deferred Outflows of Resources	181,538	344,389			181,538	344,389	-47.29%
Other Liabilities	427,978	587,159	5,576	38,368	433,554	625,527	
Long-Term Liabilities	3,683,335	2,199,617			3,683,335	2,199,617	
Total Liabilities	4,111,313	2,786,776	5,576	38,368	4,116,889	2,825,144	45.72%
Deferred Inflows of Resources	417,531	1,170,264			417,531	1,170,264	-64.32%
Net Position:							
Net Investment in							
Capital Assets	13,127,071	13,671,632	12,750	8,349	13,139,821	13,679,981	
Restricted	5,081,349	3,977,788			5,081,349	3,977,788	
Unrestricted / (Deficit)	(3,104,701)	(1,027,139)	239,952	165,664	(2,864,749)	(861,475)	
Total Net Position	\$ 15,103,719	\$ 16,622,281	\$ 252,702	\$ 174,013	\$ 15,356,421	\$ 16,796,294	-8.57%

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

*Changes in Net Position.* Net position in the Governmental Activities increased due primarily to the change in Net Pension Liability, the maturity of long term liabilities, capital assets additions offset by depreciation expense as well as excess revenues and unexpended budget balances in the General Fund. An explanation for the change in Net Position for Business-Type Activities is included later in this section of the report.

**Byram Township School District  
Management Discussion and Analysis  
For This Fiscal Year Ended June 30, 2024**

**Figure A-4  
Changes in Net Position from Operating Results**

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024	2022/2023	
Revenue:							
Program Revenue:							
Charges for Services	\$ 216,742	\$ 209,405	\$ 213,014	\$ 219,184	\$ 429,756	\$ 428,589	
Operating Grants & Contributions	3,343,760	3,685,801	127,827	110,432	3,471,587	3,796,233	
General Revenue:							
Property Taxes	12,712,114	12,205,223			12,712,114	12,205,223	
Unrestricted Federal & State Aid	1,640,618	1,676,469			1,640,618	1,676,469	
Other	65,992	182,722	24	156	66,016	182,878	
Total Revenue	17,979,226	17,959,620	340,865	329,772	18,320,091	18,289,392	0.17%
Expenses:							
Instruction	11,364,269	10,063,485			11,364,269	10,063,485	
Pupil & Instruction Services	2,732,871	2,634,719			2,732,871	2,634,719	
Administrative & Business	1,890,094	1,747,104			1,890,094	1,747,104	
Maintenance & Operations	1,684,691	1,710,634			1,684,691	1,710,634	
Transportation	1,183,460	1,043,319			1,183,460	1,043,319	
Other	642,403	691,683	262,176	282,345	904,579	974,028	
Total Expenses	19,497,788	17,890,944	262,176	282,345	19,759,964	18,173,289	8.73%
Change in Net Position	\$ (1,518,562)	\$ 68,676	\$ 78,689	\$ 47,427	\$ (1,439,873)	\$ 116,103	-1340.17%

**Governmental Activities**

As discussed elsewhere in this commentary, the financial position of the District decreased significantly from the prior year. Careful management of expenses remains essential for the District to sustain its financial health. Among the many significant cost savings actions implemented or continued during the year were:

- Participation in an insurance pool operated by School Alliance Insurance Fund resulting in low cost property, liability and workers compensation insurance.
- Participation in a group health plan with Schools Health Insurance Fund – which resulted in significant savings as compared to the State Health Benefits Program.
- Participation in joint purchasing agreements.

It is crucial that the District examine its expenses carefully. Increasing parental and student demands for new activities and programs must be evaluated thoroughly.



**Byram Township School District  
Management Discussion and Analysis  
For This Fiscal Year Ended June 30, 2024**

Figure A-5 presents the cost of six major District activities: instruction, pupil and instructional services, administration and business, maintenance and operations, transportation, and other. The table also shows each activity's net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial obligation placed on the District's taxpayers by each of these functions:

**Figure A-5  
Net Cost of Governmental Activities**

	Total Costs of Services		Net Cost of Services	
	2023/2024	2022/2023	2023/2024	2022/2023
Instruction	\$ 11,364,269	\$ 10,063,485	\$ 8,538,275	\$ 7,009,936
Pupil and Instruction Services	2,732,871	2,634,719	2,375,360	2,263,765
Administrative and Business	1,890,094	1,747,104	1,761,679	1,534,644
Maintenance and Operations	1,684,691	1,710,634	1,684,691	1,694,342
Transportation	1,183,460	1,043,319	934,878	801,368
Other	642,403	691,683	642,403	691,683
	<u>\$ 19,497,788</u>	<u>\$ 17,890,944</u>	<u>\$ 15,937,286</u>	<u>\$ 13,995,738</u>

**Business-Type Activities**

Net position from the District's business-type activity increased by \$78,689. This is mainly due to having a decrease in lunch sales by \$6,170, while subsidy reimbursements increased by \$17,395, and expenses decreased by \$20,169 during the current year.

**Financial Analysis of the District's Funds**

The District's financial position in the General Fund decreased due to increased expenditures due to significant changes of expenditures in student needs as well as increased salary and health benefit costs.

These factors are likely to continue for the next several years. To maintain a stable financial position, the District must continue to practice sound fiscal management.

**Byram Township School District  
Management Discussion and Analysis  
For This Fiscal Year Ended June 30, 2024**

**General Fund Budgetary Highlights**

Over the course of the year, the District revised the annual operating budget several times. These budget amendments fall into two categories:

- Changes made within budgetary line items for changes in school-based needs for programs, supplies and equipment.
- Changes in budgetary line accounts to more accurately reflect current requirements.

**Capital Asset and Long-Term Liabilities Administration**

At year-end, the District had \$13,139,821 in capital assets as shown in Figure A-6. Capital Assets had a net decrease of \$540,160 or 3.95% less than the prior year.

**Figure A-6  
Capital Assets (Net of Depreciation)**

	Government Activities		Business-Type Activities		Total School District		Total Percentage Change
	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024	2022/2023	
Land	\$ 2,136,587	\$ 2,136,587			\$ 2,136,587	\$ 2,136,587	
Site Improvements	436,516	479,773			436,516	479,773	
Buildings and Building Improvements	10,107,120	10,501,042			10,107,120	10,501,042	
Machinery and Equipment	446,848	554,230	\$ 12,750	\$ 8,349	459,598	562,579	
Total Capital Assets (Net of Depreciation)	<u>\$ 13,127,071</u>	<u>\$ 13,671,632</u>	<u>\$ 12,750</u>	<u>\$ 8,349</u>	<u>\$ 13,139,821</u>	<u>\$ 13,679,981</u>	-3.95%

**Long-term Liabilities**

More detailed information about the District's long-term liabilities is presented in Note 7 to the financial statements.

**Figure A-7  
Long-Term Liabilities**

	Total School District		Percentage Change
	2023/2024	2022/2023	
Net Pension Liability	\$ 1,609,927	\$ 1,927,087	
Compensated Absences	2,073,408	272,530	
	<u>\$ 3,683,335</u>	<u>\$ 2,199,617</u>	67.45%

**Byram Township School District  
Management Discussion and Analysis  
For This Fiscal Year Ended June 30, 2024**

**Factors Bearing on the District's Future**

At the time these financial statements were prepared and audited, the District was aware of the following circumstance that could continue to significantly affect its financial health in the future:

- Rising costs and increased need for professional related services
- Increasing transportation, building maintenance, and insurance costs
- Unfunded state mandates
- Healthcare could have a significant impact on the Byram Township School District and we will continue to monitor the situation even though savings have been obtained through membership in the Schools Health Insurance Fund.

**Contacting the District's Financial Management**

This financial report is designed to provide the District's citizens, taxpayers, customers and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Board Secretary/Business Administrator, Byram Township Board of Education, 12 Mansfield Drive, Stanhope, New Jersey 07874.

## BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

**BYRAM TOWNSHIP SCHOOL DISTRICT**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2024**

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 1,294,880	\$ 226,054	\$ 1,520,934
Receivable from State Government	430,255	1,076	431,331
Receivable from Federal Government	659,770	9,798	669,568
Other Receivables	15,521		15,521
Inventories		8,600	8,600
Restricted Cash and Cash Equivalents	3,923,528		3,923,528
Capital Assets:			
Site (Land)	2,136,587		2,136,587
Depreciable Site Improvements, Building and Building Improvements, and Machinery and Equipment	10,990,484	12,750	11,003,234
Total Assets	19,451,025	258,278	19,709,303
<b>DEFERRED OUTFLOW OF RESOURCES</b>			
Deferred Outflow Related to Pensions	181,538		181,538
Total Deferred Outflows of Resources	181,538		181,538
<b>LIABILITIES</b>			
Accounts Payable	427,978		427,978
Unearned Revenue		5,576	5,576
Noncurrent Liabilities:			
Due Beyond One Year	3,683,335		3,683,335
Total Liabilities	4,111,313	5,576	4,116,889
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Inflow Related to Pensions	417,531		417,531
Total Deferred Inflows of Resources	417,531		417,531
<b>NET POSITION</b>			
Net Investment in Capital Assets	13,127,071	12,750	13,139,821
Restricted for:			
Capital Projects	2,737,867		2,737,867
Maintenance	990,155		990,155
Excess Surplus	1,157,821		1,157,821
Unemployment Compensation	90,775		90,775
Student Activities	104,731		104,731
Unrestricted (Deficit)	(3,104,701)	239,952	(2,864,749)
Total Net Position	\$ 15,103,719	\$ 252,702	\$ 15,356,421

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE  
AN INTEGRAL PART OF THIS STATEMENT

BYRAM TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Functions/Programs	Program Revenue			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:						
Instruction:						
Regular	\$ 7,997,145	\$ 95,043	\$ 1,399,334	\$ (6,502,768)		\$ (6,502,768)
Special Education	2,292,191		1,206,831	(1,085,360)		(1,085,360)
Other Special Instruction	739,672		106,036	(633,636)		(633,636)
School-Sponsored/Other Instruction	335,261		18,750	(316,511)		(316,511)
Support Services:						
Tuition	294,757			(294,757)		(294,757)
Student & Instruction Related Services	2,438,114	121,699	235,812	(2,080,603)		(2,080,603)
General Administrative Services	541,995		37,214	(504,781)		(504,781)
School Administrative Services	851,859		56,945	(794,914)		(794,914)
Central Services	408,965		34,256	(374,709)		(374,709)
Administrative Information Technology	87,275			(87,275)		(87,275)
Plant Operations and Maintenance	1,684,691			(1,684,691)		(1,684,691)
Pupil Transportation	1,183,460		248,582	(934,878)		(934,878)
Transfer to Charter School	45,754			(45,754)		(45,754)
Unallocated Depreciation	596,649			(596,649)		(596,649)
Total Governmental Activities	19,497,788	216,742	3,343,760	(15,937,286)		(15,937,286)

BYRAM TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

Functions/Programs	Program Revenue			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Business-Type Activities:						
Food Service	\$ 262,176	\$ 213,014	\$ 127,827		\$ 78,665	\$ 78,665
Total Business-Type Activities	262,176	213,014	127,827		78,665	78,665
Total Primary Government	\$ 19,759,964	\$ 429,756	\$ 3,471,587	\$ (15,937,286)	78,665	(15,858,621)
General Revenue:						
Taxes:						
Property Taxes, Levied for General Purposes				\$ 12,712,114		\$ 12,712,114
Federal and State Aid not Restricted				1,640,618		1,640,618
Interest Earnings & Other Miscellaneous Income				65,992	\$ 24	66,016
Total General Revenue				14,418,724	24	14,418,748
Change in Net Position				(1,518,562)	78,689	(1,439,873)
Net Position - Beginning				16,622,281	174,013	16,796,294
Net Position - Ending				\$ 15,103,719	\$ 252,702	\$ 15,356,421

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT



FUND FINANCIAL STATEMENTS

BYRAM TOWNSHIP SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2024

	General Fund	Special Revenue Fund	Total Governmental Funds
ASSETS:			
Cash and Cash Equivalents	\$ 1,294,880		\$ 1,294,880
Interfund Receivable	659,620		659,620
Receivables From State Government	430,255		430,255
Receivables From Federal Government		\$ 659,770	659,770
Other Receivables	15,521		15,521
Restricted Cash and Cash Equivalents	3,818,797	104,731	3,923,528
Total Assets	<u>\$ 6,219,073</u>	<u>\$ 764,501</u>	<u>\$ 6,983,574</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Accounts Payable	\$ 279,273	\$ 150	\$ 279,423
Interfund Payable		659,620	659,620
Total Liabilities	<u>279,273</u>	<u>659,770</u>	<u>939,043</u>
Fund Balances:			
Restricted:			
Capital Reserve Account	2,737,867		2,737,867
Maintenance Reserve Account	990,155		990,155
Excess Surplus - Restricted For 2025-2026	657,821		657,821
Excess Surplus - Restricted For 2024-2025	500,000		500,000
Unemployment Compensation	90,775		90,775
Student Activities		104,731	104,731
Assigned:			
Year End Encumbrances	285,480		285,480
For Subsequent Year's Expenditures	203,878		203,878
Unassigned	473,824		473,824
Total Fund Balances	<u>5,939,800</u>	<u>104,731</u>	<u>6,044,531</u>
Total Liabilities and Fund Balances	<u>\$ 6,219,073</u>	<u>\$ 764,501</u>	<u>\$ 6,983,574</u>

BYRAM TOWNSHIP SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2024  
(Continued)

Amounts Reported for *Governmental Activities* in the Statement of Net Position (A-1) are different because:

Total Fund Balances - Governmental Funds (Above)	\$ 6,044,531
Capital assets used in Governmental Activities are not financial resources and are not reported in the Funds.	13,127,071
Long-Term Liabilities are not due and payable in the current period and therefore are not reported as liabilities in the Funds.	(2,073,408)
The Net Pension Liability for PERS is not Due and Payable in the Current Period and is not reported in the Governmental Funds.	(1,609,927)
Certain Amounts Related to the Net Pension Liability are Deferred and Amortized in the Statement of Activities and are not Reported in the Governmental Funds.	
Deferred Outflows	32,983
Deferred Inflows	<u>(417,531)</u>
Net Position of Governmental Activities	<u><u>\$ 15,103,719</u></u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

BYRAM TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	General Fund	Special Revenue Fund	Total Governmental Funds
REVENUES:			
Local Sources:			
Local Tax Levy	\$ 12,712,114		\$ 12,712,114
Tuition from Individuals	95,043		95,043
Rents and Royalties	6,671		6,671
Other Restricted Miscellaneous Revenue	16,304	\$ 121,699	138,003
Unrestricted Miscellaneous Revenue	43,017		43,017
Total - Local Sources	12,873,149	121,699	12,994,848
State Sources	6,366,569		6,366,569
Federal Sources		453,385	453,385
Total Revenues	19,239,718	575,084	19,814,802
EXPENDITURES:			
Current:			
Regular Instruction	4,335,913	239,331	4,575,244
Special Education Instruction	1,364,878	214,054	1,578,932
Other Special Instruction	430,105		430,105
School-Sponsored/Other Instruction	79,566		79,566
Support Services and Undistributed Costs:			
Tuition	294,757		294,757
Student and Other Instruction Related Services	1,838,847	95,043	1,933,890
General Administration Services	388,431		388,431
School Administration Services	444,129		444,129
Central Services	303,501		303,501
Administrative Information Technology	87,275		87,275
Plant Operations and Maintenance	1,487,521		1,487,521
Student Transportation	1,148,214		1,148,214
Unallocated Benefits	6,211,086		6,211,086
Capital Outlay	238,979		238,979
Transfer of Funds to Charter School	45,754		45,754
Total Expenditures	18,698,956	548,428	19,247,384
Excess/(Deficit) of Revenue Over/(Under) Expenditures	540,762	26,656	567,418
Fund Balance - July 1	5,399,038	78,075	5,477,113
Fund Balance - June 30	\$ 5,939,800	\$ 104,731	\$ 6,044,531

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

Total Net Change in Fund Balances - Governmental Funds (from Exhibit B-2)	\$ 567,418
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Amounts Reported for Governmental Activities in the Statement of Activities (Exhibit 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 Expense differed from Capital Outlays in the period.

Depreciation Expense	\$	(722,044)
Capital Outlays		<u>177,483</u>
		(544,561)

The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:

Changes in Net Pension Liability	317,160
Changes in Deferred Outflows	(104,906)
Changes in Deferred Inflows	<u>47,205</u>
	259,459

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

to the reconciliation (+)	(1,800,878)
Change in Net Position (Exhibit A-2)	\$ (1,518,562)

BYRAM TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2024

	Business-type Activities - Enterprise Funds <u>Food Service</u>
<u>ASSETS:</u>	
Current Assets:	
Cash and Cash Equivalents	\$ 226,054
Intergovernmental Accounts Receivable:	
State	1,076
Federal	9,798
Inventories	<u>8,600</u>
Total Current Assets	<u>245,528</u>
Non-Current Assets:	
Capital Assets	276,346
Less: Accumulated Depreciation	<u>(263,596)</u>
Total Non-Current Assets	<u>12,750</u>
Total Assets	<u>258,278</u>
<u>LIABILITIES:</u>	
Current Liabilities:	
Unearned Revenue:	
Prepaid Meals	4,023
Donated Commodities	<u>1,553</u>
Total Liabilities	<u>5,576</u>
<u>NET POSITION:</u>	
Investment in Capital Assets	12,750
Unrestricted	<u>239,952</u>
Total Net Position	<u><u>\$ 252,702</u></u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE  
AN INTEGRAL PART OF THIS STATEMENT

BYRAM TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Business-type Activities - Enterprise Funds Food Service
Operating Revenue:	
Local Sources:	
Daily Sales:	
Reimbursable Programs	\$ 156,675
Non-Reimbursable Programs	56,339
	<hr/>
Total Operating Revenue	213,014
	<hr/>
Operating Expenses:	
Cost of Sales:	
Reimbursable Programs	88,165
Non-Reimbursable Programs	23,112
Salaries	91,809
Benefits and Payroll Taxes	27,653
Supplies, Insurance & Other Costs	21,217
Management Fee	9,280
Depreciation Expense	940
	<hr/>
Total Operating Expenses	262,176
	<hr/>
Operating Loss	(49,162)
Non-Operating Income:	
Local Sources:	
Interest Income	24
State Sources:	
State School Lunch Program	5,797
Federal Sources:	
National School Lunch Program	50,961
COVID 19 - Pandemic Electronic Benefit Transfer (P-EBT)	653
Supply Chain Assistance (SCA) Funding	52,249
Food Distribution Program	18,167
	<hr/>
Total Non-Operating Income	127,851
	<hr/>
Change in Net Position	78,689
Net Position - Beginning of Year	174,013
	<hr/>
Net Position - End of Year	\$ 252,702
	<hr/> <hr/>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE  
AN INTEGRAL PART OF THIS STATEMENT

BYRAM TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Business-type Activities - Enterprise Funds Food Service
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 209,168
Payments to Food Service Contractor	(223,506)
Payments to Suppliers	(21,496)
Net Cash (Used for) Operating Activities	(35,834)
Cash Flows from Investing Activities:	
Interest Income	24
Net Cash Provided by Investing Activities	24
Cash Flows from Capital and Related Financing Activities:	
Purchase of Capital Assets	(5,341)
Net Cash Used for Capital and Related Financing Activities	(5,341)
Cash Flows from Noncapital Financing Activities:	
Interfund Returned - General Fund	2,302
State Sources	5,009
Federal Sources	70,883
Net Cash Provided by Noncapital Financing Activities	78,194
Net Increase in Cash and Cash Equivalents	37,043
Cash and Cash Equivalents, July 1	189,011
Cash and Cash Equivalents, June 30	\$ 226,054
Reconciliation of Operating Loss to Net Cash	
Used for Operating Activities:	
Operating Loss	\$ (49,162)
Adjustment to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Depreciation	940
Food Distribution Program	18,167
Changes in Assets and Liabilities:	
(Decrease) in Unearned Revenue - Prepaid Meals	(4,172)
Increase in Unearned Revenue - Donated Commodities	326
(Decrease) in Accounts Payable	(720)
(Increase) in Inventory	(1,213)
Net Cash Used for Operating Activities	\$ (35,834)

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$18,493 and utilized U.S.D.A. Commodities valued at \$18,167.

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE  
AN INTEGRAL PART OF THIS STATEMENT



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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity:

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

Governmental Accounting Standards Board ("GASB") Codification Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A legally separate, tax-exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents. (2) The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization. (3). The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation:

District-Wide Financial Statements:

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

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function. Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements:

During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds. Separate statements for each fund category - governmental, and proprietary - are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No. 34, paragraph 76. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

The District reports the following governmental funds:

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

As required by NJDOE, the District includes budgeted capital outlay in this fund. GAAP, as it pertains to governmental entities, states that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenue. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to current expense by Board resolution.

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

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Presentation: (Cont'd)

Capital Projects Fund: The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets, lease of assets or subscription assets (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election, funds appropriated from the General Fund, and from aid provided by the state to offset the cost of approved capital projects.

Debt Service Fund: The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

The District reports the following proprietary fund:

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

C. Measurement Focus and Basis of Accounting

The District-wide financial statements and the proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenue is recognized when measurable and available. The District considers all revenue reported in the governmental funds to be available if the revenue is collected within sixty days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. Capital asset, lease asset or subscription asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under financed purchases are reported as other financing sources.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus and Basis of Accounting (Cont'd)

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

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

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the General, and Special Revenue. The budget for the fiscal year ended June 30, 2024 was submitted to the County office and approved by a vote of the Board of Education. 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. 6:20-2A.2(m)1. All budget amendments/transfers must be made by school board resolution. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budget during the year).

Formal budgetary integration into the accounting system is employed as a management control device during the year. For Governmental Funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of 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 except for Student Activities. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

The General Fund budgetary revenue differs from GAAP revenue due to a difference in recognition of the last two state aid payments for the current year. Since the State is recording the two last state aid payments in the subsequent fiscal year, the District cannot recognize these payments in the GAAP financial statements.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

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

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 19,244,220	\$ 575,084
Prior Year State Aid Payments Recognized for GAAP Basis	231,231	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	<u>(235,733)</u>	
Total Revenues as Reported on the Statement of Revenues,		
Expenditures & Changes in Fund Balances - Governmental Funds.	<u>\$ 19,239,718</u>	<u>\$ 575,084</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	<u>\$ 18,698,956</u>	<u>\$ 548,428</u>
Total Expenditures as Reported on the Statement of Revenue,		
Expenditures, & Changes in Fund Balances - Governmental Funds	<u>\$ 18,698,956</u>	<u>\$ 548,428</u>

E. Cash and Cash Equivalents:

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

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

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

(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

E. Cash and Cash Equivalents (Cont'd)

New Jersey school districts are limited as to the type of investments and types of financial institutions they may invest in. New Jersey Statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured.

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

F. Interfund Transactions:

Transfers between Governmental and Business-type activities on the District-wide statements are reported in the same manner as general revenues. 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 the enterprise fund. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

On fund financial statements, short-term interfund loans are classified as interfund receivables/payables. These amounts are eliminated in the statement of net position, except for amounts due between Governmental and Business-type activities, which are presented as internal balances.

G. Allowance for Uncollectible Accounts:

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

H. 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 restricted, committed and/or 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 District has received advances are reflected in the balance sheet 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.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

I. Short-term Interfund Receivables/Payables:

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

J. Inventories and Prepaid Expenses:

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

Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2024.

K. Capital Assets:

During the year ended June 30, 1994, the District established a formal system of accounting for its capital assets. Capital assets acquired or constructed subsequent to June 30, 1994, are recorded at historical cost including ancillary charges necessary to place the asset into service. Capital assets acquired or constructed prior to the establishment of the formal system are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Land has been recorded at estimated historical cost. Donated capital assets are valued at acquisition value. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. Capital assets have been reviewed for impairment.

The capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is \$2,000. The depreciation method is straight-line. The estimated useful lives of capital assets reported in the District-wide statements and proprietary funds are as shown below:

	<u>Estimated Useful Life</u>
Buildings and Building Improvements	50 years
Site Improvements	20 years
Machinery and Equipment	5 to 15 years

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

L. Lease Assets:

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

M. Subscription Assets

Intangible right-to-use subscription assets are subscription-based information technology arrangements (SBITAs) with subscription terms of more than one year. The value of subscription assets is determined by the sum of the subscription liability and payments made to the SBITA vendor, including capitalizable initial implementation costs, before the commencement date of the subscription term.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

N. Long Term Liabilities:

In the government-wide and enterprise fund statements of net position, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or enterprise funds. Bond premium and discounts are reported as deferred charges and amortized over the term of the related debt using the straight-line method of amortization. In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

O. Accrued Salaries and Wages:

The District allows employees who provide services to the District over a ten-month academic year the option to have their salaries evenly disbursed during the entire twelve month year; therefore, there were \$162,711 of accrued salaries and wages as of June 30, 2024.

P. Compensated Absences:

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by GASB. A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits.

District employees are granted varying amounts of vacation and sick leave in accordance with the District's employee contracts/agreements. Upon termination, employees are paid for accrued vacation. The District's 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 District for the unused sick leave in accordance with the District's agreements with the various employee contracts/agreements.

In the district-wide *Statement of Net Position*, the liabilities whose average maturities are greater than one year should be reported in two components – the amount due within one year and the amount due in more than one year.

Q. Lease Payable:

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

R. Subscription Payable

In the district-wide financial statements, subscription payables are reported as liabilities in the Statement of Net Position. In the governmental Fund financial statements, the present value of subscription payments at the District's incremental borrowing rate over the subscription term is reported as other financing sources.

S. Unearned Revenue:

Unearned revenue in the special revenue fund represents cash which has been received but not yet earned. See Note 1(D) regarding the special revenue fund.



BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

T. Fund Balance Appropriated:

General Fund: Of the \$5,939,800 General Fund balance at June 30, 2024, \$2,737,867 is restricted for the capital reserve account; \$990,155 is restricted for maintenance reserve account; \$500,000 is restricted for excess surplus that was utilized to support the 2024-2025 budget; \$657,821 is restricted for excess surplus that will be utilized to support the 2025-2026 budget; \$90,775 is restricted for unemployment compensation; \$285,480 is assigned for year-end encumbrances; \$203,878 is assigned and has been appropriated and included as anticipated revenue for the fiscal year ending June 30, 2025; and \$473,824 of unassigned fund balance (which is \$235,733 less than the calculated maximum unassigned fund balance, on a Budgetary basis, due to the final state aid payments, which are not recognized until the fiscal year ended June 30, 2025).

Special Revenue Fund: The \$104,731 fund balance in the Special Revenue Fund fund balance at June 30, 2024 is restricted for Student Activities.

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, C.73 (S1701), the designation for Restricted Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The District has excess surplus as noted above.

The District's fund balance in the General Fund is less on a GAAP basis than the budgetary basis by \$235,733 in unassigned fund balance, as reported in the fund statements (modified accrual basis). P.L. 2003, C.97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the related state aid payment as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the last two state aid payments in the subsequent fiscal year, the school district cannot recognize the last two state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the final two state aid payments and not the fund balance reported on the fund statement which excludes the last two state aid payments.

U. Deficit Net Position:

The District has a deficit in unrestricted net position of \$3,104,701 which is primarily a result of the compensated absences payable, net pension liability and related deferred inflows and outflows. The deficit does not indicate that the District is in financial difficulties and is a permitted practice under generally accepted accounting principles.

V. Net Position:

Net Position is the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

V. Net Position: (Cont'd)

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District had deferred outflows and inflows of resources at June 30, 2024 for pensions.

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

The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, lease assets, net of accumulated amortization, and subscription assets, net of accumulated amortization reduced by the outstanding balances of borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also would be included in this component of net position.

The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

The unrestricted component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

W. Fund Balance Restrictions, Commitments and Assignments:

The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. The committed fund balance classification includes amounts that can be used only for the specific purposes determined for a formal action of the District's highest level of decision-making authority. Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Unassigned fund balance is the residual classification for the District's General Fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classifications should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts have been restricted, committed or assigned.

Fund balance restrictions have been established for excess surplus, capital projects, maintenance, unemployment compensation, and student activities.

The District Board of Education has the responsibility to formally commit resources for specific purposes through a motion or a resolution passed by a majority of the members of the Board of Education at a public meeting of that governing body. The Board of Education must also utilize a formal motion or a resolution passed by a majority of the members of the Board of Education at a public meeting of that governing body in order to remove or change the commitment of resources. The District has no fund balance commitments at June 30, 2024.

The assignment of resources is generally made by the District Board of Education through a motion or a resolution passed by a majority of the members of the Board of Education. These resources are intended to be used for a specific purpose. The process is not as restrictive as the commitment of resources and the Board of Education may allow an official of the District to assign resources through policies adopted by the Board of Education. The District has assigned resources for year-end encumbrances and for amounts designated for subsequent year's expenditures in the General Fund at June 30, 2024.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

X. Revenue - Exchange and Nonexchange Transactions:

Revenue, resulting from exchange transactions in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means within sixty days of the fiscal year end.

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

Y. Operating Revenue and Expenses:

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

Z. Management Estimates:

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

AA. Pensions

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

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 2. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND DISTRICT-WIDE STATEMENTS

Due to the differences in the measurement focus and basis of accounting used on the government fund statements and district-wide statements, certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items.

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

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

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

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

Credit Risk - The District limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed in the section of this note on investments.

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

Deposits:

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

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

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

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

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

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

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

Investments:

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

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located.
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983, c.313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by local units;
- (6) Local government investment pools;
- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or
- (8) Agreements for the repurchase of fully collateralized securities if:
  - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.);
  - (b) the custody of collateral is transferred to a third party;
  - (c) the maturity of the agreement is not more than 30 days;
  - (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
  - (e) a master repurchase agreement providing for the custody and security of collateral is executed; or

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

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

Investments (Cont'd):

- (9) Deposit of funds in accordance with the following conditions:
- (a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;
  - (b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;
  - (c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;
  - (d) The designated public depository acts as custodian for the school district with respect to these deposits; and
  - (e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

As of June 30, 2024, cash and cash equivalents of the District consisted of the following:

	Cash and Cash Equivalents	Restricted Cash and Cash Equivalents	Total
Checking Accounts	<u>\$ 1,520,934</u>	<u>\$ 3,923,528</u>	<u>\$ 5,444,462</u>

The carrying amount of the Board's cash and cash equivalents at June 30, 2024, was \$5,444,462 and the bank balance was \$6,110,063. During the fiscal year ended June 30, 2024, the District did not hold any investments.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 4. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by Board resolution on June 30, 1996 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget. Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year end (June 1 to June 30) of any unanticipated revenue or unexpended line item appropriation amounts or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6:23A-5.1(d)7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its 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		\$ 2,001,610
Add:		
Transfer by Board Resolution - July 1, 2024	\$ 975,000	
Return of unexpended balance from Capital Outlay	<u>1,061,257</u>	
		<u>2,036,257</u>
		4,037,867
Less: Budget Withdrawal		<u>(1,300,000)</u>
Ending Balance, June 30, 2024		<u><u>\$ 2,737,867</u></u>

The balance in the capital reserve account at June 30, 2024 does not exceed the balance of local support costs of uncompleted capital projects in the District's Long-Range Facilities Plan ("LRFP"). Withdrawals from the capital reserve were for use in DOE approved facilities projects consistent with the District's LRFP.

NOTE 5. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account in the amount of \$100,000 was established by the Byram Township School District during the fiscal year ended June 30, 2017. The funds for the establishment of this reserve were withdrawn from unassigned general fund balance. These funds are restricted to be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building.

Pursuant to N.J.A.C. 6A:26A-4.2 funds may be deposited into the maintenance reserve account at any time by board resolution to meet the required maintenance of the district by transferring unassigned general fund balance or by transferring unassigned general fund balance that is anticipated to be deposited during the current year in the advertised recapitulation of balances of the subsequent year's budget that is certified for taxes. Funds may be withdrawn from the maintenance reserve account and appropriated into the required maintenance account lines at budget time or any time during the year by board resolution for use on required maintenance activities by school facility as reported in the comprehensive maintenance plan.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 5. MAINTENANCE RESERVE ACCOUNT (Cont'd)

Funds withdrawn from the maintenance reserve account are restricted to required maintenance appropriations and may not be transferred to any other line-item account. In any year that maintenance reserve account funds are withdrawn, unexpended required maintenance appropriations, up to the amount of maintenance reserve account funds withdrawn, shall be restored to the maintenance reserve account at year-end. At no time shall the maintenance reserve account have a balance that exceeds four percent of the replacement cost of the current year of the district's school facilities. If the account exceeds this maximum amount at June 30, the excess shall be restricted and designated in the subsequent year's budget. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

Beginning Balance, July 1, 2023	\$ 765,155
Add: Transfer by Board Resolution	524,910
	<u>1,290,065</u>
Less:	
Budgeted Withdrawal	(150,000)
Board Approved Transfer	<u>(149,910)</u>
	<u>(299,910)</u>
Ending Balance, June 30, 2024	<u><u>\$ 990,155</u></u>

NOTE 6. CAPITAL ASSETS

Capital asset balances and activity for the year ended June 30, 2024 were as follows:

	Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Governmental Activities:				
Capital Assets not Being Depreciated:				
Sites (Land)	\$ 2,136,587			\$ 2,136,587
Construction in Progress				
Total Capital Assets Not Being Depreciated	<u>2,136,587</u>			<u>2,136,587</u>
Capital Assets Being Depreciated:				
Site Improvements	1,609,952			1,609,952
Buildings and Building Improvements	22,713,465	\$ 177,483		22,890,948
Machinery and Equipment	3,675,503			3,675,503
Total Capital Assets Being Depreciated	<u>27,998,920</u>	<u>177,483</u>		<u>28,176,403</u>
Governmental Activities Capital Assets	<u>30,135,507</u>	<u>177,483</u>		<u>30,312,990</u>
Less Accumulated Depreciation for:				
Site Improvements	(1,130,179)	(43,257)		(1,173,436)
Buildings and Building Improvements	(12,212,423)	(571,405)		(12,783,828)
Machinery and Equipment	(3,121,273)	(107,382)		(3,228,655)
	<u>(16,463,875)</u>	<u>(722,044)</u>		<u>(17,185,919)</u>
Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u><u>\$ 13,671,632</u></u>	<u><u>\$ (544,561)</u></u>	<u><u>\$ -0-</u></u>	<u><u>\$ 13,127,071</u></u>



BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 6. CAPITAL ASSETS (Cont'd)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Adjustments/ Decreases</u>	<u>Ending Balance</u>
Business Type Activities:				
Capital Assets Being Depreciated:				
Machinery and Equipment	\$ 271,005	\$ 5,341		\$ 276,346
Less Accumulated Depreciation	<u>(262,656)</u>	<u>(940)</u>		<u>(263,596)</u>
Business Type Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 8,349</u>	<u>\$ 4,401</u>	<u>\$ -0-</u>	<u>\$ 12,750</u>

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 72,205
General Administrative Services	13,017
Operation and Maintenance of Plant	22,549
Student Transportation Services	17,624
Unallocated	<u>596,649</u>
Total	<u>\$ 722,044</u>

NOTE 7. LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2024, the following changes occurred in liabilities reported in the District-wide financial statements:

	<u>Beginning Balance</u>	<u>Accrued</u>	<u>Retired</u>	<u>Ending Balance</u>
Compensated Absences Payable	\$ 272,530	\$ 1,863,871	\$ 62,993	\$ 2,073,408
Net Pension Liability	<u>1,927,087</u>		<u>317,160</u>	<u>1,609,927</u>
Total Long Term Liabilities	<u>\$ 2,199,617</u>	<u>\$ 1,863,871</u>	<u>\$ 380,153</u>	<u>\$ 3,683,335</u>

A. Bonds Authorized But Not Issued:

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

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 7. LONG-TERM LIABILITIES (Cont'd)

B. Compensated Absences

The liability for compensated absences of the governmental fund types is recorded in the current long-term portions. The current portion of the compensated absences balance of the governmental funds is \$-0- and the long-term portion of compensated absences is \$2,073,408. The General Fund will be used to liquidate Compensated Absences Payable.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2024, no liability existed for compensated absences in the Food Service Fund.

C. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in current and long-term portions and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2024 is \$-0- and the long-term portion is \$1,609,927 See Note 9 for further information on the PERS.

NOTE 8. TRANSFERS TO CAPITAL OUTLAY

During the fiscal year ended June 30, 2024, the District transferred \$238,979 to the Capital Outlay accounts for facilities acquisition and construction services which the required County Superintendent approval was obtained.

NOTE 9. PENSION PLANS

Substantially all of the Board's employees participate in one of the two contributory, defined benefit public employee retirement systems: the Teachers' Pension and Annuity Fund (TPAF) or the Public Employee's Retirement System (PERS) of New Jersey; or the Defined Contribution Retirement Program (DCRP), a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) 401(a).

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 the PERS, please refer to the Division's annual financial statements which can be found at [www.state.nj.us/treasury/pensions/annual-reports.shtml](http://www.state.nj.us/treasury/pensions/annual-reports.shtml).

Benefits Provided

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

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

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Benefits Provided (Cont'd)

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

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. 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.

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.

District contributions to PERS amounted to \$148,555 for the current fiscal year. During the fiscal year ended June 30, 2023, the State of New Jersey contributed \$5,021 to the PERS for normal pension benefits on behalf of the District.

The employee contribution rate was 7.50% effective July 1, 2018

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, is 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 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 statement 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 entity's total proportionate share of the collective net pension liability that is associated with the local participating employer. In addition, each local participating employer must disclose pension expense as well as revenue associated with the employers in an amount equal to the nonemployer contributing entity's total proportionate share of the collective pension expense associated with the local participating employer.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

At June 30, 2024, the District's liability was \$1,609,927 for its proportionate share of the net pension liability. 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 District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2023, the District's proportion was 0.0111%, which was a decrease of 0.0017% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the District recognized an actual pension benefit in the amount of \$107,700 related to the District's proportionate share of the net pension liability. Additionally, for the fiscal year ended June 30, 2023, the State recognized pension expense on behalf of the District in the amount of \$5,021 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2024 financial statements.

There was no state proportionate share of net pension liability attributable to the District as of June 30, 2023.

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

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2019	5.21		\$ 8,744
	2020	5.16		79,572
	2021	5.13	\$ 3,537	
	2022	5.04		9,252
			<u>3,537</u>	<u>97,568</u>
Changes in Proportion	2019	5.21	6,639	
	2020	5.16		8,910
	2021	5.13		44,301
	2022	5.04		38,699
	2023	5.08		221,472
			<u>6,639</u>	<u>313,382</u>
Net Difference Between Projected and Actual	2020	5.00	24,932	
Investment Earnings on Pension Plan Investments	2021	5.00	(207,345)	
	2022	5.00	246,690	
	2023	5.00	(56,863)	
			<u>7,414</u>	

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	2019	5.21	\$ 669	
	2020	5.16	4,433	
	2021	5.13		\$ 2,813
	2022	5.04		3,768
	2023	5.08	10,291	
			<u>15,393</u>	<u>6,581</u>
District Contribution Subsequent to the Measurement Date	2023	1.00	148,555	
			<u>\$ 181,538</u>	<u>\$ 417,531</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts including changes in proportion and the District contribution subsequent to the measurement date) related to pensions will be recognized in the pension benefit as follows:

Fiscal Year Ending June 30,	Total
2024	\$ (84,998)
2025	(47,443)
2026	66,298
2027	(11,865)
2028	203
	<u>\$ (77,805)</u>

Actuarial Assumptions

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

Inflation Rate	
Price	2.75%
Wage	3.25%
Salary Increases:	2.75 – 6.55% based on years of service
Investment Rate of Return	7.00%

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Actuarial Assumptions (Cont'd)

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 a 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.

Long Term Expected Rate of Return

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	28.00%	8.98%
Non-U.S. Developed Market 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%

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Discount Rate

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

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

The following presents the District's proportionate share of the collective net pension liability as of June 30, 2023 calculated using the discount rate as disclosed below, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2023		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
District's proportionate share of the Net Pension Liability	\$ 2,092,317	\$ 1,609,927	\$ 1,194,422

Pension Plan Fiduciary Net Position

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

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF), is a cost-sharing multiple-employer defined benefit pension plan with a special funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. The TPAF is administered by the State of New Jersey Division of Pensions and Benefits (the Division).

For additional information about the TPAF, please refer to the Division's annual financial statements which can be found at [www.state.nj.us/treasury/pensions/annual-reports.shtml](http://www.state.nj.us/treasury/pensions/annual-reports.shtml).

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

(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Benefits Provided

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

The following represents the membership tiers for TPAF:

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

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

Contributions

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing members. 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 included 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.

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers, such as the District. 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. During the fiscal year ended 2024, the State of New Jersey contributed \$2,379,732 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required contribution of \$730,434.



BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

The employee contribution rate was 7.50% effective July 1, 2018.

At June 30, 2024, the State's proportionate share of the net pension liability associated with the District was \$29,732,205. 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 District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2023, the District's proportion was 0.0583%, which was a decrease of 0.0036% from its proportion measured as of June 30, 2022.

District's Proportionate Share of the Net Pension Liability	\$ -0-
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>29,732,205</u>
Total	<u><u>\$ 29,732,205</u></u>

For the fiscal year ended June 30, 2023, the State recognized pension expense on behalf of the District in the amount of \$730,434 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2024 financial statements.

The State reported collective deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) related to pensions from the following sources:

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

(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2016	8.30	\$ 391,340,712	
	2017	8.30		\$ 2,080,865,206
	2018	8.29		1,883,063,885
	2019	8.04		1,514,535,609
	2020	7.99	805,517,879	
	2021	7.93		9,179,534,541
	2022	7.83	82,066,487	
			<u>1,278,925,078</u>	<u>14,657,999,241</u>
Difference Between Expected and Actual Experience	2016	8.30		4,866,656
	2017	8.30	37,022,988	
	2018	8.29	330,339,649	
	2019	8.04		58,842,090
	2020	7.99		4,293,040
	2021	7.93	121,815,868	
	2022	7.83		15,372,285
	2023	7.93	169,161,907	
			<u>658,340,412</u>	<u>83,374,071</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2020	5.00	241,395,539	
	2021	5.00	(1,777,316,905)	
	2022	5.00	2,489,500,994	
	2023	6.00	(477,296,442)	
			<u>476,283,186</u>	
			<u>\$ 2,413,548,676</u>	<u>\$ 14,741,373,312</u>

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

(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

Amounts reported by the State as collective deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense excluding that attributable to employer-paid members contributions as follows:

Fiscal Year Ending June 30,	Total
2024	\$ (3,918,676,894)
2025	(3,446,016,070)
2026	(1,604,289,401)
2027	(1,742,641,843)
2028	(1,672,806,952)
Thereafter	56,606,524
	<u><u>\$ (12,327,824,636)</u></u>

Actuarial Assumptions

The total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022 which was rolled forward to June 30, 2023. This actuarial valuation used the following 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 Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and a 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

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

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

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

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

Discount Rate – TPAF

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

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

The following presents the State's proportionate share of the net pension liability associated with the District as of June 30, 2023 calculated using the discount rate as disclosed above, as well as what the State's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

	June 30, 2023		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
State's Proportionate Share of the Net Pension Liability Associated with the District	\$ 35,059,665	\$ 29,732,205	\$ 25,245,218

Pension Plan Fiduciary Net Position - TPAF

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

C. Defined Contribution Retirement Program (DCRP)

Prudential Financial jointly administers the DCRP investments with the NJ Division of Pensions and Benefits. If an employee is ineligible to enroll in the PERS or TPAF, the employee may be eligible to enroll in the DCRP. DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting is immediate upon enrollment for members of the DCRP.

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

Employers are required to contribute at an actuarially determined rate. Employee contributions are based on percentages of 5.50% for DCRP of employees' annual compensation, as defined. The DCRP was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 and expanded under the provisions of Chapter 89, P.L. 2008. Employee contributions for DCRP are matched by a 3% employer contribution.

For DCRP, the District recognized pension expense of \$12,861 for the fiscal year ended June 30, 2024. Employee contributions to DCRP amounted to \$25,148 for the year ended June 30, 2024.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 10. RISK MANAGEMENT

The District is exposed to various risks of loss related to general liability, automobile coverage; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Board has obtained insurance coverage to guard against these events to minimize the exposure to the District should they occur.

Property and Liability Insurance

The District maintains commercial insurance coverage for surety bonds. A complete schedule of insurance coverage can be found in the statistical section of this Annual Comprehensive Financial Report.

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

The Byram Township School District is a member of the School Alliance Insurance Fund (the “Fund”). This public entity risk management pool provides general liability, property and automobile coverage and workers’ compensation for its members. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report. The Fund is a risk-sharing public entity risk pool that is an insured and self-administered group of school boards established for the purpose of providing low-cost insurance for its respective members in order to keep local property taxes to a minimum.

Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for the Fund are elected.

As a member of this Fund, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of the Fund were to be exhausted, members would become responsible for their respective shares of the Fund’s liabilities. The Fund can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided among the members in the same ratio as their individual assessment related to the total assessment of the membership body.

The June 30, 2024 audit was not available as of the date of this report; however, selected, summarized financial information for the Fund as of June 30, 2023 is as follows:

	<u>School Alliance Insurance Fund</u>
Total Assets	<u>\$ 55,099,784</u>
Net Position	<u>\$ 19,896,776</u>
Total Revenue	<u>\$ 53,694,497</u>
Total Expenses	<u>\$ 54,788,356</u>
Change in Net Position	<u>\$ (1,093,859)</u>
Member Dividends	<u>\$ -0-</u>

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 10. RISK MANAGEMENT (Cont'd)

Property and Liability Insurance (Cont'd)

Financial statements for the Fund are available at the Fund's Executive Director's Office:

Public Entity Group Administrative Services  
51 Everett Drive  
Suite B-40  
West Windsor, NJ 08550

Health Benefits

The Board is a member of the Schools Health Insurance Fund ("HIF"). The HIF provides its members with Health Benefit coverage. The HIF is a risk-sharing pool that is both an insured and self-administered group of school districts established for the purpose of providing low-cost insurance coverage for their members in order to keep local property taxes at a minimum. Each member appoints an official to represent their respective district for the purpose of creating a governing body from which officers for the HIF are elected.

As a member of HIF, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of HIF were to be exhausted, members would become responsible for their respective shares of the HIF's liabilities.

HIF can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided amongst the members in the same ratio as their individual assessment relates to the total assessment of the membership body. In accordance with the Governmental Accounting Standards Board, these distributions are used to reduce the amount recorded for membership expense in the year in which the distribution was declared.

The June 30, 2024 audit report is not available as of the date of this report. Selected summarized financial information for HIF as of June 30, 2023 is as follows:

	<u>Schools Health Insurance Fund</u>
Total Assets	<u>\$ 193,919,700</u>
Net Position	<u>\$ 122,648,426</u>
Total Revenue	<u>\$ 479,446,780</u>
Total Expenses	<u>\$ 465,267,220</u>
Change in Net Position	<u>\$ 14,179,560</u>
Member Dividends	<u>\$ -0-</u>

Financial statements for the HIF are available at the HIF's Executive Director's Office:

PERMA  
9 Campus Drive, Suite 216  
Parsippany, NJ 07054

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 10. RISK MANAGEMENT (Cont'd)

New Jersey Unemployment Compensation Insurance

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method”. Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State.

The following is a summary of District contributions, employee contributions, interest earned and reimbursements to the State for benefits paid and the ending balance of the District’s expendable trust fund for the current and previous two years.

<u>Fiscal Year</u>	<u>Interest</u>	<u>Employee / District Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2023-2024	\$ 10	\$ 16,304	\$ 58,487	\$ 90,775
2022-2023	13	16,286	13,673	132,948
2021-2022	12	15,155		130,322

NOTE 11. ECONOMIC DEPENDENCY

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

NOTE 12. DEFERRED COMPENSATION

The Board 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, permit participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows:

American Funds	Lincoln National Insurance
AXA Equitable	MetLife
Fidelity Investments	VanGuard
First Investors	Washington National Insurance

NOTE 13. CONTINGENT LIABILITIES

Grant Programs

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



BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 13. CONTINGENT LIABILITIES (Cont'd)

Litigation

The District estimates that the potential claims against it resulting from any litigation not covered by insurance would not materially affect the financial statements of the District.

Encumbrances

At June 30, 2024, there were encumbrances as detailed below in the governmental funds:

General Fund	Total Governmental Funds
<u>\$ 285,480</u>	<u>\$ 285,480</u>

NOTE 14. TAX CALENDAR

Property taxes are levied as of January 1 on property values assessed as of the previous calendar year. The tax levy is divided into two billings. The first billing is an estimate of the current year's levy based on the prior year's taxes. The second billing reflects adjustments to the current year's actual levy. The final tax bill is usually mailed on or before June 14th, along with the first half estimated tax bills for the subsequent year. The first half estimated taxes are divided into two due dates, February 1 and May 1. The final tax bills are also divided into two due dates, August 1 and October 20. A ten-day grace period is usually granted before the taxes are considered delinquent and there is an imposition of interest charges. A penalty may be assessed for any unpaid taxes in excess of \$10,000 at December 31 of the current year. Unpaid taxes of the current and prior year may be placed in lien at a tax sale held after December 10.

Taxes are collected by the constituent municipality and are remitted to the local School District on a predetermined mutually agreed-upon schedule.

NOTE 15. INTERFUND RECEIVABLE AND PAYABLE

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 659,620	
Special Revenue Fund		\$ 659,620
	<u>\$ 659,620</u>	<u>\$ 659,620</u>

The interfund between the General Fund and the Special Revenue Fund is due to a deficit in cash and cash equivalents in the Special Revenue Fund. The deficit is due to the timing between expenditure and reimbursement of federal grant funds from the State.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 16. ACCOUNTS PAYABLE

Accounts payable recorded in the District's Governmental and Business-Type Activities as of June 30, 2024 consisted of the following:

	<u>Governmental Funds</u>			District Contribution Subsequent to the Measurement Date	Total Governmental Activities
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total Governmental Funds</u>		
Vendors	\$ 115,133	\$ 150	\$ 115,283		\$ 115,283
Payroll Deductions & Withholdings	1,429		1,429		1,429
Accrued Salaries and Wages	162,711		162,711		162,711
State of New Jersey				\$ 148,555	148,555
	<u>\$ 279,273</u>	<u>\$ 150</u>	<u>\$ 279,423</u>	<u>\$ 148,555</u>	<u>\$ 427,978</u>

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

State Health Benefit Program Fund – Local Education Retired Employees Plan

General Information about the OPEB Plan

Plan Description and Benefits Provided

The District is in a “special funding situation”, as described in GASB Codification Section P50, in that OPEB contributions and expenses are legally required to be made by and are the sole responsibility of the State of New Jersey, not the District.

The State of New Jersey reports a liability as a result of its statutory requirements to pay other post-employment (health) benefits for the 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 Benefits 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 years or more 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.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (Cont'd)

General Information about the OPEB Plan (Cont'd)

Plan Description and Benefits Provided (Cont'd)

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

For additional information about the State Health Benefit Local Education Retired Education Plan, please refer to the Division's annual financial statements which can be found at <https://www.state.nj.us/treasury/pensions/gasb-notices-opeb.shtml>.

Employees Covered by Benefit Terms

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

Current Retirees Plan Members and Spouses of Retirees Currently Receiving Benefit Payments	152,383
Active Plan Members	<u>217,212</u>
Total	<u><u>369,595</u></u>

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2023 was determined by an actuarial valuation as of June 30, 2022, which was rolled forward to June 30, 2023.

Actuarial Assumptions and Other Inputs

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%	2.75 - 6.55%	3.25 - 16.25%
	based on years of service	based on years of service	based on years of service

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

100% of active employees are considered to participate in the Plan upon retirement.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (Cont'd)

Mortality Rates

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

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 is increasing to 14.8% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend is increasing to 17.4% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.50% and decreases to a 4.50% long term 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 rate as chosen by the State of New Jersey Division of Pensions and Benefits. The source is the Bond Buyer Go 20-Bond Municipal bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Changes in the State’s Proportionate Share of the Total OPEB Liability Associated with the District

	<u>Total OPEB Liability</u>
Balance at June 30, 2022	\$ 31,846,863
Changes for Year:	
Service Cost	1,204,397
Interest on the Total OPEB Liability	1,137,420
Changes of Assumptions	65,095
Difference in Expected and Actual Experience	(1,100,434)
Gross Benefit Payments by the State	(886,638)
Contributions from Members	29,148
Net Changes in Total OPEB Liability	<u>448,988</u>
Balance at June 30, 2023	<u><u>\$ 32,295,851</u></u>

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (Cont'd)

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

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2023, calculated using the discount rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District 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:

	June 30, 2023		
	At 1% Decrease (2.65%)	At Discount Rate (3.65%)	At 1% Increase (4.65%)
Total OPEB Liability Attributable to the District	\$ 37,861,341	\$ 32,295,851	\$ 27,827,409

Sensitivity of the Total Nonemployer OPEB Liability Attributable to the District to Changes in the Healthcare Trend Rate

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2023, calculated using the healthcare trend rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were 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
Total OPEB Liability Attributable to the District	\$ 26,810,535	\$ 32,295,851	\$ 39,473,401

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

For the fiscal year ended June 30, 2024 the District recognized OPEB expense of \$468,784 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

In accordance with GASB Codification Section P50, as the District's proportionate share of the OPEB liability is \$-0-, there is no recognition of the allocation of the proportionate share of the deferred inflows and outflows of resources.

At June 30, 2023, the State had deferred outflows of resources and deferred inflows of resources related to OPEB associated with the District from the following sources.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired Employees Plan (Cont'd)

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

	Deferral Year	Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		\$ 1,163,741
	2018	9.51		1,204,577
	2019	9.29	\$ 177,213	
	2020	9.24	4,332,544	
	2021	9.24	24,659	
	2022	9.13		6,544,182
	2023	9.30	58,095	
			<u>4,592,511</u>	<u>8,912,500</u>
Differences between Expected and Actual Experience	2018	9.51		1,138,700
	2019	9.29		2,085,798
	2020	9.24	4,038,101	
	2021	9.24		4,742,219
	2022	9.13	673,956	
	2023	9.30		539,688
			<u>4,712,057</u>	<u>8,506,405</u>
Changes in Proportion	N/A	N/A	<u>13,032</u>	<u>1,760,919</u>
			<u>\$ 9,317,600</u>	<u>\$ 19,179,824</u>

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

Fiscal Year Ending June 30,	Total
2024	\$ (1,610,563)
2025	(1,610,563)
2026	(1,399,806)
2027	(825,273)
2028	(168,923)
Thereafter	<u>(2,499,209)</u>
	<u>\$ (8,114,337)</u>

SCHEDULES OF REQUIRED  
SUPPLEMENTARY INFORMATION

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

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
District's proportion of the net pension liability	0.0159627975%	0.0147297098%	0.0146588355%	0.0142650013%	0.0130449393%	0.0137720008%	0.0135959650%	0.0131067264%	0.0127694582%	0.0111149248%
District's proportionate share of the net pension liability	\$ 2,988,672	\$ 3,306,525	\$ 4,341,527	\$ 3,320,664	\$ 2,568,484	\$ 2,481,506	\$ 2,217,146	\$ 1,552,688	\$ 1,927,087	\$ 1,609,927
District's covered employee payroll	\$ 630,487	\$ 629,695	\$ 588,369	\$ 967,398	\$ 939,074	\$ 976,702	\$ 933,447	\$ 923,861	\$ 913,198	\$ 918,938
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	474.03%	525.10%	737.89%	343.26%	273.51%	254.07%	237.52%	168.07%	211.03%	175.19%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	62.91%	65.23%



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

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually required contribution	\$ 131,595	\$ 126,636	\$ 140,156	\$ 148,524	\$ 130,328	\$ 134,579	\$ 148,733	\$ 153,495	\$ 161,029	\$ 148,555
Contributions in relation to the contractually required contribution	(131,595)	(126,636)	(140,156)	(148,524)	(130,328)	(134,579)	(148,733)	(153,495)	(161,029)	(148,555)
Contribution deficiency/(excess)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
District's covered employee payroll	\$ 629,695	\$ 588,369	\$ 967,398	\$ 939,074	\$ 976,702	\$ 933,447	\$ 923,861	\$ 913,198	\$ 918,938	\$ 854,977
Contributions as a percentage of covered employee payroll	20.90%	21.52%	14.49%	15.82%	13.34%	14.42%	16.10%	16.81%	17.52%	18.88%

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

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
State's proportion of the net pension liability attributable to the District	0.0624075042%	0.0646772711%	0.0643216343%	0.0635593330%	0.0662089399%	0.0665541046%	0.0673986827%	0.0656890711%	0.0618500407%	0.0582611210%
State's proportionate share of the net pension liability attributable to the District	\$ 33,554,780	\$ 40,878,797	\$ 50,599,493	\$ 42,854,009	\$ 42,120,705	\$ 40,844,882	\$ 44,381,222	\$ 31,580,145	\$ 31,911,167	\$ 29,732,205
District's covered employee payroll	\$ 6,371,844	\$ 6,295,209	\$ 6,674,117	\$ 6,749,482	\$ 7,215,219	\$ 7,270,298	\$ 7,070,675	\$ 6,759,038	\$ 6,651,019	\$ 6,499,501
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	526.61%	649.36%	758.15%	634.92%	583.78%	561.80%	627.68%	467.23%	479.79%	457.45%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.23%	25.41%	26.49%	26.95%	24.60%	35.52%	32.29%	34.68%

BYRAM TOWNSHIP SCHOOL DISTRICT  
 REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
 SCHEDULE OF STATE'S CONTRIBUTIONS - ATTRIBUTABLE TO THE DISTRICT  
 TEACHERS' PENSION AND ANNUITY FUND  
 LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually required contribution	\$ 1,794,800	\$ 2,496,019	\$ 3,801,848	\$ 2,968,708	\$ 2,455,490	\$ 2,409,140	\$ 2,759,813	\$ 743,095	\$ 858,819	\$ 730,434
Contributions in relation to the contractually required contribution	(326,200)	(490,548)	(689,920)	(975,024)	(1,308,959)	(1,478,311)	(1,909,502)	(2,546,153)	(2,381,749)	(2,379,732)
Contribution deficiency/(excess)	\$ 1,468,600	\$ 2,005,471	\$ 3,111,928	\$ 1,993,684	\$ 1,146,531	\$ 930,829	\$ 850,311	\$ (1,803,058)	\$ (1,522,930)	\$ (1,649,298)
District's covered employee payroll	\$ 6,295,209	\$ 6,674,117	\$ 6,749,482	\$ 7,215,219	\$ 7,270,298	\$ 7,070,675	\$ 6,759,038	\$ 6,651,019	\$ 6,499,501	\$ 6,576,239
Contributions as a percentage of covered employee payroll	28.51%	7.35%	10.22%	13.51%	18.00%	20.91%	28.25%	38.28%	36.65%	36.19%

BYRAM TOWNSHIP SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF CHANGES IN THE STATE'S PROPORTIONATE SHARE OF  
THE TOTAL OPEB LIABILITY ASSOCIATED WITH THE DISTRICT AND RELATED RATIOS  
LAST SEVEN FISCAL YEARS

	Fiscal Year Ending						
	2017	2018	2019	2020	2021	2022	2023
Total OPEB Liability							
Service Cost	\$ 1,479,869	\$ 1,228,873	\$ 1,059,728	\$ 1,154,449	\$ 2,002,217	\$ 1,609,063	\$ 1,204,397
Interest Cost	1,111,094	1,285,481	1,193,109	976,221	983,606	843,977	1,137,420
Changes of Benefit Terms					(40,358)		
Changes in Assumptions	(4,638,559)	(3,462,140)	404,151	8,039,850	37,408	(8,543,207)	65,095
Difference in Expected and Actual Experience		(3,167,943)	(4,913,519)	7,480,622	(8,330,256)	829,215	(1,100,434)
Member Contributions	29,906	27,882	24,665	23,225	25,146	26,819	29,148
Gross Benefit Payments	(812,166)	(806,731)	(832,070)	(766,248)	(774,806)	(835,984)	(886,638)
Net Change in Total OPEB Liability	(2,829,856)	(4,894,578)	(3,063,936)	16,908,119	(6,097,043)	(6,070,117)	448,988
Total OPEB Liability - Beginning	37,894,274	35,064,418	30,169,840	27,105,904	44,014,023	37,916,980	31,846,863
Total OPEB Liability - Ending	<u>\$ 35,064,418</u>	<u>\$ 30,169,840</u>	<u>\$ 27,105,904</u>	<u>\$ 44,014,023</u>	<u>\$ 37,916,980</u>	<u>\$ 31,846,863</u>	<u>\$ 32,295,851</u>
District's Covered Employee Payroll *	\$ 7,262,486	\$ 7,716,880	\$ 8,154,293	\$ 8,247,000	\$ 8,004,122	\$ 7,682,899	\$ 7,564,217
Total OPEB Liability as a Percentage of Covered Employee Payroll	483%	395%	332%	534%	474%	415%	427%

\* - Covered payroll for the fiscal years ending June 30, 2017 - 2023 are based on the payroll on the June 30, 2016 - 2022 census data.

Note: This schedule does not contain ten years of information as GASB No. 75 was implemented during the fiscal year ended June 30, 2018.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

There were none.

B. TEACHERS' PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

In the July 1, 2022 actuarial valuation the salary increases were 2.75 – 4.25% based on years of service while in the July 1, 2021 actuarial valuation the salary increases were 2.75% – 5.65% based on years of service.

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEN PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate for June 30, 2023 was 3.65%. The discount rate for June 30, 2022 was 3.54%, a change of .11%.

The health care trend rates in the valuation as of June 30, 2023 were based on the following:

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

The health care trend rates in the valuation as of June 30, 2022 were based on the following:

For pre-Medicare medical benefits, the trend rate is initially 6.25% and decreases to a 4.50% long term trend rate after eight years. For post-65 medical benefits PPO, the trend is initially -1.99% in fiscal year 2023, increasing to 13.44% in fiscal year 2026 and decreases to 4.5% in fiscal year 2033. For HMO the trend is initially -3.54% in fiscal year 2023, increasing to 15.19% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 8.00% and decreases to a 4.50% long term rate after eight years.

BUDGETARY COMPARISON SCHEDULES

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues from Local Sources:					
Local Tax Levy	\$ 12,712,114		\$ 12,712,114	\$ 12,712,114	
Tuition From Individuals	75,000		75,000	95,043	\$ 20,043
Rents and Royalties	5,500		5,500	6,671	1,171
Unrestricted Miscellaneous Revenues	3,679		3,679	43,017	39,338
Other Restricted Miscellaneous Revenues				16,304	16,304
Total Revenues from Local Sources	12,796,293		12,796,293	12,873,149	76,856
Revenues from State Sources:					
School Choice Aid	439,824		439,824	439,824	
Categorical Transportation Aid	232,137		232,137	232,137	
Extraordinary Aid				389,660	389,660
Categorical Special Education Aid	542,873		542,873	542,873	
Equalization Aid	1,133,427		1,133,427	1,133,427	
Categorical Security Aid	70,573		70,573	70,573	
Excess Nonpublic School Transportation Costs				16,833	16,833
TPAF Post Retirement Contributions (Non-Budgeted)				655,062	655,062
TPAF Pension Contributions (Non-Budgeted)				2,379,732	2,379,732
TPAF Non-Contributory Insurance (Non-Budgeted)				27,140	27,140
TPAF Long-Term Disability Insurance (Non-Budgeted)				877	877
Reimbursed TPAF Social Security Contributions				482,933	482,933
Total Revenues from State Sources	2,418,834		2,418,834	6,371,071	3,952,237
TOTAL REVENUE	15,215,127		15,215,127	19,244,220	4,029,093

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>GENERAL CURRENT EXPENSE</b>					
Regular Programs - Instruction:					
Preschool - Salaries of Teachers	\$ 159,267	\$ (159,267)			
Kindergarten - Salaries of Teachers	304,704	362,348	\$ 667,052	\$ 649,017	\$ 18,035
Grades 1-5 - Salaries of Teachers	2,172,379	(159,483)	2,012,896	1,981,799	31,097
Grades 6-8 - Salaries of Teachers	1,475,458	56,000	1,531,458	1,498,869	32,589
Regular Programs - Home Instruction:					
Salaries of Teachers	5,000	10,000	15,000	9,073	5,927
Purchased Professional-Educational Services	2,000		2,000		2,000
Other Purchased Services (400-500 series)	500		500		500
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	258,050	(231,890)	26,160	23,713	2,447
Other Purchased Services (400-500 series)	45,000	10,107	55,107	55,027	80
General Supplies	298,224	(60,393)	237,831	118,415	119,416
Textbooks		12,488	12,488		12,488
Total Regular Programs - Instruction	4,720,582	(160,090)	4,560,492	4,335,913	224,579
Special Education - Instruction:					
Learning and/or Language Disabilities:					
Salaries of Teachers	141,972	65,440	207,412	185,772	21,640
Other Salaries for Instruction	44,320	13,000	57,320	56,998	322
General Supplies	3,000		3,000	1,139	1,861
Total Learning and/or Language Disabilities	189,292	78,440	267,732	243,909	23,823
Resource Room/Resource Center:					
Salaries of Teachers	956,973	8,300	965,273	858,645	106,628
Other Salaries for Instruction	208,470		208,470	170,045	38,425
General Supplies	7,500		7,500		7,500
Total Resource Room/Resource Center	1,172,943	8,300	1,181,243	1,028,690	152,553



BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Autism:					
Salaries of Teachers	\$ 60,546	\$ 2,080	\$ 62,626	\$ 62,626	
Other Salaries for Instruction	99,440		99,440	21,280	\$ 78,160
Total Autism	159,986	2,080	162,066	83,906	78,160
Preschool Disabilities - Part-Time:					
Salaries of Teachers		7,898	7,898	7,898	
Total Preschool Disabilities - Part-Time		7,898	7,898	7,898	
Home Instruction:					
Salaries of Teachers	1,500		1,500		1,500
Purchased Professional-Educational Services	1,500		1,500	475	1,025
Other Purchased Services (400-500 series)	100		100		100
Total Home Instruction	3,100		3,100	475	2,625
TOTAL SPECIAL EDUCATION - INSTRUCTION	1,525,321	96,718	1,622,039	1,364,878	257,161
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	468,350		468,350	429,580	38,770
General Supplies	19,614		19,614	525	19,089
Total Basic Skills/Remedial - Instruction	487,964		487,964	430,105	57,859
School-Sponsored Cocurricular & Extracurricular Activities - Instruction:					
Salaries	64,446	5,495	69,941	62,740	7,201
Purchased Services (300-500 series)	1,000	(500)	500	500	
Supplies and Materials	2,000	(2,000)			
Total School-Sponsored Cocurricular & Extracurricular Activities - Instruction	67,446	2,995	70,441	63,240	7,201

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
School-Sponsored Athletics - Instruction:					
Salaries	\$ 24,400		\$ 24,400	\$ 13,221	\$ 11,179
Purchased Services (300-500 series)	4,000	\$ (1,780)	2,220	2,220	
Supplies and Materials	2,100	(1,215)	885	885	
Total School-Sponsored Athletics - Instruction	30,500	(2,995)	27,505	16,326	11,179
TOTAL INSTRUCTION	6,831,813	(63,372)	6,768,441	6,210,462	557,979
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Special	225,000		225,000	176,643	48,357
Tuition to Private School for the Handicapped W/I State	190,000		190,000	118,114	71,886
Total Undistributed Expenditures - Instruction	415,000		415,000	294,757	120,243
Undistributed Expend. - Attendance & Social Work:					
Salaries	17,392	3,731	21,123	19,634	1,489
Purchased Professional and Technical Services	27,200	(3,731)	23,469	9,808	13,661
Supplies and Materials	1,500		1,500		1,500
Total Undistributed Expenditures - Attendance and Social Work	46,092		46,092	29,442	16,650
Undistributed Expenditures - Health Services:					
Salaries	163,757	4,000	167,757	162,567	5,190
Purchased Professional and Technical Services	15,500		15,500	5,620	9,880
Supplies and Materials	17,137		17,137	6,081	11,056
Total Undist. Expenditures - Health Services	196,394	4,000	200,394	174,268	26,126

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Speech, OT, PT, Related Services:					
Salaries	\$ 311,754	\$ 3,000	\$ 314,754	\$ 303,961	\$ 10,793
Purchased Professional - Educational Services	302,275	158,414	460,689	412,481	48,208
Supplies and Materials	4,000	(2,000)	2,000	1,419	581
Total Undistributed Expenditures - Speech, OT, PT, Related Services	618,029	159,414	777,443	717,861	59,582
Other Support Services Students - Extra Services:					
Salaries	102,598	14,284	116,882	111,496	5,386
Other Support Services Students - Extra Services	102,598	14,284	116,882	111,496	5,386
Undistributed Expenditures - Guidance:					
Salaries of Other Professional Staff	217,218	(36,877)	180,341	145,045	35,296
Purchased Professional - Educational Services	9,200	(6,600)	2,600	905	1,695
Supplies and Materials	16,700	(9,669)	7,031	189	6,842
Total Undistrib. Expend. - Guidance	243,118	(53,146)	189,972	146,139	43,833
Undistributed Expenditures - Child Study Team:					
Salaries of Other Professional Staff	297,711	90,967	388,678	332,189	56,489
Salaries of Secretarial and Clerical Assistants	36,717	5,450	42,167	35,717	6,450
Purchased Professional - Educational Services	110,592	(66,955)	43,637	13,746	29,891
Other Purchased Services (400-500 series)	1,000		1,000	482	518
Supplies and Materials	11,650	(746)	10,904	10,138	766
Other Objects	500		500	150	350
Total Undistrib. Expend. - Child Study Team	458,170	28,716	486,886	392,422	94,464

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Improvement of Instructional Services					
Salaries of Supervisors of Instruction	\$ 43,733	17,144	\$ 60,877	\$ 51,233	\$ 9,644
Salaries of Other Professional Staff	83,640		83,640	83,640	
Other Purchased Services (400-500 series)	5,000		5,000	4,567	433
Supplies and Materials	20,000	(5,145)	14,855		14,855
Total Undistributed Expenditures - Improvement of Instructional Services	152,373	11,999	164,372	139,440	24,932
Undistributed Expenditures - Educational Media Services/School Library:					
Salaries of Technology Coordinators	1,000		1,000		1,000
Purchased Professional and Technical Services	152,000		152,000	122,032	29,968
Supplies and Materials	28,000		28,000		28,000
Total Undistrib Expend - Educational Media Services/School Library	181,000		181,000	122,032	58,968
Undistributed Expenditures - Instructional Staff Training Services:					
Purchased Professional - Educational Service	9,000		9,000		9,000
Other Purchased Services (400-500 series)	29,000		29,000	5,747	23,253
Supplies and Materials	1,000		1,000		1,000
Total Undistributed Expenditures - Instructional Staff Training Services	39,000		39,000	5,747	33,253
Undistributed Expenditures - Support Services - General Administration:					
Salaries	219,276	36,001	255,277	215,676	39,601
Legal Services	60,000		60,000	29,947	30,053
Audit Fees	36,000		36,000	34,500	1,500
Other Purchased Professional Services	15,500		15,500	12,304	3,196
Communications / Telephone	36,000	(17,920)	18,080	14,469	3,611
BOE Other Purchased Services	6,500	(2,939)	3,561	3,026	535
Other Purch. Serv. (400-500 series other than 530 & 585)	64,820		64,820	58,107	6,713
General Supplies	2,975		2,975	2,665	310
BOE In-house training/ Meeting Supplies	1,000		1,000	600	400
Miscellaneous Expenditures	11,550		11,550	10,111	1,439
BOE Membership Dues and Fees	7,400		7,400	7,026	374
Total Undistributed Expenditures - Support Services - General Administration	461,021	15,142	476,163	388,431	87,732

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Support Services - School Administration:					
Salaries of Principals/Assistant Principals/Prog Director	\$ 230,701	\$ 38,600	\$ 269,301	\$ 230,701	\$ 38,600
Salaries of Secretarial and Clerical Assistants	166,712	15,000	181,712	146,822	34,890
Other Salaries	43,732	7,290	51,022	43,733	7,289
Other Purchased Services (400-500 series)	11,500	(8,089)	3,411	436	2,975
Supplies and Materials	25,700	(8,000)	17,700	16,604	1,096
Other Objects	13,800		13,800	5,833	7,967
Total Undistributed Expenditures - Support Services - School Administration	492,145	44,801	536,946	444,129	92,817
Undistributed Expenditures - Central Services:					
Salaries	258,221	43,037	301,258	258,222	43,036
Purchased Professional Services	38,115		38,115	37,242	873
Purchased Technical Services	1,200		1,200	1,100	100
Miscellaneous Purchased Services (400-500 series other than 594)	3,900		3,900	1,879	2,021
Supplies and Materials	5,950		5,950	3,483	2,467
Other Objects	1,825		1,825	1,575	250
Total Undistributed Expenditures - Central Services	309,211	43,037	352,248	303,501	48,747
Undistributed Expenditures - Administrative Information Technology:					
Purchased Technical Services	62,600	(21,037)	41,563	30,863	10,700
Other Purchased Services (400-500 series)	41,145		41,145	40,647	498
Supplies and Materials	24,313		24,313	15,765	8,548
Total Undistributed Expenditures - Administrative Information Technology	128,058	(21,037)	107,021	87,275	19,746
Undistributed Expenditures - Required Maintenance for School Facilities:					
Cleaning, Repair, and Maintenance Services	170,134	100,000	270,134	116,600	153,534
General Supplies	53,014	31,000	84,014	71,755	12,259
Other Objects	1,750		1,750	885	865
Total Undistributed Expenditures - Required Maintenance for School Facilities	224,898	131,000	355,898	189,240	166,658

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Custodial Services:					
Salaries	\$ 575,102	\$ 67,787	\$ 642,889	\$ 528,375	\$ 114,514
Unused Vacation Payment to Terminated/Retired Staff		1,641	1,641	1,641	
Purchased Professional and Technical Services	26,450		26,450	16,066	10,384
Cleaning, Repair, and Maintenance Services	94,100	(25,443)	68,657	67,357	1,300
Other Purchased Property Services	80,500	(1,040)	79,460	46,578	32,882
Insurance	183,640	1,040	184,680	184,434	246
Miscellaneous Purchased Services	11,100		11,100	5,612	5,488
General Supplies	67,200	(19,311)	47,889	35,614	12,275
Energy (Electricity)	207,982	14,782	222,764	222,764	
Energy (Oil)	300,000	(86,302)	213,698	189,840	23,858
Other Objects	350		350		350
Total Undistributed Expenditures - Custodial Services	1,546,424	(46,846)	1,499,578	1,298,281	201,297
Total Undistributed Expenditures - Maintenance of Plant Services	1,771,322	84,154	1,855,476	1,487,521	367,955
Undistributed Expenditures - Student Transportation Services:					
Salaries of Non-Instructional Aides		3,400	3,400		3,400
Salaries for Pupil Transportation (Between Home and School) -					
Special Education				32,560	2,440
Salaries for Pupil Transportation (Other than Between Home & School)	78,000	(43,000)	35,000		
Cleaning, Repair, and Maintenance Services	16,000	(16,000)			
Contracted Services - Aid in Lieu of Payments - Nonpublic Students	15,091	8,950	24,041	24,000	41
Contracted Services (Between Home & School) - Vendors	44,968	(30,988)	13,980	13,980	
Contracted Services (Other than Between Home & School) - Vendors	645,000	21,350	666,350	666,141	209
Contracted Services (Between Home & School) - Joint Agreements	5,000	(2,668)	2,332	2,332	
Contracted Services (Regular Students) - ESCs & CTSA	2,800	695	3,495	3,495	
Contracted Services (Special Education Students) - ESCs & CTSA	3,500	25,561	29,061	28,941	120
Miscellaneous Purchased Services - Transportation	283,700	76,788	360,488	360,423	65
	8,300		8,300	7,934	366

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Student Transportation Services (Con't):					
Transportation Supplies	\$ 8,000		\$ 8,000	\$ 7,941	\$ 59
Other Objects	1,000		1,000	467	533
Total Undistributed Expenditures - Student Transportation Services	1,111,359	\$ 44,088	1,155,447	1,148,214	7,233
UNALLOCATED BENEFITS					
Social Security Contributions	180,000	20,000	200,000	183,884	16,116
Other Retirement Contributions - PERS	206,500	(12,861)	193,639	148,555	45,084
Other Retirement Contributions - Regular		12,861	12,861	12,861	
Unemployment Compensation		58,477	58,477	58,477	
Workers Compensation	115,000	5,000	120,000	104,503	15,497
Health Benefits	2,421,000	(278,243)	2,142,757	1,901,941	240,816
Tuition Reimbursement	20,810	10,000	30,810	3,538	27,272
Other Employee Benefits	204,500	15,000	219,500	192,789	26,711
Unused Sick Payment to Terminated/Retired Staff	22,500	36,294	58,794	58,794	
TOTAL UNALLOCATED BENEFITS	3,170,310	(133,472)	3,036,838	2,665,342	371,496
ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)					
TPAF Post Retirement Contributions (Non-Budgeted)				655,062	(655,062)
TPAF Pension Contributions (Non-Budgeted)				2,379,732	(2,379,732)
TPAF Non-Contributory Insurance (Non-Budgeted)				27,140	(27,140)
TPAF Long-Term Disability Insurance (Non-Budgeted)				877	(877)
Reimbursed TPAF Social Security Contributions				482,933	(482,933)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)				3,545,744	(3,545,744)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	3,170,310	(133,472)	3,036,838	6,211,086	(3,174,248)
TOTAL UNDISTRIBUTED EXPENDITURES	9,895,200	241,980	10,137,180	12,203,761	(2,066,581)

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
TOTAL GENERAL CURRENT EXPENSE	\$ 16,727,013	\$ 178,608	\$ 16,905,621	\$ 18,414,223	\$ (1,508,602)
CAPITAL OUTLAY					
Facilities Acquisition and Construction Services:					
Architectural/Engineering Services	13,000	194,300	207,300	78,400	128,900
Construction Services	1,424,033	(16,817)	1,407,216	99,083	1,308,133
Assessment for Debt Service on SDA Funding	61,496	61,496	122,992	61,496	61,496
Total Facilities Acquisition and Construction Services	1,498,529	238,979	1,737,508	238,979	1,498,529
TOTAL CAPITAL OUTLAY	1,498,529	238,979	1,737,508	238,979	1,498,529
Transfer of Funds to Charter Schools	82,149	(28,608)	53,541	45,754	7,787
Total Transfer of Funds to Charter Schools	82,149	(28,608)	53,541	45,754	7,787
TOTAL EXPENDITURES	18,307,691	388,979	18,696,670	18,698,956	(2,286)
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(3,092,564)	(388,979)	(3,481,543)	545,264	4,026,807



BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Fund Balance, July 1	\$ 5,630,269		\$ 5,630,269	\$ 5,630,269	
Fund Balance, June 30	\$ 2,537,705	\$ (388,979)	\$ 2,148,726	\$ 6,175,533	\$ 4,026,807
<u>Recapitulation:</u>					
Restricted Fund Balance:					
Excess Surplus - Restricted For 2025-2026				\$ 657,821	
Excess Surplus - Restricted For 2024-2025				500,000	
Capital Reserve				2,737,867	
Maintenance Reserve				990,155	
Unemployment Compensation				90,775	
Assigned Fund Balance:					
Year End Encumbrances				285,480	
Designated for Subsequent Year's Expenditures				203,878	
Unassigned Fund Balance				709,557	
				<u>6,175,533</u>	
Reconciliation to Governmental Funds Statement (GAAP):				<u>(235,733)</u>	
Last State Aid Payments not Recognized on GAAP basis					
Fund Balance per Governmental Funds (GAAP)				<u>\$ 5,939,800</u>	

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
SPECIAL REVENUE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources					
Federal Sources	\$ 567,473	\$ 121,699	\$ 121,699	\$ 121,699	
		53,776	621,249	453,385	\$ (167,864)
Total Revenues	567,473	175,475	742,948	575,084	(167,864)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	66,832	41,172	108,004	108,004	
Other Purchased Services	202,564		202,564	202,564	
General Supplies	81,014	9,958	90,972	16,966	74,006
Total Instruction	350,410	51,130	401,540	327,534	74,006
Support Services:					
Personal Services - Employee Benefits	13,717		13,717	13,717	
Purchased Professional and Technical Services	178,556	2,646	181,202	87,344	93,858
Other Purchased Services	18,889		18,889	18,889	
Supplies and Materials	2,601		2,601	2,601	
Student Activities		121,699	121,699	95,043	
Total Support Services	213,763	124,345	338,108	217,594	93,858
Facilities Acquisition and Construction Services:					
Non-Instructional Equipment	3,300		3,300	3,300	
Total Facilities Acquisition and Construction Services	3,300		3,300	3,300	
Total Expenditures	\$ 567,473	\$ 175,475	\$ 742,948	\$ 548,428	\$ 167,864
Excess of Revenue Over Expenditures	\$ -0-	\$ -0-	\$ -0-	\$ 26,656	\$ -0-

BYRAM TOWNSHIP SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources		
Actual Amounts (Budgetary Basis) "Revenue" and Other Financing Sources from the Budgetary Comparison Schedule	\$ 19,244,220	\$ 575,084
Difference - Budgetary to GAAP:		
Prior Year State Aid Payments Recognized for GAAP Purposes, not Recognized for Budgetary Statements	231,231	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	<u>(235,733)</u>	
Total Revenues and Other Financing Sources as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 19,239,718</u>	<u>\$ 575,084</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	<u>\$ 18,698,956</u>	<u>\$ 548,428</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 18,698,956</u>	<u>\$ 548,428</u>

Annual appropriated budgets are prepared in the spring of each year for the general, and special revenue funds. The budget for the fiscal year ended June 30, 2024 was submitted to the County office and was approved by a vote of the Board of Education. 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. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

BYRAM TOWNSHIP SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

(Continued)

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the 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 except for student activities. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

The general fund budgetary revenue differs from the GAAP revenue due to a difference in the recognition of the last two state aid payments for the current year. Since the State is recording the last two state aid payments in the subsequent fiscal year, the District cannot recognize these payments on the GAAP financial statements.

SCHOOL LEVEL SCHEDULES  
(NOT APPLICABLE)

SPECIAL REVENUE FUND

BYRAM TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	I.D.E.A. Part B		Elementary and Secondary Education Act		
	Basic	Preschool	Title IA	Title II - Part A	Title IV
REVENUES:					
Local Sources					
Federal Sources	\$ 202,564	\$ 11,490	\$ 68,581	\$ 13,517	\$ 10,000
Total Revenues	202,564	11,490	68,581	13,517	10,000
EXPENDITURES:					
Instruction:					
Salaries of Teachers			54,864		
Other Purchased Services	202,564				
General Supplies					
Total Instruction	202,564		54,864		
Support Services:					
Personal Services - Employee Benefits			13,717	13,517	10,000
Purchased Professional and Technical Services					
Other Purchased Services		8,889			
Supplies and Materials		2,601			
Student Activities					
Total Support Services		11,490	13,717	13,517	10,000
Facilities Acquisition and Construction Services:					
Non-Instructional Equipment					
Total Facilities Acquisition and Construction Services					
Total Expenditures	\$ 202,564	\$ 11,490	\$ 68,581	\$ 13,517	\$ 10,000

BYRAM TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Education Stabilization Fund						
	ESSER II		ESSER III				
	CRRSA	Learning Acceleration	ARP	Learning Acceleration	Summer Learning Comprehensive Beyond the School Day	Mental Health	
REVENUES:							
Local Sources							
Federal Sources							
Total Revenues	\$ 28,791	\$ 2,220	\$ 12,899	\$ 42,846	\$ 20,230	\$ 36,710	\$ 3,537
	28,791	2,220	12,899	42,846	20,230	36,710	3,537
EXPENDITURES:							
Instruction:							
Salaries of Teachers					18,630	34,510	
Other Purchased Services							
General Supplies	7,841	2,220	3,105		1,600	2,200	
Total Instruction	7,841	2,220	3,105		20,230	36,710	
Support Services:							
Personal Services - Employee Benefits							237
Purchased Professional and Technical Services	20,950		9,794	42,846			
Other Purchased Services							
Supplies and Materials							
Student Activities							
Total Support Services	20,950		9,794	42,846			237
Facilities Acquisition and Construction Services:							
Non-Instructional Equipment							3,300
Total Facilities Acquisition and Construction Services							3,300
Total Expenditures	\$ 28,791	\$ 2,220	\$ 12,899	\$ 42,846	\$ 20,230	\$ 36,710	\$ 3,537



BYRAM TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Student Activities	Totals
REVENUES:		
Local Sources	\$ 121,699	\$ 121,699
Federal Sources		453,385
Total Revenues	121,699	575,084
EXPENDITURES:		
Instruction:		
Salaries of Teachers		108,004
Other Purchased Services		202,564
General Supplies		16,966
Total Instruction		327,534
Support Services:		
Personal Services - Employee Benefits		13,717
Purchased Professional and Technical Services		87,344
Other Purchased Services		18,889
Supplies and Materials		2,601
Student Activities	95,043	95,043
Total Support Services	95,043	217,594
Facilities Acquisition and Construction Services:		
Non-Instructional Equipment		3,300
Total Facilities Acquisition and Construction Services		3,300
Total Expenditures	\$ 95,043	\$ 548,428

CAPITAL PROJECTS FUND  
(NOT APPLICABLE)

PROPRIETARY FUNDS

BYRAM TOWNSHIP SCHOOL DISTRICT  
FOOD SERVICE ENTERPRISE FUND  
STATEMENT OF NET POSITION  
JUNE 30, 2024

ASSETS:

## Current Assets:

Cash and Cash Equivalents	\$ 226,054
Intergovernmental Accounts Receivable:	
State	1,076
Federal	9,798
Inventories	8,600

Total Current Assets	245,528
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## Non-Current Assets:

Capital Assets	276,346
Less: Accumulated Depreciation	(263,596)

Total Non-Current Assets	12,750
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Total Assets	258,278
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LIABILITIES:

## Current Liabilities:

Unearned Revenue:	
Prepaid Meals	4,023
Donated Commodities	1,553

Total Liabilities	5,576
-------------------	-------

NET POSITION:

Investment in Capital Assets	12,750
Unrestricted	239,952

Total Net Position	\$ 252,702
--------------------	------------

BYRAM TOWNSHIP SCHOOL DISTRICT  
FOOD SERVICE ENTERPRISE FUND  
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN FUND NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

## Operating Revenue:

## Local Sources:

## Daily Sales:

Reimbursable Programs	\$ 156,675
Non-Reimbursable Programs	56,339

## Total Operating Revenue

213,014

## Operating Expenses:

## Cost of Sales:

Reimbursable Programs	88,165
Non-Reimbursable Programs	23,112
Salaries	91,809
Benefits and Payroll Taxes	27,653
Supplies, Insurance and Other Costs	21,217
Management Fee	9,280
Depreciation Expense	940

## Total Operating Expenses

262,176

## Operating Loss

(49,162)

## Non-Operating Income:

## Local Sources:

Interest Income	24
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## State Sources:

State School Lunch Program	5,797
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## Federal Sources:

National School Lunch Program	50,961
COVID 19 - Pandemic Electronic Benefit Transfer (P-EBT)	653
Supply Chain Assistance (SCA) Funding	52,249
Food Distribution Program	18,167

## Total Non-Operating Income

127,851

## Change in Net Position

78,689

## Net Position - Beginning of Year

174,013

## Net Position - End of Year

\$ 252,702

BYRAM TOWNSHIP SCHOOL DISTRICT  
FOOD SERVICE ENTERPRISE FUND  
STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Cash Flows from Operating Activities:	
Receipts from Customers	\$ 209,168
Payments to Food Service Contractor	(223,506)
Payments to Suppliers	(21,496)
Net Cash (Used for) Operating Activities	(35,834)
Cash Flows from Investing Activities:	
Interest Income	24
Net Cash Provided by Investing Activities	24
Cash Flows from Capital and Related Financing Activities:	
Purchase of Capital Assets	(5,341)
Net Cash Used for Capital and Related Financing Activities	(5,341)
Cash Flows from Noncapital Financing Activities:	
Interfund Returned - General Fund	2,302
State Sources	5,009
Federal Sources	70,883
Net Cash Provided by Noncapital Financing Activities	78,194
Net Increase in Cash and Cash Equivalents	37,043
Cash and Cash Equivalents, July 1	189,011
Cash and Cash Equivalents, June 30	\$ 226,054
Reconciliation of Operating Loss to Net Cash	
Used for Operating Activities:	
Operating Loss	\$ (49,162)
Adjustment to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Depreciation	940
Food Distribution Program	18,167
Changes in Assets and Liabilities:	
(Decrease) in Unearned Revenue - Prepaid Meals	(4,172)
Increase in Unearned Revenue - Donated Commodities	326
(Decrease) in Accounts Payable	(720)
(Increase) in Inventory	(1,213)
Net Cash Used for Operating Activities	\$ (35,834)

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$18,493 and utilized U.S.D.A. Commodities valued at \$18,167.

FIDUCIARY ACTIVITIES  
(NOT APPLICABLE)

LONG-TERM LIABILITIES  
(NOT APPLICABLE)



**STATISTICAL SECTION**  
(UNAUDITED)

This part of the District's annual comprehensive financial report presents detailed information as a context for understanding *what* the information in the financial statements, note disclosures and required supplementary information says about the District's overall financial health.

**Contents**

**Exhibit**

**Financial Trends**

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

J-1 thru J-5

**Revenue Capacity**

These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property taxes.

J-6 thru J-9

**Debt Capacity**

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

J-10 thru J-13

**Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.

J-14 thru J-15

**Operating Information**

These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the School provides and the activities it performs.

J-16 thru J-20

**Sources:** Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial report for the relevant year.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NET POSITION BY COMPONENT,  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
UNAUDITED

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental Activities										
Net Investment in Capital Assets	\$ 11,087,275	\$ 11,239,559	\$ 11,682,608	\$ 11,741,967	\$ 12,658,998	\$ 12,809,219	\$ 13,011,068	\$ 12,990,361	\$ 13,671,632	\$ 13,127,071
Restricted	2,073,214	2,423,558	2,988,124	2,925,316	3,803,409	4,696,221	5,370,575	3,949,324	3,977,788	5,081,349
Unrestricted/(Deficit)	(3,109,669)	(2,924,110)	(3,399,613)	(2,688,804)	(3,392,066)	(2,918,884)	(2,547,549)	(386,080)	(1,027,139)	(3,104,701)
Total Governmental Activities Net Position	\$ 10,050,820	\$ 10,739,007	\$ 11,271,119	\$ 11,978,479	\$ 13,070,341	\$ 14,586,556	\$ 15,834,094	\$ 16,553,605	\$ 16,622,281	\$ 15,103,719
Business-Type Activities										
Investment in Capital Assets	\$ 46,811	\$ 36,093	\$ 19,477	\$ 16,155	\$ 12,107	\$ 11,168	\$ 10,229	\$ 9,289	\$ 8,349	\$ 12,750
Unrestricted	33,051	33,293	24,460	20,584	14,861	11,231	21,001	117,297	165,664	239,952
Total Business-Type Activities Net Position	\$ 79,862	\$ 69,386	\$ 43,937	\$ 36,739	\$ 26,968	\$ 22,399	\$ 31,230	\$ 126,586	\$ 174,013	\$ 252,702
District-Wide										
Net Investment in Capital Assets	\$ 11,134,086	\$ 11,275,652	\$ 11,702,085	\$ 11,758,122	\$ 12,671,105	\$ 12,820,387	\$ 13,021,297	\$ 12,999,650	\$ 13,679,981	\$ 13,139,821
Restricted	2,073,214	2,423,558	2,988,124	2,925,316	3,803,409	4,696,221	5,370,575	3,949,324	3,977,788	5,081,349
Unrestricted/(Deficit)	(3,076,618)	(2,890,817)	(3,375,153)	(2,668,220)	(3,377,205)	(2,907,653)	(2,526,548)	(268,783)	(861,475)	(2,864,749)
Total District Net Position	\$ 10,130,682	\$ 10,808,393	\$ 11,315,056	\$ 12,015,218	\$ 13,097,309	\$ 14,608,955	\$ 15,865,324	\$ 16,680,191	\$ 16,796,294	\$ 15,356,421

Source: School District Financial Reports

BYRAM TOWNSHIP SCHOOL DISTRICT  
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
UNAUDITED

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses:										
Governmental Activities:										
Instruction										
Regular	\$ 6,239,377	\$ 5,785,991	\$ 8,174,622	\$ 8,522,315	\$ 7,801,232	\$ 6,726,701	\$ 7,015,006	\$ 6,880,250	\$ 6,548,259	\$ 7,997,145
Special Education	1,711,440	1,976,884	3,228,163	3,367,044	3,022,490	3,147,530	3,147,258	2,683,176	2,703,432	2,292,191
Other Special Education	192,633	280,706	293,379	408,542	431,825	531,764	534,753	666,489	695,429	739,672
School-Sponsored/Other Instruction	79,035	83,513	317,400	421,143	355,795	118,822	57,488	132,167	116,365	335,261
Support Services:										
Tuition	222,985	371,016	326,902	190,843	306,449	372,625	428,778	372,422	263,961	294,757
Student & Instruction Related Services	1,986,770	2,265,456	3,027,172	3,162,002	3,119,494	2,889,508	2,736,018	2,487,250	2,370,758	2,438,114
General Administrative Services	461,674	478,373	809,082	570,613	772,430	456,040	475,450	580,953	488,151	541,995
School Administrative Services	635,189	604,541	558,274	845,073	510,551	754,476	740,310	680,382	691,544	851,859
Central Services	497,126	449,425	447,985	441,440	420,389	379,789	366,447	406,806	393,469	408,965
Administrative Information Technology			73,527	77,262	27,327	87,424	119,516	87,449	173,940	87,275
Plant Operations And Maintenance	1,270,621	1,347,036	1,529,067	1,659,664	1,619,645	1,405,779	1,491,877	1,496,752	1,710,634	1,684,691
Pupil Transportation	539,641	607,539		576,791	587,609	604,021	606,927	754,162	1,043,319	1,183,460
Unallocated Benefits	2,797,428	3,565,949	618,872				1,306			
Charter Schools	81,238	136,291	116,831	135,678	204,175	172,784	165,972	91,724	131,282	45,754
Capital Outlay	37,734	19,526	69,850	112,973	63,819	61,496	61,496			
Interest On Long-Term Debt	221,438	43,909	56,306	44,717	33,047	19,952	9,488			
Unallocated Depreciation	723,359	800,474	808,665	421,431	371,052	592,891	568,886	575,172	560,401	596,649
Total Governmental Activities Expenses	17,697,688	18,816,629	20,456,143	20,957,531	19,647,329	18,316,602	18,526,976	17,895,154	17,890,944	19,497,788
Business-Type Activities:										
Food Service	234,569	222,962	248,444	241,807	234,438	168,305	78,589	286,937	282,345	262,176
Total Business-Type Activities Expense	234,569	222,962	248,444	241,807	234,438	168,305	78,589	286,937	282,345	262,176
Total District Expenses	\$ 17,932,257	\$ 19,039,590	\$ 20,704,587	\$ 21,199,338	\$ 19,881,767	\$ 18,484,907	\$ 18,605,565	\$ 18,182,091	\$ 18,173,289	\$ 19,759,964
Program Revenues										
Governmental Activities:										
Charges For Services:										
Instruction							\$ 18,225	\$ 60,050	\$ 93,000	\$ 95,043
Tuition	\$ 12,125	\$ 13,000	\$ 83,512	\$ 34,500	\$ 42,000	\$ 42,488				
Student & Instruction Related Services							3,742	30,780	116,405	121,699
Operating Grants and Contributions	248,799	264,247	6,123,576	6,820,704	5,464,744	5,002,146	5,573,670	4,536,675	3,685,801	3,343,760
Capital Grants and Contributions			(39,618)			46,459				
Total Governmental Activities Program Revenues	260,924	277,247	6,167,470	6,855,204	5,506,744	5,091,093	5,595,637	4,627,505	3,895,206	3,560,502

BYRAM TOWNSHIP SCHOOL DISTRICT  
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
UNAUDITED  
(Continued)

	Fiscal Year Ending June 30,								
	2015	2016	2017	2018	2019	2020	2021	2022	2023
Program Revenues									
Business-Type Activities:									
Charges for Services									
Food Service	\$ 174,600	\$ 164,273	\$ 165,243	\$ 166,233	\$ 169,027	\$ 113,357	\$ 639	\$ 219,184	\$ 213,014
Operating Grants and Contributions	52,832	48,209	55,307	58,586	56,524	50,128	86,777	110,432	127,827
Total Business Type Activities Program Revenues	227,432	212,482	220,550	224,819	225,551	163,485	87,416	381,972	340,841
Total District Program Revenues	\$ 488,356	\$ 489,729	\$ 6,388,020	\$ 7,080,023	\$ 5,732,295	\$ 5,254,578	\$ 5,683,053	\$ 5,009,477	\$ 3,901,343
Net (Expense)/Revenue									
Governmental Activities	\$ (18,555,705)	\$ (18,539,381)	\$ (14,288,673)	\$ (14,102,327)	\$ (14,140,585)	\$ (13,225,509)	\$ (12,931,339)	\$ (13,267,649)	\$ (15,937,286)
Business-Type Activities	4,470	(10,480)	(27,894)	(16,988)	(8,887)	(4,820)	8,827	95,035	78,665
Total District-Wide Net Expense	\$ (18,551,235)	\$ (18,549,861)	\$ (14,316,567)	\$ (14,119,315)	\$ (14,149,472)	\$ (13,230,329)	\$ (12,922,512)	\$ (13,172,614)	\$ (15,858,621)
General Revenues and Other Changes in Net Position									
Governmental Activities:									
Property Taxes Levied for General Purposes, Net	\$ 10,689,890	\$ 10,903,688	\$ 11,067,244	\$ 11,067,244	\$ 11,288,589	\$ 11,288,589	\$ 11,288,589	\$ 11,965,905	\$ 12,712,114
Taxes Levied for Debt Service	772,150	776,050	705,767	743,334	741,221	744,482	752,440		
Tuition Charges	14,741	2,016							
Unrestricted Grants and Contributions	6,613,084	7,508,589	2,933,786						
Federal and State Aid not Restricted		46,080		2,943,550	3,016,162	2,346,944	1,948,189	1,978,776	1,640,618
Investment Earnings	1,401								
Capital Outlay Facilities Grant	350,884								
Extraordinary Items		(95,000)							
Miscellaneous Income	160,322	86,145	115,419	65,345	186,475	214,112	189,659	39,979	65,992
Cancellation on Prior Year Accounts Payable			(1,431)					2,500	
Transfers				(9,786)					
Total Governmental Activities	18,602,473	19,227,568	14,820,785	14,809,687	15,232,447	14,594,127	14,178,877	13,987,160	14,418,724
Business-Type Activities:									
Investment Earnings	3	3	5	4	355	251	4	321	24
Transfers				2,441	(1,239)				
Total Business-Type Activities	3	3	5	2,445	(884)	251	4	321	24
Total District-Wide	\$ 18,602,476	\$ 19,227,571	\$ 14,820,790	\$ 14,812,132	\$ 15,231,563	\$ 14,594,378	\$ 14,178,881	\$ 13,987,481	\$ 14,418,748
Change in Net Position:									
Governmental Activities	\$ 46,768	\$ 688,187	\$ 532,112	\$ 707,360	\$ 1,091,862	\$ 1,368,618	\$ 1,247,538	\$ 719,511	\$ 68,676
Business-Type Activities	4,473	(10,477)	(27,889)	(14,543)	(9,771)	(4,569)	8,831	95,356	47,427
Total District	\$ 51,241	\$ 677,710	\$ 504,223	\$ 692,817	\$ 1,082,091	\$ 1,364,049	\$ 1,256,369	\$ 814,867	\$ 116,103
									\$ (1,439,873)

Source: School District Financial Reports

BYRAM TOWNSHIP SCHOOL DISTRICT  
FUND BALANCES, GOVERNMENTAL FUNDS,  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)  
UNAUDITED

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
June 30,										
General Fund:										
Restricted	\$ 2,005,672	\$ 2,321,757	\$ 2,987,756	\$ 2,924,756	\$ 3,803,151	\$ 4,548,427	\$ 5,338,859	\$ 3,912,012	\$ 3,899,713	\$ 4,976,618
Assigned	383,709	465,252	176,686	978,954	87,086	579,599	302,261	2,016,455	1,142,914	489,358
Unassigned/(Deficit)	(10,616)	27,133	13,839		100,533	56,557	452,193	522,042	356,411	473,824
Total General Fund	\$ 2,378,765	\$ 2,814,142	\$ 3,178,281	\$ 3,903,710	\$ 3,990,770	\$ 5,184,583	\$ 6,093,313	\$ 6,450,509	\$ 5,399,038	\$ 5,939,800
All Other Governmental Funds:										
Restricted			\$ 368	\$ 560	\$ 258	\$ 35,680	\$ 31,716	\$ 37,312	\$ 78,075	\$ 104,731
Committed	\$ 67,542	\$ 101,801	26,492			46,459				
Unassigned										
Total All Other Governmental Funds	\$ 37,237	\$ 43,967	\$ 26,860	\$ 560	\$ 258	\$ 35,680	\$ 31,716	\$ 37,312	\$ 78,075	\$ 104,731
Total All Funds:										
Restricted	\$ 2,005,672	\$ 2,321,757	\$ 2,988,124	\$ 2,925,316	\$ 3,803,409	\$ 4,584,107	\$ 5,370,575	\$ 3,949,324	\$ 3,977,788	\$ 5,081,349
Committed			26,492			46,459				
Assigned	383,709	465,252	176,686	978,954	87,086	579,599	302,261	2,016,455	1,142,914	489,358
Unassigned	56,926	128,934	13,839		100,533	56,557	452,193	522,042	356,411	473,824
Total All Governmental Funds	\$ 2,446,307	\$ 2,915,943	\$ 3,205,141	\$ 3,904,270	\$ 3,991,028	\$ 5,266,722	\$ 6,171,488	\$ 6,487,821	\$ 5,477,113	\$ 6,044,531

Source: School District Financial Reports

BYRAM TOWNSHIP SCHOOL DISTRICT  
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)  
UNAUDITED

	For Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Revenues</b>										
Tax Levy	\$ 11,462,040	\$ 11,679,738	\$ 11,773,011	\$ 11,810,578	\$ 12,029,810	\$ 12,033,071	\$ 12,041,029	\$ 11,965,905	\$ 12,205,223	\$ 12,712,114
Tuition Charges	14,741	46,080	83,512	34,500	42,000	42,488	18,225	60,050	93,000	95,043
Rents and Royalties								1,575	5,760	6,671
Interest Earnings					45,592	29,490	6,583	45,947	119,031	138,003
Other Restricted Miscellaneous Revenue	184,048	101,161	115,419	72,813	150,423	191,074	186,818	23,237	174,336	43,017
Unrestricted Miscellaneous Revenue	5,518,837	5,527,554	5,672,309	6,046,999	6,370,510	6,208,968	6,327,515	6,670,301	6,228,964	6,366,569
State Sources	238,599	264,247	258,501	264,213	241,314	250,234	315,987	460,862	538,103	453,385
Federal Sources										
<b>Total Revenue</b>	<b>17,418,265</b>	<b>17,618,780</b>	<b>17,902,752</b>	<b>18,229,103</b>	<b>18,879,649</b>	<b>18,755,325</b>	<b>18,896,157</b>	<b>19,227,877</b>	<b>19,364,417</b>	<b>19,814,802</b>
<b>Expenditures</b>										
<b>Instruction</b>										
Regular Instruction	5,068,702	4,519,552	4,429,856	4,280,074	4,216,283	3,915,168	4,014,517	4,055,025	4,347,489	4,575,244
Special Education Instruction	1,332,629	1,505,523	1,812,234	1,834,549	1,781,542	1,887,239	1,830,609	1,670,566	1,899,735	1,578,932
Other Special Instruction	149,859	213,424	298,442	405,371	423,067	386,484	386,720	389,929	443,316	430,105
School Sponsored Activities and Athletics	62,180	64,523	26,127	20,832	23,528	69,694	31,854	71,310	74,763	79,566
<b>Support Services:</b>										
Tuition	222,985	371,016	326,902	190,843	306,449	372,625	428,778	372,422	263,961	294,757
Student & Instruction Related Services	1,617,243	1,867,892	1,805,112	1,893,465	1,953,598	1,794,550	1,659,709	1,891,299	1,852,324	1,933,890
General Administration Services	380,074	369,042	359,989	368,246	343,999	369,561	393,772	424,427	360,327	388,431
School Administration Services	494,146	459,591	452,571	467,300	463,027	451,966	414,646	453,648	456,797	444,129
Central Services	241,647	250,309	267,624	253,000	264,715	285,800	278,126	287,346	287,535	303,501
Administrative Information Technology	196,799	131,299	73,573	67,551	88,092	87,424	119,516	87,449	173,940	87,275
Plant Operations And Maintenance	1,149,951	1,216,595	1,180,966	1,240,168	1,314,454	1,179,241	1,282,449	1,333,055	1,545,591	1,487,521
Pupil Transportation	528,248	591,939	587,470	531,654	558,325	568,743	575,544	696,654	1,012,460	1,148,214
Unallocated Benefits	3,738,218	4,237,738	4,495,998	4,849,905	5,194,041	5,134,651	5,435,360	6,195,820	6,170,750	6,211,086
Capital Outlay	1,187,834	472,619	638,769	238,410	916,073	206,755	221,726	893,370	1,414,855	238,979
Transfer of Funds to Charter School	81,238	136,291	116,831	135,678	204,175	172,784	165,972	91,724	131,282	45,754
<b>Debt Service:</b>										
Principal	580,000	630,000	680,000	695,000	705,000	720,000	740,000			
Interest And Other Charges	192,150	111,791	59,658	48,142	36,523	24,543	12,093			
<b>Total Expenditures</b>	<b>17,223,903</b>	<b>17,149,144</b>	<b>17,612,122</b>	<b>17,520,188</b>	<b>18,792,891</b>	<b>17,627,228</b>	<b>17,991,391</b>	<b>18,914,044</b>	<b>20,435,125</b>	<b>19,247,384</b>
<b>Excess (Deficiency) Of Revenues</b>										
Over (Under) Expenditures	194,362	469,636	290,630	708,915	86,758	1,128,097	904,766	313,833	(1,070,708)	567,418

Source: School District Financial Reports

BYRAM TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE

LAST TEN FISCAL YEARS

UNAUDITED

*(Modified Accrual Basis of Accounting)*

Fiscal Year Ending June 30,	Interest on Investments	Tuition	Prior Year Refunds	Rentals - Use of Facilities	Activity Fees	Sale of Assets	Miscellaneous	Total
2015	\$ 1,401	\$ 14,741		\$ 8,533	\$ 12,125		\$ 151,790	\$ 188,590
2016	2,016	46,080		13,825	13,000		72,320	147,241
2017	2,167	83,512	\$ 14,307	8,903	10,400		87,142	206,431
2018	8,562	34,500	12,206	16,348			28,229	99,845
2019	45,592	42,000		14,938			125,945	228,475
2020	40,139	42,488		11,050			162,923	256,600
2021	4,668	18,225					184,991	207,884
2022	746	60,050		1,575			37,658	100,029
2023	657	93,000		5,760		\$ 157,500	18,805	275,722
2024	648	95,043		6,671			58,673	161,035

Source: Byram Township School District Financial Reports.



BYRAM TOWNSHIP SCHOOL DISTRICT  
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN YEARS  
UNAUDITED

Year Ended Dec. 31	Vacant Land	Residential	Farm Regular	Commercial	Industrial	Apartment	Public Utilities <sup>a</sup>	Net Valuation Taxable	Tax-Exempt Property	Total Assessed Value	Total Direct School Tax Rate <sup>b</sup>	Actual (County Equalized Value)
2014	\$ 15,872,700	\$ 815,375,600	\$ 16,085,400	\$ 79,509,100	\$ 1,881,100	\$ 1,115,600	\$ 170,951	\$ 930,010,451	\$ 65,358,100	\$ 929,839,500	\$ 1.23	\$ 983,104,528
2015	16,159,100	812,932,400	16,575,000	77,996,100	1,881,100	1,115,600		926,659,300	66,725,200	926,659,300	1.25	961,176,097
2016	15,654,400	813,991,600	14,976,800	77,065,800	1,881,100	1,115,600		924,685,300	67,800,200	925,408,700	1.27	969,084,680
2017	15,300,000	814,380,700	15,020,200	78,079,400	1,881,100	1,115,600		925,777,000	67,931,100	926,499,000	1.27	967,681,544
2018	15,247,700	812,600,000	16,872,100	77,322,400	1,881,100	1,115,600		925,038,900	68,355,600	925,038,900	1.27	990,189,256
2019	15,425,100	812,944,700	17,117,300	77,727,200	1,881,100	1,115,600		926,211,000	68,777,800	926,211,000	1.27	997,309,619
2020	15,071,800	811,597,100	17,787,400	77,217,100	1,881,100	1,115,600		924,670,100	69,840,700	924,670,100	1.33	994,155,430
2021	13,885,200	812,529,900	18,337,000	78,259,600	1,881,100	1,115,600		926,008,400	70,920,500	926,008,400	1.29	1,017,984,533
2022	13,919,000	812,535,100	19,066,300	78,259,600	1,881,100	1,115,600		926,776,700	71,943,600	926,776,700	1.32	1,090,905,865
2023	13,583,600	812,049,400	18,914,700	78,343,700	1,881,100	1,115,600		925,888,100	74,129,300	926,550,900	1.37	1,184,352,016

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation. Reassessment occurs when ordered by the County Board of Taxation

<sup>a</sup> Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies.

<sup>b</sup> Tax rates are per \$100 of Assessed Valuation.

Source: Byram Township Tax Assessor.

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

Year Ended December 31,	Direct SchoolRate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic School Rate <sup>a</sup>	School Debt Service <sup>b</sup>	Total Direct School Rate	Municipality	County	Regional High School	
2014	\$ 1.143	\$ 0.085	\$ 1.228	\$ 0.875	\$ 0.554	\$ 0.664	\$ 3.321
2015	1.165	0.084	1.249	0.890	0.537	0.663	3.339
2016	1.187	0.080	1.267	0.913	0.578	0.666	3.424
2017	1.190	0.078	1.268	0.928	0.595	0.687	3.478
2018	1.192	0.078	1.270	0.935	0.622	0.718	3.545
2019	1.191	0.079	1.270	0.934	0.624	0.718	3.546
2020	1.245	0.081	1.327	0.945	0.627	0.674	3.573
2021	1.292		1.292	0.952	0.643	0.709	3.596
2022	1.317		1.317	0.964	0.662	0.717	3.660
2023	1.372		1.372	0.992	0.660	0.738	3.762

Note: NJSA 18A:7F-5d limits the amount that the district can submit for the General Fund tax levy. The levy when added to other components of the District's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculation.

<sup>a</sup> The District's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net Valuation Taxable.

<sup>b</sup> Rates for debt service are based on each year's requirements.

Source: Byram Township Tax Collector and School Business Administrator.

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

2023		2014	
Taxpayer	Taxable Assessed Value	Taxpayer	Taxable Assessed Value
Gordon Byram Associates, LLC	\$14,961,700	Gordon Byram Associates, LLC	\$ 18,586,900
Tilcon New York, Inc.	5,112,100	Byram Land Development LLC	5,043,700
Panther Lake Camping Resort	4,656,600	Byram Self Storage, LLC	4,250,000
YK Realty Co, LLC	4,233,500	Tozzo, Domenick C/O Lynnes Nissan	2,875,000
Byram Self Storage, LLC	3,900,000	Panther Lake Camping Resort, Inc.	2,717,300
Quickcheck Corporation	3,187,400	206 Acorn Development Corp.	2,296,600
PSD Automotive Group	2,875,000	Lake Lackawanna Invest. Corp	1,970,500
206 Acorn Development Corp.	1,951,400	Individual Taxpayer #1	1,688,300
Individual Taxpayer #1	1,723,900	SC Realty LLC	1,549,500
55 Lake Lackawanna Development, LLC	1,700,000	BVJ & P Inc	1,502,500
	\$ 44,301,600		\$ 42,480,300
	4.77%		4.57%

Note: Individual Taxpayers may be different in the two years presented.

Source: Municipal Tax Assessor

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

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy <sup>a</sup>		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	\$ 11,462,040	\$ 11,462,040	100.00%	- 0 -
2016	11,679,738	11,679,738	100.00%	- 0 -
2017	11,773,011	11,773,011	100.00%	- 0 -
2018	11,810,578	11,810,578	100.00%	- 0 -
2019	12,029,810	12,029,810	100.00%	- 0 -
2020	12,033,071	12,033,071	100.00%	- 0 -
2021	12,041,029	12,041,029	100.00%	- 0 -
2022	11,965,905	11,965,905	100.00%	- 0 -
2023	12,205,223	12,205,223	100.00%	- 0 -
2024	12,712,114	12,712,114	100.00%	- 0 -

<sup>a</sup> 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.

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

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

Fiscal Year Ended June 30,	Governmental Activities				Total District	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	General Obligation Bonds	Early Retirement Incentive Plan Payable	Financed Purchases	Loans Payable			
2015	\$ 5,075,000	\$ 130,964	\$ 19,056	\$ -	\$ 4,225,020	0.94%	\$ 524.20
2016	3,540,000	113,224	2,795	- 0 -	3,656,019	0.80%	457.46
2017	2,860,000	94,020	- 0 -	- 0 -	2,954,020	0.63%	370.46
2018	2,165,000	73,232	- 0 -	- 0 -	2,238,232	0.50%	280.37
2019	1,460,000	50,729	- 0 -	- 0 -	1,510,729	0.30%	190.15
2020	740,000	26,369	- 0 -	- 0 -	766,369	0.14%	97.13
2021	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	0.00%	- 0 -
2022	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	0.00%	- 0 -
2023	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	0.00%	- 0 -
2024	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	0.00%	- 0 -

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

<sup>a</sup> See Exhibit J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

Source: Byram Township School District Financial Reports.

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

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value <sup>a</sup> of Property	Per Capita <sup>b</sup>
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2015	\$ 4,655,000	\$ -0-	\$ 4,655,000	0.50%	\$ 571.17
2016	4,075,000	- 0 -	4,075,000	0.44%	505.58
2017	3,540,000	- 0 -	3,540,000	0.38%	442.94
2018	2,860,000	- 0 -	2,860,000	0.31%	358.67
2019	1,460,000	- 0 -	1,460,000	0.16%	183.60
2020	740,000	- 0 -	740,000	0.08%	93.14
2021	- 0 -	- 0 -	- 0 -	0.00%	- 0 -
2022	- 0 -	- 0 -	- 0 -	0.00%	- 0 -
2023	- 0 -	- 0 -	- 0 -	0.00%	- 0 -
2024	- 0 -	- 0 -	- 0 -	0.00%	- 0 -

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

<sup>a</sup> See Exhibit J-6 for property tax data. This ratio is calculated using valuation data for the prior calendar year.

<sup>b</sup> See Exhibit J-14 for population data. This ratio is calculated using population for the prior calendar year.

Source: Byram Township School District Financial Reports.

BYRAM TOWNSHIP SCHOOL DISTRICT  
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2023  
UNAUDITED

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes:			
Byram Township General Debt	\$ 1,568,506	100%	\$ 1,568,506
Sussex County General Obligation Debt	88,319,376	6.840%	<u>6,041,198</u>
Subtotal, Overlapping Debt as of December 31, 2023			7,609,704
Byram Township School District Direct Debt			<u>- 0 -</u>
Total Direct And Overlapping Debt			<u><u>\$ 7,609,704</u></u>

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 Byram Township. This process recognizes that, when considering the District's ability to issue and repay long-term, 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 unit.

<sup>a</sup> For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable equalized property values. Applicable percentages were estimated by determining the portion of Byram Township's equalized property value that is within the Sussex County's boundaries and dividing it by Sussex County's total equalized property value.

Sources: Assessed value data used to estimate applicable percentages provided by the Sussex County Board of Taxation; debt outstanding data provided by each governmental unit.

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

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt Limit	\$ 29,599,980	\$ 29,151,468	\$ 28,984,514	\$ 29,257,890	\$ 29,514,722	\$ 29,807,516	\$ 30,055,125	\$ 30,994,563	\$ 32,882,231	\$ 35,595,364
Total Net Debt Applicable to Limit	4,075,000	3,540,000	2,860,000	2,165,000	1,460,000	740,000	- 0 -	- 0 -	- 0 -	- 0 -
Legal Debt Margin	\$ 25,524,980	\$ 25,611,468	\$ 26,124,514	\$ 27,092,890	\$ 27,797,890	\$ 29,067,516	\$ 30,055,125	\$ 30,994,563	\$ 32,882,231	\$ 35,595,364
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	13.77%	12.14%	9.87%	7.40%	4.95%	2.48%	0.00%	0.00%	0.00%	0.00%
Legal Debt Margin Calculation for Fiscal Year 2024										
								Year	Equalized Valuation Basis	
								2021	\$ 1,089,037,281	
								2022	1,183,622,861	
								2023	1,286,876,250	
									\$ 3,559,536,392	
								Average Equalized Valuation of Taxable Property		
								\$ 1,186,512,131		
								Debt Limit (3% of average equalization value) <sup>a</sup>		
								\$ 35,595,364		
								Net Bonded School Debt as of June 30, 2024		
								- 0 -		
								Legal Debt Margin		
								\$ 35,595,364		

<sup>a</sup> Limit set by NJSA 18A:24-19 for a K through 8 district; other % limits would be applicable for other districts.

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



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

<u>Year</u>	<u>Population <sup>a</sup></u>	<u>Per Capita Personal Income <sup>b</sup></u>	<u>Personal Income <sup>c</sup></u>	<u>Unemployment Rate <sup>d</sup></u>
2015	8,060	\$ 55,722	\$ 449,119,320	5.10%
2016	7,992	57,327	458,157,384	4.50%
2017	7,974	59,144	471,614,256	4.20%
2018	7,952	61,531	489,294,512	3.70%
2019	7,945	64,284	510,736,380	3.20%
2020	7,890	67,814	535,052,460	8.60%
2021	8,061	71,059	572,806,599	5.80%
2022	8,115	71,671	581,610,165	3.70%
2023	8,152	71,671 **	584,261,992 ***	N/A
2024	8,152 *	71,671 **	584,261,992 ***	N/A

\* - Latest Sussex County population available (2023) was used for calculation purposes.

\*\* - Latest Sussex County per capita income available (2022) was used for calculation purposes.

\*\*\* - Latest available population data (2023) and latest available Sussex County per capita personal income (2022) was used for calculation purposes.

N/A - Information is not currently available.

Sources:

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

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

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

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

BYRAM TOWNSHIP SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS, COUNTY OF SUSSEX  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

2023		2014	
Employer	Employees	Employer	Employees
Percentage of Total Employment		Percentage of Total Employment	
Selective Insurance Group Inc.	1,000-4,999	Newton Medical Center	5,000
Crystal Springs Resort	1,000-4,999	Selective Insurance	5,000
Newton Medical Center	500-999	Mountain Creek Resort	1,000
Sussex County Offices	500-999	Thor Labs	1,000
Thorlabs	500-999	County of Sussex	1,000
Mountain Creek Resort	500-999	Ames Rubber Corp	500
Shop Rite	250-499	Raider Express	500
Sussex County Community College	250-499	Sussex County Community College	500
United Methodist Community Bristol Glen	250-499	Mountain Creek Waterpark	250
Andover Subacute & Rehab Center	100-249	A&P Food Store	250
	4,850-15,740	Total	15,000
			20.41%
Total Employment - Sussex County	71,425	Total Employment	73,505

Source: County of Sussex

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

<u>Function/Program:</u>	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Instruction:										
Regular	65.0	61.7	59.1	58.9	56.1	52.8	51.3	48.0	53.0	51.0
Special Education	27.0	33.6	39.5	31.5	32.9	27.3	25.3	23.5	24.0	30.0
Other	3.0	2.0	3.0	5.2	5.0	5.0	3.5	4.0	5.4	5.4
Support Services:										
Student & Instruction Related Services	21.5	19.0	18.0	25.9	30.4	29.4	27.3	28.5	26.0	25.0
School Administrative Services	7.0	7.0	6.5	7.0	7.0	7.8	7.0	7.0	7.0	6.0
General Administrative Services	2.0	2.0	2.5	2.5	2.1	2.1	2.1	2.1	4.0	4.0
Central Services	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Plant Operations and Maintenance	11.0	10.3	10.3	10.5	10.5	10.5	10.5	8.0	9.2	8.6
Administrative Information Technology	2.0		0.0	0.0	0.0	0.0	0.0	2.0	0.0	0.0
Pupil Transportation		1.2	1.2	1.2	1.3	0.7	0.7	0.4	0.4	0.4
	<u>141.5</u>	<u>139.8</u>	<u>143.1</u>	<u>145.7</u>	<u>148.3</u>	<u>138.6</u>	<u>130.7</u>	<u>126.5</u>	<u>132.0</u>	<u>133.4</u>

Source: Byram Township School District Financial Reports.

BYRAM TOWNSHIP SCHOOL DISTRICT  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures <sup>a</sup>	Cost Per Pupil	Percentage Change	Teaching Staff <sup>b</sup>	Pupil/Teacher Ratio		Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	and Middle Schools				
2015	867	\$ 15,263,919	17,605	2.34%	89.0	9:1		907	866	2.49%	95.48%
2016	874	15,934,734	18,232	3.56%	93.0	8:1		880	841	-2.98%	95.57%
2017	862	16,233,695	18,833	3.29%	96.0	9:1		869	825	-1.25%	94.94%
2018	844	16,538,636	19,596	4.05%	99.0	8.5:1		844	804	-2.88%	95.26%
2019	813	17,135,295	21,077	7.56%	98.5	8.3:1		815	783	-3.44%	96.07%
2020	814	16,675,930	20,486	-2.80%	93.5	8.7:1		819	790	0.49%	96.46%
2021	806	17,017,572	21,114	3.06%	91.5	8.7:1		808	787	-1.34%	97.40%
2022	788	18,020,674	22,869	8.31%	84.0	9:1		816	771	0.99%	94.49%
2023	812	19,020,270	23,424	2.43%	82.4	10:1		833	784	2.08%	94.12%
2024	839	19,008,405	22,656	-3.28%	81.0	10.4:1		839	796	0.72%	94.87%

Note: Enrollment based on annual October District count.

<sup>a</sup> Operating expenditures equal total expenditures less debt service and capital outlay.

<sup>b</sup> Teaching staff includes only full-time equivalents of certificated staff.

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

<sup>d</sup> The Cost per Pupil calculated above is the sum of the operating expenditures divided by enrollment. This cost per pupil may be different from State cost per pupil calculations.

Sources: Byram Township School District Records.

BYRAM TOWNSHIP SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS  
UNAUDITED

District BuildingsByram Lakes Elementary School:

<u>Fiscal Year</u>	<u>Square Feet</u>	<u>Capacity (Students)</u>	<u>Enrollment</u>
2015	85,173	892	430
2016	85,173	892	458
2017	85,173	892	440
2018	85,173	892	420
2019	85,173	892	424
2020	85,173	892	442
2021	85,173	892	446
2022	85,173	892	410
2023	85,173	892	456
2024	85,173	892	473

Intermediate Middle School:

<u>Fiscal Year</u>	<u>Square Feet</u>	<u>Capacity (Students)</u>	<u>Enrollment</u>
2015	87,931	614	437
2016	87,931	614	416
2017	87,931	614	422
2018	87,931	614	424
2019	87,931	614	389
2020	87,931	614	372
2021	87,931	614	360
2022	87,931	614	378
2023	87,931	614	356
2024	87,931	614	366

Note: Enrollment is based on the annual October District count.

Source: Byram Township School District Records.

BYRAM TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
LAST TEN FISCAL YEARS  
UNAUDITED

UNDISTRIBUTED EXPENDITURES - REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
11-000-261-XXX

Facility	Project #(s)	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School Facilities:											
Byram Lakes Elementary	N/A	\$ 37,111	\$ 60,813	\$ 54,878	\$ 63,704	\$ 91,386	\$ 75,407	\$ 110,714	\$ 116,192	\$ 99,156	\$ 123,538
Intermediate Middle	N/A	104,777	186,473	95,800	90,169	117,785	71,984	106,373	73,397	63,898	65,702
Total School Facilities		<u>\$ 141,888</u>	<u>\$ 247,286</u>	<u>\$ 150,678</u>	<u>\$ 153,873</u>	<u>\$ 209,171</u>	<u>\$ 147,391</u>	<u>\$ 217,087</u>	<u>\$ 189,589</u>	<u>\$ 163,054</u>	<u>\$ 189,240</u>

N/A - Not Applicable

Source: Byram Township School District Records.

BYRAM TOWNSHIP SCHOOL DISTRICT  
INSURANCE SCHEDULE  
AS OF JUNE 30, 2024  
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
School Alliance Insurance Fund (SAIF):		
Property - Blanket Building and Contents Including Boiler and Building and Personal Property	\$500,000,000	\$2,500
Inland Marine - Auto Physical Damage		
General Liability including Auto, Employee Benefits Each Occurrence	10,000,000	1,000
General Aggregate	100,000,000	
Product Completed Ops		
Personal Injury		
Fire Damage	2,500,000	
Medical Expenses	10,000	
(Excluding Students Taking Part in Athletics)		
Automobile Coverage	10,000,000	1,000
Combined Single Limit		
Hired/Non Owned		
Cyber Liability	2,000,000 Per Occurance	10,000
Excess Liability	5,000,000	
Environmental Impairment Liability	11,000,000	50,000
Environmental Liability/ Pollution / Mold Disinfection	1,000,000	25,000/100,000
Crime Coverage	50,000 Inside/Outside	1,000
Blanket Dishonesty Bond	500,000	1,000
Boiler and Machinery	100,000,000	2,500
School Board Legal	5,000,000	10,000
School Board Excess Liability (AL/GL)	5,000,000	
Workers' Compensation	Statutory	
Employer's Liability	5,000,000	
Supplemental Indemnity	Statutory	
Bond for School Business Administrator	250,000 Selective Insurance	
Student Accident	25,000 Students & athletes	

Source: District Records

SINGLE AUDIT SECTION





Mount Arlington, NJ  
 Newton, NJ  
 Bridgewater, NJ  
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 Independent Member  
 BKR International

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*

Independent Auditors' Report

The Honorable President and Members  
 of the Board of Education  
 Byram Township School District  
 County of Sussex, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Byram Township School District (the "District"), in the County of Sussex, as of and for the fiscal year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated October 4, 2024.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

Our consideration of the 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 or significant deficiencies may exist that were not identified.

The Honorable President and Members  
of the Board of Education  
Byram Township School District  
Page 2

### **Report on Compliance and Other Matters**

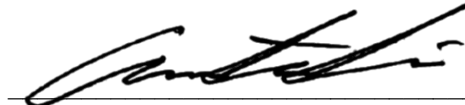
As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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*.

### **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 District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

October 4, 2024  
Mount Arlington, New Jersey

NISIVOCIA LLP



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Andrew Kucinski  
Licensed Public School Accountant #2684  
Certified Public Accountant



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Report on Compliance For Each Major State Program;  
 Report on Internal Control Over Compliance Required by NJOMB 15-08

Independent Auditors' Report

The Honorable President and Members  
 of the Board of Education  
 Byram Township School District  
 County of Sussex, New Jersey

**Report on Compliance for Each Major State Program**

***Opinion on Each Major State Program***

We have audited the Board of Education of the Byram Township School District's (the "District's") compliance with the types of compliance requirements identified as subject to audit in the *New Jersey State Aid/ Grant Compliance Supplement* that could have a direct and material effect on each of the District's major state programs for the fiscal year ended June 30, 2024. The District's major state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the 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 state programs for the fiscal year ended June 30, 2024.

***Basis for Opinion on Each Major State Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. 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 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 state program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

The Honorable President and Members  
of the Board of Education  
Byram Township School District  
Page 2

### ***Responsibilities of Management for Compliance***

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

### ***Auditors' 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 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 GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey's OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major state program as a whole.

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the 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's OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of the 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 a 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.

The Honorable President and Members  
of the Board of Education  
Byram Township School District  
Page 3

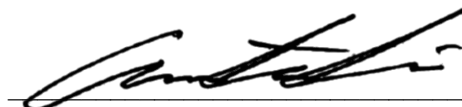
Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant 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 or New Jersey's OMB Circular 15-08. Accordingly, this report is not suitable for any other purpose.

October 4, 2024  
Mount Arlington, New Jersey

NISIVOC CIA LLP



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Andrew Kucinski  
Licensed Public School Accountant #2684  
Certified Public Accountant

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

U.S. Department of Agriculture: Passed-through State Department of Agriculture:	Assistance Listing Number	Federal Grantor/Pass Through Grantor/ Program or Cluster Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2023			Balance at June 30, 2024			Amounts Provided to Subrecipients
						Budgetary Accounts Receivable	Budgetary Unearned Revenue	Cash Received	Budgetary Expenditures	Budgetary Accounts Receivable	Budgetary Unearned Revenue	
U.S. Department of Agriculture: Passed-through State Department of Agriculture: Child Nutrition Cluster:	10.555	Food Distribution Program	N/A	7/1/23-6/30/24	\$ 18,493		\$ 1,227	\$ 18,493	\$ (16,940)		\$ 1,553	
	10.555		N/A	7/1/22-6/30/23	18,312				(1,227)			
	10.555		N/A	7/1/23-6/30/24	50,961			41,163	(50,961)	\$ (9,798)		
	10.555		N/A	7/1/22-6/30/23	66,153	\$ (5,044)		5,044				
	10.555		N/A	7/1/23-6/30/24	24,023			24,023	(24,023)			
	10.555	COVID 19 - Supply Chain Assistance	N/A	7/1/22-6/30/23	51,077	(5,044)	28,226		(28,226)			
							29,453	88,723	(121,377)	(9,798)	1,553	
	10.649	COVID 19 - Pandemic Electronic Benefit Transfer (P-EBT)	N/A	7/1/22-6/30/23	653			653	(653)			
		Total U.S. Department of Agriculture				(5,044)	29,453	89,376	(122,030)	(9,798)	1,553	
U.S. Department of Education: Passed-through State Department of Education: Special Revenue Fund: Elementary and Secondary Education Act:	84.010	Title I	ESEA064024	7/1/23-6/30/24	68,581				(68,581)	(68,581)		
									(68,581)	(68,581)		
	84.367	Title IIA	ESEA064024	7/1/23-6/30/24								
	84.367		ESEA064023	7/1/22-9/30/23	24,271	(24,271)		24,271	(13,517)	(13,517)		
		Subtotal - Title IIA				(24,271)			(13,517)	(13,517)		
									(10,000)	(10,000)		
	84.424	Title IV	ESEA064024	7/1/23-6/30/24	18,241	(18,241)		18,241				
	84.424		ESEA064023	7/1/22-9/30/23		(18,241)		18,241	(10,000)	(10,000)		
		Subtotal - Title IV							(10,000)	(10,000)		
Special Education Cluster: I.D.E.A. Part B, Basic	84.027	I.D.E.A. Part B, Basic	IDEA064024	7/1/23-6/30/24	202,564				(202,564)	(202,564)		
	84.173		IDEA064024	7/1/23-6/30/24	11,397	(7,246)		7,246	(11,490)	(11,490)		
	84.173	I.D.E.A. Preschool	IDEA064023	7/1/22-9/30/23	11,339	(7,246)		7,246	(214,054)	(214,054)		
		Total Special Education Cluster										

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

Federal Grantor/Pass Through Grantor/ Program or Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2023			Balance at June 30, 2024				
					Budgetary Accounts Receivable	Budgetary Unearned Revenue	Cash Received	Budgetary Expenditures	Budgetary Accounts Receivable	Budgetary Unearned Revenue	Due to Grantor	Amounts Provided to Subrecipients
Education Stabilization Fund:												
COVID 19 - CRRSA - ESSER II	84.425D	S425D210027	3/13/20-9/30/23	\$ 146,744	\$ (20,037)	\$ 48,828	\$ (28,791)					
COVID 19 - CRRSA - Learning Acceleration	84.425D	S425D210027	3/13/20-9/30/23	25,000	(22,780)	25,000	(2,220)					
COVID 19 - CRRSA - Mental Health	84.425D	S425D210027	3/13/20-9/30/23	45,000	(22,000)	22,000						
COVID 19 - ESSER III - ARP	84.425U	S425U210027	3/13/20-9/30/24	329,798	(162,973)		(12,899)	\$ (175,872)				
COVID 19 - ESSER III - Learning Acceleration	84.425U	S425U210027	3/13/20-9/30/24	66,891	(9,900)		(42,846)	(52,746)				
COVID 19 - ESSER III - Summer Learning and Enrichment	84.425U	S425U210027	3/13/20-9/30/24	40,000	(19,770)		(20,230)	(40,000)				
COVID 19 - ESSER III - Comprehensive Beyond the School Day	84.425U	S425U210027	3/13/20-9/30/24	40,000	(3,290)		(36,710)	(40,000)				
COVID 19 - ESSER III - Mental Health	84.425U	S425D210027	3/13/20-9/30/24	45,000	(41,463)		(3,537)	(45,000)				
Total Education Stabilization Fund					(302,213)		95,828	(147,233)	(353,618)			
Total U.S. Department of Education					(351,971)		145,586	(453,385)	(659,770)			
Total Federal Awards												
					\$ (357,015)	\$ 29,453	\$ 234,962	\$ (575,415)	\$ (669,568)	\$ 1,553	\$ -0-	

N/A - Not Applicable/Available

SEE THE ACCOMPANYING NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

**BYRAM TOWNSHIP SCHOOL DISTRICT**  
**SCHEDULE OF EXPENDITURES OF STATE AWARDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

State Grantor/Program Title	Balance at June 30, 2023				Balance at June 30, 2024			MEMO			
	Project Number	Grant or State	Grant Period	Award Amount	Budgetary Accounts	Cash Received	Budgetary Expenditures	GAAP	Due to Grantor	Budgetary	Cumulative Total Expenditures
					Receivable			Receivable		Accounts Receivable	
State Department of Education:											
General Fund Aid:											
Equalization Aid	24-495-034-5120-078		7/1/23-6/30/24	\$ 1,133,427		\$ 1,022,966	\$ (1,133,427)			\$ (110,461)	\$ 1,133,427
School Choice Aid	24-495-034-5120-068		7/1/23-6/30/24	439,824		396,960	(439,824)			(42,864)	439,824
Transportation Aid	24-495-034-5120-014		7/1/23-6/30/24	232,137		209,514	(232,137)			(22,623)	232,137
Special Education Aid	24-495-034-5120-089		7/1/23-6/30/24	542,873		489,966	(542,873)			(52,907)	542,873
Security Aid	24-495-034-5120-084		7/1/23-6/30/24	70,573		63,695	(70,573)			(6,878)	70,573
Extraordinary Special Education Costs Aid	24-495-034-5120-044		7/1/23-6/30/24	389,660			(389,660)	\$ (389,660)		(389,660)	389,660
Reimbursement of Nonpublic School Transportation Costs	24-495-034-5120-014		7/1/23-6/30/24	16,833		459,171	(16,833)	(16,833)		(16,833)	16,833
Reimbursed TPAF Social Security	24-495-034-5094-003		7/1/23-6/30/24	482,933		655,062	(482,933)	(23,762)		(23,762)	482,933
On-Behalf TPAF Post Retirement Contributions	24-495-034-5094-148		7/1/23-6/30/24	655,062		2,379,732	(655,062)				655,062
On-Behalf TPAF Pension Contributions	24-495-034-5094-002		7/1/23-6/30/24	2,379,732		2,379,732	(2,379,732)				2,379,732
On-Behalf TPAF Non-Contributory Insurance	24-495-034-5094-004		7/1/23-6/30/24	27,140		27,140	(27,140)				27,140
On-Behalf TPAF Long-Term Disability Insurance	24-495-034-5094-004		7/1/23-6/30/24	877		877	(877)				877
Equalization Aid	23-495-034-5120-078		7/1/22-6/30/23	1,158,112	\$ (110,929)	110,929		(430,255)		(665,988)	1,158,112
School Choice Aid	23-495-034-5120-068		7/1/22-6/30/23	410,380	(39,308)	39,308					410,380
Transportation Aid	23-495-034-5120-014		7/1/22-6/30/23	232,137	(22,235)	22,235					232,137
Special Education Aid	23-495-034-5120-089		7/1/22-6/30/23	542,873	(51,999)	51,999					542,873
Security Aid	23-495-034-5120-084		7/1/22-6/30/23	70,573	(6,760)	6,760					70,573
Extraordinary Special Education Costs Aid	23-495-034-5120-044		7/1/22-6/30/23	253,001	(253,001)	253,001					253,001
Reimbursement of Nonpublic School Transportation Costs	23-495-034-5120-014		7/1/22-6/30/23	9,360	(9,360)	9,360					9,360
Reimbursed TPAF Social Security	23-495-034-5094-003		7/1/22-6/30/23	475,451	(23,029)	23,029					475,451
Subtotal - General Fund / Total State Department of Education					(516,621)	6,221,704	(6,371,071)			(665,988)	9,541,790
Total State Department of Education					(516,621)	6,221,704	(6,371,071)			(665,988)	9,541,790
State Department of Agriculture:											
Enterprise Fund:											
State School Lunch Program	24-100-010-3350-023		7/1/23-6/30/24	5,797		4,721	(5,797)	(1,076)		(1,076)	5,797
State School Lunch Program	23-100-010-3350-023		7/1/22-6/30/23	3,838	(288)	288					3,838
Total State Department of Agriculture					(288)	5,009	(5,797)	(1,076)		(1,076)	9,635
Total State Awards					(516,909)	6,226,713	(6,376,868)	\$ (431,331)	\$ -0-	\$ (667,064)	\$ 9,551,425
Less: State Awards Not Subject to Single Audit Major Program Determination											
On-Behalf TPAF Pension System Contributions:											
On-Behalf TPAF Post Retirement Contributions	24-495-034-5094-001		7/1/23-6/30/24	(655,062)							\$ 655,062
On-Behalf TPAF Pension Contributions	24-495-034-5094-002		7/1/23-6/30/24	(2,379,732)							2,379,732
On-Behalf TPAF Non-Contributory Insurance	24-495-034-5094-004		7/1/23-6/30/24	(27,140)							27,140
On-Behalf TPAF Long-Term Disability Insurance	24-495-034-5094-004		7/1/23-6/30/24	(877)							877
Subtotal - On-Behalf TPAF Pension System Contributions											3,062,811
Total State Awards Subject to Single Audit Major Program Determination											\$ (3,314,057)

SEE THE ACCOMPANYING NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS



BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 1. BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards include the federal and state grant activity of the Byram Township School District Board of Education under programs of the federal and state governments for the fiscal year ended June 30, 2024. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the District, they are not intended to and do not present the financial position, changes in net position or cash flows of the District.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported in the accompanying schedules of expenditures of federal and state awards are reported on the budgetary basis of accounting with the exception of programs recorded in the Food Service Fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the District's basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts, if any, shown on the Schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3. INDIRECT COST RATE

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

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The General Fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last two state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes those payments are not recognized until the subsequent budget year due to the state deferral and recording of the last two 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 revenue, whereas the GAAP basis does not.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$4,502) for the General Fund and \$-0- for the Special Revenue Fund. See Exhibit C-3 and Note 1D for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the General and Special Revenue Funds, respectively.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
(Continued)

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (Cont'd)

Revenue from federal and state awards are reported on the Board's basic financial statements on a GAAP basis as presented below:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund		\$ 6,366,569	\$ 6,366,569
Special Revenue Fund	\$ 453,385		453,385
Food Service Fund	<u>122,030</u>	<u>5,797</u>	<u>127,827</u>
Total Awards	<u>\$ 575,415</u>	<u>\$ 6,372,366</u>	<u>\$ 6,947,781</u>

NOTE 5. 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 6. OTHER

Revenue and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. TPAF Social Security contributions represent the amount reimbursed by the State for the employers' share of social security contributions for TPAF members for the fiscal year ended June 30, 2024.

BYRAM TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

### Section I - Summary of Auditors' Results

#### Financial Statements

Type of auditors' report issued on whether the financial statements audited were prepared in accordance with GAAP.

Unmodified

Internal control over financial reporting:

1.) Material weakness identified?	_____ Yes	_____ X	No
2.) Significant deficiencies identified?	_____ Yes	_____ X	None reported
Noncompliance material to basic financial statements noted?	_____ Yes	_____ X	No

#### Federal Awards

The District was not subject to the single audit provisions of the Uniform Guidance for the fiscal year ended June 30, 2024 as federal grant expenditures were less than the single audit threshold of \$750,000 identified in the Uniform Guidance.

#### State Awards

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

Unmodified

Internal control over major programs:

1.) Material weakness identified?	_____ Yes	_____ X	No
2.) Significant deficiencies identified?	_____ Yes	_____ X	None reported
Noncompliance material to basic financial statements noted?	_____ Yes	_____ X	No
Any audit findings disclosed that are required to be reported in accordance with New Jersey's OMB Circular 15-08?			
	_____ Yes	_____ X	No

Identification of major programs:

Program Name or Cluster	State Grant No.	Grant Period		Award Amount	Budgetary Expenditures
		Start	End		
State Aid Public:					
Equalization Aid	24-495-034-5120-078	7/1/23	6/30/24	\$ 1,133,427	\$ 1,133,427
School Choice Aid	24-495-034-5120-068	7/1/23	6/30/24	439,824	439,824
Special Education Aid	24-495-034-5120-089	7/1/23	6/30/24	542,873	542,873
Security Aid	24-495-034-5120-084	7/1/23	6/30/24	70,573	70,573

Dollar threshold used to distinguish between Type A and B programs	\$ <u>750,000</u>
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Auditee qualified as low-risk auditee?	_____ Yes	_____ X	No
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BYRAM TOWNSHIP SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Status of Prior Year Findings:

There were no prior year audit findings.