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# PISCATAWAY TOWNSHIP SCHOOLS

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*Piscataway Township Board of Education  
Middlesex County, New Jersey  
Annual Comprehensive Financial Report*

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*Year Ended June 30, 2024*

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# **Piscataway Township School District**

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## **Introductory Section**



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**Dr. Frank Ranelli**  
Superintendent of Schools

**David Oliveira**  
Business Administrator/Board Secretary

December 12, 2024

Honorable President and  
Members of the Board of Education  
Piscataway Township School District  
County of Middlesex, New Jersey

Dear Board Members and Constituents:

The Annual Comprehensive Financial Report (ACFR) of the Piscataway Township School District (District) for the year ended June 30, 2024 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (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 of the governmental activities, the business-type activities, each major and non major fund and the aggregate remaining fund information at June 30, 2024 and the respective changes in financial position and cash flows, where applicable, for the year ended. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The introductory section includes this transmittal letter (designed to complement Management's Discussion and Analysis and should be read in conjunction with it), the District's organization chart, a roster of officials, and the list of independent auditors and advisors. The financial section includes the management's discussion and analysis (presented immediately after the report of independent auditors), basic financial statements, required supplementary information, and supplementary information, as well as the auditors' report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis and is unaudited. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996, the Federal Uniform Guidance and the New Jersey OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments." Information related to this single audit, including the auditor's report on internal control over compliance and compliance with major programs and findings and recommendations are included in the Single Audit section of this report.



## 1) REPORTING ENTITY AND ITS SERVICES

The Piscataway Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by GASB Statement No. 14, as amended by GASB Statement No. 61. All funds and the government-wide financial statements of the District are included in this report. The Piscataway Township Board of Education and all its schools constitute the District's reporting entity. The District does not have any component units.

Piscataway Township is the fifth oldest municipality in New Jersey with an approximate population of 61,000 people. The Township is home to Rutgers, the State University of New Jersey, as well as many Fortune 500 corporations. Piscataway Township and the Piscataway Board of Education are coterminous. The School District is an independent legal entity operating under Title 18A Education of the New Jersey Statutes and is subject to the rules and supervision of the State Board of Education and the Commissioner of the State Department of Education.

The Piscataway Township Board of Education provides a full range of educational services appropriate to grade levels PK through 12 for approximately 7,300 students. These include regular education programs, special education programs for students with disabilities, extracurricular activities, interscholastic athletic programs, and adult/community education programs. Our educational programs offer a broad-based, challenging curriculum to ensure that every child has the opportunity to pursue a post-secondary education without the need for remedial course work.

The Piscataway Township Schools has been expanding its preschool program in order to provide our students the earliest opportunities for academic success leading into our a full-day kindergarten program. Elementary school students are welcomed into a nurturing environment that offers a wide curriculum including a flourishing program in visual and performing arts. The intermediate and middle schools encourage students to become active learners and appreciate diverse learning opportunities.

Piscataway High School provides a comprehensive range of academic opportunities to meet all of our students' needs including Advanced Placement and honors courses, and an Academy Program with curricula focused on specific career paths. Academy students follow a four year recommended sequence of courses in one of five academies: Business, Engineering, Health Sciences, Performing Arts, or Visual Arts. Successful students will graduate with honors upon completing all of the requirements. Piscataway High School also offers a concurrent credit program that allows students to earn college credit for courses taken at the high school.

The District has an extensive special education program for students with disabilities. In-district self-contained programs provide learning environments that allow the students to attend school in their home community with their peers. Specialized programs are available for instruction in life skills and job training with internships at local businesses. Classes and programs are tailored to the needs of the students based on the recommendations of the IEP team, which includes the parent/guardian.

Piscataway High School provides opportunities for students beyond the classroom with an extensive list of extracurricular activities and athletic programs. The District has many middle school sports programs and offers after-school activities at all of its K-12 schools. The District's *You, I, We Inspire* program was named Grand Prize winner by the National School Boards Association for its combined focus on academic achievement and character education. Piscataway is one of the few districts that provide on-site counseling services at no charge to families through a partnership with Rutgers University.

The District's schools are organized on a PreK, K-3, 4-5, 6-8 and 9-12 system and include one high school, three middle schools, two intermediate schools, and four elementary schools, along with an integrated preschool program located in three rented buildings. All of the schools operate on a full-day schedule, including PreK and kindergarten. The District's K-12 schools are listed below. Additional information about all of the District's school buildings can be found in Schedule J-18.

<b>School</b>	<b>Grades</b>	<b>Address</b>	<b>Age of Building</b>
Eisenhower Elementary School	K-3	360 Stelton Road	1968
Grandview Elementary School	K-3	130 North Randolphville Road	1953/1968/2002/2019
Knollwood Elementary School	K-3	333 Willow Avenue	1960/1992
Randolphville Elementary School	K-3	1 Suttie Avenue	1961/1992
Arbor Intermediate School	4-5	1717 Lester Place	1961/2001
Martin Luther King Intermediate School	4-5	5205 Ludlow Street	1969/2002
Conackamack Middle School	6-8	5205 Witherspoon Street	1964/2008
Quibbletown Middle School	6-8	99 Academy Street	1961/1994
T. Schor Middle School	6-8	243 North Randolphville Road	1970/2006
Piscataway High School	9-12	100 Behmer Road	1956/1972/2007

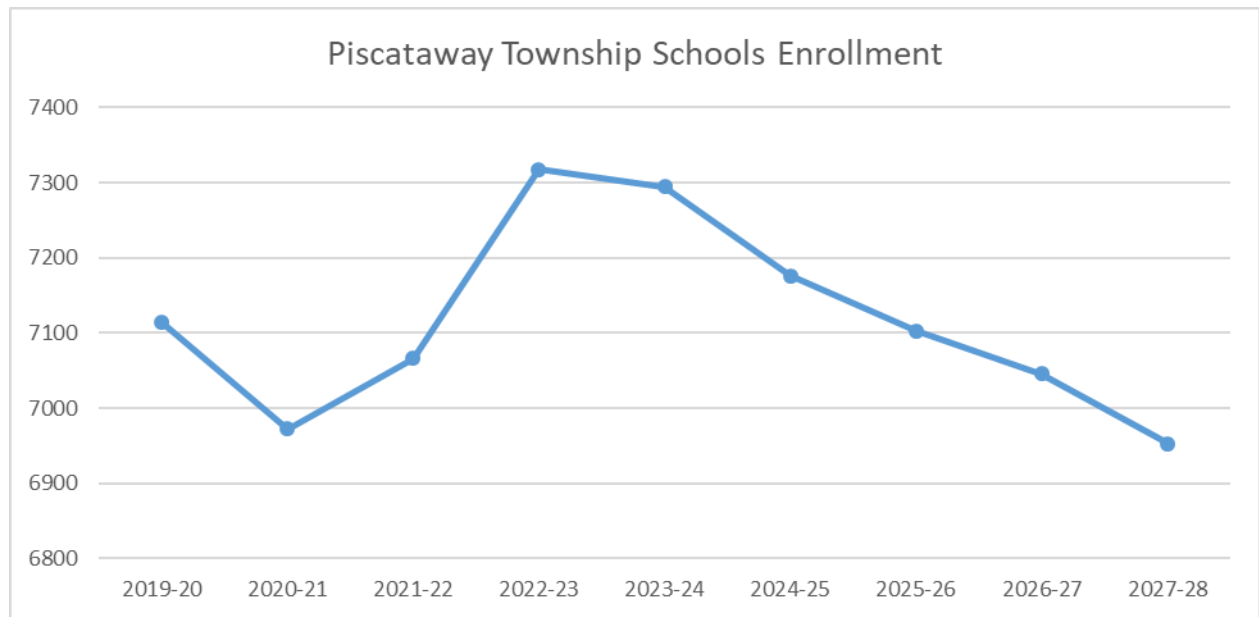
Located within Piscataway Township are several private/parochial schools, the Educational Services Commission of New Jersey schools, and a County vocational and technical high school.

There are no charter schools located within the borders of Piscataway Township; however, during the 2023-2024 school year, the District had 64 students attend twelve charter schools in surrounding communities. This represented the first significant increase in charter school enrollment in many years. These charter schools offer education in grades K through 12. Students enrolled in charter schools reduce the enrollment in the Piscataway Township Schools, but due to the spread of students across all grade levels, the District is not able to recognize any accompanying reductions in staffing or budget expenditures. The District is required to fund the charter school students by allocating a portion of its state aid to the charter schools. In 2023-2024, the District paid \$914,548 to charter schools. The table below details charter school enrollment for the previous five years with projected enrollment for 2024-2025.

<b>Fiscal Year</b>	<b>Enrollment</b>
2019-2020	46
2020-2021	46
2021-2022	49
2022-2023	50
2023-2024	64
2024-2025	60

### **Enrollment**

The exhibit below illustrates the District's actual enrollment inclusive of preschool based on the annual October 15<sup>th</sup> count required by the New Jersey Department of Education, as well as projected enrollments through 2027-2028.



Enrollment fluctuated within a 2% band from the 2019-2020 to 2021-2022 school years. Enrollment spiked in 2021-2022 and 2022-2023 due to an aggressive expansion of the District’s preschool program. The New Jersey Department of Education has prioritized preschool education and has increased state funding for several years. Fully-funded regular education preschool enrollment has increased from 69 students in 2017-2018 to 329 students in 2021-2022 and 523 students in 2023-2024. Providing high-quality education to 3 and 4 year old students is statistically proven to improve learning outcomes and the District is optimistic it will increase the number of students enrolling in kindergarten. Total resident enrollment (inclusive of the preschool program) increased from 7,115 students in 2019-2020 to 7,292 students in 2023-2024. The District projects declining enrollment moving forward due to smaller grade-level sizes and limited opportunities for further preschool expansion.

There have been a number of residential apartment developments completed during the past five years, but these developments have had a minimal impact on the schools. There are several housing developments under construction that may yield additional students, but the enrollment projections detailed above do not include any potential students from these developments. The District continues to monitor possible future developments in the Town’s affordable housing plan including the Ericsson Redevelopment, Rivendell Redevelopment, the Timothy Christian School site, and a “Town Centre” proposal, which may include apartments and single-family homes in close proximity to Piscataway High School.

## 2) ECONOMIC CONDITION AND OUTLOOK

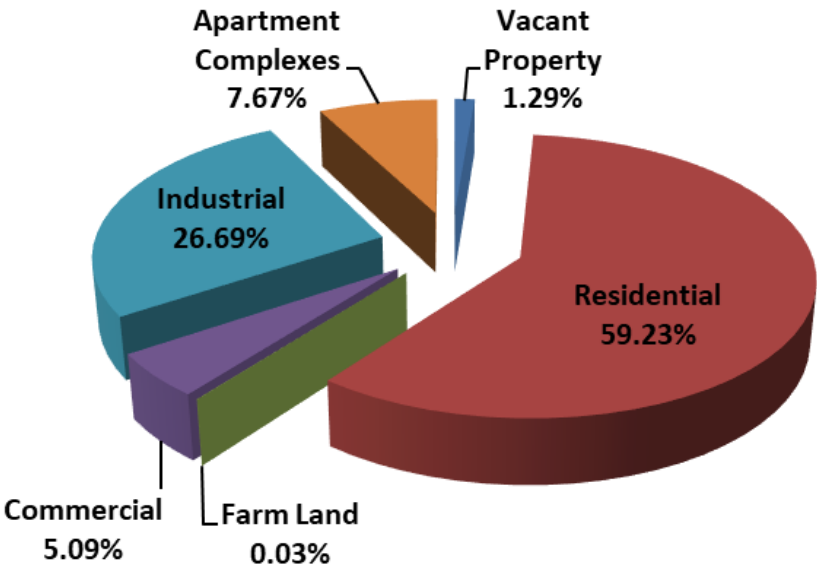
Piscataway is a community with a large residential area and pockets of industrial and warehouse facilities whose economy benefits from its proximity to New York City and an expansive road infrastructure near major highways. Piscataway is the home of many well-known industrial concerns, research centers and computer/data warehouses comfortably spaced in attractively designed modern buildings on broad beautifully landscaped sites including the major employers listed in Schedule J-15.

Piscataway is also the home of numerous facilities for Rutgers, the State University of New Jersey, including Livingston College, the College of Engineering, the School of Pharmacy, Jersey Mike’s Arena, and SHI Stadium. Rutgers University properties cover approximately one-eighth of the Township, but produce zero tax revenue for the District.

In September 2017, Standard & Poor’s upgraded the District’s general obligation debt long-term rating from AA- to AA. In addition to the strength of the District’s financial operations, S&P cited Piscataway’s “good to very strong economic indicators with a growing tax base and no concentration among leading taxpayers.” The District made its final outstanding debt payment in 2022-2023 and is now debt-free.

The assessed value of ratables in the Township increased \$844,324,900 from \$9,487,524,000 in 2023 to \$10,331,848,900 in 2024. The increase was primarily attributable to the two largest ratable categories with an 8.8% increase in the value of residential ratables and a 7.2% increase in industrial ratables, which is indicative of strong residential sales and warehouse developments in Piscataway. Piscataway’s ratables are classified in the Middlesex County Board of Taxation Abstract of Ratables as follows:

Vacant Property	\$ 133,659,400
Residential	6,119,074,000
Farmland	2,697,600
Commercial	526,278,300
Industrial	2,757,911,500
Apartment Complexes	792,228,100
Total Ratables	<u>\$ 10,331,848,900</u>



### **3) LONG TERM FINANCIAL PLANNING/MAJOR INITIATIVES**

As a public school district, we are constantly faced with challenges resulting from a changing educational landscape. Despite years of increased contributions, the State of New Jersey still has not fully funded the School Funding Reform Act (SFRA). The Piscataway Township Schools were short-changed for many years with local taxpayers having to cover a disproportionate share of the cost of education compared to other communities. Moreover, the State imposed 2% cap on the local tax levy, limited federal funding for the Individuals with Disabilities Education Act and Every Student Succeeds Act mandates, and per pupil allocation payments to charter schools have strained the allocation of resources in the local budget.

In July 2018, the Governor of the state of New Jersey signed school funding reform legislation that moves toward full funding of the School Funding Reform Act by 2024-2025. The legislation phases in a redistribution of state aid from overfunded school districts to underfunded school districts over six years. Tax revenue received by the State of NJ has been above expectations the past couple of years despite the COVID-19 pandemic, thus enabling the Governor and legislature to affirm their commitment to full implementation of the SFRA by 2024-2025.

The state aid funding formula has produced unpredictable swings in state aid for many districts across the state in recent years. Unexpectedly, the state aid formula shifted the District from being considered underfunded to overfunded for the 2023-2024 school year, resulting in a decrease of \$530,419 in state aid. For the 2024-2025 school year the District was once again considered underfunded resulting in an increase in state aid of \$4,818,592. The 2024-2025 school year completes the multi-year transition to full-funding of the SFRA. Future state aid amounts are difficult to predict, but the District will continue to project flat state aid until more stable funding patterns become evident. State statutes limit the District's ability to raise tax revenue to offset any state aid reductions, so the District will budget accordingly.

The State budget continues to be positively impacted by federal funding through CARES, ESSER, and ARP allocations from the federal government. The District received several rounds of federal funding in response to the COVID-19 pandemic: \$678,650 from CARES-ESSER I, \$488,544 in Coronavirus Relief Funds, \$2,461,497 from ESSER II, \$5,868,189 from ARP-ESSER, and \$435,343 from ARP-IDEA. These funds have been used to supplement the District's response to the COVID-19 pandemic through the expansion of tutoring programs, additional Social-Emotional Learning services, a one-to-one iPad initiative, and heating, ventilation and air conditioning (HVAC) equipment upgrades. Several of these grants have already been expended, but full expenditure of the grant funds is required by September 30, 2024.

The New Jersey Department of Education and New Jersey Legislature continue to mandate programs and initiatives without providing financial support at the local level. Examples of these initiatives are the New Jersey Student Learning Standards, the teacher and principal evaluation system, and most recently, changes to health plans offered by local districts. These mandates have impacted the District's need to redesign curriculum, make major investments in upgrading technology in an accelerated manner, invest in comprehensive professional development, and allocate additional funds toward health insurance, all financed with local tax dollars.

The Piscataway Township Schools remain committed to assisting all students achieve college and career readiness. Along with a rigorous instructional program being implemented at all grade levels, the District continues to offer supplemental programs to students in need by providing support specialists, Saturday and Summer Academies, a partnership with Rutgers University, and tutoring and mental health counseling. Funding for these supplemental programs has come from a combination of implementing efficiencies in non-instructional areas of the operation, participating in

shared service agreements, instituting cost containment measures, and utilizing COVID-19 pandemic federal funding.

In response to COVID-19, the District implemented a one-to-one iPad initiative for all students in grades PK-12. With the return to in-person instruction, technology continues to be utilized, but there is a renewed focus on interpersonal relations and hands-on learning. Students in the earlier grades have access to classroom sets of iPads, but the District has reduced the number of grades that take the iPads home. Replacing aging iPads, desktop computers, and interactive whiteboards continues to require significant financial resources.

The District completed numerous additions, renovations and upgrades to its buildings over the past decade through a combination of efficient budgeting, the use of capital reserve, and New Jersey Schools Development Authority (SDA) Regular Operating District (ROD) grants. SDA ROD grants are funds provided by the State of New Jersey to school districts to pay for 40% of eligible school project costs. These grants allowed the district to undertake important renovations and upgrades with the taxpayers only paying 60% of the project cost. Although a new round of ROD grants were announced during 2023-2024, the District's projects were not selected. The last round of ROD grants received by the District were awarded in 2013.

Budget efficiencies have allowed the District to continue reserving funds in its capital reserve account and subsequently use those funds to address building improvements and infrastructure needs. The District's annual building and facilities improvements focus on providing learning environments that will greatly enhance student achievement. All of the improvements are designed to support the instructional program and help Piscataway keep pace with educational requirements and facilities in surrounding communities.

Several capital projects were completed during the 2023-2024 school year: the installation of 33 water bottle filling stations, paving projects at three schools, and the installation of new generators at four schools. COVID-19 impacted supply chain delivery schedules, which has delayed the completion of an HVAC replacement project until the summer of 2024. Several new projects are in the planning stages and will be initiated during 2024-2025: paving projects at three schools, dust collection system upgrades at Piscataway High School, media center upgrades including an e-sports gaming area at Piscataway High School, and acoustical improvements in several gyms.

The Piscataway Township Schools began work on its energy savings improvement program (ESIP) during the 2021-2022 school year. Construction began on energy conservation measures (ECM) that will be paid for with energy and maintenance savings over the next 18 years. Projects in the ESIP include the installation of solar panels, LED lighting, HVAC units, transformers, boilers, water conservation measures, window replacements, and building envelope upgrades. Completion of the ESIP projects are expected by the end of 2024.

Personnel costs are a significant component of the annual budget. The Piscataway Board of Education maintains positive working relationships with the two local bargaining units and has a history of negotiating successor agreements before the expiration of the prior agreement. The District completed negotiations on a five-year agreement with the Piscataway Township Education Association in June 2023 that covers all affiliated employees other than administrators and provides cost certainty through the 2027-2028 fiscal year. The current agreement with the Piscataway Township Principals and Supervisors Association is a five-year contract that provides cost certainty through the 2026-2027 fiscal year.

Going forward, the District's administration will continue to implement a budget process that presents to the Board of Education and the community a balanced approach to providing financial support to instructional programs while seeking efficiencies on the operations side. State operating revenues have exceeded all expectations post-pandemic and have been supplemented by federal stimulus funds. Any decrease in state revenue collections due to a recession or federal funding fiscal cliff could impact state aid to schools and present a challenge for all New Jersey school districts. Another challenge is cost containment and the impact of inflation on salaries and contracted services. Bargaining units are negotiating 3-4% annual increases throughout the state even though the tax levy cap remains at 2% per annum.

As we project the future, we are working with the following guiding principles:

- Tax Levies for school districts cannot exceed 2% except for a few exceptions. In essence, our costs, many of which are beyond our control, need to be kept below the tax levy cap. The only other alternative to increase tax revenue is to return the budget vote to the community if increases larger than 2% are necessary.
- Personnel – School districts are human resource dependent organizations; therefore the largest impact on the budget going forward is in the area of salaries and related benefits. Shortages of staff and inflationary pressures have caused significant increases in labor costs, as evidenced by average salary increases of 3.4%-4% in the newly negotiated bargaining agreements. Health benefit costs have also increased well above the 2% tax levy cap.
- Energy – The District has moderated the impact of energy costs through efficiencies and the installation of solar panels on many of the District's buildings. The District is implementing an energy savings improvement program (ESIP) that includes additional solar panels, LED lighting, and other upgrades that will help reduce the amount of electricity purchased from the utility company. The District earned Energy Star certification for all 10 of its buildings during the 2023-2024 school year.
- Technology – Hardware and software purchases will continue to increase and will replace traditional school supplies and textbook purchases. Cybersecurity protective measures require annual increases in technology expenditures.
- Despite the 2% tax levy cap, the District will work to maintain a capital reserve account in order to address any building improvement needs.

#### **4) RELEVANT FINANCIAL POLICIES**

The District recognizes the importance of sound financial policies and their importance in supporting the whole school program. District administration works closely with the Fiscal Planning and Operations Committee and the Policy and Legislative Committee, two subcommittees of the Board of Education, to review and update financial policies.

The District utilizes zero-based budgeting practices as well as historical trend analysis to prepare its budget. The District monitors revenue and expenditure vs. budget on a monthly basis and provides reports to the Board. All variances are researched and analyzed to determine if any irregularities or significant deviations exist. All variances are shared with the appropriate administrator and, if necessary, adjustments are made to ensure compliance with the approved budget.

Cash flow is monitored on a daily basis and unused funds are invested in local, interest-bearing checking accounts. The District adopted an investment policy that allows the investment of limited cash funds in secure investments as outlined in N.J.S.A. 18A:20-37. Interest rate increases by the Federal Reserve combined with investments in higher yielding accounts dramatically improved interest earned on deposits and investments during 2023-2024.

The District has continued its risk management policies by purchasing insurance for all identified risks from New Jersey Schools Insurance Group, an insurance pool of New Jersey school districts, including property damage, commercial liability, business auto, legal liability, and workers' compensation. The District is self-insured for medical, prescription, and dental claim exposure with supplemental stop-loss insurance limiting the District's total exposure.

## **5) INTERNAL CONTROLS**

Management of the District is responsible for establishing and maintaining internal controls 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 accounting principles generally accepted in the United States of America (GAAP) as they pertain to governmental entities. Internal controls are 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, the District is also responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws and regulations related to those programs. These internal controls are 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 internal control, including that portion related to federal awards and state financial assistance programs, as well as to evaluate whether the District has complied with applicable laws and regulations relating to its major programs. All major federal and state programs received an unmodified opinion.

## **6) BUDGETARY PROCESS AND LEVEL OF CONTROL**

In addition to internal controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget submitted to the Department of Education. In accordance with the New Jersey Quality Single Accountability Continuum, the District develops a budget calendar and reviews it with the Fiscal Planning and Operations Committee of the Board of Education to set the schedule of benchmarks for the budget.

Budget development begins with a review of personnel and new staffing requests, health benefit projections, district-wide instructional initiatives and capital projects. Departmental and school budget requests are reviewed to ensure compliance with educational objectives and budget thresholds. State aid allocations are announced late in the budget development process and budget adjustments are made accordingly. Budget requests are populated in the Department of Education budget software and are reviewed for compliance with regulations. The Fiscal Planning and Operations Committee receives monthly reports on the budget development process.



A preliminary budget is finalized and presented to the Board of Education for approval. The preliminary budget is then submitted to the New Jersey Department of Education Executive County Superintendent of Schools for comments and approval. The preliminary budget is modified as necessary and the annual budget is adopted by the Board of Education for the general fund, the special revenue fund, and the debt service fund. The Board of Education of the District maintains and controls the legal level of control over the budget, which is made at the line-item level. A copy of the approved user-friendly budget is posted to the District's website for easy access by the community. The final adopted appropriated budget as amended for the fiscal year is reflected in the financial section.

## **7) ACCOUNTING SYSTEM AND REPORTS**

The District's financial statements are presented in conformity with accounting principles generally accepted in the United States, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic Financial Statements," Note 1.

## **8) DEBT ADMINISTRATION**

Standard & Poor's upgraded the District's general obligation debt long-term rating from AA- to AA in 2017. All of the District's net debt was retired in the 2022-2023 school year.

## **9) OTHER INFORMATION**

### **A. *Independent Audit:***

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of PKF O'Connor Davies, LLP was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act and the related Federal Uniform Guidance and New Jersey OMB Circular 15-08, as amended. The auditors' report on the basic financial statements, required supplementary information, and supplementary information are included in the financial section of this report. The auditors' reports related specifically to the single audit are included in the single audit section of this report.

### **B. *Awards:***

The International Association of School Business Officials (ASBO) awarded a "Certificate of Excellence in Financial Reporting" to the District for its annual comprehensive financial report for the fiscal year ended June 30, 2023. This is the seventh consecutive year that the District has received this prestigious award. In order to be awarded this certificate, the District published an easily readable and efficiently organized annual comprehensive financial report. This report satisfied both accounting principles generally accepted in the United States and applicable legal requirements.

The Certificate is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Programs' requirements and we are submitting it to ASBO to determine its eligibility for the fiscal year 2023-2024 certificate.

## 10) ACKNOWLEDGMENTS

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

Respectfully Submitted,



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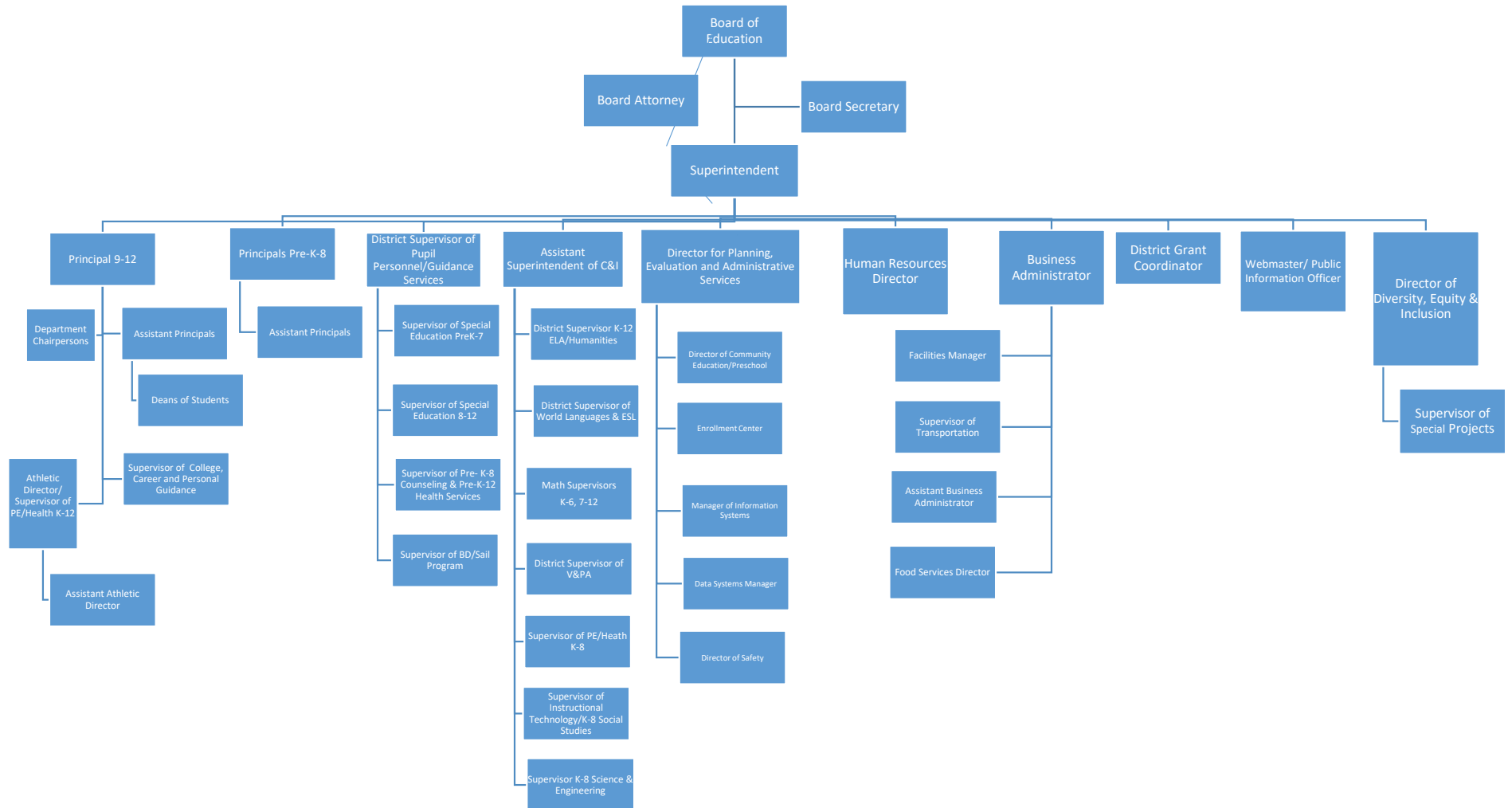
Dr. Frank Ranelli, Superintendent



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David Oliveira, Business Administrator

## Piscataway Township Schools Organizational Chart 2024



Piscataway Township School District  
Piscataway, New Jersey

Roster of Officials

June 30, 2024

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Shantell Cherry, President	2026
Dr. Tom Connors, Vice President	2024
Nancy Corradino	2024
Courtney King	2025
Sarah Rashid	2024
Loretta Rivers	2026
Nancy Salgado-Cowan	2025
Brenda Smith	2025
Inieka Stafford	2026

Other Officials

Dr. Frank Ranelli, Superintendent of Schools

David Oliveira, School Business Administrator/ Board Secretary

David Rubin, Esq., Solicitor

Piscataway Township School District  
Piscataway, New Jersey

Independent Auditors and Advisors

**Architects**

Spiezle Architectural Group, Inc.  
1395 Yardville Hamilton Square Road  
Suite 2A  
Hamilton, NJ 08691

**Independent Auditors**

PKF O'Connor Davies, LLP  
20 Commerce Drive  
Suite 301  
Cranford, NJ 07016

**Attorney**

David B. Rubin  
(Staff Counsel)

**Official Depository**

Citizens Bank  
565 Stelton Road  
Piscataway, NJ 08854

Provident Bank  
100 Stelton Road  
Piscataway, NJ 08854



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting  
is presented to**

## **Piscataway Township Board of Education**

**for its Annual Comprehensive Financial Report  
for the Fiscal Year Ended June 30, 2023.**

The district report meets the criteria established for  
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'Ryan S. Stechschulte'.

**Ryan S. Stechschulte**  
President

A handwritten signature in black ink, reading 'James M. Rowan'.

**James M. Rowan, CAE, SFO**  
CEO/Executive Director

## **Financial Section**



## **Independent Auditors' Report**

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

In our opinion, the 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 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 as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards and requirements 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.

PKF O'CONNOR DAVIES, LLP  
20 Commerce Drive, Suite 301, Cranford, NJ 07016 | Tel: 908.272.6200 | Fax: 908.272.2416 | [www.pkfod.com](http://www.pkfod.com)

PKF O'Connor Davies, LLP is a member firm of the PKF International Limited network of legally independent firms and does not accept any responsibility or liability for the actions or inactions on the part of any other individual member firm or firms.



**The Honorable President and Members  
of the Board of Education  
Piscataway Township School District**

*Page 2*

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.

***Auditors' 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 auditors' 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, audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if 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, the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of 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 judgement, 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.

**The Honorable President and Members  
of the Board of Education  
Piscataway Township School District**

*Page 3*

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that management's discussion and analysis and the schedules included under Required Supplementary Information in the accompanying table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, 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 combining and individual fund financial statements, and the schedules of expenditures of federal awards and state financial assistance, as required by *Title 2 U.S. Code of Federal Regulations (CFR) Part 200 Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, respectively, are presented for 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 GAAS. In our opinion, the combining and individual fund financial statements, and the schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Information***

Management is responsible for the other information included in the Annual Comprehensive Financial Report for the year ended June 30, 2024. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' 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.

**The Honorable President and Members  
of the Board of Education  
Piscataway Township School District**

*Page 4*

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 12, 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 the District's internal control over financial reporting and compliance.

*PKF O'Connor Davies, LLP*

Cranford, New Jersey  
December 12, 2024

*David J. Gannon*

David J. Gannon, CPA  
Licensed Public School Accountant, No. 2305

## **Required Supplementary Information – Part I**

Management's Discussion and Analysis

Piscataway Township School District  
Management's Discussion and Analysis  
Year Ended June 30, 2024

As management of the Piscataway Township School District, we offer readers of the District's financial statements this narrative discussion, overview, and analysis of the financial activities of the District for the fiscal year ended June 30, 2024. We encourage readers to consider the information presented, in conjunction with additional information that we have furnished in our letter of transmittal.

Management's Discussion and Analysis (MD&A) is Required Supplementary Information specified in the Governmental Accounting Standard Board's (GASB) Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*. Certain comparative information between the current fiscal year (2023 - 2024) and the prior fiscal year (2022 - 2023) is presented in the MD&A.

### **Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This document also contains required and other supplementary information in addition to the basic financial statements themselves.

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

The statement of net position presents information on all of the assets, deferred outflows of resources, deferred inflows of resources and liabilities of the District, with the difference between the four reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

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

The government-wide financial statements can be found on pages 31 - 32 of this report.

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

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

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

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

The District adopts an annual appropriated budget for its general fund, special revenue fund and debt service fund. Budgetary comparison statements have been provided as required supplementary information for the general fund and special revenue fund to demonstrate compliance with this budget and supplementary information for the debt service fund.

The basic governmental fund financial statements can be found on pages 33 - 35 of this report.

**Proprietary funds.** The District maintains two proprietary fund types. Proprietary funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The District uses enterprise funds to account for the operations of its food service and adult and child care programs, both of which are considered major funds of the District. The Internal service funds are funds used to accumulate and allocate costs internally among the District's various functions or for providing a service to other entities on a break-even basis. The District uses one internal service fund to account for services provided to all the other funds. The District operates an internal service fund for its self-insurance activities. The internal service fund has been included within governmental activities in the government-wide financial statements. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

The basic proprietary fund financial statements can be found on pages 36 - 38 of this report.

**Notes to the basic financial statements.** The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 39 - 82 of this report.

**Other information.** The combining statements referred to earlier in connection with governmental funds, enterprise funds and internal service funds are presented immediately following the notes to the basic financial statements. Combining and individual fund statements and schedules can be found on pages 87 - 106 of this report.

## Financial Highlights

### Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The following table provides a summary of net position relating to the District's governmental and business-type activities at June 30, 2024 and 2023:

	2024			2023		
	Governmental Activities	Business Type- Activities	Total	Governmental Activities	Business Type- Activities	Total
Current and other assets	\$ 82,869,185	\$ 5,032,213	\$ 87,901,398	\$ 78,233,196	\$ 5,216,015	\$ 83,449,211
Capital assets, net	94,518,352	1,300,195	95,818,547	92,304,068	905,859	93,209,927
Total assets	177,387,537	6,332,408	183,719,945	170,537,264	6,121,874	176,659,138
Deferred outflows	2,718,606		2,718,606	3,943,795		3,943,795
Liabilities						
Current liabilities	15,379,951	1,566,010	16,945,961	14,463,792	1,435,860	15,899,652
Net pension liability	22,784,805		22,784,805	26,849,457		26,849,457
Long term liabilities	20,287,758	305,010	20,592,768	22,420,922	462,941	22,883,863
Total liabilities	58,452,514	1,871,020	60,323,534	63,734,171	1,898,801	65,632,972
Deferred inflows	4,484,141		4,484,141	4,650,634		4,650,634
Net position						
Net investment in capital						
assets	77,854,498	837,254	78,691,752	74,856,392	290,389	75,146,781
Restricted	60,971,573		60,971,573	53,013,255		53,013,255
Unrestricted (deficit)	(21,656,583)	3,624,134	(18,032,449)	(21,773,393)	3,932,684	(17,840,709)
Total net position	\$ 117,169,488	\$ 4,461,388	\$ 121,630,876	\$ 106,096,254	\$ 4,223,073	\$ 110,319,327

Key financial highlights for the 2023 - 2024 fiscal year include the following:

- Governmental activities net position increased \$11,073,234. The increase was primarily driven by significant capital asset acquisitions in the amount of \$9,067,188. Additionally, the District realized an increase in revenue from property taxes in the general fund by \$4,425,600 in the current year.
- The District also generated another \$6,213,881 of general fund budgetary fund balance that was the direct result of several cost savings during the year and several revenues that exceeded anticipated amounts in the budget.
- Consistent with the prior year, the State withheld the school district's fiscal 2023-2024 last two state aid payments until July 2024.
- Increases to governmental current and other assets in the amount of \$4,635,989 resulted primarily from the overall increase of approximately \$4,600,000 in governmental cash and investments from the prior year. As previously mentioned, the District generated \$6,213,881 of general fund budgetary fund balance, which yielded this significant cash increase. Also, an offset of a decrease in state and federal aid of \$2,328,757 due to less monies from COVID-19 funds utilized in current year compared to prior years.
- Significant changes to deferred outflows and deferred inflows of resources pertain primarily to the impact of the changes in the GASB 68 net pension liability calculation performed by the State of New Jersey. The changes for the year ended June 30, 2024 from the prior year resulted from adjustments in assumptions calculated by the actuary in conjunction with the net pension liability calculation for the measurement date of June 30, 2023 and rolled forward to June 30, 2024. The net pension liability associated with the District's governmental activities at June 30, 2024 amounted to \$22,784,805, which decreased by \$4,064,652 from the prior year.
- Long-term liabilities decreased due to principal payments made in the amount of \$3,088,590 for the lease installment payments for the District's leases payable.
- The largest portion of the District's net position reflects its investment in capital assets (e.g., land, construction in progress, building and equipment) net of related debt. The balance of investment in capital assets, net of related debt is the carrying value of capital assets less the amount of the outstanding debt used to finance those assets.
- An additional portion of the District's net position (restricted) represents resources that are subject to external restrictions on how they may be used, including funds reserved for future maintenance service, capital reserve, excess surplus and capital projects. Restricted net position increased by \$7,958,318 during the year ended June 30, 2024.



- The deficit (negative) balance of governmental activities unrestricted net position in the amount of (\$21,656,583) is mainly the result of liabilities for compensated absences and the net pension liability without an offsetting asset.

The following table provides a comparative summary of the changes in net position relating to the District's governmental and business-type activities for the years ended June 30, 2024 and 2023:

	2024			2023		
	Governmental Activities	Business Type- Activities	Total	Governmental Activities	Business Type- Activities	Total
<b>Revenues:</b>						
Program revenues:						
Charges for services	\$ 1,597,541	\$ 5,874,695	\$ 7,472,236	\$ 1,286,208	\$ 5,097,365	\$ 6,383,573
Operating grants and contributions	15,432,965	2,139,821	17,572,786	14,198,747	2,328,085	16,526,832
General revenues:						
Property taxes	103,062,878		103,062,878	102,279,002		102,279,002
State and federal aid not restricted to a specific purpose	40,227,792		40,227,792	42,556,549		42,556,549
Investment income	104,539		104,539	346,737		346,737
Miscellaneous	4,638,813		4,638,813	2,975,221		2,975,221
Total revenue	165,064,528	8,014,516	173,079,044	163,642,464	7,425,450	171,067,914
<b>Expenses:</b>						
Instructional services	88,095,825		88,095,825	83,335,521		83,335,521
Support services	64,881,805		64,881,805	67,585,814		67,585,814
Charter school	914,548		914,548	750,866		750,866
Interest on long term debt	-		-	14,634		14,634
Business type activities		7,875,317	7,875,317		6,890,804	6,890,804
Total expenses	153,892,178	7,875,317	161,767,495	151,686,835	6,890,804	158,577,639
Change in net position	11,172,350	139,199	11,311,549	11,955,629	534,646	12,490,275
Transfers	(99,116)	99,116	-	-	-	-
Change in net position	11,073,234	238,315	11,311,549	4,596,619	22,202	12,490,275
Net position—beginning	106,096,254	4,223,073	110,319,327	94,140,625	3,688,427	97,829,052
Net position—ending	\$ 117,169,488	\$ 4,461,388	\$ 121,630,876	\$ 106,096,254	\$ 4,223,073	\$ 110,319,327

**District activities.** The key elements of the District's changes in net position for the years ended June 30, 2024 and 2023 are as follows:

Property tax revenue in the general fund increased \$4,425,600 to balance the budget for increases to salaries and health benefits. The overall total decrease from 2022/23 to 2023/24 in state and federal aid was (\$1,094,539). This significant decrease was primarily driven by a decrease in the total full accrual TPAF on-behalf pension amounts recognized in state source revenue and based on changes in assumptions and other variables including mortality rates and discount rates in the actuarial GASB 68 and 75 calculations. There was also an increase of approximately \$650,000 in Preschool Aid resulting from an expansion of the preschool program.

## Financial Analysis of the District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds.** The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. The District's fund balance amounts are classified as either restricted, committed, assigned or unassigned.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedule presents a summary of the General Fund, Special Revenue Fund and Debt Service Fund revenues for the fiscal year ended June 30, 2024, and the increases in relation to the prior year:

Revenue	2024 Amount	Percent of Total	Increase from 2023	Percent of Increase
Local sources	\$ 109,411,571	61.24%	\$ 2,359,600	2.20%
State sources	62,604,549	35.04%	1,878,498	3.09%
Federal sources	6,646,055	3.72%	290,790	4.58%
Total	<u>\$ 178,662,175</u>	<u>100.00%</u>	<u>\$ 4,528,888</u>	<u>2.60%</u>

The increase in local sources is primarily due to an increase in the tax levy of \$783,876 (General Fund increase of \$4,425,600 less a Debt Service Fund decrease of \$3,641,724). The District's overall increase in the tax levy is within the 2% levy cap as promulgated by the State Legislature. The increase in state sources is largely a result of additional Preschool Aid in the amount of \$650,000, TPAF Pension, Post-Retirement, Long-term Disability and Reimbursed TPAF social security of approximately \$1,400,000 and offset by a decrease in general state aid of approximately \$880,000.

The following schedule presents a summary of General Fund, Special Revenue Fund and Debt Service Fund expenditures for the fiscal year ended June 30, 2024 and the increases and (decreases) in relation to the prior year:

Expenditures	2024 Amount	Percent of Total	Increase (Decrease) From 2023	Percent of Increase (Decrease)
Current expenditures:				
Instruction	\$ 58,638,207	33.78%	\$ 867,792	1.50%
Support services	114,057,418	65.70%	6,358,643	5.90%
Charter Schools	914,548	0.52%	163,682	21.80%
Debt service:				
Principal	-	0.00%	(3,575,000)	-100.00%
Interest and Other Charges	-	0.00%	(66,725)	-100.00%
Total	<u>\$ 173,610,173</u>	<u>100.00%</u>	<u>\$ 3,748,392</u>	<u>2.21%</u>

There was an overall increase in total expenditures in 2024 from 2023 of just over 2% as a result of the District's cost saving efforts.

#### General Fund

Fund balance in the General Fund increased by approximately \$6,000,000. Of the \$66,409,300 fund balance in the General Fund, \$8,716,327 is restricted for current year excess surplus, \$7,678,114 is restricted for the prior year excess surplus, \$34,670,608 is restricted in the capital reserve account, \$1,878,335 is restricted for an unemployment reserve, \$6,555,332 is restricted in the maintenance reserve, \$1,000,000 is restricted in the emergency reserve account, \$4,008,510 of encumbrances is assigned to other purposes, and \$1,902,074 is unassigned.

#### Special Revenue Fund

Expenditures in the Special Revenue Fund increased primarily due to increased funding mentioned above to expand the District's preschool programs. As preschool enrollment has continued to grow, staffing costs have also increased during the year ended June 30, 2024. The District has an unassigned deficit fund balance of \$775,834 in the Special Revenue Fund as of June 30, 2024 as a result of the State deferring the payment of the final two state aid payments until July 2024.

#### Capital Projects Fund

The capital projects fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). The fund balance in the Capital Projects Fund of \$1,631,848 is the result of the unspent proceeds from the District's energy savings program lease which has not yet been completed.

#### Internal Service Funds

The District operates a self-insurance program for workers compensation, health, prescription and dental benefits. The Internal Service Fund net position was unchanged at year end at \$2,298,433.

**Business Type Activities.** The focus of the District's business type activities is to provide information on near-term inflows, outflows, and balances of spendable resources related to the operations of its food service and adult and childcare programs.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedule presents a summary of the Enterprise funds revenues for the fiscal year ended June 30, 2024, and the (decreases) and increases in relation to the prior year:

<b>Revenue</b>	<b>2024 Amount</b>	<b>Percent of Total</b>	<b>Increase (Decrease) from 2023</b>	<b>Percent of Increase (Decrease)</b>
Local sources	\$ 5,874,695	73.30%	\$ 777,330	15.25%
State sources	106,546	1.33%	34,416	47.71%
Federal sources	2,033,275	25.37%	(222,680)	-9.87%
Total	<u>\$ 8,014,516</u>	<u>100.00%</u>	<u>\$ 589,066</u>	<u>7.93%</u>

The increase in local sources is mainly attributable to an increase in Community Education program revenue due to increased participation in programs, including the summer program, to pre-pandemic levels. The decrease in federal source revenue was caused by the federal government no longer providing free meals to all students as was done during the pandemic timeframe.

The following schedule presents a summary of the Enterprise fund operating expenses for the fiscal year ended June 30, 2024, and the increases and (decreases) in relation to the prior year:

<b>Expenditures</b>	<b>2024 Amount</b>	<b>Percent of Total</b>	<b>Increase From 2023</b>	<b>Percent of Increase</b>
Salaries	\$ 3,625,791	46.04%	\$ 406,991	12.64%
Employee benefits	489,862	6.22%	35,929	7.92%
Other purchased services	1,493,175	18.96%	370,455	33.00%
Supplies and materials	59,357	0.75%	20,460	52.60%
Cost of sales program	1,797,054	22.82%	16,805	0.94%
Other	410,078	5.21%	133,873	48.47%
	<u>\$ 7,875,317</u>	<u>100.00%</u>	<u>\$ 984,513</u>	<u>14.29%</u>

The overall increase in the expenditures relates increased costs of food to the food service fund and an increase in expenditures for the Adult and Community Education program based on increased participation in programs.

#### Food Service Fund

The food service enterprise fund operated at a \$231,902 net loss this year. Revenues from daily food sales increased from the prior year by \$127,109 or 8.70% as a result of the District continuing to provide students with meals irrespective of their ability to pay. Federal and state revenues decreased from the prior year by \$188,264 as a result of less COVID-19 pandemic funds available for supply chain assistance. Total operating expenses increased from the prior year by \$623,144 or 17.47% due to purchased services for the installation and maintenance of equipment and depreciation expense. The net position of the food service fund, \$1,381,914 is comprised of net position - investment in capital assets of \$824,990 and unrestricted net position of \$556,924.

### Adult and Community Education Fund

The adult and community education fund realized operating revenue of \$4,154,462 for the year ended June 30, 2024. Current year revenues increased from the prior year by \$628,645 or 17.83% as a result of increased enrollment in Before-and-Aftercare and summer programs year over year. The fund maintains adequate levels of cash on hand to ensure the operational requirements of running the program are met at any time. Furthermore, since the fund has a substantial net position, the District has moderated any increases to tuition rates.

The net position of the adult and community education fund, \$3,079,474 is comprised of net position investment in capital assets of \$12,264 and unrestricted net position of \$3,067,210. The unrestricted net position is the result of the District running a successful adult and community education program.

### **Capital Assets and Debt Administration**

*Capital Assets.* At June 30, 2024, the District's governmental activities had capital assets of \$94,518,352 (net of accumulated depreciation), including land, construction in progress, school buildings, machinery, equipment and vehicles.

The District's governmental funds' capital assets, net of depreciation consisted of the following at June 30, 2024 and 2023:

	<b>June 30,</b>	
	<b>2024</b>	<b>2023</b>
Land	\$ 1,542,967	\$ 1,542,967
Construction in progress	17,314,049	15,121,840
Buildings and building improvements, net	67,592,108	65,517,129
Machinery, equipment, and vehicles, net	3,528,533	3,775,844
Right to Use Assets - Building, net	4,465,603	6,125,912
Right to Use Assets - Equipment, net	75,092	220,376
Total capital assets, net	<u>\$ 94,518,352</u>	<u>\$ 92,304,068</u>

The increase in total capital assets is a result of capital asset additions exceeding depreciation/amortization expense during the fiscal year. See Note 4 for further details on capital assets.

*Debt Administration.* During the 2024 fiscal year, the District had outstanding long-term liabilities of \$28,812,802 of which \$8,525,044 was classified as the current portion.

At June 30, 2024 and 2023, the District's long-term liabilities consisted of:

	<b>June 30,</b>	
	<b>2024</b>	<b>2023</b>
Financed purchases payable	\$ 13,594,929	\$ 14,826,231
Leases payable	4,700,773	6,558,061
Compensated absences payable	2,202,854	2,146,501
Accrued liability for insurance claims	8,314,246	6,609,369
Total long-term liabilities	<u>\$ 28,812,802</u>	<u>\$ 30,140,162</u>

Long-term liabilities decreased mainly due to payments made on the District's ESIP financed purchases and facility leases during 2024. More detailed information about the District's long-term liabilities and outstanding debt can be found in Notes 5 and 12 to the basic financial statements.

### **General Fund Budgetary Highlights**

The District budget is prepared according to New Jersey Statutes. The most significant budgeted fund is the general fund. During the fiscal year, there were several differences between the original budget and the final amended budget as a result of transfers being applied to certain line items. These transfers were made between line items as part of the normal process as permitted by State guidelines. Readers should refer to Section C of the financial report for comparisons between actual and budgeted amounts.

Described below are explanations for variations in realized revenues and expenditures for those lines where the final budgeted amounts differ from the actual amounts by more than \$500,000 and 5%. All other fluctuations less than \$500,000 and 5% are considered immaterial.

### **Realized Revenues:**

- Local sources – Interest income – actual interest income in total was \$2,751,647 higher than anticipated due to the increased federal funds rate causing the financial institutions' interest rate to increase to 5%.
- State sources – On-behalf TPAF pension and reimbursed social security contributions are unbudgeted revenue sources. Consequently, actual revenues as well as the related expenditures exceeded the final budgeted amount by 100.0%.
- Other finance sources – Transfer from Capital Projects Fund - due to completion of projects in the past years, these funds were the remaining funds transferred back to capital reserve fund balance at year end.

### **Realized Expenditures:**

- Instruction – regular programs – salaries of teachers, grades 1-12 – actual expenditures in total were \$814,422 lower than anticipated due to the nationwide teacher shortage made filling vacancies for certain positions difficult, thereby resulting in lower salary expenditures.
- Undistributed Instruction – regular programs – general supplies - actual expenditures in total were \$1,533,644 lower than anticipated due to new iPads that were not purchased during 2023-2024 due to two grade level replacements of iPads that were not received prior to year end and whiteboard replacements were postponed. As of June 30, 2024, \$507,490 of purchase orders were not liquated.
- Unallocated benefits – Health Insurance – actual expenditures in total were \$1,927,158 lower than anticipated in the budget due to less claims submitted during 2023-2024 and reimbursement in claims that exceeded the stop-loss thresholds in the District's insurance policy.
- On-behalf TPAF pension and reimbursed social security contributions are unbudgeted revenue sources. Consequently, actual revenues as well as the related expenditures exceeded the final budgeted amount by 100.0%.
- Capital outlay equipment – Information Technology – actual expenditures in total were \$961,736 lower than anticipated primarily due to a delay in the installation of Promethean Boards. However, of that \$150,000 is encumbered for server upgrades that have been delayed due to supply chain issues in obtaining the required equipment.
- Construction and construction services expenditures in total were \$3,432,836 lower than anticipated. Paving projects came in under budget. Encumbrances of \$2,300,000 are open for several projects whose work continued into the next fiscal year.

### **Requests for Information**

This financial report is designed to provide a general overview of the Piscataway School District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the School Business Administrator, 1515 Stelton Road, Piscataway, New Jersey 08854.

## **Basic Financial Statements**



## **Government-wide Financial Statements**

The government-wide financial statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all governmental activities and business-type activities as of and for the year ended June 30, 2024.

## Piscataway Township School District

## Statement of Net Position

June 30, 2024

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>Assets</b>			
Cash and cash equivalents	\$ 61,525,565	\$ 4,560,831	\$ 66,086,396
Accounts receivable	4,114,536	362,370	4,476,906
Internal balances	(99,116)	99,116	
Inventories		9,896	9,896
Investments	17,328,200		17,328,200
Capital assets, non-depreciable	18,857,016		18,857,016
Capital assets, depreciable/amortized, net	75,661,336	1,300,195	76,961,531
Total assets	<u>177,387,537</u>	<u>6,332,408</u>	<u>183,719,945</u>
<b>Deferred Outflows Of Resources</b>			
Pension deferrals	<u>2,718,606</u>		<u>2,718,606</u>
<b>Liabilities</b>			
Accounts payable	5,147,172	214,101	5,361,273
Accrued interest payable	234,132		234,132
Intergovernmental payables - State	62,239		62,239
Unearned revenue	1,351,803	1,193,978	2,545,781
Other liabilities	59,561		59,561
Net pension liability	22,784,805		22,784,805
Current portion of long-term obligations	8,525,044	157,931	8,682,975
Noncurrent portion of long-term obligations	20,287,758	305,010	20,592,768
Total liabilities	<u>58,452,514</u>	<u>1,871,020</u>	<u>60,323,534</u>
<b>Deferred Inflow Of Resources</b>			
Pension deferrals	<u>4,484,141</u>		<u>4,484,141</u>
<b>Net Position</b>			
Net investment in capital assets	77,854,498	837,254	78,691,752
Restricted for:			
Excess surplus	16,394,441		16,394,441
Capital reserve	34,670,608		34,670,608
Emergency reserve	1,000,000		1,000,000
Maintenance reserve	6,555,332		6,555,332
Unemployment liability reserve	1,878,335		1,878,335
Reserve for student activities	459,394		459,394
Reserve for scholarships	13,463		13,463
Unrestricted (deficit)	<u>(21,656,583)</u>	<u>3,624,134</u>	<u>(18,032,449)</u>
Total net position	<u>\$ 117,169,488</u>	<u>\$ 4,461,388</u>	<u>\$ 121,630,876</u>

See accompanying notes to the basic financial statements.

## Piscataway Township School District

## Statement of Activities

Year ended June 30, 2024

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position		Total
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	
<b>Governmental activities</b>						
Instruction	\$ 88,095,825	\$ 419,705	\$ 7,417,533	\$ (80,258,587)		\$ (80,258,587)
Support services:						
Attendance/social work	422,561			(422,561)		(422,561)
Health services	1,827,633			(1,827,633)		(1,827,633)
Other support services	22,355,261	676,344	6,947,698	(14,731,219)		(14,731,219)
Improvement of instruction	4,175,939			(4,175,939)		(4,175,939)
Other support: instructional staff	11,788			(11,788)		(11,788)
School library	966,543			(966,543)		(966,543)
General administration	2,902,935			(2,902,935)		(2,902,935)
School administration	6,639,592			(6,639,592)		(6,639,592)
Central services	1,963,732			(1,963,732)		(1,963,732)
Administrative information technology	2,130,850			(2,130,850)		(2,130,850)
Plant operation and maintenance	10,112,657		1,067,734	(9,044,923)		(9,044,923)
Student transportation	11,372,314	501,492		(10,870,822)		(10,870,822)
Charter schools	914,548			(914,548)		(914,548)
Total governmental activities	153,892,178	1,597,541	15,432,965	(136,861,672)		(136,861,672)
<b>Business-type activities</b>						
Food Service	4,191,072	1,720,233	2,139,821		\$ (331,018)	(331,018)
Adult and Community Education	3,684,245	4,154,462			470,217	470,217
Total business-type activities	7,875,317	5,874,695	2,139,821		139,199	139,199
Total primary government	\$ 161,767,495	\$ 7,472,236	\$ 17,572,786	(136,861,672)	139,199	(136,722,473)

**General revenues:**

Taxes:			
Property taxes, levied for general purposes	103,062,878		103,062,878
State and federal sources—unrestricted	40,227,792		40,227,792
Investment income	104,539		104,539
Interest Income	3,251,837		3,251,837
Other Restricted Miscellaneous Revenues	77,664		77,664
Transfers	(99,116)	99,116	
Miscellaneous	1,309,312		1,309,312
Total general revenues	147,934,906	99,116	148,034,022
Change in net position	11,073,234	238,315	11,311,549
Net Position—beginning	106,096,254	4,223,073	110,319,327
Net Position—ending	\$ 117,169,488	\$ 4,461,388	\$ 121,630,876

See accompanying notes to the basic financial statements.

## **Fund Financial Statements**

## **Governmental Funds**

Piscataway Township School District  
Governmental Funds

Balance Sheet

June 30, 2024

	Major Funds			Total Governmental Funds
	General Fund	Special Revenue Fund	Capital Projects Fund	
<b>Assets</b>				
Cash and cash equivalents	\$ 47,384,215	\$ 472,857	\$ 908,379	\$ 48,765,451
Investments	17,328,200			17,328,200
Accounts receivable:				
State	1,824,134	1,311		1,825,445
Federal		1,967,730		1,967,730
Other	297,335	24,026		321,361
Interfund	1,959,150			1,959,150
Restricted assets:				
Cash and cash equivalents			1,746,035	1,746,035
<b>Total assets</b>	<b>\$ 68,793,034</b>	<b>\$ 2,465,924</b>	<b>\$ 2,654,414</b>	<b>\$ 73,913,372</b>
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Accounts payable	\$ 1,980,629	\$ 697,823		\$ 2,678,452
Intergovernmental payables:				
State		62,239		62,239
Interfunds payable	99,116	901,464	\$ 1,022,566	2,023,146
Unemployment compensation claims payable	59,561			59,561
Unearned revenue	244,428	1,107,375		1,351,803
<b>Total liabilities</b>	<b>2,383,734</b>	<b>2,768,901</b>	<b>1,022,566</b>	<b>6,175,201</b>
Fund balances:				
Restricted for:				
Excess surplus-current year	8,716,327			8,716,327
Excess surplus-prior year	7,678,114			7,678,114
Capital reserve account	34,670,608			34,670,608
Emergency reserve	1,000,000			1,000,000
Unemployment liability reserve	1,878,335			1,878,335
Capital projects			1,631,848	1,631,848
Maintenance reserve	6,555,332			6,555,332
Student activities		459,394		459,394
Scholarships		13,463		13,463
Assigned to:				
Other purposes	4,008,510			4,008,510
Unassigned (deficit):	1,902,074	(775,834)		1,126,240
<b>Total fund balances</b>	<b>66,409,300</b>	<b>(302,977)</b>	<b>1,631,848</b>	<b>67,738,171</b>
<b>Total liabilities and fund balances</b>	<b>\$ 68,793,034</b>	<b>\$ 2,465,924</b>	<b>\$ 2,654,414</b>	<b>\$ 73,913,372</b>

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$187,318,075 and the accumulated depreciation/amortization is \$92,799,723.	94,518,352
Internal service funds are used by the District to charge the costs of the District's self-insurance fund to the individual funds. The assets and liabilities of the internal service funds are included with governmental activities.	2,298,433
Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported as a liability in the funds.	(234,132)
Long-term liabilities, including leases payable, financed purchases and compensated absences are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(20,498,556)
Deferred pension costs in governmental activities are not financial resources and are therefore not reported in the funds.	(1,765,535)
Accrued pension contributions for the June 30, 2024 plan year end are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in the accounts payable in the government-wide statement of net position.	(2,102,440)
Net pension liability is not due and payable in the current period and therefore is not reported as a liability in the funds.	(22,784,805)
<b>Net position of governmental activities</b>	<b>\$ 117,169,488</b>

See accompanying notes to the basic financial statements.

Piscataway Township School District  
Governmental Funds

Statement of Revenues, Expenditures and Changes in Fund Balances

Year ended June 30, 2024

	Major Funds			Total Governmental Funds
	General Fund	Special Revenue Fund	Capital Projects Fund	
<b>Revenues</b>				
Local sources:				
Local tax levy	\$ 103,062,878			\$ 103,062,878
Tuition	419,705			419,705
Transportation	501,492			501,492
Rents	681,785			681,785
Investment Income	104,539			104,539
Interest Income	3,148,864		\$ 102,973	3,251,837
Other Restricted Miscellaneous Revenues	77,664			77,664
Miscellaneous	627,527	\$ 787,117		1,414,644
Total local sources	108,624,454	787,117	102,973	109,514,544
State sources	53,453,502	9,151,047	11,214	62,615,763
Federal sources	486,124	6,159,931		6,646,055
Total revenues	162,564,080	16,098,095	114,187	178,776,362
<b>Expenditures</b>				
Current:				
Instruction	51,220,674	7,417,533		58,638,207
Undistributed-current:				
Instruction	2,308,932			2,308,932
Attendance/social work	268,384			268,384
Health services	1,181,090			1,181,090
Other support services	9,414,860	7,833,073		17,247,933
Improvement of instruction	2,791,684			2,791,684
Education media library	629,699			629,699
Other support: instructional staff	11,126			11,126
General administration	2,218,715			2,218,715
School administration	4,275,456			4,275,456
Central services	1,325,361			1,325,361
Administrative information technology	1,610,503			1,610,503
Required maintenance of plant services	2,245,083			2,245,083
Operation of plant	10,526,584			10,526,584
Student transportation	9,843,283			9,843,283
Unallocated benefits	24,112,250			24,112,250
On-behalf TPAF social security and pension contributions	29,942,086			29,942,086
Charter schools - current	914,548			914,548
Capital outlay	2,462,729	1,056,520	2,268,053	5,787,302
Total expenditures	157,303,047	16,307,126	2,268,053	175,878,226
Excess (deficiency) of revenues over (under) expenditures	5,261,033	(209,031)	(2,153,866)	2,898,136
Other financing sources (uses)				
Transfers in	1,022,566	187,337		1,209,903
Transfers out	(286,453)		(1,022,566)	(1,309,019)
Total other financing sources (uses)	736,113	187,337	(1,022,566)	(99,116)
Net change in fund balances	5,997,146	(21,694)	(3,176,432)	2,799,020
Fund balances, July 1	60,412,154	(281,283)	4,808,280	64,939,151
Fund balances, June 30	\$ 66,409,300	\$ (302,977)	\$ 1,631,848	\$ 67,738,171

The reconciliation of the fund balances of governmental funds to the net position of governmental activities in the statement of net position is presented in an accompanying schedule (B-3).

See accompanying notes to the basic financial statements.

Piscataway Township School District  
Governmental Funds

Reconciliation of the Statement of Revenues, Expenditures  
and Changes in Fund Balances to the Statement of Activities

Year ended June 30, 2024

**Total net change in fund balances - governmental funds (from B-2)** **\$ 2,799,020**

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

Capital outlays are reported in governmental funds as expenditures.

However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

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

Capital outlays	\$ 9,067,188	
Depreciation/Amortization expense	<u>(6,852,904)</u>	
		2,214,284

The repayment of the principal of long-term debt, including lease obligations, consumes the current financial resources of governmental funds. This transaction, however, has no effect on net position.

Lease and financed purchase payment	3,088,590
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In the statement of activities, interest on long-term debt/financed purchases/leases is accrued, regardless of when due. In the governmental funds, interest is reported when due.

21,737

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).

(56,353)

Certain expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds

Pension benefit	<u>3,005,956</u>
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<b>Change in net position of governmental activities (A-2)</b>	<b><u><u>\$ 11,073,234</u></u></b>
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*See accompanying notes to the basic financial statements.*



## **Proprietary Funds**

Piscataway Township School District  
Proprietary Funds

Statement of Net Position

June 30, 2024

	<b>Major Funds</b>			<b>Non-Major Funds</b>
	<b>Business Type Activities - Enterprise Funds</b>			<b>Internal Service Fund</b>
	<b>Food Service</b>	<b>Adult and Community Education</b>	<b>Totals</b>	<b>Self Insurance Fund</b>
<b>Assets</b>				
Current assets:				
Cash and cash equivalents	\$ 407,416	\$ 4,153,415	\$ 4,560,831	\$ 11,014,079
Accounts receivable:				
State	6,867		6,867	
Federal	103,493		103,493	
Other	252,010		252,010	
Interfund	99,116		99,116	
Inventories	9,896		9,896	
Total current assets	878,798	4,153,415	5,032,213	11,014,079
Capital assets:				
Equipment	2,029,246	745,950	2,775,196	
Right to use assets - buildings		792,332	792,332	
Accumulated depreciation/amortization	(1,204,256)	(1,063,077)	(2,267,333)	
Total capital assets, net	824,990	475,205	1,300,195	
Total assets	1,703,788	4,628,620	6,332,408	11,014,079
<b>Liabilities</b>				
Current liabilities:				
Accounts payable	199,081	15,020	214,101	366,280
Interfund payable				35,120
Accrued liability for insurance claims				8,314,246
Lease liability - current		157,931	157,931	
Unearned revenue	122,793	1,071,185	1,193,978	
Total current liabilities	321,874	1,244,136	1,566,010	8,715,646
Long-term liabilities				
Lease liability - non-current		305,010	305,010	
Total long-term liabilities	-	305,010	305,010	-
Total liabilities	321,874	1,549,146	1,871,020	8,715,646
<b>Net Position</b>				
Net investment in capital assets	824,990	12,264	837,254	
Unrestricted	556,924	3,067,210	3,624,134	2,298,433
Total net position	\$ 1,381,914	\$ 3,079,474	\$ 4,461,388	\$ 2,298,433

See accompanying notes to the basic financial statements.

Piscataway Township School District  
Proprietary Funds

Statement of Revenues, Expenses and  
Changes in Fund Net Position

Year ended June 30, 2024

	<b>Major Funds</b>			<b>Non-Major Funds</b>
	<b>Business Type Activities - Enterprise Funds</b>			<b>Internal Service Fund</b>
	<b>Food Service</b>	<b>Adult and Community Education</b>	<b>Totals</b>	<b>Self Insurance Fund</b>
<b>Operating revenues:</b>				
Local sources:				
Daily food sales-reimbursable programs	\$ 971,000		\$ 971,000	
Daily food sales non-reimbursable programs	617,602		617,602	
Tuition		\$ 3,893,667	3,893,667	
Charges for services				\$ 26,506,799
Special function	95,675		95,675	
Miscellaneous	35,956	260,795	296,751	
Total operating revenues	1,720,233	4,154,462	5,874,695	26,506,799
<b>Operating expenses:</b>				
Salaries of the employees and FSMC	1,329,593	2,296,198	3,625,791	
Purchased professional services	83,208		83,208	
Employee benefits of the District and FSMC	268,079	221,783	489,862	26,506,799
Purchased property services		15,908	15,908	
Other purchased services	502,224	891,835	1,394,059	
Supplies and materials	35,282	24,075	59,357	
Cost of sales - program	1,552,298		1,552,298	
Cost of sales - non-program	244,756		244,756	
Depreciation and amortization expense	175,632	147,462	323,094	
Miscellaneous		86,984	86,984	
Total operating expenses	4,191,072	3,684,245	7,875,317	26,506,799
Operating (loss) income	(2,470,839)	470,217	(2,000,622)	-
<b>Nonoperating revenues:</b>				
State sources:				
State school lunch program	90,717		90,717	
State school breakfast program	15,829		15,829	
Federal sources:				
School breakfast program	311,949		311,949	
Supply chain assistance funding	170,152		170,152	
National school lunch program	1,235,653		1,235,653	
P-EBT Administrative Costs	3,256		3,256	
Local Food for Schools (LFS) cooperative program	7,167		7,167	
Healthy Hunger Free Kids Act (HHFKA)	41,108		41,108	
Food donation program	263,990		263,990	
Total nonoperating revenues	2,139,821	-	2,139,821	-
(Loss) income before transfers	(331,018)	470,217	139,199	-
Transfers in	99,116		99,116	
Change in net position	(231,902)	470,217	238,315	-
Total net position-beginning	1,613,816	2,609,257	4,223,073	2,298,433
Total net position-ending	\$ 1,381,914	\$ 3,079,474	\$ 4,461,388	\$ 2,298,433

See accompanying notes to the basic financial statements.

Piscataway Township School District  
Proprietary Funds

Statement of Cash Flows

Year ended June 30, 2024

	<b>Major Funds</b>			<b>Non-Major Funds</b>
	<b>Business Type Activities -</b>			<b>Internal</b>
	<b>Enterprise Funds</b>			<b>Service Fund</b>
	<b>Food Service</b>	<b>Adult and Community Education</b>	<b>Totals</b>	<b>Self Insurance Fund</b>
<b>Cash flows from operating activities</b>				
Receipts from customers	\$ 1,674,414	\$ 4,289,881	\$ 5,964,295	
Payments to employees and FSMC	(1,329,593)	(2,296,198)	(3,625,791)	
Payments for employee benefits	(268,079)	(221,783)	(489,862)	
Payments to suppliers	(2,515,057)	(1,015,661)	(3,530,718)	
Receipts from services provided				\$ 26,506,799
Payments for insurance				(26,972,753)
Net cash (used in) provided by operating activities	(2,438,315)	756,239	(1,682,076)	(465,954)
<b>Cash flows from noncapital financing activities</b>				
Transfers from other funds	99,116		99,116	
Cash received from state and federal reimbursements	2,141,200		2,141,200	
Net cash provided by noncapital financing activities	2,240,316	-	2,240,316	-
<b>Cash flows from capital and related financing activities</b>				
Principal paid on leases		(152,529)	(152,529)	
Acquisition of capital assets	(717,430)		(717,430)	-
Net cash (used in) capital activities	(717,430)	(152,529)	(869,959)	-
Net (decrease) increase in cash and cash equivalents	(915,429)	603,710	(311,719)	(465,954)
Cash and cash equivalents, beginning of year	1,322,845	3,549,705	4,872,550	11,480,033
Cash and cash equivalents, end of year	\$ 407,416	\$ 4,153,415	\$ 4,560,831	\$ 11,014,079
<b>Reconciliation of operating (loss) income to net cash (used in) provided by operating activities:</b>				
Operating (loss) income	\$ (2,470,839)	\$ 470,217	\$ (2,000,622)	\$ -
Adjustments to reconcile operating (loss) income to net cash (used in) provided by operating activities:				
Depreciation / amortization	175,632	147,462	323,094	
Change in assets and liabilities:				
(Increase) Decrease in accounts receivable	(103,946)	48,442	(55,504)	
(Decrease) Increase in accounts payable	(23,497)	3,141	(20,356)	351,912
(Decrease) in interfund payable	(99,116)		(99,116)	(2,522,743)
Decrease in inventory	25,324		25,324	
Increase in unearned revenue	58,127	86,977	145,104	
Increase in accrued liability for insurance claims				1,704,877
Net cash (used in) provided by operating activities	\$ (2,438,315)	\$ 756,239	\$ (1,682,076)	\$ (465,954)

**Noncash noncapital financing activities:**

The District received \$263,990 of food commodities from the U.S. Department of Agriculture for the year ended June 30, 2024.

See accompanying notes to the basic financial statements.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**1. Summary of Significant Accounting Policies**

The financial statements of the Piscataway Township School District (the "District") have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the District's accounting policies are described below.

**A. Reporting Entity**

The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

The District, as the primary government for financial reporting entity purposes, has oversight responsibility and control over all activities related to the Piscataway Township School District in Piscataway Township, New Jersey. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

The District has no component units that are required to be included within the reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**1. Summary of Significant Accounting Policies (continued)**

**B. Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the nonfiduciary activities of the District. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to students or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. The New Jersey Department of Education (NJDOE) has elected to require New Jersey school districts to treat each governmental and enterprise fund as a major fund with the exception of the internal service fund, which is presented in the financial statements as a non-major fund. Each major and non-major individual funds are reported as separate columns in the fund financial statements.

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes are considered to be available if collected within sixty days of the fiscal year end. If expenditures are the prime factor for determining eligibility,

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**1. Summary of Significant Accounting Policies (continued)**

revenues from Federal and State grants are recognized as revenues when the expenditure is made. A one year availability period is generally used for revenue recognition for most other governmental fund revenues. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to certain claims, compensated absences, net pension liabilities and other post-employment benefit obligations are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under financed purchases or leases are reported as other financing sources.

The District has reported the following major governmental funds:

*General Fund:* The general fund is the general operating fund of the District and is used to account for all financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or non-instructional equipment, which are classified in the capital outlay subfund. Since the District's unemployment and payroll agency funds do not meet the criteria defined by the Governmental Accounting Standards Board Statement No. 84, the unemployment compensation fund which is used to account for contributions from the District and employees and interest earned on the balance as well as payments to the State for reimbursement of unemployment claims and the payroll agency fund which is used to account for the assets that the District holds on behalf of others as their agent are reported in the general fund as governmental activities.

*Special Revenue Fund:* The District maintains one special revenue fund, which includes the proceeds of specific revenue sources (other than major capital projects) that are legally restricted or committed to expenditures for specified purposes. The revenue sources reported in the Special Revenue Fund include resources from the United States government, the State of New Jersey and some local organizations. Since the District's scholarship and student activity funds do not meet the criteria defined by the of Governmental Accounting Standards Board Statement No. 84, the private purpose scholarship fund which is utilized to provide scholarships to students and to account for the related transactions and student activities which is used to account for funds derived from athletic events or other activities of pupil organizations and to account for the accumulation of money to pay for student group activities are reported in the special revenue fund as governmental activities.

*Capital Projects Fund:* The capital projects fund is used to account for and report financial resources that are restricted, committed, or assigned to an expenditure to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**1. Summary of Significant Accounting Policies (continued)**

*Debt Service Fund:* The debt service fund accounts for and reports financial resources that are restricted, committed, or assigned to expenditures for payments made for principal and interest on long-term general obligation debt of governmental funds.

The District reports the following major proprietary funds:

*Enterprise Funds (Food Service, Adult and Community Education):* The enterprise funds account for all revenues and expenses pertaining to the cafeteria and the adult school and child care program operations. The enterprise funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises.

The stated intent is that the costs (i.e. expenses including depreciation and indirect costs) of providing goods or services on a continuing basis are financed or recovered primarily through user charges.

The District reports the following non-major proprietary fund:

*Internal Service Fund (Self Insurance):* The self-insurance internal service fund is used to account for the District's various insurance expenses and the funds reserved by the District to cover the self-insured limits of the various insurance policies of the District.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements, however, interfund services provided and used are not eliminated in the process of consolidation.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenue and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District enterprise funds are charges for sales of food, charges to other funds and tuition. Operating expenses for proprietary funds include the cost of sales, administrative expenses, expenses for the payment of insurance claims and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Ad Valorem (Property) Taxes are susceptible to accrual as, under New Jersey State Statute, a municipality is required to remit to its school district the entire balance of taxes in the amount



# Piscataway Township School District

## Notes to the Basic Financial Statements

Year ended June 30, 2024

### 1. Summary of Significant Accounting Policies (continued)

voted upon or certified prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be an "accounts receivable."

The County Board of Taxation is responsible for the assessment of properties and the Township Tax Collector is responsible for collection of taxes. Assessments are certified and taxes are levied on January 1; taxes are due February 1, May 1, August 1 and November 1. Unpaid taxes are considered delinquent the following January 1 and are then subject to lien.

### D. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the Middlesex County office of the DOE for approval. Budgets are prepared using the modified accrual basis of accounting and the special revenue fund uses a non-GAAP budget (budgetary basis). 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 referred to in N.J.A.C. 6A:23A. All budget amendments must be approved by School Board resolution. Budgetary transfers were made during the current year in accordance with statutory guidelines. The amendments made by the District were part of the normal course of operations. The over-expenditure in the General Fund is due to the inclusion of the non-budgeted on-behalf payments made by the State of New Jersey as District expenditures. These amounts are offset by related revenues and as such do not represent budgetary over-expenditures.

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 accounting principles generally accepted in the United States of America with the exception of the legally mandated revenue recognition of the last two state aid payments for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

Except for the student activity and scholarship funds, the accounting records of the special revenue fund are maintained on the grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**1. Summary of Significant Accounting Policies (continued)**

**D. Budgets/Budgetary Control (continued)**

encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of the GAAP basis financial reports.

**E. Interfund Receivables/Payables**

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

**F. Inventories**

Enterprise fund inventories are recorded at acquisition value at the time of donation, which approximates current acquisition value, using the first-in, first-out (FIFO) method.

**G. Tuition**

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined. Tuition charges for the 2023-24 fiscal year were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

**H. Capital Assets**

Capital assets, which include land, construction in progress, property, plant and equipment, and intangible right to use assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$2,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost through estimation procedures performed by an independent appraisal company. Land was valued at assessed value based upon information received from the Township of Piscataway. Donated capital assets are valued at their estimated acquisition value on the date of donation.

The costs of normal repairs and maintenance that do not add to the value of the asset or materially extend the assets lives are not capitalized.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**1. Summary of Significant Accounting Policies (continued)**

**H. Capital Assets (continued)**

Property, plant and equipment of the District is depreciated/amortized using the straight line method. The following estimated useful lives are used to compute depreciation/amortization:

	<u>Years</u>
Machinery and equipment	2 - 20
Buildings	40
Building improvements	20
Vehicles	5 - 10
Right to use assets – equipment	3 - 5
Right to use assets - buildings	20

**I. Compensated Absences**

A liability for compensated absences that are attributable to services already rendered and that are not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits. The District uses the “vesting method” for estimating its accrued sick and vacation leave liability.

District employees are granted vacation and sick leave in varying amounts under the District’s personnel policies and collective bargaining agreements. In the event of termination, an employee is reimbursed for accumulated vacation time. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after one year of service.

The liability for vested compensated absences of the district is recorded in the government-wide financial statements and includes salary related payments.

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, a liability existed for compensated absences in the government-wide financial statements in the amount of \$2,202,854 and no liability existed for compensated absences in the enterprise funds.

**J. Unearned Revenue**

Unearned revenue in the general and special revenue fund represents cash which has been received but not yet earned, and outstanding encumbrances in the special revenue fund. Unearned revenue in the other enterprise funds represents cash received in advance of the related services being provided.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**1. Summary of Significant Accounting Policies (continued)**

**K. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The District has one item that qualifies for reporting in this category, including deferred amounts related to pensions. In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to future periods and so will *not* be recognized as an inflow of resources (revenue) until that time. The District has one item that qualifies for reporting in this category, deferred amounts related to pensions.

**L. Long-Term Obligations**

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, are deferred and amortized over the life of the bonds using the straight-line method which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. 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. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as either capital projects fund or debt service fund expenditures.

**M. Leases**

The District is a lessee for noncancellable leases of buildings and equipment. The District recognizes a lease liability and an intangible right-to-use lease asset ("lease asset") in the government-wide financial statements.

At commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**1. Summary of Significant Accounting Policies (continued)**

**M. Leases (continued)**

measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease is amortized on a straight-line basis over its useful life. Key estimates and judgements related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District uses its estimated incremental borrowing rate as the discount rate for leases.

The lease term includes the non-cancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and any purchase option price that the District is reasonably certain to exercise. The District monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term liabilities on the Statement of Net Position.

**N. Reclassifications**

Certain reclassifications have been made to prior year balances to conform to current year presentation.

**O. Fund Balances**

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* ("GASB 54") established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Under GASB 54, fund balances in the governmental funds financial statements are reported under the modified accrual basis of accounting and classified into the following five categories.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**1. Summary of Significant Accounting Policies (continued)**

**O. Fund Balances (continued)**

- 1) Nonspendable – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Assets included in this fund balance category include prepaid assets, inventories, long-term receivables, and corpus of any permanent funds.
- 2) Restricted - includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
- 3) Committed - includes amounts that can be used only for the specific purposes imposed by a formal action of the government's highest level of decision-making authority. The District's highest level of decision-making authority is the Board of Education (the "Board") and formal action is taken by resolution of the Board at publicly held meetings. Once committed, amounts cannot be used for other purposes unless the Board revises or changes the specified use by taking the same action (resolution) taken to originally commit these funds.
- 4) Assigned – amounts intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Intent is expressed by either the Board or Business Administrator, to whom the Board has delegated the authority to assign amounts to be used for specific purposes, including the encumbering of funds.
- 5) Unassigned - includes all spendable amounts not contained in the other classifications in the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. In the other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed. For the unrestricted fund balance, the District first spends committed funds, then assigned funds, and finally, unassigned funds.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**1. Summary of Significant Accounting Policies (continued)**

**O. Fund Balances (continued)**

Of the \$66,409,300 of fund balance in the General Fund, \$34,670,608 has been restricted in the capital reserve account, \$1,000,000 has been restricted in the emergency reserve account, \$1,878,335 has been restricted for the unemployment reserve account, \$6,555,332 has been restricted in the maintenance reserve account, \$8,716,327 is restricted for current year excess surplus, \$7,678,114 is restricted for prior year excess surplus, \$4,008,510 of encumbrances are assigned to other purposes, and \$1,902,074 is unassigned. The fund balance in the Special Revenue Fund of \$472,857 is restricted for student activities and scholarships and an unassigned (deficit) of (\$775,834). The fund balance in the Capital Projects Fund of \$1,631,848 is restricted for capital projects, of which the entire balance has been encumbered for projects.

**P. Net Position and Fund Balance / Restricted Assets**

Net Position represents the difference between assets, deferred outflows, deferred inflows, and liabilities in the government-wide financial statements. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets.

Net position is reported as restricted in the government-wide financial statements when there are limitations imposed on their use through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

**Q. Management Estimates**

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

**R. On-Behalf Payments**

Revenues and expenditures of the general fund include payments made by the State of New Jersey for social security contributions and pension contributions for certified teachers and other members of the New Jersey Teachers Pension and Annuity Fund. The amounts are not required to be included in the District's annual budget.

## Piscataway Township School District

### Notes to the Basic Financial Statements

Year ended June 30, 2024

#### **1. Summary of Significant Accounting Policies (continued)**

##### **S. Calculation of Excess Surplus**

The designation for restricted fund balance-excess surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. New Jersey school districts are required to reserve fund balance in the general fund at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The District's excess fund balance at June 30, 2024 was \$16,394,441. Of this amount, \$7,678,114 has been appropriated in the 2024-2025 budget and the remaining \$8,716,327 is required to be appropriated in the 2025-2026 budget.

##### **T. Cash, Cash Equivalents and Investments**

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

Investments are stated at fair value in accordance with Governmental Accounting Standards Board (GASB) Statement No. 72, "*Fair Value Measurement and Application*." The District 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 and are stated at cost. All other investments are stated at fair value.

##### **U. Tax Abatements**

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated are authorized to enter into tax abatement agreements. Furthermore if the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district. For a local school district board of education or board of school estimate that has elected to raise their minimum tax levy using the required local share provisions at N.J.S.A. 18A:7F-5(b), the loss of revenue resulting from the municipality or county having entered into a tax abatement agreement is indeterminate due to the complex nature of the calculation of required local share performed by the New Jersey Department of Education based upon district property value and wealth. There have been no tax abatement agreements entered into by the Township that will affect the District.



Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**1. Summary of Significant Accounting Policies (continued)**

**V. Recently Issued Accounting Pronouncements**

The GASB issued Statement No. 101, *Compensated Absences* in June 2022. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for periods beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged. Management has not determined the impact of the Statement on the financial statements.

The GASB issued Statement No. 102, *Certain Risk Disclosures* in January 2024. The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. The requirements of this Statement are effective for periods beginning after June 15, 2024, and all reporting periods thereafter. Management has not determined the impact of the Statement on the financial statements.

The GASB issued Statement No. 103, *Financial Reporting Model Improvements* in April 2024. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. The requirements of this Statement are effective for periods beginning after June 15, 2025, and all reporting periods thereafter. Management has not determined the impact of the Statement on the financial statements.

The GASB issued Statement No. 104, *Disclosure of Certain Capital Assets* in September 2024. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets including lease assets, intangible right-to-use assets, subscription assets, other intangible assets and assets held for sale. The requirements of this Statement are effective for periods beginning after June 15, 2025, and all reporting periods thereafter. Management has not determined the impact of the Statement on the financial statements.

**W. Subsequent Events**

Management has reviewed and evaluated all events and transactions from June 30, 2024 through December 12, 2024, the date that the financial statements were available for issuance, for possible disclosure and recognition in the accompanying financial statements.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**2. Reconciliation of Government-wide and Fund Financial Statements**

**Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position**

The governmental fund balance sheet includes reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position.

One element of that reconciliation explains that long-term liabilities, including bonds payable and compensated absences are not due and payable in the current period and therefore are not reported in the funds. The details of this \$20,498,556 difference are as follows:

Compensated absences	\$ 2,202,854
Financed purchases payables	13,594,929
Leases payable	<u>4,700,773</u>
Net adjustment to reduce fund balance-total governmental funds to arrive at net position – governmental activities	<u><u>\$ 20,498,556</u></u>

**3. Deposits and Investments**

New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (“GUDPA”). GUDPA was enacted in 1970 to protect Government 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 public depository unless such funds are secured in accordance with the Act. Public depositories include savings and loan institutions, banks (both state and national banks) and savings banks, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at last equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the governmental units.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**3. Deposits and Investments (continued)**

**Deposits**

New Jersey statutes require that school districts deposit public funds in public depositories located in New Jersey that 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 (NJCMF) and New Jersey Asset and Rebate Management Fund (NJARM).

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.

The District's cash and cash equivalents are classified below to inform financial statement users about the extent to which the District's deposits and investments are exposed to custodial credit risk.

Operating cash accounts are held in the District's name by several commercial banking institutions. At June 30, 2024, the District's carrying amount of deposits was \$66,086,396 and the bank balance was \$67,238,775. Of the bank balance, \$750,000 was secured by federal depository insurance and \$65,797,443 was covered by the New Jersey Governmental Unit Deposit Protection Act (GUDPA). \$691,332 held in the District's agency accounts are not covered by GUDPA. Pursuant to GASB Statement No. 40, *Deposit and Investment Risk Disclosures* ("GASB 40"), the District's operating cash accounts are profiled in order to determine exposure, if any, to Custodial Credit Risk (risk that in the event of failure of the counterparty the District would not be able to recover the value of its deposits and investments). Deposits are considered to be exposed to Custodial Credit Risk if they are: uncollateralized (securities not pledged to the depositor), collateralized with securities held by the pledging financial institution, or collateralized with securities held by the financial

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**3. Deposits and Investments (continued)**

institution's trust department or agent but not in the government's name.

The District does not have a policy for the management of custodial credit risk, other than depositing all of its funds in banks covered by GUDPA. At least five percent of the District's deposits were fully collateralized by funds held by the financial institution, but not in the name of the District. Due to the nature of GUDPA, further information is not available regarding the full amount that is collateralized.

**Investments**

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

- a. Bonds and other obligations of the United States or obligations guaranteed by the United States.
- b. Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Agency or of any United States Bank which have a maturity date not greater than twelve months from the date of purchase.
- c. State of New Jersey Cash Management Fund (NJCMF) and New Jersey Asset and Rebate Management Fund (NJARM).
- d. Bonds or other obligations of the School District.

*Custodial Credit Risk:* The District minimizes custodial credit risk through investing its funds that are insured by either FDIC or GUDPA, or other investments permitted by N.J.S.A. 18A:20-37.

*Credit Risk:* The District minimizes credit risk, the risk of loss due to the financial failure of the security issuer or backer by:

- a. Limiting investments to the types of securities permitted by N.J.S.A. 18A:20-37.
- b. Diversifying the portfolio so that potential losses on individual securities will be minimized.
- c. Monitoring the investment portfolio holdings for rating changes and changing economic/market conditions.

*Concentration of Credit Risk:* The District follows certain diversification parameters to mitigate concentration of credit risk which is detailed in the District's Board policies as "6700 – Investments".

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**3. Deposits and Investments (continued)**

*Interest Rate Risk:* The District minimizes interest rate risk, which is the risk that the market value of securities in the portfolio will fall due to changes in market interest rates by:

- a. Structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity.
- b. Investing primarily in shorter-term securities as permitted by N.J.S.A. 18A:20-37.

In order to maximize liquidity, the District utilizes the New Jersey Asset and Rebate Management Fund ("NJARM") as its sole investment. The District invests funds in the New Jersey Asset and Rebate Management Fund, which is an investment pool managed by Public Financial Management Company. NJARM allows governments within the state to pool their funds for investment purposes and the Securities and Exchange Commission (SEC) does not restrict the pool. Earnings are allocated to all participants based upon shares held in the pool and distributed on the last day of each month. In addition, the fair value of the District's portion of the pool is the same as the value of its shares. Agencies that participate in the NJARM typically earn returns that mirror short-term investments rates. Monies can be freely added or withdrawn from the NJARM on a daily basis without penalty. Authorized investments under the NJARM program include obligations of the U.S. Government or its Agencies and Instrumentalities, government money market mutual funds, and municipal securities. Investments under NJARM are not insured or guaranteed by the FDIC or any other governmental agency. At June 30, 2024, the District's bank and book balance in NJARM was \$16,000,000 and is classified as an investment. NJARM is rated AAAM by Standard & Poors.

As of June 30, 2024, the District's investment balances of \$1,328,200 were in Solar Renewable Energy Certificates. The District categorizes its fair value measurements within the fair value hierarchy established by GASB Statement No. 72. 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. The District has the following recurring fair value measurement as of June 30, 2024:

- Solar Renewable Energy Credits in the amount of \$1,328,200 are valued using quoted market prices (Level 1 inputs).

# Piscataway Township School District

## Notes to the Basic Financial Statements

Year ended June 30, 2024

### 4. Capital Assets

The following schedule is a summarization of the governmental activities changes in capital assets for the year ended June 30, 2024:

	Beginning Balance	Increases	Transfers/ Disposals	Ending Balance
<b>Governmental activities:</b>				
Capital assets, not being depreciated/amortized:				
Land	\$ 1,542,967			\$ 1,542,967
Construction in progress	15,121,840	\$ 7,851,277	\$ (5,659,068)	17,314,049
Total capital assets, not being depreciated/amortized	16,664,807	7,851,277	(5,659,068)	18,857,016
Capital assets, being depreciated/amortized:				
Buildings and building improvements	138,421,368	670,481	5,659,068	144,750,917
Machinery, equipment and vehicles	13,943,083	545,430		14,488,513
Right to use assets, building	8,710,685			8,710,685
Right to use assets, equipment	510,944			510,944
Total capital assets being depreciated/amortized	161,586,080	1,215,911	5,659,068	168,461,059
Less accumulated depreciation/amortization for:				
Buildings and building improvements	72,904,239	4,254,570		77,158,809
Machinery, equipment and vehicles	10,167,239	792,741		10,959,980
Right to use assets, building	2,584,773	1,660,309		4,245,082
Right to use assets, equipment	290,568	145,284		435,852
Total accumulated depreciation/amortization	85,946,819	6,852,904	-	92,799,723
Total capital assets, being depreciated/amortized, net	75,639,261	(5,636,993)	5,659,068	75,661,336
Governmental activities capital assets, net	\$ 92,304,068	\$ 2,214,284	\$ -	\$ 94,518,352

# Piscataway Township School District

## Notes to the Basic Financial Statements

Year ended June 30, 2024

### 4. Capital Assets (continued)

Depreciation/amortization expense was charged to functions/programs of the District for the year ended June 30, 2024 as follows:

Instruction	\$ 3,628,020
Attendance/social work	15,976
Health services	70,307
Other support services	1,026,723
Improvement of instruction	166,181
Education media library	37,484
Other support: Instruction staff	662
General administration	132,074
School administration	254,506
Central services	78,895
Administrative information technology	95,869
Plant operation and maintenance	760,263
Student transportation	585,944
Total depreciation/amortization expense - governmental activities	<u>\$ 6,852,904</u>

The following schedule is a summarization of business-type activities changes in capital assets for the year ended June 30, 2024:

	Beginning Balance	Increases	Ending Balance
<b>Business-type activities</b>			
Capital assets, being depreciated/amortized:			
<b>Equipment</b>	\$ 2,057,766	\$ 717,430	\$ 2,775,196
Less accumulated depreciation/amortization for:			
Equipment	1,750,615	180,021	1,930,636
Equipment, depreciable/amortizable, net	307,151	537,409	844,560
<b>Building</b>	1,151,880		1,151,880
Less accumulated depreciation/amortization for:			
Building	553,172	143,073	696,245
Building, depreciable/amortizable, net	598,708	(143,073)	455,635
Total business-type activities capital assets, net	<u>\$ 905,859</u>	<u>\$ 394,336</u>	<u>\$ 1,300,195</u>

# Piscataway Township School District

## Notes to the Basic Financial Statements

Year ended June 30, 2024

### 5. Long-Term Liabilities

During the year ended June 30, 2024, the following changes occurred in governmental activities long-term liabilities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
<b>Governmental activities:</b>					
Compensated absences payable	\$ 2,146,501	\$ 235,513	\$ 179,160	\$ 2,202,854	\$ 220,285
Financed purchases payable	14,826,231		1,231,302	13,594,929	1,270,787
Lease payable	6,558,061		1,857,288	4,700,773	1,843,972
Accrued liability for insurance claims	6,609,369	26,506,799	24,801,922	8,314,246	5,190,000
Subtotal	30,140,162	26,742,312	28,069,672	28,812,802	8,525,044
Net pension liability	26,849,457		4,064,652	22,784,805	
Governmental activities long- term liabilities	\$ 56,989,619	\$ 26,742,312	\$ 32,134,324	\$ 51,597,607	\$ 8,525,044

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One Year
<b>Business-type activities:</b>					
Lease payable	\$ 615,470	\$ -	\$ 152,529	\$ 462,941	\$ 157,931
Business-type activities long- term liabilities	\$ 615,470	\$ -	\$ 152,529	\$ 462,941	\$ 157,931

Refer to Note 12 - Risk Management for further discussion of the District's accrued liability for insurance claims.

The District expects to liquidate the compensated absences, financed purchases payable and net pension liabilities with payments made from the District's general fund. The accrued liability for insurance claims is paid with charges to other funds' budgets from the internal service fund. The leases payable will be liquidated from the District's general fund, special revenue fund and adult and community education fund.

### Bonds Payable

Bonds are authorized in accordance with State law by the voters of the municipality through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the District are general obligation bonds. As of June 30, 2024, the District has no bonds outstanding.



Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**5. Long-Term Liabilities (continued)**

**Financed Purchases Payable**

The District has financed purchases payable totaling \$15,503,119 with a interest rate of 1.72%. The terms of the financed purchase are eighteen years. The following is a schedule of the future minimum lease payments under these financed purchases payable at June 30, 2024:

	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
Year ending			
June 30:			
2025	\$ 1,270,787	\$ 234,132	\$ 1,504,919
2026	783,466	212,246	995,712
2027	816,062	198,754	1,014,816
2028	686,628	184,699	871,327
2029	718,420	172,874	891,294
2030-2034	4,104,684	667,223	4,771,907
2035-2039	4,416,061	287,282	4,703,343
2040	798,821	13,758	812,579
	<u>\$ 13,594,929</u>	<u>\$ 1,970,968</u>	<u>\$ 15,565,897</u>

# Piscataway Township School District

## Notes to the Basic Financial Statements

Year ended June 30, 2024

### 5. Long-Term Liabilities (continued)

#### Leases Payable

The District has remaining leases payable totaling \$7,173,531 with interest rates ranging from 1.72% to 3.00%. The terms of the leases are from one to five years, including all extensions. The following is a schedule of the future minimum lease payments at June 30, 2024:

#### Governmental activities - leases payable

	Principal	Interest	Total
Year ending			
June 30:			
2025	\$ 1,843,972	\$ 107,271	\$ 1,951,243
2026	1,878,278	67,166	1,945,444
2027	877,987	26,692	904,679
2028	100,536	3,016	103,552
	<u>\$ 4,700,773</u>	<u>\$ 204,145</u>	<u>\$ 4,904,918</u>

#### Business-type activities - leases payable

	Principal	Interest	Total
Year ending			
June 30:			
2025	\$ 157,931	\$ 12,103	\$ 170,034
2026	167,339	8,170	175,509
2027	120,284	3,989	124,273
2028	17,387	522	17,909
	<u>\$ 462,941</u>	<u>\$ 24,784</u>	<u>\$ 487,725</u>

### 6. Pension Plans

#### Description of Systems

Substantially all of the District's employees participate in one of the following contributory defined benefit public employee retirement systems which have been established by State statute: the Teachers' Pension and Annuity Fund (TPAF) or the Public Employees' Retirement System (PERS). These systems are sponsored and administered by the State of New Jersey. The Teachers' Pension and Annuity Fund Retirement System is considered a cost-sharing multiple-employer plan, with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the Board and the system's other related non-contributing employers. The Public Employees' Retirement System is considered a cost-sharing multiple-employer plan.

## Piscataway Township School District

### Notes to the Basic Financial Statements

Year ended June 30, 2024

#### **6. Pension Plans (continued)**

##### **Teachers' Pension and Annuity Fund**

The Teachers' Pension and Annuity Fund was established in January 1955 under the provisions of N.J.S.A. 18A:66 to provide coverage including post-retirement health care to substantially all full time public school employees in the State. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for health care coverage. Age eligibility and benefit provisions were affected by Chapters 92 and 103, P.L. 2007, Chapter 89, P.L. 2008, Chapter 1, P.L. 2010, and Chapter 78, P.L. 2011. Members are classified into one of five tiers dependent upon the date of their enrollment. Tier 1, 2 and 3 members are eligible to retire at age 60, 60, and 62, respectively, with an annual benefit generally determined to be 1/55<sup>th</sup> of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of credited service. Tier 4 and 5 members are eligible to retire at age 62 and 65, respectively, with an annual benefit generally determined to be 1/60<sup>th</sup> of the average annual compensation for the highest five fiscal years' compensation for each year of membership during years of credited service. Anyone who retires early and is under their respective tier's retirement age receives retirement benefits as calculated in the above mentioned formulas but at a reduced rate in accordance with applicable New Jersey Statute based upon their tier.

##### **Public Employees' Retirement System**

The Public Employees' Retirement System was established in January 1955 under the provisions of N.J.S.A. 43:15A to provide coverage including post-retirement health care to substantially all full time employees of the State or any county, municipality, school Board or public agency provided the employee is not a member of another State-administered retirement system. Age eligibility and benefit provisions were affected by Chapters 92 and 103, P.L. 2007, Chapter 89, P.L. 2008, Chapter 1, P.L. 2010, and Chapter 78, P.L. 2011. Members are classified into one of five tiers dependent upon the date of their enrollment. Tier 1, 2 and 3 members are eligible to retire at age 60, 60, and 62, respectively with an annual benefit generally determined to be 1/55<sup>th</sup> of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of credited service. Tier 4 and 5 members are eligible to retire at age 62 and 65, respectively with an annual benefit generally determined to be 1/60<sup>th</sup> of the average annual compensation for the highest five fiscal years' compensation for each year of membership during years of credited service. Anyone who retires early and is under their respective tier's retirement age receives retirement benefits as calculated in the above mentioned formulas but at a reduced rate in accordance with applicable New Jersey Statute based upon their tier.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**6. Pension Plans (continued)**

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

**Funding Policy**

The contribution policy is set by New Jersey State Statutes and contributions are required by active members and contributing members. Plan member and employer contributions may be amended by State of New Jersey legislation. Under the provisions of Chapter 78, P.L. 2011, employee contribution rates for TPAF and PERS have increased to the final phase in rate of 7.5% of employees' annual compensation, effective July 1, 2018. Employers are required to contribute at an actuarially determined rate in both the TPAF and PERS. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the Board is a non-contributing employer of the TPAF.

During the year ended June 30, 2024, the State of New Jersey contributed \$25,716,470 to the TPAF for normal costs of pension, post-retirement medical and long-term disability insurance benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$4,225,616 during the year ended June 30, 2023 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. These amounts have been included as both revenues and expenditures in the government-wide and fund financial statements.

The Board's actuarially determined contributions to PERS for each of the years ended June 30, 2024, 2023 and 2022 were \$2,127,685, \$2,243,563, and \$2,097,711 respectively, equal to the required contributions for each year.

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 PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For the purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**6. Pension Plans (continued)**

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

*Public Employees' Retirement System (PERS)*

At June 30, 2024, the District reported a liability of \$22,784,805 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 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 school districts, actuarially determined. At June 30, 2023, the District's proportion was 0.1573061070 percent, which was a decrease of 0.0206064674 percent from its proportion measured as of June 30, 2022.

For the year ended June 30, 2023, the District recognized full accrual pension benefit of (\$903,516) in the government-wide financial statements. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 217,852	\$ 93,137
Changes of assumptions	50,054	1,380,857
Net difference between projected and actual earnings on pension plan investments	104,927	
Changes in proportion		3,010,147
Changes in proportion and differences between District contributions and proportionate share of contributions	243,333	
District contributions subsequent to the measurement date	2,102,440	
	<u>\$ 2,718,606</u>	<u>\$ 4,484,141</u>

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**6. Pension Plans (continued)**

The \$2,102,440 of deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date will be recognized as a reduction to the net pension liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2025	\$ (2,054,766)
2026	(1,276,915)
2027	381,488
2028	(870,002)
2029	(47,780)
	<u>\$ (3,867,975)</u>

*Actuarial Assumptions*

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

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

*Mortality Rates*

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2022. 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

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**6. Pension Plans (continued)**

*Mortality Rates (continued)*

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-2022.

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 Rate of Return*

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

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

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**6. Pension Plans (continued)**

*Discount rate*

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

*Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate*

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

	<b>At 1% Decrease (6.00%)</b>	<b>At Current Discount Rate (7.00%)</b>	<b>At 1% Increase (8.00%)</b>
District's proportionate share of the net pension liability	\$ 29,660,968	\$ 22,784,805	\$ 16,932,281

*Pension Plan Fiduciary Net Position*

Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report for the State of New Jersey Public Employees Retirement System.



Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**6. Pension Plans (continued)**

*Additional Information*

Collective balances at June 30, 2023 are as follows:

Deferred outflows of resources	\$ 1,080,204,730
Deferred inflows of resources	\$ 1,780,216,457
Net pension liability	\$ 14,606,489,066
 District's Proportion	 0.1573061070%

Collective pension expense (benefit) for the Local Group for the measurement period ended June 30, 2023 is (\$79,181,803).

The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) determined at June 30, 2023, 2022, 2021, 2020, 2019, 2018, and 2017 is 5.08, 5.04, 5.13, 5.16, 5.21, 5.63, and 5.48 years, respectively.

*Teachers Pensions and Annuity Fund (TPAF)*

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. 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.

The State's proportionate share of the TPAF net pension liability associated with the District as of June 30, 2023 was \$238,316,636. The District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The State's proportionate share of the net pension liability associated with the District was based on a projection of the State's long-term contributions to the pension plan associated with the District relative to

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**6. Pension Plans (continued)**

the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2023, the State's proportionate share of the TPAF net pension liability associated with the District was 0.4669883782 percent, which was a decrease of 0.0047024829% from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the District recognized on-behalf pension expense and revenue in the government wide financial statements of \$5,854,746 for contributions incurred by the State.

*Actuarial assumptions*

The actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary increases:	2.75 - 4.25%
	Based on years of service
Investment Rate of Return	7.00%

*Mortality Rates*

Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2022.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**6. Pension Plans (continued)**

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

*Long-Term Expected Rate of Return*

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term 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:

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

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**6. Pension Plans (continued)**

*Discount Rate*

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

*Sensitivity of the State's proportionate share of the net pension liability associated with the District 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 calculated using a discount rate that is 1-percentage point lower or 1-percentage-point higher than the current rate:

	<b>At 1% Decrease (6.00%)</b>	<b>At Current Discount Rate (7.00%)</b>	<b>At 1% Increase (8.00%)</b>
State's proportionate share of the net pension liability associated with the District	\$ 281,018,560	\$ 238,316,636	\$ 202,351,467

*Pension plan fiduciary net position*

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

**Additional Information**

Collective balances at June 30, 2023 are as follows:

Deferred outflows of resources	\$ 2,498,730,891
Deferred inflows of resources	\$ 14,719,080,314
Net pension liability	\$ 51,032,669,551

State's proportionate share associated with the District	0.4669883782%
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Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**6. Pension Plans (continued)**

Collective pension expense for the plan for the measurement period ended June 30, 2023 is \$1,292,291,943.

The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) determined at June 30, 2023, 2022, 2021, 2020, 2019, 2018, 2017, 2016, and 2015 is 7.93, 7.83, 7.93, 7.99, 8.04, 8.29, 8.30, 8.30, and 8.30, respectively.

**7. Post-Retirement Benefits**

*General Information about the OPEB Plan*

The State Health Benefit State Retired Employees Plan (State Retired OPEB Plan) is a single-employer defined benefit OPEB plan with a special funding situation. The State Retired OPEB Plan 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. The State Retired OPEB Plan covers the State, State colleges and universities, the Palisades Interstate Park Commission, and the New Jersey Building Authority (referred to collectively as “the employers”) for which the State is legally obligated to pay for benefits. The State Retired OPEB Plan is treated as a cost-sharing multiple employer plan with a special funding situation for allocating the total OPEB liability and related OPEB amounts since each employer mentioned above is required to issue stand-alone financial statements. The State Retired OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and the covered dependents of the employees. The State also offers dental care to retirees, however, since dental benefits are completely paid for by the retirees, there is no OPEB liability for these benefits.

In accordance with N.J.S.A. 52:14-17.32, the State is required to pay the premiums or periodic charges for health benefits of State employees who retire with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Judicial Retirement System (JRS), the State Police Retirement System (SPRS), the Teachers’ Pension and Annuity Fund (TPAF), the Public Employees’ Retirement System (PERS), the Police and Firemen’s Retirement System (PFRS), and the Alternate Benefit Program (ABP). In addition, N.J.S.A. 52:14-17.26 provides that for purposes of the State Retired OPEB Plan, an employee of Rutgers, the State University of New Jersey, and New Jersey Institute of Technology shall be deemed to be an employee of the State. Further, P.L.1966, c.302, addresses the other State colleges and universities, whereas while these institutions were provided autonomy from the State, their employees retained any and all rights to health benefits within the State Retired OPEB Plan and are therefore classified as State employees.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**7. Post-Retirement Benefits (continued)**

The employer contributions for the participating local education employers are legally required to be funded by the State in accordance with N.J.S.A. 52:14-17.32f. According to this law, 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: TPAF, PERS, PFRS, or ABP.

Pursuant to P.L.2011, c.78, future retirees eligible for postemployment medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

The State is legally required to pay for the OPEB benefit coverage for the participating local education employers. Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a non-employer contributing entity. The State, as a non-employer contributing entity, reported a Fiscal Year 2023 total OPEB liability of \$52,361,668,239 for this special funding situation.

The State's contributions to the SHBP Fund for TPAF retirees' post-retirement medical benefits on behalf of the District for the years ended June 30, 2024, 2023 and 2022 were \$5,500,006 \$5,084,677, and \$4,600,812, respectively, which equaled the required contributions for each year.

In accordance with the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments.

The State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The District's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the District did not recognize any portion of the collective OPEB liability on the Statement of Net Position. The State's proportionate share of the OPEB liability associated with the District as of June 30, 2023 was \$243,780,411 or 0.47%. Additional information can be obtained from the State of New Jersey's annual comprehensive financial report.

Additional information on pensions and OPEB can be assessed at [state.nj.us/treasury/pensions/financial-reports.shtml](http://state.nj.us/treasury/pensions/financial-reports.shtml).

# Piscataway Township School District

## Notes to the Basic Financial Statements

Year ended June 30, 2024

### 7. Post-Retirement Benefits (continued)

*Employees covered by benefit terms*

The following members were covered by the benefit terms:

Local Education	June 30, 2023
Active Plan Members	217,212
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	152,383
Total Plan Members	369,595

### Total Nonemployer OPEB Liability

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

### Actuarial Assumptions and Other Inputs

Inflation rate:	2.50%	
	<b>TPAF/ABP</b>	<b>PERS</b>
Salary increases:	2.75 - 4.25%	2.75 - 6.55%
	Based on years of service	Based on years of service

### Mortality Rates

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

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

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**7. Post-Retirement Benefits (continued)**

*Health Care Trend Assumptions*

For pre-Medicare medical benefits, the trend rate is initially 6.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 14.80% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO, the trend is initially -3.54% in fiscal year 2023, increasing to 17.40% 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 trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

*Discount Rate*

The discount rate for June 30, 2023 was 3.65%. This represents the municipal bond return rate as chosen by the Division. The source is Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

***Changes in the Total Nonemployer OPEB Liability***

The following represents the change in the State's proportionate share of the OPEB liability associated with the District:

Balance at June 30, 2022		\$	235,635,374
Increased by:			
Service cost	\$	9,892,086	
Interest cost		8,585,648	
Changes of assumptions		491,360	
Member contributions		<u>220,020</u>	
			<u>19,189,114</u>
			254,824,488
Decreased by:			
Diff. between expected and actual exp.		4,351,424	
Gross benefit payments		<u>6,692,653</u>	
			<u>(11,044,077)</u>
Balance at June 30, 2023		\$	<u>243,780,411</u>

The State's proportionate share of deferred outflows and inflows of resources associated with the District at June 30, 2023 was \$71,169,312 and \$132,904,412, respectively.



Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**7. Post-Retirement Benefits (continued)**

The following represents sensitivity of the State's proportionate share of the net OPEB liability associated with the District to changes in the discount rate and healthcare cost trend rate:

The following presents the State's proportionate share of the net OPEB liability associated with the District calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	1% Decrease (2.65%)	At Current Discount Rate (3.65%)	1% Increase (4.65%)
Net OPEB Liability (Allocable to the District and the responsibility of the State)	\$ 285,790,680	\$ 243,780,411	\$ 210,051,042

The following presents the State's proportionate share of the net OPEB liability associated with the District calculated using a healthcare cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rate:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Net OPEB Liability (Allocable to the District and the responsibility of the State)	\$ 202,375,325	\$ 243,780,411	\$ 297,959,072

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

For the year ended June 30, 2023, the District recognized on-behalf OPEB expense and revenue in the government-wide financial statements of \$6,141,897 for OPEB expenses incurred by the State.

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

Deferred outflows of resources	\$ 17,347,811,894
Deferred inflows of resources	\$ 30,503,688,706
Collective OPEB expense	\$ 1,389,124,126

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**7. Post-Retirement Benefits (continued)**

*Special Funding Situation*

The employer contributions for local participating employers are legally required to be funded by the State, therefore, the District records an expense and corresponding revenue for its respective share of total OPEB expense and revenue attributable to the State of New Jersey.

**8. 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). The plans, which are administered by the entities listed below, permits participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows:

1. Equitable
2. MG Trust-Pen Select
3. Lincoln Investment Planning Inc.
4. Met Life/Brighthouse Life Insurance Company
5. Vanguard Investments
6. Corebridge Financial (AIG Retirement Services)

**9. Interfund Receivables and Payables**

The total interfund receivables and payables for the District at June 30, 2024 are as follows:

<b>Fund</b>	<b>Interfund Receivable</b>	<b>Interfund Payable</b>
General Fund	\$ 1,959,150	\$ 99,116
Special Revenue Fund		901,464
Capital Projects Fund		1,022,566
Self Insurance Internal Service Fund		35,120
Food Service Enterprise Fund	99,116	
	<u>\$ 2,058,266</u>	<u>\$ 2,058,266</u>

The interfunds receivable in the General Fund and the related interfund payable in the Capital Projects fund was directly related to interest income owed back to General Fund. The interfund between the General Fund and the Internal Service Fund represent amounts due back after funding the IBNR and related reserves. The interfund receivable in the General Fund and the related interfund payable in the Special Revenue Fund is related to timing of State and Federal receivables received by year. The interfund receivable in the Food Service Fund and the related interfund payable in the General Fund is related to current year operations being funded by the General Fund.

All interfunds are expected to be repaid within one year.

## Piscataway Township School District

### Notes to the Basic Financial Statements

Year ended June 30, 2024

#### **10. Economic Dependency**

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

#### **11. Contingent Liabilities**

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In addition, the District is receiving funding from the New Jersey Schools Development Authority (NJSDA), in connection with its approved referendum project. The costs associated with the funding received from the NJSDA are subject to a final review of eligible costs and compliance by the New Jersey Department of Education and the NJSDA. To the extent that the District has not complied with the rules and regulations governing the NJSDA funds or has not met the final eligible costs requirements, refunds of any money received may be required. If necessary, the District has made adequate provisions for any potential questioned costs related to its grant programs. The District is also involved in several claims and lawsuits incidental to its operations. In the opinion of the administration and legal counsel, the ultimate resolution of these matters will not have a material adverse effect on the financial position of the District.

#### **12. Risk Management**

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

##### **Property and Liability Insurance**

The District maintains commercial insurance coverage for property, liability, and student accident and surety bonds and does not retain risk of loss. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report. There have been no significant reductions in insurance coverage from the prior year and no settlements have exceeded insurance coverage over the past three years.

##### **Self-Insurance**

The District is self-insured for workers' compensation, medical, prescription and dental benefits and has established an internal service fund to account for its self-insurance activities.

The accrued liability for unpaid workers' compensation, medical, prescription and dental claims of \$8,314,246 has been recorded in the internal service fund financial statements for

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**12. Risk Management (continued)**

Incurred But Not Reported Claims (IBNR), which is subject to modification and/or assessment of existing or additional claims. The workers' compensation IBNR liability has been calculated by an actuary contracted by the District's claims administrator. The actuary utilized a 3% discount rate in determining the workers' compensation present value of the liability.

The IBNR liability for medical, prescription and dental benefits has been calculated by the District based on actual enrollment, the statute of limitations in reporting a claim, and actual claims reported.

In addition, the District has an unrestricted net position of \$2,298,433 for future medical, dental, and prescription claims.

Changes in the Incurred But Not Reported claims liability amount in fiscal years 2024, 2023, and 2022 were:

	<b>Beginning of Year Liability</b>	<b>Current Year Claims and Changes in Estimates</b>	<b>Claim Payments</b>	<b>Balance at End of Year</b>
2023-24	\$ 6,609,369	\$ 26,506,799	\$ 24,801,922	\$ 8,314,246
2022-23	6,099,975	25,162,901	24,653,507	6,609,369
2021-22	5,064,802	25,402,988	24,367,815	6,099,975

The District has estimated the short-term liability to be \$5,190,000, which approximates the District's recent claims history for workers' compensation plus a three months' average of premium costs for medical, prescription and dental claims.

**13. 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.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**14. Capital Reserve Account**

A capital reserve account was established by the District by transferring \$1 to a capital reserve account in 2002 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 of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at 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. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning balance, July 1, 2023	\$ 28,160,921
Increase:	
Interest Earned	1,252,928
Transfer from Capital Projects	908,379
Deposit approved at the June 2024 Board meeting	<u>6,500,000</u>
Withdrawals:	
Board resolution	<u>2,151,620</u>
Ending balance, June 30, 2024	<u><u>\$ 34,670,608</u></u>

The June 30, 2024 LRFP balance of local support costs of uncompleted capital projects exceeded the amount in the capital reserve.

**15. Maintenance Reserve Account**

A maintenance reserve account was established by the District by way of a Board approved resolution in the amount of \$2,000,000 in June 2017 for the accumulation of funds for use as maintenance expenditures in subsequent fiscal years. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget. Funds placed in the maintenance reserve account are restricted to maintenance projects in the District's approved Comprehensive Maintenance Plan (CMP).

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**15. Maintenance Reserve Account (continued)**

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	\$ 6,555,332
Increase:	
Interest Earned	357,339
Deposit Approved at the June 2024 Board meeting	424,561
Withdrawals:	
Budget	700,000
Board resolution	81,900
Ending balance, June 30, 2024	<u>\$ 6,555,332</u>

Upon submission of the CMP to the New Jersey Department of Education, the District may increase the balance in the maintenance 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. The 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 NJ.AC. 6A:23A-14.2(g), the balance in the account cannot at any time exceed four percent of the replacement cost of the school district's school facilities for the current year. The balance in the maintenance reserve does not exceed four percent of the replacement cost of the school district's school facilities for the current year at June 30, 2024.

**16. Emergency Reserve Account**

An emergency reserve account was established by the District for the accumulation of funds for use as emergency expenditures in subsequent fiscal years. The emergency reserve account is maintained in the general fund and its activity is included in the general fund annual budget. The emergency reserve is used to accumulate funds in accordance with N.J.S.A. 18A:7F-41c(1) to finance unanticipated general fund expenditures required for a thorough and efficient education. Unanticipated means reasonably unforeseeable and shall not include additional costs caused by poor planning. The maximum balance permitted at any time in this reserve is the greater of \$250,000 or 1 percent of the general fund budget not to exceed \$1 million. Deposits may be made to the emergency reserve account by board resolution at year end of any unanticipated revenue or unexpended line

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**16. Emergency Reserve Account (continued)**

item appropriation or both. The department has defined year end for the purpose of depositing surplus into reserve accounts as an amount approved by the district board of education between June 1 and June 30. Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of 4 percent. During the Fiscal Year ended June 30, 2024 the District has the following activity in the Emergency Reserve Account:

Beginning balance, July 1, 2023	\$ 1,000,000
Increase:	
Deposit Approved at the June 2024 Board meeting	-
Ending balance, June 30, 2024	<u>\$ 1,000,000</u>

**17. Deficit Fund Balance**

The District has an unassigned deficit fund balance of \$775,834 in the Special Revenue Fund as of June 30, 2024 as reported in the fund statements (modified accrual basis). For budget purposes only, P.L. 2003, C.97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last state aid payment as revenue, in the current 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, expenditures, asset, and 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. Due to the timing difference of recording the last two state aid payments, the Special Revenue Fund balance deficit does not alone indicate that the District is facing financial difficulties.

**18. Commitments**

There were contractual commitments in the general fund in the amount of \$4,008,510 at June 30, 2024 which are reported as assigned to other purposes. There was \$1,631,848 of contractual commitments at June 30, 2024 to vendors related to ongoing energy savings construction projects (ESIP program) which is reported as restricted for capital projects in the Capital Projects Fund.

Piscataway Township School District

Notes to the Basic Financial Statements

Year ended June 30, 2024

**19. Transfers – Reconciliation**

The following presents a reconciliation of transfers during the 2024 fiscal year:

	<u>In</u>	<u>Out</u>
General Fund	\$ 1,022,566	\$ 286,453
Special Revenue Fund	187,337	
Capital Projects Fund		1,022,566
Food Service	99,116	
	<u>\$ 1,309,019</u>	<u>\$ 1,309,019</u>

The transfer from general fund to the special revenue fund represents the preschool inclusion children charged to the special revenue fund. The transfer from the capital projects fund to the general fund represents a transfer of interest income earned during the year and a return of capital reserve monies. The Transfer from Food Service Fund to the General Fund represents deficit portion of unpaid school lunches accumulated over the years.

**20. Net Position – Net Investment in Capital Assets**

Net investment in capital assets, Governmental Activities, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. The net investment in capital assets of \$77,854,498 indicated as part of the Governmental Activities net position is calculated as follows:

Capital Assets, Net		\$ 94,518,352
Add:		
Capital Projects Fund Balance		<u>1,631,848</u>
		96,150,200
Less:		
Financed Purchases Payable	\$ 13,594,929	
Leases Payable	<u>4,700,773</u>	
		<u>18,295,702</u>
Net Investment in Capital Assets		<u>\$ 77,854,498</u>



**Required Supplementary Information – Part II**

**Pension and OPEB Schedules**

Piscataway Township School District  
Schedule of the District's Proportionate Share of the Net Pension Liability  
Public Employees' Retirement System  
Required Supplementary Information  
Last Ten Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability (asset) - Local Group	0.1573061070%	0.1779125744%	0.1791206505%	0.1801651618%	0.1753574039%	0.1773917708%	0.1785450280%	0.1820402973%	0.1707830271%	0.1714793465%
District's proportionate share of the net pension liability (asset)	\$ 22,784,805	\$ 26,849,457	\$ 21,219,526	\$ 29,380,226	\$ 31,596,744	\$ 34,927,555	\$ 41,562,429	\$ 53,915,115	\$ 38,337,367	\$ 32,105,624
District's covered-employee payroll	\$ 12,374,396	\$ 11,901,837	\$ 11,842,413	\$ 12,770,871	\$ 12,731,947	\$ 12,713,224	\$ 12,425,585	\$ 12,358,725	\$ 12,065,765	\$ 12,029,023
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	184.13%	225.59%	179.18%	230.06%	248.17%	274.73%	334.49%	436.25%	317.74%	266.90%
Plan fiduciary net position as a percentage of the total pension liability - Local Group	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	48.62%

The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

n/a - information not available

Note to Required Supplementary Information

Benefit Changes

There were none.

Changes of Assumptions

The discount rate was 7.00% as of June 30, 2022 and June 30, 2023.

Piscataway Township School District  
Schedule of District Contributions  
Public Employees' Retirement System  
Required Supplementary Information  
Last Ten Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 2,102,440	\$ 2,243,563	\$ 2,097,711	\$ 1,970,918	\$ 1,705,719	\$ 1,775,857	\$ 1,686,752	\$ 1,617,220	\$ 1,468,276	\$ 1,413,651
Contributions in relation to the contractually required contribution	(2,102,440)	(2,243,563)	(2,097,711)	(1,970,918)	(1,705,719)	(1,775,857)	(1,686,752)	(1,617,220)	(1,468,276)	(1,413,651)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 12,374,396	\$ 11,901,837	\$ 11,842,413	\$ 12,770,871	\$ 12,731,947	\$ 12,713,224	\$ 12,425,585	\$ 12,358,725	\$ 12,065,765	\$ 12,029,023
Contributions as a percentage of covered-employee payroll	16.99%	18.85%	17.71%	15.43%	13.40%	13.97%	13.57%	13.09%	12.17%	11.75%

Piscataway Township School District  
Schedule of the State's Proportionate Share of the Net Pension Liability Associated With the District  
Teachers' Pension and Annuity Fund  
Required Supplementary Information  
Last Ten Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
State's proportion of the net pension liability (asset) associated with the District - Local Group	0.466988378%	0.471690861%	0.469082189%	0.474197960%	0.468804959%	0.478475830%	0.465268828%	0.463142878%	0.4435537652%	0.4672153924%
District's proportionate share of the net pension liability (asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability (asset) associated with the District	\$ 238,316,636	\$ 243,366,144	\$ 225,512,147	\$ 312,253,650	\$ 287,710,028	\$ 304,396,046	\$ 313,701,021	\$ 364,337,637	\$ 280,344,921	\$ 249,711,421
Total proportionate share of the net pension liability (asset) associated with the District	<u>\$ 238,316,636</u>	<u>\$ 243,366,144</u>	<u>\$ 225,512,147</u>	<u>\$ 312,253,650</u>	<u>\$ 287,710,028</u>	<u>\$ 304,396,046</u>	<u>\$ 313,701,021</u>	<u>\$ 364,337,637</u>	<u>\$ 280,344,921</u>	<u>\$ 249,711,421</u>
Plan fiduciary net position as a percentage of the total pension liability	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%

The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

Covered payroll information is not presented since the Teachers' Pension and Annuity Fund is a special funding situation in which the District does not make contributions to this plan.

Notes to Required Supplementary Information

Benefit Changes

There were none.

Changes of Assumptions

The discount rate was 7.00% as of June 30, 2022 and June 30, 2023.

Piscataway Township School District  
Schedule of the State's Proportionate Share of the OPEB Liability Associated With the District  
State Health Benefit Local Education Retired Employees Plan  
Required Supplementary Information  
Last Ten Fiscal Years\*

	Year Ended June 30, 2018	Year Ended June 30, 2019	Year Ended June 30, 2020	Year Ended June 30, 2021	Year Ended June 30, 2022	Year Ended June 30, 2023	Year Ended June 30, 2024
State's proportion of the OPEB Liability associated with the District -	0.47%	0.46%	0.47%	0.47%	0.46%	0.47%	0.47%
District's proportionate share of the OPEB liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the OPEB liability associated with the District	\$ 250,957,214	\$ 214,148,862	\$ 194,322,489	\$ 316,029,068	\$ 278,872,501	\$ 235,635,374	\$ 243,780,411
Total proportionate share of the OPEB liability associated with the District	<u>\$ 250,957,214</u>	<u>\$ 214,148,862</u>	<u>\$ 194,322,489</u>	<u>\$ 316,029,068</u>	<u>\$ 278,872,501</u>	<u>\$ 235,635,374</u>	<u>\$ 243,780,411</u>
Beginning Balance	\$ 270,987,900	\$ 250,957,214	\$ 214,148,862	\$ 194,322,489	\$ 316,029,068	\$ 278,872,501	\$ 235,635,374
Increased by:							
Service cost	\$ 11,094,997	\$ 9,174,245	\$ 8,039,866	\$ 8,478,549	\$ 15,083,723	\$ 13,030,637	\$ 9,892,086
Interest cost	7,960,142	9,214,619	8,487,763	7,005,476	7,234,246	6,244,597	8,585,648
Changes of assumptions			2,897,364	57,727,651	275,129		491,360
Member contributions	214,038	197,909	176,823	166,760	184,944	198,433	220,020
Diff. between expected and actual exp.				53,829,949		6,685,967	
	19,269,177	18,586,773	19,601,816	127,208,385	22,778,042	26,159,634	19,189,114
Decreased by:							
Diff. between expected and actual exp.		(25,094,207)	(33,463,068)		(53,939,223)		(4,351,424)
Changes of assumptions	(33,487,161)	(24,574,654)				(63,211,303)	
Changes of benefit terms					(296,826)		
Gross benefit payments	(5,812,702)	(5,726,264)	(5,965,121)	(5,501,806)	(5,698,560)	(6,185,458)	(6,692,653)
	<u>\$ (39,299,863)</u>	<u>\$ (55,395,125)</u>	<u>\$ (39,428,189)</u>	<u>\$ (5,501,806)</u>	<u>\$ (59,934,609)</u>	<u>\$ (69,396,761)</u>	<u>\$ (11,044,077)</u>
Ending Balance	<u>\$ 250,957,214</u>	<u>\$ 214,148,862</u>	<u>\$ 194,322,489</u>	<u>\$ 316,029,068</u>	<u>\$ 278,872,501</u>	<u>\$ 235,635,374</u>	<u>\$ 243,780,411</u>
Covered by employee payroll	\$ 63,103,173	\$ 63,917,207	\$ 64,683,358	\$ 66,385,742	\$ 67,079,866	\$ 68,385,946	\$ 71,298,002
Total OPEB liability as a percentage of covered employee payroll.	397.69%	335.04%	300.42%	476.05%	415.73%	344.57%	341.92%

\* The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

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

Notes to Required Supplementary Information

Benefit Changes

There were none.

Changes of Assumptions

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

## **Required Supplementary Information – Part III**

### Budgetary Comparison Schedules

Piscataway Township School District  
General FundBudgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Revenues</b>					
Local sources:					
Local tax levy	\$ 103,062,878		\$ 103,062,878	\$ 103,062,878	
Tuition from Individuals	25,000		25,000	21,318	\$ (3,682)
Tuition from LEAs within state	300,000		300,000	398,387	98,387
Transportation Fees from Individuals	300,000		300,000	364,917	64,917
Transportation Fees from Other LEAs	50,000		50,000	136,575	86,575
Rents	550,000		550,000	681,785	131,785
Investment Income	400,000		400,000	380,511	(19,489)
Interest Income			297,217	1,612,188	1,314,971
Interest Earned on Capital Reserve Funds	75,000		75,000	1,179,337	1,104,337
Interest Earned on Maintenance Reserve Funds	25,000		25,000	357,339	332,339
Other Restricted Miscellaneous Revenues				77,664	77,664
Miscellaneous	1,144,282		847,065	627,527	(219,538)
Total revenues - local sources	105,932,160		105,932,160	108,900,426	2,968,266
State sources:					
Categorical Special Education Aid	5,639,333		5,639,333	5,639,333	
Categorical Transportation Aid	3,188,747		3,188,747	3,188,747	
Equalization Aid	11,712,342		11,712,342	11,712,342	
Extraordinary Aid	1,400,000		1,400,000	1,445,382	45,382
Categorical Security Aid	1,295,620		1,295,620	1,295,620	
Additional Non Public Transportation Aid				130,585	130,585
Homeless Tuition Reimbursement				40,170	40,170
On-behalf TPAF pension contributions (non-budgeted)				20,208,471	20,208,471
On-behalf TPAF Post-Retirement Medical contributions (non-budgeted)				5,500,006	5,500,006
On-behalf TPAF Long- Term Disability Insurance contributions (non-budgeted)				7,993	7,993
Reimbursed TPAF social security contributions (non-budgeted)				4,225,616	4,225,616
Total - state sources	23,236,042	-	23,236,042	53,394,265	30,158,223
Federal sources:					
Medicaid reimbursement	139,174		139,174	65,003	(74,171)
Public Assistance Disaster Grants - FEMA				421,121	421,121
Total Federal sources	139,174	-	139,174	486,124	346,950
Total revenues	129,307,376	-	129,307,376	162,780,815	33,473,439
<b>Expenditures</b>					
Current expenditures:					
Instruction - regular programs:					
Salaries of teachers:					
Preschool/kindergarten	1,709,677	\$ 1,000	1,710,677	1,521,832	188,845
Grades 1-5	12,292,021	(519,295)	11,772,726	11,601,601	171,125
Grades 6-8	8,431,913	(254,982)	8,176,931	7,860,847	316,084
Grades 9-12	11,788,006	(291,784)	11,496,222	11,357,854	138,368
High School Summer Orientation					
Salaries of teachers	14,900	(5,940)	8,960		8,960
Home instruction - regular programs:					
Salaries of teachers	50,000	21,998	71,998	71,998	
Purchased professional-educational service	70,000	4,515	74,515	51,355	23,160
Undistributed instruction - regular programs:					
Other salaries for instruction	203,188	(4,298)	198,890	198,890	
Purchased professional-educational service	1,470,154	411,373	1,881,527	1,662,655	218,872
Other purchased services	51,350	3,638	54,988	32,977	22,011
General supplies	2,294,715	17,314	2,312,029	778,385	1,533,644
Textbooks	46,108	2,382	48,490	32,684	15,806
Other objects	728,154	(7,411)	720,743	488,492	232,251
Total instruction - regular programs	39,150,186	(621,490)	38,528,696	35,659,570	2,869,126

Piscataway Township School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Cognitive-mild:					
Salaries of teachers	\$ 469,950	\$ (57,058)	\$ 412,892	\$ 412,772	\$ 120
Other salaries for instruction	73,682	80,714	154,396	154,396	
Summer salaries	1,050	(630)	420	420	
Purchased professional ed services	156,552	(19,568)	136,984	133,643	3,341
Other purchased services	350	(122)	228	22	206
General supplies	11,980	(330)	11,650	8,560	3,090
Total cognitive-mild	713,564	3,006	716,570	709,813	6,757
Learning and/or language disabilities:					
Salaries of teachers	540,094	(30,028)	510,066	506,058	4,008
Other salaries for instruction	145,678	(70,382)	75,296	75,191	105
Purchased professional ed services	127,005	27,915	154,920	145,821	9,099
General supplies	2,100	550	2,650	2,650	
Total learning and/or language disabilities	814,877	(71,945)	742,932	729,720	13,212
Perceptually Impaired					
Salaries of Teachers	96,277		96,277	96,277	
Purchased Professional-Educational	32,817		32,817	30,475	2,342
General Supplies	1,450	(85)	1,365	1,365	
Total Perceptually Impaired	130,544	(85)	130,459	128,117	2,342
Behavioral disabilities:					
Salaries of teachers	545,038	(23,110)	521,928	519,176	2,752
Other salaries for instruction	46,910	1,695	48,605	48,605	
Purchased professional ed services	216,884	18,934	235,818	207,696	28,122
General supplies	8,600	1,905	10,505	9,836	669
Total behavioral disabilities	817,432	(576)	816,856	785,313	31,543
Multiple disabilities:					
Salaries of teachers	98,377	58,926	157,303	156,703	600
Other salaries for instruction	37,934	(37,934)			
Purchased professional ed services	30,983	31,000	61,983	60,184	1,799
General supplies	300	1,100	1,400	1,278	122
Total multiple disabilities	167,594	53,092	220,686	218,165	2,521
Resource room/center:					
Salaries of teachers	4,512,011	(154,464)	4,357,547	4,279,403	78,144
Other salaries for instruction	111,617	(74,668)	36,949	36,949	
Summer school salaries	6,500		6,500		6,500
Purchased professional ed services	619,668	(197,730)	421,938	403,398	18,540
General supplies	8,550	(255)	8,295	7,710	585
Total resource room/center	5,258,346	(427,117)	4,831,229	4,727,460	103,769
Autism:					
Salaries of teachers	1,505,432	(127,955)	1,377,477	1,286,352	91,125
Other salaries for instruction	184,799	(24,831)	159,968	137,010	22,958
Summer Paraprofessionals	8,700	(3,781)	4,919	4,788	131
Purchased professional-educational services	738,780	(24,970)	713,810	643,418	70,392
General supplies	48,725	829	49,554	46,135	3,419
Total autism	2,486,436	(180,708)	2,305,728	2,117,703	188,025
Preschool disabilities - full time:					
Salaries of teachers	781,756	82,052	863,808	857,897	5,911
Other salaries for instruction	148,991	(114,740)	34,251		34,251
Purchased professional-educational services	597,323	329,362	926,685	807,144	119,541
General supplies	20,175	12,858	33,033	32,869	164
Total preschool disabilities - full time	1,548,245	309,532	1,857,777	1,697,910	159,867
Total special education	11,937,038	(314,801)	11,622,237	11,114,201	508,036



Piscataway Township School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Current expenditures (continued):					
Basic skills/remedial - instruction:					
Salaries of teachers	\$ 1,490,371	\$ 29,126	\$ 1,519,497	\$ 1,445,124	\$ 74,373
General supplies	8,650	536	9,186	5,642	3,544
Total basic skills/remedial - instruction	1,499,021	29,662	1,528,683	1,450,766	77,917
Bilingual education - instruction:					
Salaries of teachers	989,768		989,768	936,338	53,430
General supplies	36,135	1,106	37,241	36,317	924
Total bilingual education - instruction	1,025,903	1,106	1,027,009	972,655	54,354
School - sponsored cocurricular activities:					
Salaries	512,400	(8,300)	504,100	308,652	195,448
Purchased services	38,200	1,848	40,048	32,160	7,888
Supplies and materials	85,970	6,302	92,272	61,535	30,737
Other objects	6,650	600	7,250	7,080	170
Total school spn. cocurricular activities	643,220	450	643,670	409,427	234,243
School - sponsored athletics - instruction:					
Salaries	1,036,566	52,531	1,089,097	1,089,097	
Purchased services	165,950	(9,308)	156,642	155,783	859
Supplies and materials	149,000	28,255	177,255	176,970	285
Other objects	43,000	(7,352)	35,648	35,648	
Total school - sponsored athletics - instruction	1,394,516	64,126	1,458,642	1,457,498	1,144
Other supplemental / At Risk programs:					
Salaries of tutors	68,750		68,750	14,270	54,480
Purchased professional ed services	325,000	(18,412)	306,588	141,686	164,902
General supplies	3,000		3,000	601	2,399
Total Other supplemental / At Risk programs	396,750	(18,412)	378,338	156,557	221,781
Total instruction	56,046,634	(859,359)	55,187,275	51,220,674	3,966,601
Undistributed expenditures:					
Instruction:					
Tuition to other LEAs w/in the state - reg.	30,000	56,228	86,228	79,026	7,202
Tuition to other LEAs w/in the state - sp.	1,050,000	(244,639)	805,361	658,950	146,411
Tuition to private schools for the handicapped - within state	1,200,000	309,027	1,509,027	1,509,012	15
Tuition - state facilities	61,944		61,944	61,944	
Total instruction	2,341,944	120,616	2,462,560	2,308,932	153,628

Piscataway Township School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Current expenditures (continued):					
Undistributed expenditures (continued):					
Attendance and social work services:					
Salaries	\$ 248,205	\$ 16,046	\$ 264,251	\$ 264,251	
Other purchased services	3,500	720	4,220	3,665	\$ 555
Supplies and materials	1,000	(353)	647	468	179
Total attendance and social work services	252,705	16,413	269,118	268,384	734
Health services:					
Salaries	1,099,211	4,131	1,103,342	1,101,807	1,535
Purchased professional and technical services	65,400	(1,463)	63,937	43,840	20,097
Supplies and materials	45,000	2,129	47,129	35,443	11,686
Total health services	1,209,611	4,797	1,214,408	1,181,090	33,318
Speech, OT, PT, and related services					
related services:					
Salaries	1,824,734	(107,239)	1,717,495	1,705,666	11,829
Purchased professional educational services	65,000	99,297	164,297	141,049	23,248
Supplies and materials	12,000	(3,220)	8,780	8,682	98
Total Speech, OT, PT, and related services	1,901,734	(11,162)	1,890,572	1,855,397	35,175
Other support services - students -					
extra services:					
Salaries	658,609	67,170	725,779	725,521	258
Purchased professional educational services	495,711	390,863	886,574	830,308	56,266
Supplies and materials	20,000	(9,622)	10,378	10,378	
Other objects		9,100	9,100	8,850	250
Total other support services - students - extra service	1,174,320	457,511	1,631,831	1,575,057	56,774
Guidance:					
Salaries of other professional staff	2,189,610	(63,012)	2,126,598	2,103,314	23,284
Salaries of secretarial and clerical assistants	349,112	(13,291)	335,821	332,316	3,505
Other Salaries	60,761		60,761	59,280	1,481
Purchased professional - educational services	491,082	93,768	584,850	364,755	220,095
Other purchased professional - technical services	100		100	25	75
Other purchased services	4,950	(345)	4,605	829	3,776
Supplies and materials	13,125	822	13,947	11,859	2,088
Other objects	2,475		2,475	50	2,425
Total guidance	3,111,215	17,942	3,129,157	2,872,428	256,729
Child Study Team:					
Salaries of other professional staff	2,569,588	(55,369)	2,514,219	2,505,710	8,509
Salaries of secretarial and clerical assistants	246,626	27,931	274,557	274,557	
Other Salaries	102,500	(6,438)	96,062	96,062	
Purchased professional - educational services	55,000	187,680	242,680	202,642	40,038
Other purchased services (400-500 series)	10,500	(4,821)	5,679	5,242	437
Supplies and materials	17,500	7,930	25,430	25,265	165
Other objects	1,000	1,560	2,560	2,500	60
Total child study team	3,002,714	158,473	3,161,187	3,111,978	49,209

Piscataway Township School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Current expenditures (continued):					
Undistributed expenditures (continued):					
Improvement of instructional services:					
Salaries of supervisors of instruction	\$ 1,700,173		\$ 1,700,173	\$ 1,700,172	\$ 1
Salaries of secretarial and clerical assistants	169,404	\$ (9,000)	160,404	137,361	23,043
Other Salaries	175,227	(8,905)	166,322	106,308	60,014
Salaries of facilitators, math & literacy coaches	530,497		530,497	385,208	145,289
Purchased professional - educational services	6,000	16,715	22,715	21,372	1,343
Other purchased services	6,500		6,500	2,092	4,408
Supplies and materials	474,519	(4,674)	469,845	436,865	32,980
Other objects	8,670		8,670	2,306	6,364
Total improvement of instructional services	3,070,990	(5,864)	3,065,126	2,791,684	273,442
Educational media services/school library:					
Salaries	525,058	(605)	524,453	508,073	16,380
Salaries of Technology Coordinators	63,721	605	64,326	64,326	
Purchased professional and technical services	14,000	810	14,810	14,805	5
Supplies and materials	52,416	(1,271)	51,145	42,495	8,650
Total educational media services/school library	655,195	(461)	654,734	629,699	25,035
Instructional staff training services:					
Other purchased services	46,000	1,990	47,990	11,126	36,864
Total instructional staff training services	46,000	1,990	47,990	11,126	36,864
Support services-general administration:					
Salaries	922,981	(261)	922,720	898,381	24,339
Salaries of attorneys	157,103	261	157,364	157,363	1
Legal services	60,000	51,700	111,700	60,239	51,461
Audit fees	80,000		80,000	77,988	2,012
Architectural / engineering services	100,000	52,371	152,371	65,008	87,363
Other purchased professional services	47,000		47,000	45,110	1,890
Purchased technical services	30,000	354	30,354	30,354	
Communications/telephone	451,000	104,147	555,147	425,783	129,364
BOE Other purchased services	5,000	2,541	7,541	7,035	506
Misc Purch Services	283,000	5,138	288,138	273,896	14,242
General supplies	106,000	3,079	109,079	77,742	31,337
Judgments against the school district	50,000	25,000	75,000	50,000	25,000
Miscellaneous expenditures	27,500	2,237	29,737	13,939	15,798
BOE membership dues and fees	40,000	(748)	39,252	35,877	3,375
Total support services - general administration	2,359,584	245,819	2,605,403	2,218,715	386,688

Piscataway Township School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Current expenditures (continued):					
Undistributed expenditures (continued):					
Support services-school administration:					
Salaries of principals/assistant principals	\$ 3,033,390	\$ (1,000)	\$ 3,032,390	\$ 2,906,863	\$ 125,527
Salaries of other prof staff	152,693		152,693	121,951	30,742
Salaries of secretarial and clerical assistants	993,785	(7,076)	986,709	965,254	21,455
Other salaries	33,700	220,786	254,486	39,704	214,782
Purchased professional and technical services	10,000	6,066	16,066	8,553	7,513
Other purchased services	7,500	(645)	6,855	1,486	5,369
Supplies and materials	141,739	50,692	192,431	159,541	32,890
Other objects	63,409	19,257	82,666	72,104	10,562
Total support services-school administration	4,436,216	288,080	4,724,296	4,275,456	448,840
Central services:					
Salaries	1,111,447	(21,070)	1,090,377	1,069,762	20,615
Purchased technical services	65,000		65,000	56,902	8,098
Misc. purchased services	145,000	37,802	182,802	161,831	20,971
Supplies and materials	27,000	4,009	31,009	25,234	5,775
Other objects	15,000	(962)	14,038	11,632	2,406
Total central services	1,363,447	19,779	1,383,226	1,325,361	57,865
Administrative information technology:					
Salaries	927,282	(111,702)	815,580	811,635	3,945
Purchased technical services	15,000	24,541	39,541	11,800	27,741
Other purchased services	5,000	13,165	18,165	3,121	15,044
Supplies and Materials	71,500	222,227	293,727	45,080	248,647
Other objects	670,443	92,308	762,751	738,867	23,884
Total administrative information technology	1,689,225	240,539	1,929,764	1,610,503	319,261
Required maintenance for school facilities:					
Salaries	1,174,176	(25,000)	1,149,176	1,053,095	96,081
Cleaning, repair and maintenance services	948,811	261,689	1,210,500	864,862	345,638
Travel	6,000		6,000	1,030	4,970
General supplies	499,300	(77,179)	422,121	314,521	107,600
Other objects	100,000	(2,808)	97,192	11,575	85,617
Total required maintenance for school facilities	2,728,287	156,702	2,884,989	2,245,083	639,906
Custodial Services:					
Salaries	3,373,227	(77,181)	3,296,046	3,231,950	64,096
Salaries of Non-Instructional Aids		3,009	3,009	3,009	
Purchased professional and technical services	263,850	87,266	351,116	281,339	69,777
Cleaning, repair and maintenance services	255,069	(53,444)	201,625	150,884	50,741
Rental of land & building	400,000	50,755	450,755	450,755	
Lease Purchase Pymts- Energy Savings Impr Prog	1,486,639		1,486,639	1,486,639	
Other purchased property services	250,000	(19,713)	230,287	215,031	15,256
Insurance	1,185,000	(4,000)	1,181,000	1,180,602	398
General supplies	370,000	175,690	545,690	516,173	29,517
Energy - Natural gas	325,000	212,467	537,467	471,793	65,674
Energy - Electricity	988,000	(46,194)	941,806	806,050	135,756
Energy - Gasoline	50,000	(13,570)	36,430	17,249	19,181
Other objects	1,000	4,860	5,860	3,312	2,548
Total custodial services	8,947,785	319,945	9,267,730	8,814,786	452,944
Care & upkeep of grounds:					
Salaries	362,942		362,942	347,673	15,269
Cleaning, repair and maintenance services	137,800	29,183	166,983	117,955	49,028
General supplies	184,000	10,628	194,628	180,433	14,195
Other objects	1,000	2,808	3,808	2,883	925
Total care & upkeep of grounds	685,742	42,619	728,361	648,944	79,417

Piscataway Township School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Current expenditures (continued):					
Undistributed expenditures (continued):					
Security					
Salaries	\$ 1,064,643	\$ 6,710	\$ 1,071,353	\$ 1,044,934	\$ 26,419
Purchased professional and technical services	50,000	7,288	57,288	12,015	45,273
Cleaning, repair and maintenance services	20,000	(20,000)			
General supplies	50,000	(8,376)	41,624	5,905	35,719
Other objects	10,000		10,000		10,000
Total Security	1,194,643	(14,378)	1,180,265	1,062,854	117,411
Student transportation services:					
Salaries for pupil transportation:					
Non instructional aides	10,000		10,000	5,352	4,648
Between home and school - regular	288,053	1,646	289,699	277,414	12,285
Between home and school - special	1,082,160	292,465	1,374,625	1,371,959	2,666
Other than between home & school	70,000	42,125	112,125	112,125	
Between home and school - non public	116,320	(74,227)	42,093	36,405	5,688
Other purchased professional services	600,000	65,260	665,260	665,260	
Cleaning, repair and maintenance	200,000	(93,136)	106,864	76,076	30,788
Rental payment - school buses	30,000	(5,485)	24,515	22,490	2,025
Contracted services:					
Between home & school - regular	200,000	195,534	395,534	336,595	58,939
Other between home & school - regular	30,000	36,005	66,005	65,077	928
Vendors - between home & school	4,136,451	(102,186)	4,034,265	4,015,201	19,064
Vendors - other between home & school	533,115	80,355	613,470	205,932	407,538
ESCs & CTSA's - regular ed	650,000	113,265	763,265	739,065	24,200
ESCs & CTSA's - special ed	2,210,000	(638,136)	1,571,864	1,498,090	73,774
Travel	2,000		2,000	571	1,429
Miscellaneous purchased services -	60,000		60,000	48,943	11,057
General Supplies	90,000	51,983	141,983	118,050	23,933
Transportation Supplies and materials	300,000	124,301	424,301	246,178	178,123
Miscellaneous expenditures	2,000	2,800	4,800	2,500	2,300
Total student transportation services	10,610,099	92,569	10,702,668	9,843,283	859,385
Unallocated benefits:					
Group Insurance	5,000	725	5,725	5,725	
Social security contributions	1,700,000	(275)	1,699,725	1,387,174	312,551
Other retirement contributions - regular	15,000	2,000	17,000	16,355	645
Other retirement contributions - PERS	2,500,000	(2,450)	2,497,550	2,127,685	369,865
Worker's compensation	415,000	12,152	427,152	427,152	
Health insurance	21,868,502	(12,152)	21,856,350	19,929,192	1,927,158
Tuition reimbursement	140,000	27,358	167,358		167,358
Other employee benefits	345,000	643	345,643	218,967	126,676
Total unallocated benefits	26,988,502	28,001	27,016,503	24,112,250	2,904,253
On-behalf TPAF pension contributions (non-budgeted)				20,208,471	(20,208,471)
On-behalf TPAF Post-Retirement Medical contributions (non-budgeted)				5,500,006	(5,500,006)
On-behalf TPAF Long- Term Disability Insurance contributions (non-budgeted)				7,993	(7,993)
Reimbursed TPAF social security contributions (non-budgeted)				4,225,616	(4,225,616)
Total personal services: benefits	26,988,502	28,001	27,016,503	54,054,336	(27,037,833)
Interest deposit to maintenance reserve	25,000		25,000		25,000
Total undistributed expenditures	77,794,958	2,179,930	79,974,888	102,705,096	(22,730,208)
Total current expenditures	133,841,592	1,320,571	135,162,163	153,925,770	(18,763,607)

Piscataway Township School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Capital outlay:					
Equipment:					
Undistributed expenditures:					
Grades 6-8	\$ 1,200,000	\$ (238,264)	\$ 961,736		\$ 961,736
Grades 9-12	95,000	17,727	112,727	\$ 76,019	36,708
Autism		26,880	26,880	26,880	
School-spons & other instruction program- Sp Ed		39,607	39,607		39,607
Admin Info Tech		668,799	668,799	525,574	143,225
Required maintenance for school facilities	419,550	17,265	436,815	150,718	286,097
Undist. Expend. - Custodial Services	30,000	72,395	102,395	72,395	30,000
Undistributed expenditure Security		38,570	38,570	9,570	29,000
School buses - special		210,000	210,000	206,849	3,151
Total equipment	1,744,550	852,979	2,597,529	1,068,005	1,529,524
Facilities acquisition and construction services:					
Architectural / engineering		570,130	570,130	100,350	469,780
Construction services	2,700,000	1,783,705	4,483,705	1,050,869	3,432,836
Assessment for Debt Service on SDA Funding	243,505		243,505	243,505	
Total facilities acquisition and construction services	2,943,505	2,353,835	5,297,340	1,394,724	3,902,616
Interest deposit to capital reserve	75,000	-	75,000	-	75,000
Total expenditures - capital outlay	4,763,055	3,206,814	7,969,869	2,462,729	5,507,140
Transfer of funds to charter schools	718,450	196,098	914,548	914,548	-
Total expenditures	139,323,097	4,723,483	144,046,580	157,303,047	(13,256,467)
(Deficiency) excess of revenues (under) over expenditures	(10,015,721)	(4,723,483)	(14,739,204)	5,477,768	20,216,972
Other financing sources (uses):					
Transfers in (Capital Projects Fund)				1,022,566	1,022,566
Transfers Out (Food Service Fund)				(99,116)	(99,116)
Transfers Out (Special Revenue Fund)	(236,896)		(236,896)	(187,337)	49,559
Total other financing sources (uses)	(236,896)	-	(236,896)	736,113	973,009
(Deficiency) excess of revenues (under) over expenditures and other financing sources (uses)	(10,252,617)	(4,723,483)	(14,976,100)	6,213,881	21,189,981
Fund balances, July 1	61,020,278		61,020,278	61,020,278	
Fund balances, June 30	\$ 50,767,661	\$ (4,723,483)	\$ 46,044,178	\$ 67,234,159	\$ 21,189,981
<b>Recapitulation of (deficiency) excess of revenues (under)     over expenditures and other financing sources (uses)</b>					
Budgeted general fund balance	\$ (10,252,617)		\$ (10,252,617)	\$ 10,937,364	\$ 21,189,981
Adjustment for prior year encumbrances, net		\$ (4,723,483)	(4,723,483)	(4,723,483)	
Total	\$ (10,252,617)	\$ (4,723,483)	\$ (14,976,100)	\$ 6,213,881	\$ 21,189,981
<b>Recapitulation of fund balance:</b>					
Restricted for:					
Emergency reserve				\$ 1,000,000	
Capital reserve				34,670,608	
Maintenance reserve				6,555,332	
Unemployment liability reserve				1,878,335	
Excess surplus - prior year				7,678,114	
Excess surplus - current year				8,716,327	
Assigned to:					
Year end encumbrances				4,008,510	
Unassigned fund balance				2,726,933	
				67,234,159	
Reconciliation to Governmental Funds Statements GAAP:					
Last two state aid payments not recognized on GAAP basis				(2,153,059)	
Solar Renewable Energy Credits (SREC) Income				1,328,200	
Fund balance per Governmental Funds (GAAP) (B-1)				\$ 66,409,300	

Piscataway Township School District  
Special Revenue Fund  
Required Supplementary Information

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues:					
State sources	\$ 9,564,455	\$ 596,754	\$ 10,161,209	\$ 8,908,890	\$ (1,252,319)
Federal sources	2,841,386	4,133,851	6,975,237	5,505,563	(1,469,674)
Other sources		846,909	846,909	803,903	(43,006)
Total revenues	12,405,841	5,577,514	17,983,355	15,218,356	(2,764,999)
Expenditures:					
Current expenditures:					
Instruction:					
Salaries of teachers	2,785,452	1,201,025	3,986,477	3,418,814	567,663
Other salaries from instruction		150,600	150,600	94,610	55,990
Purchased professional educational services	1,206,866	535,569	1,742,435	1,444,182	298,253
Other purchased services		242,293	242,293	237,491	4,802
Tuition	1,705,039	59,411	1,764,450	1,764,450	
Travel		15,485	15,485		15,485
Supplies and materials	70,000	590,123	660,123	402,788	257,335
Other objects	10,000	25,682	35,682	9,060	26,622
Total instruction	5,777,357	2,820,188	8,597,545	7,371,395	1,226,150
Support services:					
Salaries of other professional staff	1,686,835	263,448	1,950,283	1,719,286	230,997
Personal services--employee benefits	1,303,586	417,514	1,721,100	1,487,592	233,508
Purchased professional technical services	750,000	1,057,525	1,807,525	1,551,119	256,406
Rental - Preschool Education	1,748,999	12,169	1,761,168	1,399,270	361,898
Purchased property services	2,000	3,017	5,017	3,017	2,000
Other purchased services	1,107,064	(522,105)	584,959	381,949	203,010
Travel	5,000	59,103	64,103	60,753	3,350
Supplies and materials	10,000	195,491	205,491	145,189	60,302
Scholarships awarded		7,800	7,800	7,800	
Student activities		650,000	650,000	638,879	11,121
Other Objects	5,000		5,000	3,415	1,585
Total support services	6,618,484	2,143,962	8,762,446	7,398,269	1,364,177
Required maintenance for school facilities					
Supplies and materials		177,487	177,487	177,487	
Total required maintenance for school facilities		177,487	177,487	177,487	
Capital outlay:					
Facilities acquisition and construction services:					
Instructional equipment	10,000	435,877	445,877	428,877	17,000
Total facilities acquisition and construction services	10,000	435,877	445,877	428,877	17,000
Total expenditures	12,405,841	5,577,514	17,983,355	15,376,028	2,607,327
Excess (deficiency) of revenues over (under) expenditures	-	-	-	(157,672)	(157,672)
Other financing sources (uses)					
Transfers in - General Fund				187,337	187,337
Total other financing sources (uses)				187,337	187,337
Net change in fund balances				29,665	29,665
Fund Balance, July 1				443,192	
Fund Balance, June 30				<u>\$ 472,857</u>	
Recapitulation:					
Restricted:					
Scholarships				\$ 13,463	
Student Activities				459,394	
Total Fund Balance				<u>472,857</u>	
Reconciliation to Governmental Funds Statements GAAP:					
Last two state aid payments not recognized on GAAP basis				(775,834)	
Fund balance per Governmental Funds (GAAP) (B-1)				<u>\$ (302,977)</u>	

Piscataway Township School District  
Note to Required Supplementary Information

Budget to GAAP Reconciliation

Year ended June 30, 2024

	<b>General Fund</b>	<b>Special Revenue Fund</b>
<b>Sources/inflows of resources</b>		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule (C-1, C-2)	\$ 162,780,815	\$ 15,218,356
<b>Differences - Budget to GAAP:</b>		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Current year		(165,055)
Prior year, net of cancellations		1,096,153
General and preschool state aid payments recognized for budgetary purposes, not recognized for GAAP statements.		
Prior year	2,212,296	724,475
Current year	(2,153,059)	(775,834)
Adjustment to record the value of Solar Renewable Energy Credits (SREC) income on the modified accrual basis	<u>(275,972)</u>	
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds (B-2)	<u>\$ 162,564,080</u>	<u>\$ 16,098,095</u>
<b>Uses/outflows of resources</b>		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule (C-1, C-2)	\$ 157,303,047	\$ 15,376,028
<b>Differences - budget to GAAP:</b>		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Prior year		1,096,153
Current year		<u>(165,055)</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (B-2)	<u>\$ 157,303,047</u>	<u>\$ 16,307,126</u>



## **Supplementary Information**

## **Special Revenue Fund**

Piscataway Township School District  
Special Revenue Fund

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Combining Schedule of Revenues and Expenditures  
Budgetary Basis

Year ended June 30, 2024

	( ACSERS ) Additional or Compensatory Special									
	Title I			I.D.E.A.		Title II	Title III	Title III	Title IV	
	Regular	Education and	ARP Homeless II	Part B	Part B	Part A			Drug Free	
	Part A	Related Services	Formula Grant	Regular	Preschool	Regular	Regular	Immigrant	Regular	
Revenues:										
State sources										
Federal sources	\$ 615,525	\$ 77,717	\$ 1,698	\$ 2,261,881	\$ 66,484	\$ 175,624	\$ 120,661	\$ 5,657	\$ 25,433	
Other sources										
Total revenues	\$ 615,525	\$ 77,717	\$ 1,698	\$ 2,261,881	\$ 66,484	\$ 175,624	\$ 120,661	\$ 5,657	\$ 25,433	
Expenditures:										
Current expenditures:										
Instruction:										
Salaries of teachers	\$ 192,756			\$ 138,176			\$ 79,130		\$ 3,738	
Other salaries from instruction	94,610									
Purchased professional educational services				118,692						
Other purchased services		\$ 54,591								
Tuition				1,697,966	\$ 66,484					
Supplies and materials	89,744						1,389	\$ 5,657	18,268	
Other objects	5,616									
Total instruction	382,726	54,591		1,954,834	66,484		80,519	5,657	22,006	
Support services:										
Salaries of other professional staff	50,436	8,380		20,000		\$ 91,932	7,014			
Personal services—employee benefits	120,158	2,464		107,109		7,936	33,128		837	
Purchased professional technical services	14,225			176,939		10,622				
Purchased property services										
Other purchased services	35,150	12,282	\$ 1,698			44,915			2,590	
Travel										
Supplies and materials	12,830					20,219				
Scholarships awarded										
Student activities										
Other objects										
Total support services	232,799	23,126	1,698	304,048		175,624	40,142		3,427	
Required maintenance for school facilities:										
Supplies and materials										
Total maintenance for school facilities										
Capital outlay:										
Equipment:										
Instructional equipment				2,999						
Total Equipment				2,999						
Total expenditures	\$ 615,525	\$ 77,717	\$ 1,698	\$ 2,261,881	\$ 66,484	\$ 175,624	\$ 120,661	\$ 5,657	\$ 25,433	
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-	-	-	-	-	
Other financing sources (uses)										
Transfers in	-	-	-	-	-	-	-	-	-	
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	
Net change in fund balance	-	-	-	-	-	-	-	-	-	
Fund Balance, July 1	-	-	-	-	-	-	-	-	-	
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	

Piscataway Township School District  
Special Revenue Fund  
  
Combining Schedule of Revenues and Expenditures  
Budgetary Basis  
  
Year ended June 30, 2024

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(continued)

	New Jersey Non-Public Aid									
	Comp Ed	ESL	Exam & Class	Corrective Speech	Supple- mentary Instruction	Nursing	Technology Initiative	Home Instruction	Text - books	Security
	Regular	Regular	Regular	Regular	Regular	Regular	Regular	Regular	Regular	Regular
	Program	Program	Program	Program	Program	Program	Program	Program	Program	Program
Revenues:										
State sources	\$ 166,623	\$ 23,988	\$ 56,969	\$ 28,272	\$ 32,131	\$ 181,511	\$ 72,521	\$ 1,311	\$ 86,096	\$ 310,573
Federal sources										
Other sources										
Total revenues	\$ 166,623	\$ 23,988	\$ 56,969	\$ 28,272	\$ 32,131	\$ 181,511	\$ 72,521	\$ 1,311	\$ 86,096	\$ 310,573
Expenditures:										
Current expenditures:										
Instruction:										
Salaries of teachers										
Other salaries from instruction										
Purchased professional educational services										
Other purchased services										
Tuition										
Supplies and materials										
Other objects										
Total instruction										
Support services:										
Salaries of other professional staff										
Personal services—employee benefits										
Purchased professional technical services	\$ 166,623	\$ 23,988	\$ 56,969	\$ 28,272	\$ 32,131	\$ 181,511	\$ 72,521	\$ 1,311	\$ 86,096	\$ 310,573
Purchased property services										
Other purchased services										
Travel										
Supplies and materials										
Scholarships awarded										
Student activities										
Other objects										
Total support services	166,623	23,988	56,969	28,272	32,131	181,511	72,521	1,311	86,096	310,573
Required maintenance for school facilities:										
Supplies and materials										
Total maintenance for school facilities										
Capital outlay:										
Equipment:										
Instructional equipment										
Total Equipment										
Total expenditures	\$ 166,623	\$ 23,988	\$ 56,969	\$ 28,272	\$ 32,131	\$ 181,511	\$ 72,521	\$ 1,311	\$ 86,096	\$ 310,573
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-	-	-	-	-	-
Other financing sources (uses)										
Transfers in	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Net change in fund balance	-	-	-	-	-	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Piscataway Township School District  
Special Revenue Fund  
  
Combining Schedule of Revenues and Expenditures  
Budgetary Basis  
  
Year ended June 30, 2024

E-1  
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(continued)

	Elementary and Secondary School Emergency Relief ARP Program	CARES ACT Education Stabilization Fund	Coronavirus Response and Relief Supplemental Appropriations Act (CRRSA) Mental Health Grant Program	Carl Perkins	Elementary and Secondary School Emergency Relief ESSRR II Grant Program	Evidence- Based Comprehensive Beyond the School Day Activities Grant	Accelerated Learning Coaching and Educator Support Grant	Evidence- Based Summer Learning and Enrichment Activities Grant	NJ SDA Emergent Need Grant	Preschool Education Aid	Student Activity Fund	Scholarships Fund	Local Programs	Totals
Revenues:														
State sources									\$ 177,487	\$ 7,771,408				\$ 8,908,890
Federal sources	\$ 1,399,842	\$ 4,120	\$ 55,242	\$ 41,828	\$ 186,430	\$ 8,342	\$ 426,490	\$ 32,589						5,505,563
Other sources											\$ 670,406	\$ 5,938	\$ 127,559	803,903
Total revenues	\$ 1,399,842	\$ 4,120	\$ 55,242	\$ 41,828	\$ 186,430	\$ 8,342	\$ 426,490	\$ 32,589	\$ 177,487	\$ 7,771,408	\$ 670,406	\$ 5,938	\$ 127,559	\$ 15,218,356
Expenditures:														
Current expenditures:														
Instruction:														
Salaries of teachers	\$ 491,301			\$ 9,273	\$ 165,959	\$ 7,749				\$ 2,330,732				\$ 3,418,814
Other salaries from instruction														94,610
Purchased professional educational services										1,239,979		\$ 85,511		1,444,182
Other purchased services	95,877	\$ 4,120					\$ 82,152						751	237,491
Tuition														1,764,450
Supplies and materials	199,641		\$ 10,242	22,961						49,132			5,754	402,788
Other objects										2,400			1,044	9,060
Total instruction	786,819	4,120	10,242	32,234	165,959	7,749	82,152			3,622,243			93,060	7,371,395
Support services:														
Salaries of other professional staff	55,914			3,867						1,481,743				1,719,286
Personal services—employee benefits	63,293			1,006	12,696	593				1,138,372				1,487,592
Purchased professional technical services			45,000				\$ 344,338			1,399,270				2,950,389
Purchased property services				3,017										3,017
Other purchased services	1,244			1,704	7,775			\$ 32,589		230,302			11,700	381,949
Travel										60,753				60,753
Supplies and materials	66,694									22,647			22,799	145,189
Scholarships awarded												\$ 7,800		7,800
Student activities											\$ 638,879			638,879
Other objects										3,415				3,415
Total support services	187,145		45,000	9,594	20,471	593	344,338	32,589		4,336,502	638,879	7,800	34,499	7,398,269
Required maintenance for school facilities:														
Supplies and materials									\$ 177,487					177,487
Total maintenance for school facilities									177,487					177,487
Capital outlay:														
Equipment:														
Instructional equipment	425,878													428,877
Total Equipment	425,878													428,877
Total expenditures	\$ 1,399,842	\$ 4,120	\$ 55,242	\$ 41,828	\$ 186,430	\$ 8,342	\$ 426,490	\$ 32,589	\$ 177,487	\$ 7,958,745	\$ 638,879	\$ 7,800	\$ 127,559	\$ 15,376,028
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-	-	-	-	-	(187,337)	31,527	(1,862)	-	(157,672)
Other financing sources (uses)														
Transfers in	-	-	-	-	-	-	-	-	-	187,337	-	-	-	187,337
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	187,337	-	-	-	187,337
Net change in fund balance	-	-	-	-	-	-	-	-	-	-	31,527	(1,862)	-	29,665
Fund Balance, July 1	-	-	-	-	-	-	-	-	-	-	427,867	15,325	-	443,192
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 459,394	\$ 13,463	\$ -	\$ 472,857

Piscataway Township School District  
Special Revenue Fund

Schedule of Preschool Education Aid Expenditures  
Preschool - All Programs  
Budgetary Basis

Year ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
<b>EXPENDITURES:</b>					
<b>Instruction:</b>					
Salaries of Teachers	\$ 2,426,169	\$ (29,095)	\$ 2,397,074	\$ 2,330,732	\$ 66,342
Purchased Professional Educational Services	1,206,866	257,960	1,464,826	1,239,979	224,847
Supplies and materials	70,000	(10,306)	59,694	49,132	10,562
Other Objects	10,000	(7,413)	2,587	2,400	187
<b>Total instruction services</b>	<b>3,713,035</b>	<b>211,146</b>	<b>3,924,181</b>	<b>3,622,243</b>	<b>301,938</b>
<b>Support services:</b>					
Contracted Pre-Kindergarten					
Salaries of other professional staff	1,656,835	(125,224)	1,531,611	1,481,743	49,868
Personal services—employee benefits	1,303,586		1,303,586	1,138,372	165,214
Rentals	1,750,999	12,169	1,763,168	1,399,270	363,898
Other purchased services	360,000	(25,311)	334,689	230,302	104,387
Travel	5,000	59,103	64,103	60,753	3,350
Supplies and materials	10,000	15,149	25,149	22,647	2,502
Other objects	5,000	-	5,000	3,415	1,585
<b>Total support services</b>	<b>5,091,420</b>	<b>(64,114)</b>	<b>5,027,306</b>	<b>4,336,502</b>	<b>690,804</b>
<b>Facilities acquisition and cont. serv:</b>					
Instructional equipment	10,000	-	10,000	-	10,000
<b>Total Facilities acquisition and cont. serv:</b>	<b>10,000</b>	<b>-</b>	<b>10,000</b>	<b>-</b>	<b>10,000</b>
<b>Total Expenditures</b>	<b>\$ 8,814,455</b>	<b>\$ 147,032</b>	<b>\$ 8,961,487</b>	<b>\$ 7,958,745</b>	<b>\$ 1,002,742</b>

Calculation of Budget and Carryover

Total revised 2023-24 Preschool Education Aid Allocation	\$ 7,758,344
Add: Actual Preschool Education Aid Carryover June 30, 2023	964,124
Add: Prior Year Encumbrances Cancelled	51,682
Add: Transfer from General Fund	187,337
Total Preschool Education Aid Funds Available for 2023-24 Budget	8,961,487
Less: 2023-24 Budgeted Preschool Education Aid (Including prior year budgeted carryover)	(8,961,487)
Available & Unbudgeted Preschool Education Aid Funds as of June 30, 2024	-
Add: June 30, 2024 Unexpended Preschool Education Aid	1,002,742
2023-24 Carryover - Preschool Education Aid/Preschool	<u>\$ 1,002,742</u>
2023-24 Preschool Education Aid Carryover	\$ 1,002,742
Budgeted for Preschool Programs 2024-25	<u>\$ 763,794</u>

## **Capital Projects Fund**

Piscataway Township School District  
Capital Projects Fund  
Summary Schedule of Project Revenues, Expenditures,  
Project Balance and Project Status  
(Budgetary Basis)  
Year ended June 30, 2024

**Revenues and other financing sources**

State Sources - SDA Grant	\$ 11,214
Investment Income	102,973
Total revenues	<u>114,187</u>

**Expenditures and Other Financing Uses**

Cancellation of SDA Grant	605,586
Construction Services	2,268,053
Total Expenditures	<u>2,873,639</u>

(Deficiency) of revenues (under) expenditures (2,759,452)

**Other Financing (uses)**

Transfers to General Fund	(1,022,566)
Total other financing (uses)	<u>(1,022,566)</u>

(Deficiency) of revenues (under) expenditures and other financing (uses) (3,782,018)

Fund Balance, July 1	5,413,866
Fund Balance, June 30	<u><u>\$ 1,631,848</u></u>

Fund balance, budgetary-basis	\$ 1,631,848
Less difference in grant revenue recognized	-
Fund balance, GAAP-basis	<u><u>\$ 1,631,848</u></u>



Piscataway Township School District  
Capital Projects Fund  
Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

From Inception and for the year ended June 30, 2024

	<b>Prior Periods</b>	<b>Current Year</b>	<b>Totals</b>	<b>Revised Authorized Cost</b>
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant	\$ 616,800	\$ (605,586)	\$ 11,214	\$ 11,214
Financed purchase proceeds and transfers	15,503,119		15,503,119	15,503,119
Contribution from Private sources				
Transfer from capital reserve	16,821	-	16,821	16,821
Total revenues	16,136,740	(605,586)	15,531,154	<u>\$ 15,531,154</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional/tech services				
Land and improvements				
Construction services	11,631,253	2,268,053	13,899,306	
Equipment				
Transfers to General Fund				
Total expenditures	11,631,253	2,268,053	13,899,306	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 4,505,487</u>	<u>\$ (2,873,639)</u>	<u>\$ 1,631,848</u>	

Piscataway Township School District  
Capital Projects Fund  
Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Replacement of Exterior Metal Panels: Piscataway High School

From Inception and for the year ended June 30, 2024

	Prior Periods	Current Year	Totals	Revised Authorized Cost
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant	\$ 616,800	\$ (605,586)	\$ 11,214	\$ 11,214
Note proceeds and transfers				
Contribution from Private sources				
Transfer from capital reserve	16,821	-	16,821	16,821
Total revenues	633,621	(605,586)	28,035	<u>\$ 28,035</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional/tech services				
Land and improvements				
Construction services	28,035		28,035	
Equipment				
Transfers to General Fund			-	
Total expenditures	28,035	-	28,035	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 605,586</u>	<u>\$ (605,586)</u>	<u>\$ -</u>	
<b>Additional project information</b>				
Project number	4130-050-13-2026			
Grant date	4/14/2016			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 1,542,000			
Additional Authorized Cost	(1,513,965)			
Revised Authorized Cost	\$ 28,035			
Percentage Increase over Original Authorized Cost	-98.18%			
Percentage completion	100.00%			
Original target completion date	N/A			
Revised target completion date	June 2024			

Piscataway Township School District  
Capital Projects Fund  
Schedule of Project Revenues, Expenditures, Project Balance and Project Status  
(Budgetary Basis)

Energy Savings Investment Plan

From Inception and for the year ended June 30, 2024

	<b>Prior Periods</b>	<b>Current Year</b>	<b>Totals</b>	<b>Revised Authorized Cost</b>
<b>Revenues and other financing sources</b>				
State Sources - SDA Grant				
Financed purchases	\$ 15,503,119		\$ 15,503,119	\$ 15,503,119
Contribution from Private sources				
Transfer from capital reserve				
Total revenues	15,503,119	-	15,503,119	<u>\$ 15,503,119</u>
<b>Expenditures and Other Financing Uses</b>				
Purchased professional/tech services				
Land and improvements				
Construction services	11,603,218	\$ 2,268,053	13,871,271	
Equipment				
Transfers to General Fund			-	
Total expenditures	11,603,218	2,268,053	13,871,271	
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 3,899,901</u>	<u>\$ (2,268,053)</u>	<u>\$ 1,631,848</u>	
<b>Additional project information</b>				
Project number	N/A			
Financed purchase date	7/1/2021			
Bond authorization date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 15,503,119			
Additional Authorized Cost	-			
Revised Authorized Cost	\$ 15,503,119			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage completion	89.47%			
Original target completion date	N/A			
Revised target completion date	December 2024			

Piscataway Township School District  
Capital Projects Fund  
Summary Schedule of Project Expenditures  
(Budgetary Basis)  
June 30, 2024

Issue/Project Title	Revised Appropriations	Expenditures to Date		Unexpended Balance
		Prior Years	Current Year	
Replacement of Exterior Metal Panels: Piscataway High School	\$ 28,035	\$ 28,035		
Energy Savings Investment Plan	15,503,119	11,603,218	\$ 2,268,053	\$ 1,631,848
	<u>\$ 15,531,154</u>	<u>\$ 11,631,253</u>	<u>\$ 2,268,053</u>	<u>\$ 1,631,848</u>

## **Long-Term Debt**

Piscataway Township School District  
Long-Term Debt

Schedule of Obligations Under Financed Purchases and Leases

Year ended June 30, 2024

**Financed Purchases Payable**

<b>Purpose</b>	<b>Interest Rate</b>	<b>Amount of Original Issue</b>	<b>Balance July 1, 2023</b>	<b>Retired</b>	<b>Balance June 30, 2024</b>
ESIP Lease	1.722%	\$ 15,503,119	\$ 14,826,231	\$ 1,231,302	\$ 13,594,929
			<u>\$ 14,826,231</u>	<u>\$ 1,231,302</u>	<u>\$ 13,594,929</u>

**Leases Payable**

<b>Purpose</b>	<b>Interest Rate</b>	<b>Amount of Original Issue</b>	<b>Balance July 1, 2023</b>	<b>Retired</b>	<b>Balance June 30, 2024</b>
NB Road Building	1.720%	\$ 5,762,789	\$ 3,799,467	\$ 1,146,052	\$ 2,653,415
Cabrini Building	1.720%	1,731,787	1,474,751	326,546	1,148,205
Fatima Building	1.720%	1,252,109	1,055,383	236,097	819,286
Copier Lease #1	3.000%	464,980	198,216	139,413	58,803
Copier Lease #2	3.750%	45,964	30,244	9,180	21,064
			<u>\$ 6,558,061</u>	<u>\$ 1,857,288</u>	<u>\$ 4,700,773</u>

## **Statistical Section (Unaudited)**

Other Information

**Statistical Section**  
**Unaudited**

**Contents**

**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.

**Revenue Capacity**

These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.

**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.

**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.

**Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.

**Sources**

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



Piscataway Township School District  
Net Position by Component  
Last Ten Fiscal Years

(accrual basis of accounting)  
Unaudited

	June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental activities										
Net investment in capital assets	\$ 43,578,893	\$ 47,368,890	\$ 50,418,186	\$ 54,954,567	\$ 59,710,198	\$ 65,296,610	\$ 73,291,274	\$ 74,473,820	\$ 74,856,392	\$ 77,854,498
Restricted	13,624,731	18,054,248	24,710,558	27,445,978	29,490,749	35,826,876	38,776,314	46,958,691	53,013,255	60,971,573
Unrestricted (deficit)	(29,739,991)	(29,523,581)	(34,632,570)	(36,196,509)	(36,281,117)	(32,096,426)	(29,010,604)	(27,291,886)	(21,773,393)	(21,656,583)
Total governmental activities net position	<u>\$ 27,463,633</u>	<u>\$ 35,899,557</u>	<u>\$ 40,496,174</u>	<u>\$ 46,204,036</u>	<u>\$ 52,919,830</u>	<u>\$ 69,027,060</u>	<u>\$ 83,056,984</u>	<u>\$ 94,140,625</u>	<u>\$ 106,096,254</u>	<u>\$ 117,169,488</u>
Business-type activities										
Net investment in capital assets	\$ 349,293	\$ 277,806	\$ 216,642	\$ 176,295	\$ 145,735	\$ 94,859	\$ 71,048	\$ 147,073	\$ 290,389	\$ 837,254
Unrestricted	3,838,372	3,816,947	3,900,313	4,019,418	4,218,313	4,339,393	3,656,320	3,541,354	3,932,684	3,624,134
Total business-type activities net position	<u>\$ 4,187,665</u>	<u>\$ 4,094,753</u>	<u>\$ 4,116,955</u>	<u>\$ 4,195,713</u>	<u>\$ 4,364,048</u>	<u>\$ 4,434,252</u>	<u>\$ 3,727,368</u>	<u>\$ 3,688,427</u>	<u>\$ 4,223,073</u>	<u>\$ 4,461,388</u>
District-wide										
Net investment in capital assets	\$ 43,928,186	\$ 47,646,696	\$ 50,634,828	\$ 55,130,862	\$ 59,855,933	\$ 65,391,469	\$ 73,362,322	\$ 74,620,893	\$ 75,146,781	\$ 78,691,752
Restricted	13,624,731	18,054,248	24,710,558	27,445,978	29,490,749	35,826,876	38,776,314	46,958,691	53,013,255	60,971,573
Unrestricted (deficit)	(25,901,619)	(25,706,634)	(30,732,257)	(32,177,091)	(32,062,804)	(27,757,033)	(25,354,284)	(23,750,532)	(17,840,709)	(18,032,449)
Total district net position	<u>\$ 31,651,298</u>	<u>\$ 39,994,310</u>	<u>\$ 44,613,129</u>	<u>\$ 50,399,749</u>	<u>\$ 57,283,878</u>	<u>\$ 73,461,312</u>	<u>\$ 86,784,352</u>	<u>\$ 97,829,052</u>	<u>\$ 110,319,327</u>	<u>\$ 121,630,876</u>

Source: ACFR Schedule A-1 and District records.

Notes: The significant increases in governmental activities net position, net investment in capital assets is the result of the increase in construction in progress for ongoing capital projects.

GASB 63 was implemented in the 2013 fiscal year, which required the reclassification of balances previously reported as net assets to net position.

GASB 68 was implemented during the 2015 fiscal year, which required the restatement of beginning net position in the amount of \$31,810,285. This amount is not reflected in the June 30, 2014 Net Position, above.

GASB 84 was implemented during the 2021 fiscal year, which required the restatement of beginning net position in the amount of \$2,272,556. This amount is not reflected in the June 30, 2020 Net Position above.

Piscataway Township School District  
Changes in Net Position  
Last Ten Fiscal Years

(accrual basis of accounting)  
Unaudited

	Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Expenses</b>										
<b>Governmental activities</b>										
Instruction	\$ 77,321,991	\$ 79,833,314	\$ 89,968,357	\$ 93,192,588	\$ 84,713,396	\$ 78,654,198	\$ 90,203,669	\$ 85,301,182	\$ 83,335,521	\$ 88,095,825
Support services:										
Attendance/social work	413,128	349,747	395,547	446,750	380,297	366,032	398,625	399,417	395,209	422,561
Health services	1,364,664	1,305,701	1,711,586	1,732,288	1,675,405	1,577,821	2,020,695	1,714,926	1,689,972	1,827,633
Other support services	12,502,593	13,014,264	14,532,158	15,288,999	16,475,337	16,007,486	19,253,434	21,393,365	19,589,666	22,355,261
Improvement of instruction	2,859,447	3,242,545	3,374,490	4,527,558	4,197,277	3,976,513	4,709,866	4,212,444	4,359,871	4,175,939
Instructional staff training	40,621	24,087	15,643	15,308	19,771	10,605	3,461	6,479	8,477	11,788
School library	847,588	894,189	957,837	1,039,347	942,322	946,166	1,103,668	1,003,107	953,556	966,543
General administration	2,128,147	2,162,703	2,395,134	2,680,268	2,357,608	2,314,084	2,657,087	2,705,535	2,703,149	2,902,935
School administration	5,132,407	5,377,268	6,470,688	6,790,088	7,016,584	6,581,124	7,691,606	6,992,269	6,589,100	6,639,592
Central Services	1,638,412	1,652,159	1,839,812	1,881,095	1,878,902	1,859,485	2,077,909	1,991,701	1,927,288	1,963,732
Administrative Information Technology	1,476,401	1,578,090	1,700,568	1,544,286	1,469,273	1,466,362	1,589,993	2,170,134	1,837,073	2,130,850
Required maintenance	1,938,605	2,359,775	1,821,362	1,951,446	3,357,714	2,409,507	2,516,072	2,314,908	2,281,858	2,245,083
Operation of plant	10,519,322	10,255,675	12,190,650	12,612,858	11,681,923	12,386,972	13,690,787	12,115,749	14,249,540	7,867,574
Student transportation	6,402,215	6,895,374	7,506,675	8,037,774	8,191,732	7,078,189	6,380,126	9,009,705	11,001,055	11,372,314
Charter schools	197,860	243,654	295,494	328,975	551,071	625,995	619,468	686,336	750,866	914,548
Interest on debt	950,025	874,589	768,766	657,863	542,686	394,633	245,382	386,649	14,634	-
Total governmental activities	125,733,426	130,063,134	145,944,767	152,727,491	145,451,298	136,655,172	155,161,848	152,403,906	151,686,835	153,892,178
<b>Business-type activities:</b>										
Food service	3,137,286	3,286,061	3,721,154	3,583,663	3,804,198	2,966,154	4,302,356	4,569,453	3,567,928	4,191,072
Adult and Community Education	4,401,422	5,540,610	6,055,972	6,061,783	6,408,749	6,810,304	4,937,469	2,794,948	3,322,876	3,684,245
Total business-type activities expense	7,538,708	8,826,671	9,777,126	9,645,446	10,212,947	9,776,458	9,239,825	7,364,401	6,890,804	7,875,317
Total district expenses	\$ 133,272,134	\$ 138,889,805	\$ 155,721,893	\$ 162,372,937	\$ 155,664,245	\$ 146,431,630	\$ 164,401,673	\$ 159,768,307	\$ 158,577,639	\$ 161,767,495
<b>Program Revenues</b>										
<b>Governmental activities:</b>										
Charges for services - tuition, transportation and student activities	\$ 643,757	\$ 839,569	\$ 856,606	\$ 817,142	\$ 875,661	\$ 810,662	\$ 689,444	\$ 1,320,727	\$ 1,286,208	\$ 1,597,541
Operating grants and contributions	3,764,771	4,132,846	4,053,975	4,211,505	4,939,727	6,203,462	8,195,891	13,168,872	14,198,747	15,432,965
Capital grants and contributions	986,815	827,637	462,836	526,133	74,474	3,772	-	-	-	-
Total governmental activities program revenues	5,395,343	5,800,052	5,373,417	5,554,780	5,889,862	7,017,896	8,885,335	14,489,599	15,484,955	17,030,506
<b>Business-type activities:</b>										
Charges for services										
Food service	1,293,675	1,346,214	2,389,851	2,259,793	2,310,963	1,617,400	250,079	432,339	1,571,548	1,720,233
Adult and Community Education	5,298,893	5,491,128	6,007,406	6,017,375	6,541,741	6,619,608	3,876,621	2,143,622	3,525,817	4,154,462
Operating grants and contributions	1,340,201	1,302,126	1,389,213	1,430,710	1,436,276	1,484,481	4,406,241	4,749,499	2,328,085	2,139,821
Total business-type activities program revenues	7,932,769	8,139,468	9,786,470	9,707,878	10,288,980	9,721,489	8,532,941	7,325,460	7,425,450	8,014,516
Total district program revenues	\$ 13,328,112	\$ 13,939,520	\$ 15,159,887	\$ 15,262,658	\$ 16,178,842	\$ 16,739,385	\$ 17,418,276	\$ 21,815,059	\$ 22,910,405	\$ 25,045,022
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (120,338,083)	\$ (124,263,082)	\$ (140,571,350)	\$ (147,172,711)	\$ (139,561,436)	\$ (129,637,276)	\$ (146,276,513)	\$ (137,914,307)	\$ (136,201,880)	\$ (136,861,672)
Business-type activities	394,061	(687,203)	9,344	62,432	76,033	(54,969)	(706,884)	(38,941)	534,646	139,199
Total district-wide net expense	\$ (119,944,022)	\$ (124,950,285)	\$ (140,562,006)	\$ (147,110,279)	\$ (139,485,403)	\$ (129,692,245)	\$ (146,983,397)	\$ (137,953,248)	\$ (135,667,234)	\$ (136,722,473)

Piscataway Township School District  
Changes in Net Position  
Last Ten Fiscal Years

(accrual basis of accounting)  
Unaudited

	Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Property taxes levied for general purposes	\$ 83,790,619	\$ 86,150,602	\$ 88,623,454	\$ 89,400,687	\$ 90,395,923	\$ 92,203,841	\$ 94,047,918	\$ 94,988,397	\$ 98,637,278	\$ 103,062,878
Taxes levied for debt service	3,541,625	3,525,880	3,569,675	3,592,375	3,607,275	3,613,300	3,632,551	3,638,312	3,641,724	-
Unrestricted grants and contributions	37,613,620	42,310,229	52,271,257	58,879,012	51,017,261	46,391,614	61,177,745	48,186,976	42,556,549	40,227,792
Investment earnings		296,015	300,695	639,884	1,034,654	943,729	418,989	483,820	346,737	104,539
Other restricted miscellaneous income							5,916	4,996	36,241	77,664
Miscellaneous income	931,991	416,278	402,888	368,615	222,117	319,466	1,023,318	1,695,447	2,938,980	4,561,149
Transfers										(99,116)
Total governmental activities	<u>125,877,855</u>	<u>132,699,004</u>	<u>145,167,969</u>	<u>152,880,573</u>	<u>146,277,230</u>	<u>143,471,950</u>	<u>160,306,437</u>	<u>148,997,948</u>	<u>148,157,509</u>	<u>147,934,906</u>
Business-type activities:										
Miscellaneous income	472,055	594,291	12,858	16,326	92,302	125,174				
Transfers										99,116
Total business-type activities	<u>472,055</u>	<u>594,291</u>	<u>12,858</u>	<u>16,326</u>	<u>92,302</u>	<u>125,174</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>99,116</u>
Total district-wide	<u>\$ 126,349,910</u>	<u>\$ 133,293,295</u>	<u>\$ 145,180,827</u>	<u>\$ 152,896,899</u>	<u>\$ 146,369,532</u>	<u>\$ 143,597,124</u>	<u>\$ 160,306,437</u>	<u>\$ 148,997,948</u>	<u>\$ 148,157,509</u>	<u>\$ 148,034,022</u>
<b>Change in Net Position</b>										
Governmental activities	\$ 5,539,772	\$ 8,435,922	\$ 4,596,619	\$ 5,707,862	\$ 6,715,794	\$ 13,834,674	\$ 14,029,924	\$ 11,083,641	\$ 11,955,629	\$ 11,073,234
Business-type activities	866,116	(92,912)	22,202	78,758	168,335	70,205	(706,884)	(38,941)	534,646	238,315
Total district	<u>\$ 6,405,888</u>	<u>\$ 8,343,010</u>	<u>\$ 4,618,821</u>	<u>\$ 5,786,620</u>	<u>\$ 6,884,129</u>	<u>\$ 13,904,879</u>	<u>\$ 13,323,040</u>	<u>\$ 11,044,700</u>	<u>\$ 12,490,275</u>	<u>\$ 11,311,549</u>

Source: ACFR Schedule A-2 and District records.

Note: GASB 63 was implemented in the 2013 fiscal year, which required the reclassification of balances previously reported as net assets to net position.

GASB 84 was implemented during the 2021 fiscal year, which required the recognition of student activity revenue reported as charges for services.  
This amount is not reflected in the June 30th prior revenue balances above.

Piscataway Township School District  
Fund Balances - Governmental Funds  
Last Ten Fiscal Years

(modified accrual basis of accounting)  
Unaudited

	2015	2016	2017	2018	June 30, 2019	2020 (Restated)	2021	2022	2023	2024
General Fund										
Restricted	\$ 13,070,314	\$ 15,148,489	\$ 22,398,112	\$ 25,778,748	\$ 28,572,940	\$ 34,397,057	\$ 37,478,107	\$ 45,622,684	\$ 51,698,398	\$ 60,498,716
Assigned	840,473	1,235,982	546,031	676,712	1,707,029	5,749,038	5,017,039	2,396,842	5,814,634	4,008,510
Unassigned	630,402	1,904,116	1,724,788	1,819,029	1,386,289	1,623,704	4,529,929	4,843,120	2,899,122	1,902,074
Total general fund	<u>\$ 14,541,189</u>	<u>\$ 18,288,587</u>	<u>\$ 24,668,931</u>	<u>\$ 28,274,489</u>	<u>\$ 31,666,258</u>	<u>\$ 41,769,799</u>	<u>\$ 47,025,075</u>	<u>\$ 52,862,646</u>	<u>\$ 60,412,154</u>	<u>\$ 66,409,300</u>
All Other Governmental Funds										
Restricted reported in:										
Capital projects fund	\$ 554,417	\$ 3,252,915	\$ 2,312,446	\$ 1,667,230	\$ 917,809	\$ 910,781	\$ 910,781	\$ 12,500,162	\$ 4,808,280	\$ 1,631,848
Debt service fund	33,120				1	1	2	1		
Special revenue fund						519,038	387,426	427,628	443,192	472,857
Unassigned (deficit), reported in:										
Special revenue fund	(44,220)	(44,220)	(44,220)	(44,220)	(230,146)	(305,778)	(356,472)	(451,520)	(724,475)	(775,834)
Total all other governmental funds	<u>\$ 543,317</u>	<u>\$ 3,208,695</u>	<u>\$ 2,268,226</u>	<u>\$ 1,623,010</u>	<u>\$ 687,664</u>	<u>\$ 1,124,042</u>	<u>\$ 941,737</u>	<u>\$ 12,476,271</u>	<u>\$ 4,526,997</u>	<u>\$ 1,328,871</u>

Source: ACFR Schedule B-1 and District records.

Note 1: The deficits in the special revenue fund are the result of the last state aid payments being deferred until the subsequent fiscal year. See notes to the basic financial statements for additional information.

Note 2: GASB 84 was implemented during the 2021 fiscal year, which required the establishment of new restricted fund balances for scholarship and student activity accounts.

Piscataway Township School District  
Changes in Fund Balances - Governmental Funds  
Last Ten Fiscal Years

(modified accrual basis of accounting)  
Unaudited

	Year Ended June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Revenues</b>										
Local sources:										
Local tax levy	\$ 87,332,244	\$ 89,676,482	\$ 92,193,129	\$ 92,993,062	\$ 94,003,198	\$ 95,817,141	\$ 97,680,469	\$ 98,626,709	\$ 102,279,002	\$ 103,062,878
Transportation	430,554	496,367	447,735	437,238	508,090	314,498	19,656	486,383	352,761	501,492
Tuition charges	213,203	343,202	408,871	379,904	367,571	496,164	476,108	441,555	392,399	419,705
Investment income		296,015	300,695	639,884	1,034,654	943,729	604,352	642,748	346,737	104,539
Miscellaneous	481,673	580,045	605,226	619,154	444,084	524,704	1,231,428	2,057,571	3,717,786	5,425,930
Total local sources	88,457,674	91,392,111	93,955,656	95,069,242	96,357,597	98,096,236	100,012,013	102,254,966	107,088,685	109,514,544
State sources	28,306,728	30,516,255	31,579,819	35,037,463	40,037,188	42,602,107	48,580,565	57,099,515	60,726,051	62,615,763
Federal sources	2,873,396	3,181,211	2,864,366	2,943,911	2,117,760	2,816,918	3,892,751	7,428,144	6,355,265	6,646,055
Total revenue	119,637,798	125,089,577	128,399,841	133,050,616	138,512,545	143,515,261	152,485,329	166,782,625	174,170,001	178,776,362
<b>Expenditures</b>										
Current										
Instruction	48,416,513	48,811,527	49,340,453	50,144,073	49,832,641	49,876,051	50,764,620	53,657,214	55,982,124	58,638,207
Undistributed - current										
Instruction	1,155,472	1,243,140	1,418,931	1,677,482	1,430,582	1,159,647	1,104,052	1,317,662	1,788,291	2,308,932
Attendance/social work	251,914	207,483	206,467	229,448	214,204	225,924	213,081	237,620	253,682	268,384
Health services	855,552	788,452	909,762	907,223	966,978	984,493	1,100,703	1,041,794	1,112,222	1,181,090
Other support services	8,333,412	8,509,262	8,593,868	8,931,894	10,920,842	11,519,378	12,793,479	15,772,092	15,087,247	17,247,933
Improvement of instruction	1,850,147	1,982,236	1,831,024	2,531,767	2,515,908	2,511,993	2,676,002	2,575,694	2,888,042	2,791,684
Education media library	527,027	546,424	515,058	585,155	570,922	601,387	614,878	615,078	629,154	629,699
Other support: instructional staff	39,121	23,173	15,051	14,729	19,047	10,314	3,338	6,167	8,005	11,126
General administration	1,729,765	1,723,752	1,799,452	1,894,352	1,708,726	1,782,837	1,924,093	1,989,633	2,078,493	2,218,715
School administration	3,154,443	3,224,026	3,401,075	3,525,883	4,034,030	4,090,256	4,162,646	4,192,087	4,262,492	4,275,456
Central services	1,088,981	1,062,601	1,053,185	1,043,699	1,140,853	1,209,639	1,175,176	1,251,486	1,290,280	1,325,361
Administrative information technology	999,244	1,057,088	1,044,932	917,410	960,729	1,028,965	1,010,647	1,653,554	1,387,328	1,610,503
Required maintenance of plant services	1,475,018	1,659,224	1,821,362	1,951,446	2,382,603	2,409,507	2,516,072	2,314,908	2,281,858	2,245,083
Operation of plant	10,418,892	9,935,967	10,024,329	11,411,809	13,308,247	13,784,204	17,092,087	10,714,446	9,152,757	10,526,584
Student transportation	5,542,190	5,943,880	6,211,257	6,674,178	7,060,032	6,237,181	5,234,934	7,788,846	9,662,140	9,843,283
Unallocated benefits	17,038,018	14,817,771	16,289,735	16,601,498	17,086,777	15,405,908	18,641,066	22,937,372	21,390,231	24,112,250
On-behalf TPAF social security and pension contributions	9,659,124	11,678,010	13,140,117	15,540,513	17,358,413	18,154,399	22,133,466	28,317,044	28,519,122	29,942,086
Charter schools	197,860	243,654	295,494	328,975	551,071	625,995	619,468	686,336	750,866	914,548
Capital outlay	2,474,029	2,256,726	1,478,739	1,586,365	386,243	16,520		4,206,293	15,387,604	5,787,302
Debt Service:										
Principal	2,540,000	2,635,000	2,740,000	2,875,000	3,005,000	3,145,000	3,315,000	3,450,000	3,575,000	
Interest	1,001,625	924,000	829,675	717,375	602,274	468,300	317,550	188,313	66,725	
Total expenditures	118,748,347	119,273,396	122,959,966	130,090,274	136,056,122	135,247,898	147,412,358	164,913,639	177,553,663	175,878,226
(Deficiency) excess of revenues (under) over expenditures	889,451	5,816,181	5,439,875	2,960,342	2,456,423	8,267,363	5,072,971	1,868,986	(3,383,662)	2,898,136
<b>Other Financing sources (uses)</b>										
Financed Purchase/Lease Payable								15,503,119	2,983,896	
Transfers in	2,920,930	4,012,210	30,000	389,500	533,317		205,297	91,538	301,326	1,209,903
Transfers out	(2,920,930)	(4,012,210)	(30,000)	(389,500)	(533,317)		(205,297)	(91,538)	(301,326)	(1,309,019)
Total other financing sources (uses)	-	-	-	-	-	-	-	15,503,119	2,983,896	(99,116)
Net change in fund balances	889,451	5,816,181	5,439,875	2,960,342	2,456,423	8,267,363	5,072,971	17,372,105	(399,766)	2,799,020
Fund balance, July 1	14,195,055	15,681,101	21,497,282	21,497,282	29,897,499	32,353,922	42,893,841	47,966,812	65,338,917	64,939,151
Fund balance, June 30	<u>\$ 15,084,506</u>	<u>\$ 21,497,282</u>	<u>\$ 26,937,157</u>	<u>\$ 24,457,624</u>	<u>\$ 32,353,922</u>	<u>\$ 40,621,285</u>	<u>\$ 47,966,812</u>	<u>\$ 65,338,917</u>	<u>\$ 64,939,151</u>	<u>\$ 67,738,171</u>
Debt service as a percentage of noncapital expenditures	3.05%	3.04%	2.94%	2.80%	2.66%	2.67%	2.46%	2.26%	2.25%	0.00%

Source: District records

Note: Noncapital expenditures are total expenditures less capital outlay.

The beginning fiscal year 2016 fund balance was restated as a direct result of the implementation of Governmental Accounting Standards Board Statement No.72, Fair Measurement and Application.

The 2015 investment balance on Solar Renewable Energy Certificates in the amount of \$596,595 was required by this new Standard to be recognized in fund balance.

Piscataway Township School District  
General Fund - Other Local Revenue by Source  
Last Ten Fiscal Years

(modified accrual basis of accounting)  
Unaudited

<u>Year Ended June 30,</u>	<u>Insurance Proceeds</u>	<u>Tuition</u>	<u>Interest on Investments</u>	<u>Rentals</u>	<u>Prior Year Refunds</u>	<u>Investment Income</u>	<u>Miscellaneous</u>	<u>Transportation Fees</u>	<u>Annual Totals</u>
2015		\$ 213,203					\$ 335,391	\$ 430,554	\$ 979,148
2016		343,202				\$ 296,015	120,263	496,367	1,255,847
2017	\$ 46,590	408,870	\$ 78,760	\$ 67,335	\$ 60,142	221,935	228,822	447,735	1,560,189
2018		379,904	297,777	69,128		342,107	299,487	437,238	1,825,641
2019	30,865	367,571	643,162	36,767	129,106	391,492	25,379	508,090	2,132,432
2020	53,010	496,164	492,910	44,643	130,052	450,819	91,761	314,498	2,073,857
2021	32,981	476,108	185,363	6,370	184,987	418,989	619,533	19,656	1,943,987
2022	22,572	441,555	155,046	523,938	92,329	483,820	902,676	486,383	3,108,319
2023	57,030	392,399	1,550,975	709,878	63,507	346,737	557,117	352,761	4,030,404
2024	78,123	419,705	3,226,528	681,785	38,133	104,539	932,392	501,492	5,982,697

Source: District records

Piscataway Township School District  
Assessed Value and Actual Value of Taxable Property  
Last Ten Fiscal Years

Unaudited

Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value*	Tax Exempt Property	Public Utilities <sup>a</sup>	Net Valuation Taxable*	Total Direct School Tax Rate <sup>b</sup>
2015	\$ 85,606,900	\$ 3,722,461,100	\$ 2,286,500	\$ 93,500	\$ 442,449,200	\$ 1,536,938,600	\$ 346,285,500	\$ 6,136,121,300	\$ 1,336,250,000	\$ 18,525,988	\$ 6,154,647,288	\$ 1.438
2016	75,018,800	3,734,441,600	2,286,500	99,900	417,898,500	1,692,225,600	346,285,500	6,268,256,400	1,342,291,700	23,599,886	6,291,856,286	1.446
2017	73,447,500	3,746,125,500	2,286,500	101,400	418,102,300	1,683,626,300	345,533,100	6,269,222,600	1,348,391,100	23,747,010	6,292,969,610	1.479
2018	133,530,800	4,381,483,800	1,986,200	90,000	455,062,100	1,865,243,300	479,362,300	7,316,758,500	1,678,280,800	21,532,368	7,338,290,868	1.283
2019	121,332,200	4,464,492,500	2,067,500	91,500	442,425,200	1,994,936,500	502,281,900	7,527,627,300	1,701,275,400	20,893,032	7,548,520,332	1.293
2020	155,018,000	4,632,624,500	1,521,600	91,500	477,089,800	1,987,062,400	589,005,400	7,842,413,200	1,841,670,100	20,212,832	7,862,626,032	1.282
2021	128,222,500	4,673,513,900	1,665,200	85,900	461,455,200	2,109,149,500	609,135,900	7,983,228,100	1,907,331,500	22,414,516	8,005,642,616	1.249
2022	79,740,800	5,058,999,100	1,802,800	90,000	483,594,400	2,310,364,300	652,445,600	8,587,037,000	2,063,442,500	23,080,672	8,610,117,672	1.255
2023	79,855,200	5,623,123,200	1,981,000	86,500	502,088,500	2,573,834,900	706,554,700	9,487,524,000	2,240,926,100	24,852,444	9,512,376,444	1.192
2024	133,659,400	6,119,074,000	2,614,800	82,800	526,278,300	2,757,911,500	792,228,100	10,331,848,900	2,265,360,800	23,830,284	10,355,679,184	1.090

Source: District records, Tax list summary & Municipal Tax Assessor & Collector, abstract of ratables, County Board of Taxation.

Note:

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

**b** Tax rates are per \$100

\* A property revaluation of the Township was completed in 2014. Property values are revalued annually based on an assessment of the real estate market. Properties are revalued with an inspection once every five years.

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

Unaudited

Year Ended June 30,	Piscataway Township School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate <sup>a</sup>	General Obligation Debt Service <sup>b</sup>	(From J-6) Total Direct School Tax Rate	Piscataway Township	Middlesex County	
2015	\$ 1.38	\$ 0.06	\$ 1.438	\$ 0.73	\$ 0.40	\$ 2.58
2016	1.39	0.06	1.446	0.74	0.43	2.62
2017	1.42	0.06	1.479	0.75	0.44	2.67
2018	1.23	0.05	1.283	0.66	0.37	2.31
2019	1.24	0.05	1.293	0.66	0.40	2.34
2020	1.23	0.05	1.282	0.64	0.40	2.32
2021	1.20	0.05	1.249	0.63	0.41	2.30
2022	1.21	0.05	1.255	0.61	0.42	2.28
2023	1.17	0.02	1.192	0.56	0.39	2.14
2024	1.09	-	1.090	0.52	0.38	1.99

Source: District Records and Municipal Tax Collector.

<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.

\* A property revaluation of the Township was completed in 2014. Property values are revalued annually based on an assessment of the real estate market. Properties are revalued with an inspection once every five years.



Piscataway Township School District  
Principal Property Tax Payers  
Current Year and Nine Years Ago

Unaudited

	2024		2015	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
Digital Piscataway, LLC	\$ 478,800,000	4.63%	\$ 260,090,000	4.23%
Whale Ventures, LLC	201,094,500	1.95%	131,381,000	2.13%
US Real Estate Holdings No 2 LTD	127,200,000	1.23%		
Colgate Palmolive Co.	120,069,600	1.16%	49,009,100	0.80%
Avalon Piscataway, LLC	97,225,700	0.94%		
Royal Gardens Apts LLC	96,250,000	0.93%	47,612,300	0.77%
Chanel Inc-C/O D Barbara	64,700,000	0.63%		
Carlton Club Apartments LLC	61,430,000	0.59%	55,688,000	0.90%
AP Aspen LLC	66,150,000	0.64%	41,600,200	0.68%
Pleasant View Gardens Owner LLC	59,565,000	0.58%		
Pleasant View Gardens % Jersey Central	59,565,000	0.58%		
H'Y2 Knightsbridge LLC	56,517,500	0.55%	48,220,000	0.78%
Centennial Square LLC	52,625,500	0.51%	58,914,500	0.96%
South Washington Pk LLC - 10 Knox Dr	52,000,000	0.50%		
GWL 21 Constitution	43,000,000	0.42%		
Ridgedale Gardens at Piscataway LLC	39,816,000	0.39%		
E C Tanglewood Terr-C/O Morgan Prop	33,491,000	0.32%		
Franklin Estates Inc	39,510,000	0.38%		
Cosmair Sosm/L'Oreal USA	32,620,000	0.32%		
M&M at Hoes Lane, LLC	27,670,000	0.27%		
5 Access Road, LLC	40,270,000	0.39%		
Corporate Park Associates			133,000,000	2.16%
Ericsson, Inc			54,945,000	0.89%
Total	<u>\$ 1,849,569,800</u>	<u>17.90%</u>	<u>\$ 880,460,100</u>	<u>14.30%</u>

Source: District ACFR & Piscataway Municipal Tax Assessor.

\* A property revaluation of the Township was completed in 2014. Property values are revalued annually based on an assessment of the real estate market. Properties are revalued with an inspection once every five years.

Piscataway Township School District  
Property Tax Levies and Collections  
Last Ten Fiscal Years

Unaudited

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	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2015	\$ 87,332,244	\$ 87,332,244	100.00%		\$ 87,332,244	100.00%
2016	89,676,482	89,676,482	100.00%		89,676,482	100.00%
2017	92,193,129	92,193,129	100.00%		92,193,129	100.00%
2018	92,993,062	92,993,062	100.00%		92,993,062	100.00%
2019	94,003,198	94,003,198	100.00%		94,003,198	100.00%
2020	95,817,141	95,817,141	100.00%		95,817,141	100.00%
2021	97,680,469	97,680,469	100.00%		97,680,469	100.00%
2022	98,626,709	98,626,709	100.00%		98,626,709	100.00%
2023	98,637,278	98,637,278	100.00%		98,637,278	100.00%
2024	103,062,878	103,062,878	100.00%		103,062,878	100.00%

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

School Taxes are collected by the Municipal Tax Collector. Under New Jersey State Statute, a  
a. municipality is required to remit to the school district the entire property tax balance prior to the end of the  
school year.

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

Unaudited

Year Ended June 30,	Governmental Activities			Total District	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	General Obligation Bonds <sup>b</sup>	Leases Payable	Financed Purchases Payable			
2015	\$ 24,740,000		\$ 3,331,946	\$ 28,071,946	0.96%	\$ 488
2016	22,105,000		1,676,145	23,781,145	0.79%	411
2017	19,365,000			19,365,000	0.62%	335
2018	16,490,000			16,490,000	0.51%	285
2019	13,485,000			13,485,000	0.41%	237
2020	10,340,000			10,340,000	0.30%	182
2021	7,025,000			7,025,000	0.19%	123
2022	3,575,000	\$ 5,313,241	15,503,119	24,391,360	0.67%	427
2023	-	6,558,061	14,826,231	21,384,292	0.50%	354
2024	-	4,700,773	13,594,929	18,295,702	0.42%	300

Source: District ACFR Schedules I-1, I-2 and District records.

Note: Details regarding the District's outstanding debt can be found in Note 5 to the basic financial statements.

**a** See J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

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

Unaudited

Year Ended June 30,	General Bonded Debt Outstanding				Percentage of Actual Taxable Value of Property <sup>a</sup>	Per Capita <sup>b</sup>
	General Obligation Bonds	Net Unamortized Premium and Deferred Interest Costs	Resources Restricted for Repayment of Debt	Net General Bonded Debt Outstanding		
2015	\$ 24,740,000	\$ 116,756	\$ 33,120	\$ 24,823,636	0.40%	\$ 431
2016	22,105,000	100,369		22,205,369	0.35%	384
2017	19,365,000	83,982		19,448,982	0.31%	337
2018	16,490,000	67,595		16,557,595	0.23%	286
2019	13,485,000	51,208		13,536,208	0.18%	238
2020	10,340,000	34,821		10,374,821	0.13%	183
2021	7,025,000	18,434		7,043,434	0.09%	123
2022	3,575,000	27,745		3,602,745	0.04%	63
2023	-	-		-	0.00%	-
2024	-	-		-	0.00%	-

Source:

a See J-6 for property tax data.

b Population data can be found in J-14.

Note: Details regarding the District's outstanding debt can be found in note 5 to the basic financial statements.

Piscataway Township School District  
Direct and Overlapping Governmental Activities Debt  
As of June 30, 2024

Unaudited

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable <sup>a</sup></u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Township of Piscataway	\$ 126,541,511	100.000%	\$ 126,541,511
Middlesex County General Obligation Debt - Township's share	573,306,641	7.485%	<u>42,912,002</u>
Subtotal, overlapping debt			169,453,513
Piscataway School District Direct Debt			<u>18,295,702</u>
<b>Total direct and overlapping debt</b>			<u><u>\$ 187,749,215</u></u>

Sources: Debt outstanding data provided by each governmental unit.

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

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

Piscataway Township School District  
Legal Debt Margin Information  
Last Ten Fiscal Years

Unaudited

**Legal Debt Margin Calculation for Fiscal Year 2024**

Equalized valuation basis

2022	\$	10,611,760,999
2023		11,298,706,681
2024		10,839,474,242
<b>[A]</b>	<b>\$</b>	<b>32,749,941,922</b>

Average equalized valuation of taxable property **[A/3]** \$ 10,916,647,307

Debt limit (4 % of average equalization value) **[B]** 436,665,892 **a**

Total Net Debt Applicable to Limit **[C]** -

Legal debt margin **[B-C]** \$ 436,665,892

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt limit	\$ 246,649,261	\$ 247,832,352	\$ 249,859,642	\$ 265,641,557	\$ 282,397,077	\$ 303,297,003	\$ 322,483,303	\$ 361,752,230	\$ 424,634,874	\$ 436,665,892
Total net debt applicable to limit	24,823,636	22,205,369	19,365,000	16,490,000	13,536,208	10,340,000	7,025,000	3,575,000	-	-
Legal debt margin	<u>\$ 221,825,625</u>	<u>\$ 225,626,983</u>	<u>\$ 230,494,642</u>	<u>\$ 249,151,557</u>	<u>\$ 268,860,869</u>	<u>\$ 292,957,003</u>	<u>\$ 315,458,303</u>	<u>\$ 358,177,230</u>	<u>\$ 424,634,874</u>	<u>\$ 436,665,892</u>
Total net debt applicable to the limit as a percentage of debt limit	10.06%	8.96%	7.75%	6.21%	4.79%	3.41%	2.18%	0.99%	0.00%	0.00%

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

a Bonded debt Limit is set by NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other district types.

Piscataway Township School District  
Demographic and Economic Statistics  
Last Ten Fiscal Years

Unaudited

Year	Population <sup>a</sup>	Personal Income <sup>b</sup>	Per Capita Personal Income <sup>c</sup>	Unemployment Rate <sup>d</sup>
2014	57,373	\$ 3,037,842,977	\$ 52,949	5.10%
2015	57,547	2,922,064,019	50,777	5.20%
2016	57,836	3,011,578,356	52,071	5.20%
2017	57,777	3,125,562,369	54,097	4.60%
2018	57,887	3,240,514,260	55,980	4.30%
2019	56,923	3,278,650,954	57,598	3.80%
2020	56,837	3,470,751,405	61,065	2.80%
2021	57,164	3,627,455,948	63,457	8.30%
2022	61,042	4,067,838,880	66,640	5.60%
2023	60,366	4,238,960,886	70,221	3.50%
2024	60,944	4,324,037,744	70,951	4.30%

Source:

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

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

<sup>c</sup> Per capita personal income by municipality estimated based upon the Census Bureau midyear population estimates

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

Piscataway Township School District  
Principal Employers  
Current Year and Nine Years Ago

Unaudited

Employer	2024			2015		
	# of Employees/ Employee Size Range	Rank [Optional]	Percentage of Total Municipal Employment	# of Employees/ Employee Size Range	Rank [Optional]	Percentage of Total Municipal Employment
Rutgers University	11,000		35.03%	11,000		38.49%
GE Healthcare	3,800		12.10%	3,855-4,000		13.49%
Telcordia	2,500		7.96%	2,500-2,520		8.75%
Chanel Inc.	1,270		4.04%	250-499		0.87%
Colgate-Palmolive Research Center	1,200		3.82%	1,200		4.20%
Piscataway Township Schools	1,000		3.18%	1,460-1,470		5.11%
Johnson & Johnson Health Care	1,000		3.18%	500-999		1.75%
Institute Electrical & Electronics	750		2.39%	1,118		3.91%
Ericsson	570		1.82%	N/A		
Qualcare Inc.	450		1.43%	250-499		0.87%
Township of Piscataway, Municipal	434		1.38%	350-400		1.22%
Altice/Cablevision	425		1.35%	N/A		
Siemens Hearing Instruments	400		1.27%	400-420		1.40%
Pepsi Cola Bottling Co.	400		1.27%	370-380		1.29%
L'Oreal USA Inc.	300		0.96%	500-999		1.75%
Walmart	272		0.87%	220-230		0.77%
American Standard Co. Inc.	270		0.86%	260-270		0.91%
Shop Rite Supermarket	195		0.62%	110-260		0.75%
	<u>26,236</u>			<u>13,318</u>		

Source: Township of Piscataway



Piscataway Township School District  
Full-time Equivalent District Employees by Function/Program  
Last Ten Fiscal Years

Unaudited

<b><u>Function/Program</u></b>	<b><u>2015</u></b>	<b><u>2016</u></b>	<b><u>2017</u></b>	<b><u>2018</u></b>	<b><u>2019</u></b>	<b><u>2020</u></b>	<b><u>2021</u></b>	<b><u>2022</u></b>	<b><u>2023</u></b>	<b><u>2024</u></b>
Instruction										
Instruction	617.5	611.5	608.1	601.9	601.6	601.9	600.8	606.2	605.7	608.5
Support Services:										
Attendance/social work	4.5	4.5	4.5	4.5	4.5	4.5	4.5	4.0	4.0	4.0
Health services	14.0	13.0	13.0	13.0	13.3	13.3	13.3	15.5	17.5	17.5
Other support services	40.0	42.5	41.0	43.6	42.6	42.4	44.0	43.6	43.6	43.6
Child study team	31.0	31.0	32.0	31.0	31.0	31.0	30.0	32.0	32.0	32.0
Improvement of instruction	14.5	17.0	19.0	22.2	22.2	22.2	21.2	22.2	21.2	18.2
School library	9.7	9.5	8.7	10.4	10.4	9.4	9.7	8.7	8.7	8.7
General administration	5.0	5.0	5.0	5.0	5.0	5.0	5.0	6.0	6.0	6.0
School administration	41.0	39.5	41.5	41.5	45.0	45.0	45.0	45.5	47.3	47.3
Operations and maintenance	76.5	75.0	78.5	77.5	89.5	89.1	91.1	97.8	108.0	112.0
Student transportation	34.0	36.0	32.4	31.8	31.3	31.5	31.3	32.4	33.4	36.0
Other support services - administrative and professional	30.0	35.0	38.8	41.8	41.8	42.8	43.4	42.4	43.8	42.9
Total	<u>917.7</u>	<u>919.5</u>	<u>922.5</u>	<u>924.2</u>	<u>938.2</u>	<u>938.1</u>	<u>939.3</u>	<u>956.2</u>	<u>971.2</u>	<u>976.7</u>

**Source:** District Personnel Records

Piscataway 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	Intermediate	Middle	High School				
2015	7,308	\$ 112,732,693	\$ 15,426	3.48%	618	1:15	1:13	1:13	1:14	7,288	7,024	-0.45%	96.38%
2016	7,235	113,457,670	15,682	1.66%	612	1:15	1:13	1:13	1:14	7,232	6,981	-0.77%	96.53%
2017	7,259	117,911,552	16,243	3.58%	608	1:14	1:12	1:11	1:12	7,264	6,980	0.44%	96.09%
2018	7,110	124,911,534	17,568	8.16%	602	1:14	1:12	1:11	1:12	7,131	6,838	-1.83%	95.89%
2019	7,118	132,062,605	18,553	5.61%	602	1:14	1:12	1:11	1:12	7,125	6,827	-0.08%	95.82%
2020	7,122	131,618,078	18,480	-0.39%	602	1:14	1:12	1:11	1:12	7,108	6,904	-0.24%	97.13%
2021	6,979	143,779,808	20,602	11.48%	601	1:13	1:12	1:12	1:12	6,967	6,713	-1.98%	96.35%
2022	7,066	157,069,033	22,229	7.90%	606	1:13	1:12	1:12	1:12	7,064	6,700	1.39%	94.85%
2023	7,328	158,524,334	21,633	-2.68%	606	1:13	1:12	1:12	1:12	7,317	6,896	3.58%	94.25%
2024	7,286	170,090,924	23,345	7.91%	608	1:13	1:12	1:12	1:12	7,296	6,908	-0.29%	94.68%

Sources: District records and ASSA

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay.
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

Piscataway Township School District  
School Building Information  
Last Ten Fiscal Years

Unaudited

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>District Building</b>										
<b>Elementary</b>										
Arbor Elementary School (1961/2001)										
Square Feet	64,282	64,282	64,282	64,282	64,282	64,282	64,282	64,282	64,282	64,282
Capacity (students)	447	447	447	447	447	447	447	447	447	447
Enrollment	568	522	508	548	559	556	520	515	521	523
Eisenhower Elementary School (1968)										
Square Feet	67,190	67,190	67,190	67,190	67,190	67,190	67,190	67,190	67,190	67,190
Capacity (students)	480	480	480	480	480	480	480	480	480	480
Enrollment	537	563	547	530	508	507	478	509	520	505
Grandview Elementary School (1953/1968/2002/2019)										
Square Feet	59,282	59,282	59,282	59,282	59,282	63,282	63,282	63,282	63,282	63,282
Capacity (students)	451	451	451	451	451	481	481	481	481	481
Enrollment <sup>a</sup>	777	770	747	738	788	849	862	945	1,157	1,210
M.L. King Elementary School (1969/2002)										
Square Feet	72,541	72,541	72,541	72,541	72,541	72,541	72,541	72,541	72,541	72,541
Capacity (students)	504	504	504	504	504	504	504	504	504	504
Enrollment	524	532	528	510	472	465	474	474	485	491
Knollwood Elementary School (1960/1992)										
Square Feet	60,493	60,493	60,493	60,493	60,493	60,493	60,493	60,493	60,493	60,493
Capacity (students)	333	333	333	333	333	333	333	333	333	333
Enrollment	495	494	505	492	505	516	505	508	510	470
Randolphville Elementary School (1961/1992)										
Square Feet	60,493	60,493	60,493	60,493	60,493	60,493	60,493	60,493	60,493	60,493
Capacity (students)	387	387	387	387	387	387	387	387	387	387
Enrollment	567	551	532	466	470	464	423	423	442	479
<b>Middle Schools</b>										
Conackamack Middle School (1964/2008)										
Square Feet	77,258	77,258	77,258	77,258	77,258	77,258	77,258	77,258	77,258	77,258
Capacity (students)	526	526	526	526	526	526	526	526	526	526
Enrollment	482	490	527	472	484	476	495	481	478	456
Quibbletown Middle School (1961/1994)										
Square Feet	107,733	107,733	107,733	107,733	107,733	107,733	107,733	107,733	107,733	107,733
Capacity (students)	631	631	631	631	631	631	631	631	631	631
Enrollment	577	562	541	513	496	475	493	519	499	483
T. Schor Middle School (1970/2006)										
Square Feet	96,301	96,301	96,301	96,301	96,301	96,301	96,301	96,301	96,301	96,301
Capacity (students)	616	616	616	616	616	616	616	616	616	616
Enrollment	613	583	579	569	576	572	575	553	572	551
<b>High School</b>										
Piscataway High School (1956/1972/2007)										
Square Feet	440,024	440,024	440,024	440,024	440,024	440,024	440,024	440,024	440,024	440,024
Capacity (students)	4,341	4,341	4,341	4,341	4,341	4,341	4,341	4,341	4,341	4,341
Enrollment	2,168	2,168	2,245	2,272	2,260	2,242	2,154	2,140	2,144	2,124
<b>Other</b>										
Maintenance Building (unknown)										
Square Feet	85,035	85,035	85,035	85,035	85,035	85,035	85,035	85,035	85,035	85,035
Central Administration (1949)										
Square Feet	36,440	36,440	36,440	36,440	36,440	36,440	36,440	36,440	36,440	36,440
Number of Schools at June 30, 2024										
Elementary = 6										
Middle School = 3										
Senior High School = 1										
Other = 2										

**Source:** District Facilities Office

Note: Year of original construction and additions are shown in parentheses. Increases in square footage and capacity are the result of additions. Enrollment is based on the annual October district count.  
a-includes - Preschool Students located in Leased Facilities.

Piscataway Township School District  
Schedule of Required Maintenance  
Last Ten Fiscal Years

Unaudited

Undistributed Expenditures - Required Maintenance for School Facilities

School Facilities*	Year ended June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Arbor	\$ 153,638	\$ 116,559	\$ 91,228	\$ 40,784	\$ 81,820	\$ 349,007	\$ 91,698	\$ 158,300	\$ 147,629	\$ 53,696
Conackamack	181,156	108,267	161,113	135,665	113,784	198,006	135,146	161,019	112,556	67,609
Eisenhower	84,476	263,171	121,265	31,791	77,788	99,795	43,690	59,842	29,999	63,378
Grandview	214,756	196,051	303,264	95,108	179,786	134,886	94,065	147,803	124,274	81,185
High School	657,354	607,823	903,837	723,928	1,048,212	930,416	916,985	568,204	675,695	600,006
King	237,922	185,124	35,332	135,188	114,014	196,685	67,238	85,522	44,545	68,436
Knollwood	155,242	162,576	118,425	125,311	271,103	97,433	76,504	82,670	85,744	100,377
Quibbletown	197,340	293,584	200,599	381,865	146,153	193,304	183,851	218,992	166,470	144,284
Randolphville	99,037	117,277	97,870	187,125	115,266	60,560	133,208	106,345	91,275	108,150
Schor	148,712	106,802	157,741	341,583	161,091	87,611	97,586	182,486	94,989	52,371
Total School Facilities	2,129,633	2,157,234	2,190,674	2,198,348	2,309,017	2,347,703	1,839,971	1,771,183	1,573,176	1,339,492
Other Facilities - Fellowship Farms	115,450	124,624	124,234	317,724	100,490	34,900	111,475	50,179	76,354	108,737
Grand Total	<u>\$ 2,245,083</u>	<u>\$ 2,281,858</u>	<u>\$ 2,314,908</u>	<u>\$ 2,516,072</u>	<u>\$ 2,409,507</u>	<u>\$ 2,382,603</u>	<u>\$ 1,951,446</u>	<u>\$ 1,821,362</u>	<u>\$ 1,649,530</u>	<u>\$ 1,448,229</u>

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

Source: District records of required maintenance.

Piscataway Township School District  
Insurance Schedule  
Year ended June 30, 2024

Unaudited

	<b>Coverage</b>	<b>Deductible</b>
<b>Property</b>		
Real and Personal Property	\$ 288,251,491	\$ 5,000
Extra expense	50,000,000	5,000
Demolition/Increased cost of construction	10,000,000	
Flood (Special Flood)	20,000,000	500,000
Musical instruments	Included	
Miscellaneous equipment	Included	
EDP	Included	
<b>School Board Legal</b>		
Limit of liability	31,000,000	15,000
<b>Primary Umbrella</b>		
Limit of liability	31,000,000	
Self-insured retention	none	
<b>Catastrophe Access</b>		
Limit of liability	25,000,000	
<b>Environmental Impairment Liability</b>		
Limit of liability - Each Loss	1,000,000	
Limit of liability - Aggregate	1,000,000	

Source: District Records and Insurance Company.

Piscataway Township School District  
Insurance Schedule  
Year ended June 30, 2024

Unaudited

	<b>Coverage</b>	<b>Deductible</b>
<b>Commercial Liability</b>		
Bodily Injury & Property Damage - Each Occurrence	\$ 31,000,000	
Personal Injury/Advertising	31,000,000	
Medical Expense	10,000	
Employee Benefits Liability	31,000,000	
<b>Business Auto</b>		
Bodily Injury & Property Damage	31,000,000	
Personal Injury Protection	Statutory	
Medical Payments (PIP)	10,000	
Uninsured/Underinsured	1,000,000	
Comprehensive Deductible		\$ 1,000
Collision Deductible		1,000
<b>Student Accident</b>		
Limit of Liability	6,000,000	
<b>Bonds</b>		
Board Secretary/Business Administrator	455,000	
<b>Workers Comp</b>		
Part II - Limits of Liability	3,000,000	
Section "A"	Statutory	
Supplementary	1,750	per week
<b>Crime</b>		
Money & Securities-inside	50,000	
Money & Securities-outside	50,000	
Employee Dishonesty	1,000,000	
Depositors Forgery	1,000,000	

Source: District Records and Insurance Company.

## **Single Audit Section**

**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  
Piscataway Township School District  
County of Middlesex  
Piscataway, New Jersey**

We have audited, in accordance with the auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Piscataway Township School District, in the County of Middlesex, New Jersey (the "District") as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 12, 2024.

**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) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the 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 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.

### **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* and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

### **Purpose of This Report**

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

*PKF O'Connor Davies, LLP*

Cranford, New Jersey  
December 12, 2024

*David J. Gannon*

David J. Gannon, CPA  
Licensed Public School Accountant, No. 2305

**Report on Compliance For Each Major Federal and State Program and  
on Internal Control Over Compliance Required by the  
Uniform Guidance and New Jersey OMB Circular 15-08**

**Independent Auditors' Report**

**The Honorable President and Members  
of the Board of Education  
Piscataway Township School District  
County of Middlesex  
Piscataway, New Jersey**

**Opinion on Each Major Federal and State Program**

We have audited Piscataway Township School District's, in the County of Middlesex, New Jersey (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the year ended June 30, 2024. The District's major federal and 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 compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2024.

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

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America ("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 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 OMB Circular 15-08 are further described in the Auditors' 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 federal and state program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

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

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts 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 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. Non-compliance 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 federal and state program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding 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 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.

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

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

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

*PKF O'Connor Davies, LLP*

Cranford, New Jersey  
December 12, 2024

*David J. Gannon*

David J. Gannon, CPA  
Licensed Public School Accountant, No. 2305

Piscataway Township School District  
Schedule of Expenditures of Federal Awards  
Year ended June 30, 2024

K-3  
Schedule A

Federal Grantor/Pass-Through Grantor/Program/Cluster Title	Federal A.L. Number	Federal FAIN Number	Grant or Project Number	Award Amount	Grant Period		Balance at June 30, 2023	Cash Received	Budgetary Expenditures	Adjustments	Balance June 30, 2024			Amount Provided to Subrecipients
					From	To					(Accounts Receivable)	Unearned Revenue	Due to Grantor	
U.S. Department of Health and Human Services														
Passed Through State Department of Education														
General Fund:														
Medicaid Cluster:														
Medical Assistance Program (SEMI)	93.778	2405NJ5MAP	N/A	\$ 65,003	7/1/2023	6/30/2024		\$ 65,003	\$ (65,003)					
Medical Assistance Program Subtotal								65,003	(65,003)					
U.S. Department of Homeland Security														
Presidentially Declared Disasters														
Passed Through State Law & Public Safety														
Disaster Grants - Public Assistance (FEMA)	97.036	N/A	N/A	421,121	7/1/2023	6/30/2024		421,121	(421,121)					
Total General Fund								486,124	(486,124)					
U.S. Department of Education--Passed-Through State														
Department of Education														
Special Revenue Fund:														
Title I, Part A, Grants to Local Educational Agencies	84.010A	S010A240030	N/A	937,938	7/1/2023	9/30/2024		384,610	(615,525)	\$ 5,576	\$ (225,339)			
Title I, Part A, Grants to Local Educational Agencies	84.010A	S010A230030	N/A	886,677	7/1/2022	9/30/2023	\$ (617,167)	617,167						
Title I Part A Subtotal:							(617,167)	1,001,777	(615,525)	5,576	(225,339)			
Title II A, Improving Teacher Quality State Grants	84.367A	S367A240029	N/A	175,701	7/1/2023	9/30/2024		191,011	(175,624)	702		\$ 16,089		
Title II A, Improving Teacher Quality State Grants	84.367A	S367A230029	N/A	168,942	7/1/2022	9/30/2023	(17,704)	17,704						
Title II A Subtotal:							(17,704)	208,715	(175,624)	702	-	16,089		
Title III English Language Acquisition Grants	84.365A	S365A240030	N/A	125,937	7/1/2023	9/30/2024		71,708	(120,661)			(48,953)		
Title III English Language Acquisition Grants	84.365A	S365A230030	N/A	110,720	7/1/2022	9/30/2023	(54,236)	54,236						
Title III, Supplemental Immigrant Student Aid	84.365A	S365A240030	N/A	50,486	7/1/2023	9/30/2024		428	(5,657)			(5,229)		
Title III Subtotal:							(54,236)	126,372	(126,318)			(54,182)		
Title IV	84.424A	S424A240031	N/A	79,443	7/1/2023	9/30/2024		15,962	(25,433)			(9,471)		
Title IV	84.424A	S424A230031	N/A	76,804	7/1/2022	9/30/2023	(53,597)	53,597						
Title IV Subtotal:							(53,597)	69,559	(25,433)			(9,471)		
Special Education Cluster:														
IDEA Special Education Grants to States	84.027	S027A240100	N/A	2,397,901	7/1/2023	9/30/2024		1,426,881	(2,261,881)	89,266	(745,734)			
IDEA Special Education Grants to States	84.027	S027A230100	N/A	2,033,142	7/1/2022	9/30/2023	(989,401)	989,401						
ARP IDEA Special Education Grants to States	84.027X	H027X210100	N/A	401,195	7/1/2021	9/30/2024	(211,056)	211,056						
IDEA Preschool Grants for Children with Disabilities	84.173	S173A240114	N/A	67,100	7/1/2023	9/30/2024		66,484	(66,484)					
ARP IDEA Preschool Grants for Children with Disabilities	84.173X	H173X210114	N/A	34,148	7/1/2021	9/30/2024	(219)	219						
Subtotal of Special Education Cluster:							(1,200,676)	2,694,041	(2,328,365)	89,266	(745,734)			
Carl D. Perkins Vocational Education	84.048	S048A240030	N/A	41,828	7/1/2023	6/30/2024		31,637	(41,828)			(10,191)		
Carl D. Perkins Vocational Education	84.048	S048A230030	N/A	44,897	7/1/2022	6/30/2023	(11,320)	11,320						
Carl D. Perkins Vocational Education Subtotal:							(11,320)	42,957	(41,828)			(10,191)		
COVID-19 Additional or Compensatory Special Education and Related Services - State and Local Fiscal Recovery Funds														
CRF Subtotal	21.027	SLFRFDOE1SE S	N/A	556,574	7/1/2021	6/30/2024	(95,185)	134,044	(77,717)			(38,858)		
							(95,185)	134,044	(77,717)			(38,858)		
COVID-19 - CARES Act - ARP Homeless II Formula Grant	84.425D	S425W210031	21-5120-513	34,332	4/23/2021	9/30/2024	(16,873)	18,571	(1,698)					
COVID-19 - CARES Act - Stabilization Fund	84.425D	S425D200027	21-5120-513	777,152	3/13/2020	9/30/2024			(4,120)	(1,500)	(5,620)			
COVID-19 - CARES Act - CRRSA - ESSER II	84.425D	S425D200027	21-5120-513	2,270,771	3/13/2020	9/30/2024	(389,605)	576,035	(186,430)					
COVID-19 - CARES Act - CRRSA - ESSER III	84.425D	S425D200027	21-5120-513	5,103,410	3/13/2020	9/30/2024	(127,026)	708,143	(1,399,842)	184,207	(634,518)			
COVID-19 - CR Mental Health Support Staffing Grant	84.425D	S425D200027	21-5120-513	45,000	3/13/2020	9/30/2024	(27,283)	37,525	(10,242)					
COVID-19 - NJTSSS Mental Health Support Staffing Grant	84.425D	S425D200027	21-5120-513	45,000	3/13/2020	9/30/2024			(45,000)			(45,000)		
COVID-19 - Evidence-Based Summer Learning and Enrichment Activities Grant	84.425D	S425D200027	21-5120-513	43,185	3/13/2020	9/30/2024		32,589	(32,589)					
COVID-19 - Evidence-Based Comprehensive Beyond The School Day Activities Grant	84.425D	S425D200027	21-5120-513	43,185	3/13/2020	9/30/2024		2,940	(8,342)			(5,402)		
COVID-19 - Accelerated Learning Coach and Educator Support Grant	84.425D	S425D200027	21-5120-513	633,410	3/13/2020	9/30/2024	(86,199)	157,437	(426,490)	14,258	(340,994)			
COVID-19 - CARES Act - CRRSA - Act-Learning Acceleration	84.425D	S425D200027	21-5120-513	145,726	3/13/2020	9/30/2024	(42,329)	42,329						
CARES Act Subtotal							(689,315)	1,575,569	(2,114,753)	196,965	(1,031,534)			
Total Special Revenue Fund							(2,739,200)	5,853,034	(5,505,563)	292,509	(2,115,309)	16,089		
U.S. Department of Agriculture--Passed-Through State														
Department of Agriculture														
Enterprise Fund:														
Child Nutrition Cluster:														
Food Donation Program (NC)	10.555	241NJ304N1099	N/A	263,990	7/1/2023	6/30/2024		263,990	(263,990)					
School Breakfast Program	10.553	241NJ304N1099	N/A	311,949	7/1/2023	6/30/2024		289,315	(311,949)			(22,634)		
School Breakfast Program	10.553	231NJ304N1099	N/A	279,016	7/1/2022	6/30/2023	(21,311)	21,311						
National School Lunch Program	10.555	241NJ304N1099	N/A	1,235,653	7/1/2023	6/30/2024		1,157,405	(1,235,653)			(78,248)		
National School Lunch Program	10.555	231NJ304N1099	N/A	1,284,208	7/1/2022	6/30/2023	(83,064)	83,064						
Supply Chain Assistance Funding	10.555	241NJ344N8903	N/A	170,152	7/1/2023	6/30/2024		170,152	(170,152)					
Healthy Hunger-Free Kids Act	10.555	241NJ304N1099	N/A	41,108	7/1/2023	6/30/2024		38,497	(41,108)			(2,611)		
Healthy Hunger-Free Kids Act	10.555	231NJ304N1099	N/A	41,448	7/1/2022	6/30/2023	(2,722)	2,722						
Subtotal Child Nutrition Cluster:							(107,097)	2,026,456	(2,022,852)			(103,493)		
P-EBT Administrative Cost Reimbursement	10.649	202421S900941	N/A	3,256	7/1/2023	6/30/2024		3,256	(3,256)					
Local Food for Schools (LFS) Cooperative	10.185	N/A	N/A	7,167	7/1/2023	6/30/2024		7,167	(7,167)					
Total Enterprise Fund							(107,097)	2,036,879	(2,033,275)			(103,493)		
Total Federal Awards							\$ (2,846,297)	\$ 8,376,037	\$ (8,024,962)	\$ 292,509	\$ (2,218,802)	\$ 16,089	\$ -	\$ -
NC - non-cash expenditures														

Piscataway Township School District  
Schedule of Expenditures of State Financial Assistance  
Year ended June 30, 2024

K-4  
Schedule B

State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period		Balance June 30, 2023			Budgetary Expenditures	Repayment of Prior Years' Balances	Adjustments	Balance June 30, 2024			Memo	
			From	To	Unearned Rev. Due to Grantor (Accts Rec)	Due to Grantor	Cash Received				Unearned Revenue	(Accounts Receivable)	Due to Grantor	Budgetary Receivable	Cumulative Expenditures
State Department of Education															
General Fund:															
Special Education Categorical Aid	495-034-5120-089	\$ 5,639,333	7/1/2023	6/30/2024			\$ 5,083,288	\$ (5,639,333)						\$ (556,045)	\$ (5,639,333)
Special Education Categorical Aid	495-034-5120-089	5,639,333	7/1/2022	6/30/2023	\$ (557,794)		557,794							(314,414)	(3,188,747)
Categorical Transportation Aid	495-034-5120-014	3,188,747	7/1/2023	6/30/2024			2,874,333	(3,188,747)							
Categorical Transportation Aid	495-034-5120-014	3,188,747	7/1/2022	6/30/2023	(315,403)		315,403								
Equalization Aid	495-034-5120-078	11,712,342	7/1/2023	6/30/2024			10,557,492	(11,712,342)						(1,154,850)	(11,712,342)
Equalization Aid	495-034-5120-078	12,242,761	7/1/2022	6/30/2023	(1,210,948)		1,210,948								
Security Aid	495-034-5120-084	1,295,620	7/1/2023	6/30/2024			1,167,870	(1,295,620)						(127,750)	(1,295,620)
Security Aid	495-034-5120-084	1,295,620	7/1/2022	6/30/2023	(128,151)		128,151								
Homeless Tuition Reimbursement	N/A	40,170	7/1/2023	6/30/2024				(40,170)			\$ (40,170)				(40,170)
Homeless Tuition Reimbursement	N/A	56,102	7/1/2022	6/30/2023	(56,102)		56,102								
Extraordinary Aid	100-034-5120-473	1,445,382	7/1/2023	6/30/2024				(1,445,382)				(1,445,382)			(1,445,382)
Extraordinary Aid	100-034-5120-473	1,438,828	7/1/2022	6/30/2023	(1,438,828)		1,438,828								
Additional NP Transportation Aid	Not Available	130,585	7/1/2023	6/30/2024				(130,585)				(130,585)			(130,585)
Additional NP Transportation Aid	Not Available	73,944	7/1/2022	6/30/2023	(73,944)		73,944								
Reimbursed TPAF - Social Security	495-034-5094-003	4,225,616	7/1/2023	6/30/2024			4,017,615	(4,225,616)				(208,001)			(4,225,616)
Reimbursed TPAF - Social Security	495-034-5094-003	4,071,487	7/1/2022	6/30/2023	(199,657)		199,657								
On-behalf TPAF Contributions															
Pension Benefit Contribution	495-034-5094-002	20,208,471	7/1/2023	6/30/2024			20,208,471	(20,208,471)							(20,208,471)
Post-Retirement Medical Contribution	495-034-5094-001	5,500,006	7/1/2023	6/30/2024			5,500,006	(5,500,006)							(5,500,006)
Long-Term Disability Insurance	495-034-5094-004	7,993	7/1/2023	6/30/2024			7,993	(7,993)							(7,993)
Total General Fund					(3,980,827)		53,397,895	(53,394,265)				(1,824,138)		(2,153,059)	(53,394,265)
Special Revenue Fund:															
Preschool Education Aid	495-034-5120-086	7,758,344	7/1/2023	6/30/2024			7,169,847	(6,994,621)		\$ 51,682	\$ 1,002,742			(775,834)	(6,994,621)
Preschool Education Aid	495-034-5120-086	7,244,748	7/1/2022	6/30/2023	239,649		724,475	(964,124)							(964,124)
New Jersey Non-Public Aid:															
Nursing Aid	100-034-5120-070	182,880	7/1/2023	6/30/2024			182,880	(181,511)				\$ 1,369			(181,511)
Nursing Aid	100-034-5120-070	152,992	7/1/2022	6/30/2023		\$ 17,727			\$ 17,727						
Textbook Aid	100-034-5120-064	87,004	7/1/2023	6/30/2024			87,004	(86,096)					908		(86,096)
Textbook Aid	100-034-5120-064	89,100	7/1/2022	6/30/2023		8,341			8,341						
Technology Initiative	100-034-5120-070	73,745	7/1/2023	6/30/2024			73,745	(72,521)					1,224		(72,521)
Technology Initiative	100-034-5120-070	56,700	7/1/2022	6/30/2023		16,458			16,458						
Security Aid	100-034-5120-509	312,420	7/1/2023	6/30/2024			312,420	(310,573)					1,847		(310,573)
Security Aid	100-034-5120-509	280,030	7/1/2022	6/30/2023		1,146			1,146						
Non Public Auxiliary Services (Ch. 192):															
Home Instruction	100-034-5120-067	1,311	7/1/2023	6/30/2024				(1,311)				(1,311)			(1,311)
Home Instruction	100-034-5120-067	1,370	7/1/2022	6/30/2023	(1,370)		1,370								
English as a Second Language	100-034-5120-067	23,988	7/1/2023	6/30/2024			23,988	(23,988)							(23,988)
Compensatory Education	100-034-5120-068	186,963	7/1/2023	6/30/2024			186,963	(166,623)					20,340		(166,623)
Compensatory Education	100-034-5120-068	162,774	7/1/2022	6/30/2023		18,678			18,678						
Transportation	100-034-5120-068	20,535	7/1/2023	6/30/2024			20,535						20,535		
Transportation	100-034-5120-068	25,054	7/1/2022	6/30/2023		25,054			25,054						
Non Public Handicapped Services (Ch. 193):															
Supplemental Instruction	100-034-5120-066	32,131	7/1/2023	6/30/2024			32,131	(32,131)							(32,131)
Examination and Classification	100-034-5120-066	72,985	7/1/2023	6/30/2024			72,985	(56,969)					16,016		(56,969)
Examination and Classification	100-034-5120-066	68,440	7/1/2022	6/30/2023		1,706			1,706						
Corrective Speech	100-034-5120-066	28,272	7/1/2023	6/30/2024			28,272	(28,272)							(28,272)
NJ SDA Emergent Need Grant	Not Available	177,487	7/1/2023	6/30/2024			177,487	(177,487)							(177,487)
Total Special Revenue Fund					238,279	89,110	9,094,102	(9,096,227)	89,110	51,682	1,002,742	(1,311)	62,239	(775,834)	(9,096,227)
Capital Projects Fund:															
NJ Schools Development Authority	4130-050-13-2026	11,214	7/1/2023	Completion			11,214	(11,214)							(11,214)
Total Capital Projects Fund					-		11,214	(11,214)							(11,214)
State Department of Agriculture															
Enterprise Fund:															
State School Lunch Program (State share)	100-010-3360-067	90,717	7/1/2023	6/30/2024			86,077	(90,717)				(4,640)			(90,717)
State School Lunch Program (State share)	100-010-3360-067	62,841	7/1/2022	6/30/2023	(4,030)		4,030								
State School Breakfast Program (State share)	100-010-3360-067	15,829	7/1/2023	6/30/2024			13,602	(15,829)				(2,227)			(15,829)
State School Breakfast Program (State share)	100-010-3360-067	9,289	7/1/2022	6/30/2023	(6,121)		612								
Total Enterprise Fund					(4,642)		104,321	(106,546)				(6,867)			(106,546)
Total State Financial Assistance					\$ (3,747,190)	\$ 89,110	\$ 62,607,532	\$ (62,608,252)	\$ 89,110	\$ 51,682	\$ 1,002,742	\$ (1,832,316)	\$ 62,239	\$ (2,928,893)	\$ (62,608,252)
State Financial Assistance Not Subject to Single Audit Determination:															
General Fund:															
On-behalf TPAF Contributions															
Pension Benefit Contribution	495-034-5094-002	20,208,471	7/1/2023	6/30/2024			(20,208,471)	20,208,471							20,208,471
Post-Retirement Medical Contribution	495-034-5094-001	5,500,006	7/1/2023	6/30/2024			(5,500,006)	5,500,006							5,500,006
Long-Term Disability Insurance	495-034-5094-004	7,993	7/1/2023	6/30/2024			(7,993)	7,993							7,993
Total State Financial Assistance Subject to Audit Determination					\$ (3,747,190)	\$ 89,110	\$ 36,891,062	\$ (36,891,782)	\$ 89,110	\$ 51,682	\$ 1,002,742	\$ (1,832,316)	\$ 62,239	\$ (2,928,893)	\$ (36,891,782)

The accompanying notes to schedules of expenditures of federal awards and state financial assistance are an integral part of this statement.

Piscataway Township School District

Notes to Schedules of Expenditures of  
Federal Awards and State Financial Assistance

Year ended June 30, 2024

**1. General**

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all of all federal awards and state financial assistance programs of the District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal awards and state financial assistance received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies, are included on the schedules of expenditures of federal awards and state financial assistance.

**2. Basis of Accounting**

The accompanying schedules of expenditures of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the enterprise funds, which are presented using the accrual basis of accounting and those recorded in the special revenue fund, which are presented using the budgetary basis of accounting. These basis of accounting are described in Note 1 to the District's basic financial statements. The information in these schedules are presented in accordance with the requirements of 2 CFR 200-*Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in this schedule may differ from amounts presented, or used in the preparation of, the basic financial statements.

**3. Relationship to Basic Financial Statements**

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

Piscataway Township School District

Notes to Schedules of Expenditures of  
Federal Awards and State Financial Assistance

Year ended June 30, 2024

**3. Relationship to Basic Financial Statements (Continued)**

The general fund is presented in the accompanying schedules on the modified accrual basis of accounting with the exception of the revenue recognition of the last two state aid payments in the current 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 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 revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the last state aid payments in the current budget year, consistent with N.J.S.A. 18A:22-44.2.

As a result, the federal account receivable balance in the special revenue fund on the budgetary basis differs from the GAAP basis as follows:

<b>Accounts Receivable</b>	<b>Budgetary Basis</b>	<b>Add: PY Encumbrances</b>	<b>Less: CY Encumbrances</b>	<b>GAAP Basis</b>
Federal	\$ 2,115,309	\$ -	\$ 147,579	\$ 1,967,730

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$59,237 for the general fund and (\$51,359) for the special revenue fund. See note to required supplementary information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds (C-3). Federal and State award revenues are reported in the District's basic financial statements on a GAAP basis as follows:

	<b>Federal</b>	<b>State</b>	<b>Total</b>
General Fund	\$ 486,124	\$ 53,453,502	\$ 53,939,626
Special Revenue Fund	6,159,931	9,151,047	15,310,978
Capital Projects Fund		11,214	11,214
Food Service Enterprise Fund	2,033,275	106,546	2,139,821
Total financial award revenues	<u>\$ 8,679,330</u>	<u>\$ 62,722,309</u>	<u>\$ 71,401,639</u>



Piscataway Township School District

Notes to Schedules of Expenditures of  
Federal Awards and State Financial Assistance

Year ended June 30, 2024

**4. Relationship to Federal and State Financial Reports**

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

**5. Other**

Revenues and expenditures reported under the Food Donation Program represent current year value received and current year distributions, respectively. TPAF Social Security Contributions represent the amount reimbursed by the State for the employer's share of Social Security for TPAF members for the year ended June 30, 2024.

The post-retirement pension, medical and disability insurance benefits received on behalf of the District for the year ended June 30, 2024 amounted to \$25,716,470. Since on-behalf post retirement pension, medical and disability insurance benefits are paid by the State directly, these expenditures are not subject to a single audit in accordance with New Jersey OMB Circular 15-08, however they are reported on the Schedule of Expenditures of State Financial Assistance, as directed by the funding agency.

**6. Indirect Costs**

The District did not use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

**7. Adjustments**

The trivial adjustments presented on schedules K-3 and K-4 represent changes to expenditures to correctly state federal and state accounts receivable balances at June 30, 2024.

Piscataway Township School District  
Schedule of Findings and Questioned Costs

Year ended June 30, 2024

**Part I – Summary of Auditor's Results**

**Financial Statements Section**

Type of auditors' report issued:	<u>Unmodified</u>		
Internal control over financial reporting:			
Are any material weaknesses identified?	<u>        </u> Yes	<u>  X  </u>	No
Are any significant deficiencies identified?	<u>        </u> Yes	<u>  X  </u>	None Reported
Is any noncompliance material to financial statements noted?	<u>        </u> Yes	<u>  X  </u>	No

**Federal Awards**

Internal control over major federal programs:			
Are any material weaknesses identified?	<u>        </u> Yes	<u>  X  </u>	No
Are any significant deficiencies identified?	<u>        </u> Yes	<u>  X  </u>	None Reported
Type of auditors' report issued on compliance for major federal programs:	<u>Unmodified</u>		
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	<u>        </u> Yes	<u>  X  </u>	No

Piscataway Township School District

Schedule of Findings and Questioned Costs (continued)

Year ended June 30, 2024

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

Identification of major federal programs:

<b>Assistance Listing Number(s)</b>	<b>FAIN Numbers</b>	<b>Name of Federal Program or Cluster</b>
		<b>Child Nutrition Cluster:</b>
10.555	241NJ304N1099	Food Donation Program
10.555	241NJ304N1099	National School Lunch Program
10.555	241NJ304N1099	Healthy Hunger-Free Kids Act
10.553	241NJ304N1099	School Breakfast Program
10.555	241NJ344N8903	Supply Chain Assistance Funding

Dollar threshold used to distinguish between Type A and  
Type B programs:

\$750,000

Auditee qualified as low-risk auditee?

  X   Yes        No

Piscataway Township School District

Schedule of Findings and Questioned Costs (continued)

Year ended June 30, 2024

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

**State Financial Assistance Section**

Internal control over major state programs:

Are any material weaknesses identified? \_\_\_\_\_ Yes   X   No

Are any significant deficiencies identified? \_\_\_\_\_ Yes   X   None reported

Type of auditors' report issued on compliance for major state programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular 15-08?

\_\_\_\_\_ Yes   X   No

Identification of major state programs:

<b>GMIS/Program Number</b>	<b>Name of State Program or Cluster</b>
	<b>State Aid Cluster:</b>
495-034-5120-078	Equalization Aid
495-034-5120-089	Special Education Categorical Aid
495-034-5120-084	Security Aid
495-034-5120-128	Supplemental Stabilization Aid
495-034-5094-003	Reimbursed TPAF Social Security

Dollar threshold used to distinguish between Type A and Type B programs:

\$1,106,753

Auditee qualified as low-risk auditee?

  X   Yes \_\_\_\_\_ No

Piscataway Township School District  
Schedule of Findings and Questioned Costs  
Year ended June 30, 2024

**Part II – Schedule of Financial Statement Findings**

No financial statement findings noted that are required to be reported under *Government Auditing Standards*

Piscataway Township School District

Schedule of Findings and Questioned Costs (continued)

Year ended June 30, 2024

**Part III – Schedule of Federal Awards and State Financial Assistance Findings and Questioned Costs**

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by 2 CFR 200 Section 516(a) and New Jersey Treasury Circular OMB 15-08, respectively.

**Federal Award Programs**

No compliance or internal control findings noted that are required to be reported in accordance with 2 CFR 200 Section 516(a).

**State Financial Assistance Programs**

No compliance or internal control findings noted that are required to be reported in accordance with New Jersey State OMB Circular 15-08.