

**SCHOOL DISTRICT
OF THE
TOWNSHIP OF PITTSBGROVE**

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

of the

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

For the Fiscal Year Ended June 30, 2024

**Prepared by
Pittsgrove Township Board of Education
Finance Department**

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OF THE PITTSBURGH TOWNSHIP SCHOOL DISTRICT
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INTRODUCTORY SECTION

PITTSBGROVE TOWNSHIP SCHOOLS

Administration Building
1076 Almond Road, Pittsgrove, New Jersey 08318-3950
(856) 358-3094 Fax: (856) 358-6020

SCOTT GOLDTHORP
Assistant Superintendent, Ext. 4013

COURTNEY MCNEELY
Superintendent of Schools, Ext. 4016

DARREN HARRIS
Bus. Admin./Board Secretary, Ext. 4018



December 10, 2024

Honorable President and Members
of the Board of Education
Pittsgrove Township Board of Education
County of Salem
Pittsgrove, N.J. 08318

Dear Board Members:

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

The annual comprehensive financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 CFR 200-Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), "Audits of States, Local Governments, and Non-Profit Organizations" and the State Treasury Circular Letter 15-08 OMB, "Single Audit Policy for Recipients of Federal Awards, State Grants and State Aid Payments." Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

We are an Equal Opportunity Employer - F/M

1. REPORTING ENTITY AND ITS SERVICES:

The Pittsgrove Township School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds of the District are included in this report. The Pittsgrove Township Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels PK through 12. These include regular, vocational, alternative and remedial, as well as special education for handicapped students. Vocational opportunities are provided through the Salem County Vocational and Technical School. The Pittsgrove Township School District also receives students on a tuition basis for grades PreK–12 from the Borough of Elmer. In Schalick High School, the district houses three county-wide academies in the Visual and Performing Arts. These are magnet programs in Dance, Theater and Visual Arts. The District completed the 2023-24 fiscal year with an enrollment of 1,661 students, including Academy students, which is 14 students more than the previous year's enrollment. The following details the changes in the student enrollment of the District over the last ten years.

Average Daily Enrollment

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2023-24	1,661	(0.48%)
2022-23	1,669	0.85%
2021-22	1,655	(0.24%)
2020-21	1,659	(0.30%)
2019-20	1,664	(5.19%)
2018-19	1,755	0.57%
2017-18	1,745	3.56%
2016-17	1,685	(6.54%)
2015-16	1,803	0.11%
2014-15	1,801	3.32%

2. ECONOMIC CONDITION AND OUTLOOK:

The Pittsgrove Township area is experiencing a period of limited development, which is expected to continue. There will be a continually slight increase in the number of residences. This should result in a modest increase in the tax base. Pittsgrove Township is also experiencing a stable enrollment in its resident students. The stabilization is expected to continue according to the most recent demographic study. The 2017-2018 school year marked the full consolidation between the Elmer Borough Board of Education and Pittsgrove Township Board of Education. All students from both Pittsgrove and Elmer attend school together from preschool through twelfth grade.

3. MAJOR INITIATIVES/CURRICULAR INITIATIVES:

Technology:

The District uses a cloud-based infrastructure and Google platform, as well as student Chromebooks. Every administrator and teacher is equipped with an Apple laptop. With the maturation of web-based or cloud-based services, we have seen a trend and shift in expenditures from device-centric to network-centric items and solutions. As a result, network infrastructure, security systems, and bandwidth are trending up in regard to the percentage of the budget, whereby device costs are trending down.

The use of Chromebooks helps to support the District's goal of increasing 21st Century technology skills and collaboration. With these devices, our The Board of Education continues to support the integration of technology into the curriculum. students are readily able to utilize their own pittsgrove.net G-mail accounts and interface with Google Docs. Interactive displays, which bring rich, web-based educational content on screen, are utilized as a teaching tool in every classroom across the District. Makerspace provides an interactive environment where students can create, investigate, and engage in technology-related activities.

The Supervisor of Technology provides support and suggests best practices in student and teacher uses of educational technology. Members of the Technology Department implement new classroom technologies, model effective use, and help guide the educational technology vision of the Pittsgrove Township School District. Under the direction of the Supervisor of Technology, the major network infrastructure of the District has been upgraded to the advanced Cisco Meraki System. Security upgrades and enhancements were also performed. This year's implemented resources help to keep the Pittsgrove Township School District current and in many cases, ahead of the curve in educational technology.

Norma, Elmer, and Olivet Elementary Schools:

Norma Elementary School continues to operate a Pre-School Program, which now offers eleven tuition-free full-day programs for three and four-year-old students. The program operates from state preschool funding with a local contribution to support students with IEPs.

Norma, Elmer, and Olivet School continue to receive professional development and support materials for curricula revision, benchmark creation, and the implementation of an RTI program.

Pittsgrove Township Middle School:

During the 2023-2024 school year, staff members have revised their current assessments to align the questions with the revised curricula.

Arthur P. Schalick High School:

Arthur P. Schalick High School strives to attain the highest level of academic achievement for all of its students. Academic rigor, high expectations, social and moral standards, and a commitment to excellence are embedded in all educational programs. The Academy is a joint venture with the Salem County Vocational Technical School District and is housed at Schalick High School. Each year, many students from the surrounding areas, as well as Schalick students, are accepted into the Academy Program.

The utilization of half-day in-service sessions has provided significant opportunities for additional professional development and support for curricular initiatives, assessment creation, and data analysis. This professional development will better enable teachers to use data from assessments to inform instruction.

4. INTERNAL ACCOUNTING CONTROLS:

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

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

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

5. BUDGETARY CONTROLS:

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund.

Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section. An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either cancelled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2024.

6. ACCOUNTING SYSTEM AND REPORTS:

The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Financial Statements," Note 2.

7. CASH MANAGEMENT:

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

8. RISK MANAGEMENT:

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

9. OTHER INFORMATION:

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nightlinger, Colavita and Volpa, Pa. was appointed 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 Title 2 CFR 200-Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), and State of New Jersey Treasury Circular 15-08 OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. The auditor's report on the basic financial statements and combining and individual fund statements and schedules are included in the financial section of this report. The auditor's report, related specifically to the single audit, is included in the single audit section of this report.

10. ACKNOWLEDGMENTS:

We would like to express our appreciation to the members of the Pittsgrove 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,

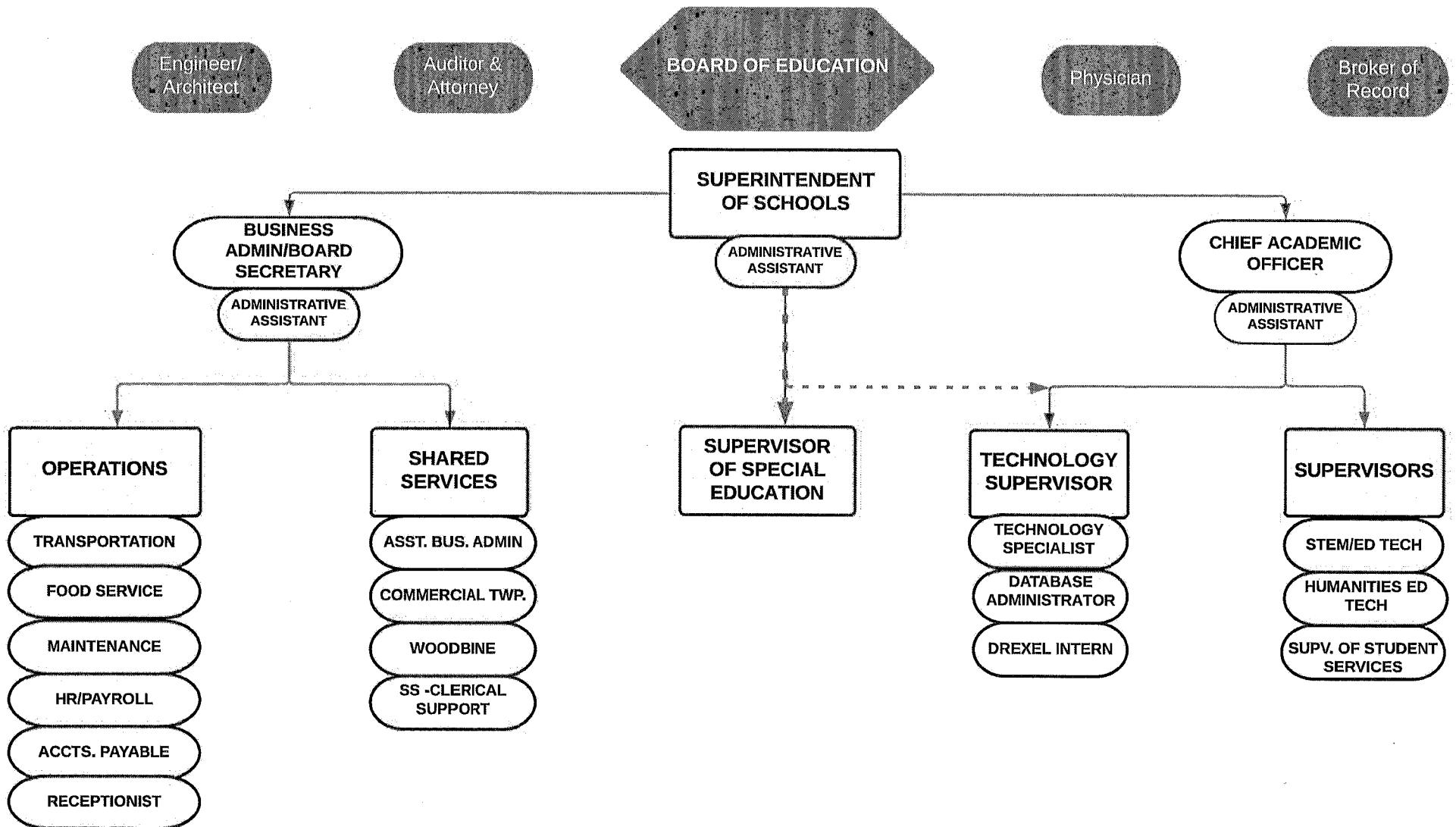
Courtney McNeely

Courtney McNeely
Superintendent of Schools

Darren Harris

Darren Harris
Business Administrator/
Board Secretary

2023-2024
PITTSBURGH SCHOOL DISTRICT
ORGANIZATIONAL CHART
DISTRICT WIDE ADMINISTRATION



PITTSBGROVE TOWNSHIP SCHOOLS
Administration Building
1076 Almond Road, Pittsgrove, New Jersey 08318-3950
(856) 358-3094 Fax: (856) 358-6020

SCOTT GOLDTHORP
Assistant Superintendent, Ext. 4013

COURTNEY MCNEELY
Superintendent of Schools, Ext. 4016

DARREN HARRIS
Bus. Admin./Board Secretary, Ext. 4018



P.R.I.D.E.

Pittsgrove Township Board of Education
Roster of Officials
June 30, 2024

<u>Board Members Names</u>	<u>Position</u>	<u>Term Expires</u>
Emily Cannon	President	2024
Andrea Foster	Vice President	2025
Susan Cushane-Miranda	Board Member	2026
Angie Bradley	Board Member	2025
Steven DiMatteo	Board Member	2026
Timothy Hack	Board Member	2026
Denzil Hardman	Board Member	2025
Elisa Moll	Board Member	2024
Jean Sparacio Scarani	Board Member	2024

Other Officials

Courtney McNeely	Superintendent
Darren Harris	Business Administrator
Wilentz, Goldman, & Spitzer PA	Bond Council
Capehart Scatchard	General Council

PITTSBURGH TOWNSHIP SCHOOLS

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DARREN HARRIS
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P.R.I.D.E.
Pittsgrove Township Board of Education
Consultants & Advisors
June 30, 2024

Architect

Garrison Architects
14000F Commerce Parkway
Mount Laurel, NJ 08054

Audit Firm

Raymond Colavita, CPA, RMA, PSA
Nightlinger, Colavita & Volpa, PA
P.O. Box 799
Williamstown, NJ 08094

Attorney

General Counsel/Labor Relations & Negotiations
Sanu Dev
Capehart Scatchard
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Special Counsel

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Gorman, D'Anella, and Morlock
1601 Atlantic Ave, Ste. 700
Atlantic City, NJ 08401

Bond Counsel

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Wilentz Law Group
John F Kennedy Blvd, Suite 910 Two Penn Center Plaza
Philadelphia, PA 19102

Official Depository

First National Bank of Elmer
P.O. Box 980
Elmer, NJ 08318

Fiscal Agent

Phoenix Advisors
625 Farnsworth Avenue
Fieldsboro, NJ 08505

We are an Equal Opportunity Employer - F/M

FINANCIAL SECTION

NIGHTLINGER, COLAVITA & VOLPA

A Professional Association

Certified Public Accountants

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Williamstown, NJ 08094

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INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Pittsgrove Township School District
County of Salem, New Jersey 08318-3950

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Board of Education of the Pittsgrove Township School District in the County of Salem, State of New Jersey, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Board of Education of the Pittsgrove Township School District in the County of Salem, State of New Jersey's basic financial statements as listed in the table of contents.

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America 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 auditing standards generally accepted in the United States of America 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 School District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the School District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of the School District's proportionate share of the net pension liability, schedule of the School District's pension contributions, and schedule of changes in the School District's total OPEB liability and related ratios, as listed in the 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 auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. The combining statements and related major fund supporting statements and schedules, are presented for purposes of additional analysis, as required by the Office of School Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis as required by the Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, and is also not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining statements and related major fund supporting statements and schedules, and schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

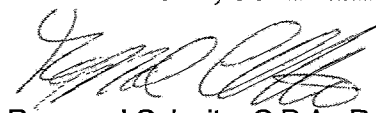
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated.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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2024 on our consideration of the Pittsgrove Township Board of Education's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Pittsgrove Township Board of Education's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governments Auditing Standards* in considering Pittsgrove Township School District's internal control over financial reporting and compliance.

Respectfully submitted,

NIGHTLINGER, COLAVITA & VOLPA, P.A.


Raymond Colavita, C.P.A., R.M.A.
Licensed Public School Accountant
No. 915

December 10, 2024

REQUIRED SUPPLEMENTARY INFORMATION – PART I

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

UNAUDITED

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

Financial Highlights

Key financial highlights for 2024 are as follows:

- ❖ General revenues of the District accounted for \$36,300,852 in revenue, net of the transfer to charter schools of \$375,832, or 79.3% percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$9,462,446 or 20.7% percent to total revenues of \$45,763,298.
- ❖ Total Net Position of governmental activities increased by \$3,622,512 comprised of changes in cash and cash equivalents, receivables, inventory, and capital assets. The Net Position of the Business-type Activities decreased by \$48,683.
- ❖ The School District had \$42,189,469 in total expenses, of which \$9,462,446 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily federal awards, state aid and property taxes) of \$45,763,298 were adequate to provide for these programs. These revenues and expenses include the Business-type Activities.
- ❖ The General Fund had \$39,698,419 in revenues, \$37,387,908 in expenditures, proceeds from lease purchase of \$657,000, a transfer to the preschool program of \$187,673 and \$375,832 transferred to a Charter School. The General Fund balance increased by \$2,404,006 over 2023. This increase was anticipated by the Board of Education.

Using this Annual Comprehensive Financial Report (ACFR)

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

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

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains numerous funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2024?" The Statement of Net Position and the Statement of Activities helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account, all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

- ❖ **Governmental Activities** – All of the School District's programs and services are reported here including, but not limited to, instruction, support services, operation and maintenance of plant facilities, pupil transportation, extracurricular activities and internal service funds.
- ❖ **Business – Type Activities** – This service is provided on a charge for goods or services basis to recover all the expense of the goods or services provided. The Food Service and School Age Childcare enterprise funds are reported as business-type activity.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major (all) funds begins on page 26. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

Governmental Funds

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

Enterprise Fund

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

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole, which includes the Business-Type Activities.

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

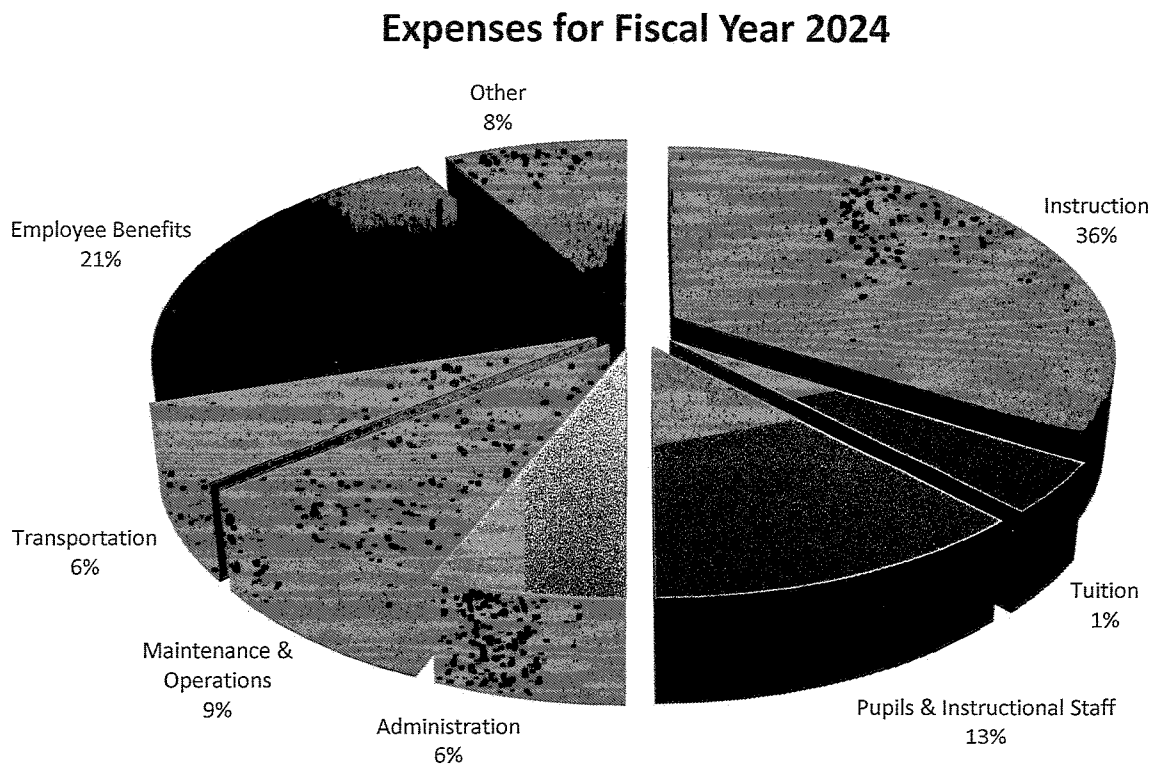
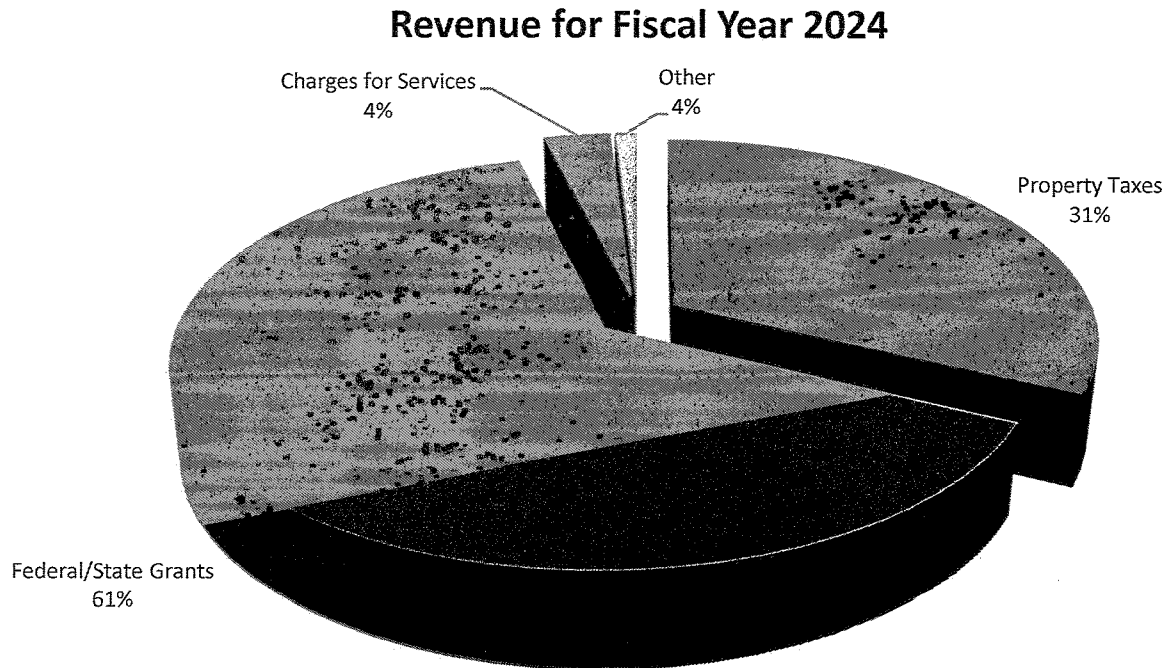
Table 1 Net Position		
	2024	2023
Assets		
Current and Other Assets	\$ 25,106,904	\$ 9,104,499
Capital Assets, Net	16,427,909	15,474,651
Total Assets	41,534,813	24,579,150
Deferred Outflows of Resources	489,542	655,124
Liabilities		
Other Liabilities	3,840,705	3,893,628
Non-Current Liabilities	23,375,636	9,540,248
Total Liabilities	27,216,341	13,433,876
Deferred Inflows of Resources	645,239	1,211,452
Net Position		
Invested in Capital Assets, Net of Debt	(2,113,104)	10,975,384
Restricted	6,231,264	5,170,337
Unrestricted (Deficit)	10,044,615	(5,556,775)
Total Net Position	\$ 14,162,775	\$ 10,588,946

Table 2 shows the changes in Net Position from fiscal year's 2024 and 2023.

Table 2
Changes in Net Position

	2024	2023
Revenues		
Program Revenues		
Charges for Services	\$ 1,680,461	\$ 1,394,202
Operating Grants and Contributions	7,781,985	6,787,068
General Revenues		
Property Taxes	14,311,498	14,263,907
Grants and Entitlements	20,502,616	19,473,082
Other	1,862,570	834,003
Total Revenues	46,139,130	42,752,262
Program Expenses		
Instruction	15,332,317	14,024,882
Tuition	509,951	1,415,556
Support Services		
Pupils and Instructional Staff	5,467,513	4,991,745
General Administration, School		
Administration, Business Admin	2,440,517	2,387,807
Operations and Maintenance of Facilities	3,586,423	3,168,619
Pupil Transportation	2,610,666	2,635,294
Employee Benefits	9,038,741	8,646,294
Interest on Debt	341,206	175,579
Food Service and Child Care	1,243,999	1,070,595
Other	1,618,136	1,706,282
Total Expenses	42,189,469	40,222,653
Excess of Expenditures over Revenues	3,949,661	2,529,609
Other Adjustments:		
Transfer to Charter School	(375,832)	(214,058)
(Decrease) Increase in Net Position	\$ 3,573,829	\$ 2,315,551

The breakdown by percentage of revenues and expenditures of the entire District as a whole for the fiscal year ended June 30, 2024 are illustrated in the two charts shown below:



Governmental Activities

The unique nature of property taxes in New Jersey creates the need to routinely seek voter approval for the School District operations. The total governmental net revenues of the Pittsgrove Township School District for fiscal year 2023, excluding business-type activities and other net financing uses, were \$36,290,910. The District's Property taxes made up 38% percent of these net revenues for governmental activities. Unrestricted Federal, state and local grants accounted for another 56%. The total cost of services was \$40,945,470. The net cost of all governmental programs and services, which excludes charges for services and operating grants, was \$32,668,398. Instruction comprises 33% of these net District expenses.

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

Table 3

	<u>Total Cost of Services 2024</u>	<u>Net Cost of Services 2024</u>	<u>Total Cost of Services 2023</u>	<u>Net Cost of Services 2023</u>
Instruction	\$ 15,332,317	\$ 10,879,855	\$ 14,024,882	\$ 10,838,360
Tuition	509,951	509,951	1,415,556	1,415,556
Support Services				
Pupils and Instructional Staff	5,467,513	3,691,342	4,991,745	3,243,030
General Administration, School				
Administration, Business	2,440,517	2,292,686	2,387,807	2,262,191
Operation and Maintenance of Facilities	3,586,423	3,586,423	3,168,619	3,168,619
Pupil Transportation	2,610,666	2,610,666	2,635,294	2,635,294
Employee Benefits	9,038,741	7,138,133	8,646,294	6,578,775
Special Schools				
Interest and Fiscal Charges	341,206	341,206	175,579	175,579
Other	1,618,136	1,618,136	1,706,282	1,706,282
Total Expenses	<u>\$ 40,945,470</u>	<u>\$ 32,668,398</u>	<u>\$ 39,152,058</u>	<u>\$ 32,023,686</u>

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

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

General administration, school administration and business include expenses associated with administrative and financial supervision of the District as well as internal service fund expenses.

Operation and maintenance of facilities activities involve keeping the school grounds, buildings and equipment in an effective working condition as well as internal service fund expenses.

Curriculum and staff development expenses (included in support services) related to planning, research, development and evaluation of support services, as well as the reporting of this information internally and to the public.

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by state law as well as internal service fund expenses.

Extracurricular activities include instructional expenses related to student activities provided by the School District which are designated to provide opportunities for students to participate in school events, public events, or a combination of these for the purposes of motivation, enjoyment and skill improvement.

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

Other includes unallocated depreciation and amortization of debt issue costs.

Business-Type Activities

Revenues for the District's Business-Type Activities (Food Service and SACC programs) were comprised of charges for services and federal and state reimbursements.

- ❖ Program expenses exceeded revenues by \$58,625. There was no board subsidy required for the year. This resulted in a negative change in Net Position of \$66,645 in the Food Service Fund and a positive change of \$8,020 in the Child Care Fund.
- ❖ Charges for services represent \$447,806 for the Food Service Fund and \$215,930 in the Child Care (SACC) Fund. This represents amount paid by patrons for daily food services and SACC activities.
- ❖ Federal and state reimbursements for meals, including payments for free and reduced lunches and donated commodities, were \$521,638.

The School District's Funds

Information about the School District's major funds starts on page 26. These funds are accounted for using the modified accrual basis of accounting. All governmental funds (i.e., general fund, special revenue fund, capital projects and debt service fund presented in the fund-based statements) had total revenues of \$47,104,745 and expenditures of \$45,648,535, along with the transfer to a Charter School of \$375,832 and proceeds from a Lease Purchase of \$657,000. The net positive change in Governmental fund balances for the year was \$16,388,378, which includes \$2,404,006 in the General fund, \$11,429 in the Special Revenue Fund, \$13,607,433 in the Capital Project Fund, and \$365,510 in the Debt Service Fund. The District was, therefore, able to meet current operating costs without an appropriation of surplus and with no urgent need for additional funds.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues of the governmental funds (excluding capital projects and permanent scholarship funds) for the fiscal year ended June 30, 2024, and the amount and percentage of increases and decreases in relation to prior year revenues.

Table 4

Revenue	Amount	Percent of Total	Increase/ (Decrease) from 2023	Percent Increase/ (Decrease)
Local Sources	\$ 15,879,788	33.71%	\$ 824,986	5.48%
State Sources	28,697,778	60.92%	2,438,452	9.29%
Federal Sources	2,527,179	5.37%	324,456	14.73%
Total	\$ 47,104,745	100.00%	\$ 3,587,894	8.24%

The increase in Local sources is attributed to increases in local tax levy of \$47,591, tuition of \$91,086, interest of \$415,689 and miscellaneous revenue of \$270,620 with no offset.

The increase in State sources is attributed to increases in various state public aid of \$2,438,452.

The increase in Federal sources is due to net increases in various other special revenue grants of \$324,456. In addition, the 2024 figures do not include deferred revenue in accordance with GAAP accounting.

The following schedule presents a summary of governmental fund expenditures for the fiscal year ended June 30, 2024 and the percentage of increases and decreases in relation to prior year amounts.

Table 5

Expenditures	Amount	Percent of Total	Increase/ (Decrease) from 2023	Percent Increase/ (Decrease)
Current:				
Instruction	\$ 14,808,831	32.44%	\$ 1,263,915	9.33%
Undistributed Expenditures	27,437,137	60.11%	218,638	0.80%
Capital Outlay	2,639,348	5.78%	1,072,531	68.45%
Debt Service:				
Principal	735,000	1.61%	35,000	5.00%
Interest	28,219	0.06%	(12,591)	-30.85%
Total	<u>\$ 45,648,535</u>	<u>100.00%</u>	<u>\$ 2,577,493</u>	<u>5.98%</u>

The increase in instructional expenditures is attributed to increases in regular instruction of \$1,100,763, special education instruction of \$50,878, other special instruction of \$59,315 and other instruction expenses of \$52,959.

The increase in undistributed expenditures was due to increases in student and instruction related services of \$475,768, school administrative services of \$25,483, central services and information tech of \$7,688, plant operations and maintenance of \$19,411, and employee benefits of \$623,085, offset by a decrease in tuition of 905,605, general administrative services of \$2,564 and pupil transportation of \$24,628.

The increase in capital outlay is attributed to an overall increase in general fund capital outlay through Lease purchases.

The decrease in net debt service is the result of a decrease in interest payments on debt obligations offset by increased principal.

General Fund Budgeting Highlights

The School District's Budget is prepared according to New Jersey law, and is based on accounting for certain transactions on a basis of modified accrual and encumbrance accounting. The most significant budgeted fund is the General Fund.

During the course of the fiscal year 2024, the School District amended its General Fund budget as needed. The School District uses program based budgeting. These budgeting systems are designed to tightly control total program budgets while providing flexibility for program management to address the following:

- ❖ Staffing changes based on student needs.
- ❖ Additional costs for student transportation both in regular education and special education.
- ❖ Changes in maintenance and operations
- ❖ Changes in appropriations to prevent budget overruns.

While the District's original general fund budget anticipated using \$763,871 in fund balance, the actual results for the year show an increase of \$2,540,518, as shown on Exhibit C-1.

- ❖ Actual revenues were \$956,529 more than expected, excluding on-behalf pension, social security and long-term disability reimbursements of \$6,918,181, reflecting positive variances of \$661,073 in local revenues and \$7,246,996 in state aids, offset by less in federal aid of \$33,359.
- ❖ Actual expenditures were \$2,097,082 less than expected and shows that there were favorable variances in most expenditure accounts. This excludes state on-behalf pension, social security and long term disability reimbursements of \$6,918,181.

Capital Assets

At the end of the fiscal year 2024, the School District had \$16,207,740 invested in Governmental Activity land, buildings, furniture and equipment, and vehicles. There was also \$220,169 in Business-type Activity Capital Assets. Table 4 shows fiscal 2024 balances compared to 2023.

Table 6
Capital Assets (Net of Depreciation) at June 30

	<u>2024</u>	<u>2023</u>
Land	\$ 196,431	\$ 196,431
Work in Progress		119,000
Land Improvements	742,837	744,163
Building and Improvements	12,989,118	12,313,141
Buses	1,332,850	945,054
Furniture and Equipment	935,136	859,172
Right-to-Use Lease Assets	231,537	297,690
Totals	<u>\$ 16,427,909</u>	<u>\$ 15,474,651</u>

Overall capital assets increased \$953,258 from fiscal year 2023 to fiscal year 2024. Increases in capital assets by purchase or construction were \$2,705,088 in the general funds and \$45,879 in the enterprise funds. These additions were offset by depreciation expenses of \$1,678,709 for the year, including Right-to-Use Lease Assets and net asset disposals of \$119,000..

Debt Administration:

- At June 30, 2024, the District's outstanding debt was \$23,375,636 and included \$15,400,000 of general obligation bonds, \$800,918 in compensated absences and \$2,895,756 in capital leases. In addition, there was \$4,033,705 in Net Pension Liability and \$245,257 in Right-to use Lease Liability. At June 30, 2024, the School District's overall legal debt margin was \$30,418,809 and the amount available in the debt margin for future borrowing \$15,018,809 or 49.37 of the total allowable amount.

On December 19, 2023, the District issued Serial Bonds in the amount of \$14,650,000 for Various Capital Improvements during the year.

Remaining outstanding bonded debt at June 30, 2024 is as follows:

<u>Description</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Amount Outstanding June 30, 2024</u>
2020 Refunding Issue	4/9/2020	\$ 2,580,000	\$ 240,000
2013 Refunding Issue	3/20/2013	1,805,000	510,000
2024 Serial Bond Issue	12/19/2023	14,650,000	14,650,000

For the Future

The Pittsgrove Township School District is currently in sound financial condition. This statement is made in the context of strict growth limitations. Financing current programs in the future is the major concern for the administration and the Board of Education. A new funding structure that has increased reliance on property taxes adds to this concern. The future financing of educational programming will require the Pittsgrove Township School District to make some difficult decisions regarding the allocation of its resources.

The Board of Education continues its commitment to providing a quality education for the children of the Pittsgrove Township School District. Recent STEM and technology initiatives, as well as after-school clubs, attest to this fact. However, with resources being finite, and the continued pressure of federal and state mandated programs, the future is not without challenge. Pittsgrove Township is primarily a residential community with very few ratables. As a result, the homeowners bear the tax burden. The current down turn in the economy has impacted future State funding to the school, which has made the budget process more challenging. During this year's budget process, it will be the goal of the administration and the Board of Education to maintain its current program offerings and staffing, while carefully reviewing all cost centers throughout the District.

In conclusion, the Pittsgrove Township School District has committed itself to fiscal responsibility for many years. In addition, the District's system for financial planning, budgeting, and internal financial controls meet all industry standards, and are functioning well. The District plans to continue its sound fiscal practice, while recognizing the challenge of finding alternate revenue sources to meet expense requirements.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information contact, Darren Harris, School Business Administrator at Pittsgrove Township Board of Education.

BASIC FINANCIAL STATEMENTS

DISTRICT WIDE FINANCIAL STATEMENTS

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

PITTSBGROVE TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2024

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 18,398,285	\$ 466,795	\$ 18,865,080
Restricted Cash and cash Equivalents	2,483,760		2,483,760
Receivables, Net	3,581,724	119,544	3,701,268
Inventory		56,796	56,796
Capital Assets, Net (Note 8)	16,207,740	220,169	16,427,909
Total Assets	40,671,509	863,304	41,534,813
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred Pension Outflows	489,542		489,542
	489,542		489,542
LIABILITIES			
Accounts Payable	630,908	260,735	891,643
Accrued Interest Payable	316,454		316,454
Unearned Revenue	2,611,535	21,073	2,632,608
Noncurrent Liabilities (Note 9):			
Due Within One Year	512,505		512,505
Due Beyond One Year	22,863,131		22,863,131
Total Liabilities	26,934,533	281,808	27,216,341
DEFERRED INFLOWS OF RESOURCES:			
Deferred Pension Inflows	645,239		645,239
NET POSITION			
Invested in Capital Assets, Net of Related Debt	(2,333,273)	220,169	(2,113,104)
Restricted for:			
Capital Reserve	1,740,492		1,740,492
Maintenance Reserve	743,268		743,268
Scholarships Awarded	127,301		127,301
Student Activities	227,757		227,757
Excess Surplus	3,392,446		3,392,446
Unrestricted (Deficit)	9,683,288	361,327	10,044,615
Total Net Position	\$ 13,581,279	\$ 581,496	\$ 14,162,775

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

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

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:						
Instruction:						
Regular	\$ 12,042,099	\$ 495,232	\$ 3,957,230	\$ (7,589,637)		\$ (7,589,637)
Special Education	2,704,538			(2,704,538)		(2,704,538)
Other Instruction	526,365			(526,365)		(526,365)
Other Special Instruction	59,315			(59,315)		(59,315)
Support Services:						
Tuition	509,951			(509,951)		(509,951)
Student & Instruction Related Serv.	5,467,513	373,662	1,402,509	(3,691,342)		(3,691,342)
School Administrative Services	552,067			(552,067)		(552,067)
General and Business Admin. Serv.	1,131,048	143,827		(987,221)		(987,221)
Central Services and Info. Tech.	757,402	4,004		(753,398)		(753,398)
Plant Operations and Maintenance	3,586,423			(3,586,423)		(3,586,423)
Pupil Transportation	2,610,666			(2,610,666)		(2,610,666)
Employee Benefits	9,038,741		1,900,608	(7,138,133)		(7,138,133)
Interest on Long-Term Debt	341,206			(341,206)		(341,206)
Unallocated Depreciation	1,618,136			(1,618,136)		(1,618,136)
Total Governmental Activities	40,945,470	1,016,725	7,260,347	(32,668,398)		(32,668,398)
Business-Type Activities:						
Food Service	1,036,089	447,806	521,638		(66,645)	(66,645)
Child Care	207,910	215,930			8,020	8,020
Total Business-Type Activities	1,243,999	663,736	521,638		(58,625)	(58,625)
Total Primary Government	\$ 42,189,469	\$ 1,680,461	\$ 7,781,985	(32,668,398)	(58,625)	(32,727,023)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				13,749,029		13,749,029
Taxes Levied for Debt Service				562,469		562,469
Federal and State Aid not Restricted				20,502,616		20,502,616
Tuition Received				296,770		296,770
Investment Earnings				489,688	9,942	499,630
Miscellaneous Income				409,170		409,170
Transfer to Charter school				(375,832)		(375,832)
Proceeds from Lease Purchase				657,000		657,000
Total General Revenues, Special Items, Extraordinary Items and Transfers				36,290,910	9,942	36,300,852
Change in Net Position				3,622,512	(48,683)	3,573,829
Net Position—Beginning				9,958,767	630,179	10,588,946
Net Position—Ending				\$ 13,581,279	\$ 581,496	\$ 14,162,775

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

FUND FINANCIAL STATEMENTS

The Individual Fund statements and schedules present more detailed information for the individual fund in a format that segregates information by fund.

GOVERNMENTAL FUNDS

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

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	\$ 2,257,365	\$	\$ 13,972,943	\$	\$ 16,230,308
Restricted Cash and Cash Equivalents	2,483,760				2,483,760
District Tax Receivable	1,151,796			46,872	1,198,668
State Aid Receivable	378,505	105,842			484,347
Federal Aid Receivable	3,430	1,682,557			1,685,987
Receivables from Other Governments	137,924				137,924
Interfund Receivable	1,182,597			365,510	1,548,107
Other Accounts Receivable	5,353	26,917			32,270
Total Assets	\$ 7,600,730	\$ 1,815,316	\$ 13,972,943	\$ 412,382	\$ 23,801,371
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 443,042	\$ 164,120	\$	\$	\$ 607,162
Payroll Deductions Payable	23,071				23,071
Interfund Payable		1,068,356	365,510	46,872	1,480,738
Unearned Revenue		469,074			469,074
Total Liabilities	466,113	1,701,550	365,510	46,872	2,580,045
Fund Balances:					
Restricted:					
Capital Reserve	1,740,492				1,740,492
Maintenance Reserve	743,268				743,268
Scholarships Awarded		127,301			127,301
Student Activities		227,757			227,757
Excess Surplus	1,644,242				1,644,242
Excess Surplus - Designated for Subsequent Year's Expenditures	1,748,204				1,748,204
Assigned:					
Year-End Encumbrances	303,570		6,321,630		6,625,200
Designated for Subsequent Year's Expenditures	1,835,000				1,835,000
Unassigned, Reported In:					
General Fund (Deficit)	(880,159)	(241,292)	7,285,803		6,164,352
Debt Service Fund				365,510	365,510
Total Fund Balances	7,134,617	113,766	13,607,433	365,510	21,221,326
Total Liabilities and Fund Balances	\$ 7,600,730	\$ 1,815,316	\$ 13,972,943	\$ 412,382	

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 \$52,134,748 and the accumulated depreciation is \$35,927,008 (See Note 8).	\$ 16,207,740
Deferred Outflow of Resources - Pension Actuarial Gains	489,542
Deferred Inflows of Resources - Employer Pension	(645,239)
Long Term Net Pension Liability	(4,033,705)
Accrued interest is not payable within the current year and therefore, not reported in the funds.	(316,454)
Long-Term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 9).	(19,341,931)
Net Position of Governmental Activities (Deficit)	\$ 13,581,279

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

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local sources:					
Local Tax Levy	\$ 13,749,029	\$	\$	\$ 562,469	\$ 14,311,498
Tuition Charges - LEA's	296,770				296,770
Interest Earned	124,178		365,510		489,688
Miscellaneous	345,021	436,811			781,832
Total - Local Sources	14,514,998	436,811	365,510	562,469	15,879,788
State Sources	25,179,942	3,317,086		200,750	28,697,778
Federal Sources	3,479	2,523,700			2,527,179
Total Revenues	39,698,419	6,277,597	365,510	763,219	47,104,745
EXPENDITURES					
Current:					
Regular Instruction	7,561,383	3,957,230			11,518,613
Special Education Instruction	2,704,538				2,704,538
Other Special Instruction	59,315				59,315
Other Instruction	526,365				526,365
Support Services:					
Tuition	509,951				509,951
Student & Instruction Related Services	4,065,004	1,402,509			5,467,513
General Administrative Services	540,987				540,987
School Administrative Services	987,221				987,221
Central Services and Information Tech.	753,398				753,398
Plant Operations and Maintenance	3,459,677				3,459,677
Pupil Transportation	2,610,666				2,610,666
Employee Benefits	12,577,535	530,189			13,107,724
Debt Service:					
Principal				735,000	735,000
Interest and Other Charges				28,219	28,219
Capital Outlay	1,031,868	563,913	1,043,567		2,639,348
Total Expenditures	37,387,908	6,453,841	1,043,567	763,219	45,648,535
Excess (Deficiency) of Revenues over Expenditures	2,310,511	(176,244)	(678,057)		1,456,210
OTHER FINANCING SOURCES (USES)					
Transfer to Charter School	(375,832)				(375,832)
Proceeds from Lease Purchase	657,000				657,000
Proceeds from Serial Bonds			14,650,000		14,650,000
Bond Premium			1,000		1,000
Transfer of Interest Earned			(365,510)	365,510	
Transfer to Preschool Program	(187,673)	187,673			
Total Other Financing Sources and Uses	93,495	187,673	14,285,490	365,510	14,932,168
Net Change in Fund Balances	2,404,006	11,429	13,607,433	365,510	16,388,378
Fund Balance—July 1	4,730,611	102,337			4,832,948
Fund Balance—June 30	\$ 7,134,617	\$ 113,766	\$ 13,607,433	\$ 365,510	\$ 21,221,326

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

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

Total Net Change in Fund Balances - Governmental Funds (from B-2) **\$ 16,388,378**

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.

	Depreciation Expense \$	(1,657,470)	
	Capital Lease Principal paid in Operating Budget	467,057	
	Capital Outlays	2,586,088	
		1,395,675	

Pension contributions are reported in governmental funds as expenditures. However, in the statement of activities, the contributions are adjusted for actuarial valuation adjustments, including service and interest costs, administrative costs, investment returns, and experience/assumption. This is the amount by which net pension liability and differed inflows/outflows related to pension changed during the period. 705,849

Proceeds from a capital lease are considered a financing source in the governmental funds. They are not, however, a revenue in the Statement of Activities, whereby issuing debt increases long-term liabilities in the Statement of Net Position. (657,000)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position and is not reported in the Statement of Activities. 735,000

Increase in Compensated Absences is not considered an expense in the fund statements. (98,860)

In the Statement of Activities, interest on long-term debt is accrued, regardless of when it is due. In the governmental funds, interest is charged when payment is due. (259,727)

Proceeds from debt issues are reflected as an other funding source in the Governmental Funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the district-wide statements (14,650,000)

Repayment of right-to-use lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. 63,197

Change in Net Position of Governmental Activities (See A-2) **\$ 3,622,512**

PROPRIETARY FUNDS

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

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Food Service	SACC Program	Totals	
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 480,363	\$ 53,801	\$ 534,164	\$ 2,100,608
Accounts Receivable	114,694	4,850	119,544	42,528
Interfund Receivable				
Inventories	56,796		56,796	
Total Current Assets	651,853	58,651	710,504	2,143,136
Noncurrent Assets:				
Furniture, Machinery & Equipment	517,012		517,012	
Less Accumulated Depreciation	(296,843)		(296,843)	
Total Noncurrent Assets	220,169		220,169	
Total Assets	872,022	58,651	930,673	2,143,136
LIABILITIES				
Current Liabilities:				
Accounts Payable	260,735		260,735	675
Interfund Payable	67,369		67,369	
Unearned Revenue	21,073		21,073	2,142,461
Total Liabilities	349,177		349,177	2,143,136
NET POSITION				
Invested in Capital Assets Net of Related Debt	220,169		220,169	
Assigned to:				
Encumbrances				
Unrestricted	302,676	58,651	361,327	
Total Net Position	\$ 522,845	\$ 58,651	\$ 581,496	\$

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

	Business-type Activities - Enterprise Fund			Governmental Activities - Internal Service Fund
	Food Service	SACC Program	Total Enterprise	
Operating Revenues:				
Charges for Services:				
Daily Sales - Reimbursable Programs	\$ 276,680	\$	\$ 276,680	\$
Daily Sales - Non-reimbursable Programs	161,387		161,387	
Satellite Services				
Service Charges	9,739	215,930	225,669	1,049,831
Total Operating Revenues	447,806	215,930	663,736	1,049,831
Operating Expenses:				
Cost of Sales - Non-Reimbursable Programs	28,069		28,069	
Cost of Sales - Program (reimbursable) Meals	353,864		353,864	
Purchased Services (Including Fixed Price Contract)	84,678		84,678	
Salaries	339,674	179,009	518,683	584,144
Employee Benefits	105,549	13,694	119,243	2,454
Purchased Professional/ Technical Services				4,004
Other Purchased Services		7,019	7,019	33,482
Management Fee	50,481		50,481	
Supplies and Materials	4,254	8,188	12,442	17,639
Miscellaneous Other Costs	48,281		48,281	1,340
Depreciation	21,239		21,239	
Total Operating Expenses	1,036,089	207,910	1,243,999	643,063
Operating Income (loss)	(588,283)	8,020	(580,263)	406,768
Non-operating Revenues (Expenses):				
State Sources:				
State School Lunch Program	15,799		15,799	
State School Breakfast Program	3,622		3,622	
Summer-EBT Administrative Cost	321		321	
Federal Sources:				
National School Lunch Program	262,849		262,849	
National School Breakfast Program	88,322		88,322	
Summer-EBT Administrative Cost	322		322	
Supply Chain Assistance Funding	45,725		45,725	
School Equipment Grant	20,000		20,000	
Food Distribution Program	84,678		84,678	
Transfer to Unearned Revenue				(406,768)
Interest and Miscellaneous Items	8,783	1,159	9,942	
Total Non-operating Revenues (Expenses)	530,421	1,159	531,580	(406,768)
Income (Loss) before Contributions & Transfers	(57,862)	9,179	(48,683)	
Change in Net Position	(57,862)	9,179	(48,683)	
Total Net Position—Beginning	580,707	49,472	630,179	
Total Net Position—Ending	\$ 522,845	\$ 58,651	\$ 581,496	\$

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

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

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Food Service	SACC Program	Total Enterprise	
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$ 447,806	\$ 215,930	\$ 663,736	\$ 1,399,893
Payments to employees	(339,674)	(179,009)	(518,683)	(584,144)
Payments for employee benefits	(105,549)	(13,694)	(119,243)	(2,454)
Payments to suppliers	(384,784)	(14,818)	(399,602)	(55,897)
Net cash provided by (used for) operating activities	(382,201)	8,409	(373,792)	757,398
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
State Sources	19,742		19,742	
Federal Sources	417,218		417,218	
Interfund	(20,000)		(20,000)	
Transfer to Unearned Revenue				(406,768)
Net cash provided by (used for) non-capital financing activities	416,960		416,960	(406,768)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchases of capital assets	(25,879)		(25,879)	
Net cash provided by (used for) capital and related financing activities	(25,879)		(25,879)	
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest and dividends	8,783	1,159	9,942	
Proceeds from sale/maturities of investments				
Net cash provided by (used for) investing activities	8,783	1,159	9,942	
Net increase (decrease) in cash and cash equivalents	17,663	9,568	27,231	350,630
Balances—beginning of year	462,700	44,233	506,933	1,749,978
Balances—end of year	\$ 480,363	\$ 53,801	\$ 534,164	\$ 2,100,608
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$ (588,283)	\$ 8,020	\$ (580,263)	\$ 406,768
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation	21,239		21,239	
Federal commodities	84,678		84,678	
(Increase) decrease in accounts receivable, net	(43,020)	389	(42,631)	(14,898)
(Increase) decrease in interfund receivable	(53,853)			107
(Increase) decrease in inventories	-			
Increase (decrease) in accounts payable	63,559		63,559	568
Increase (decrease) in unearned revenue	134,749		134,749	364,853
Increase (decrease) in interfunds payable	(1,270)			
Total adjustments	206,082	389	206,471	350,630
Net cash provided by (used for) operating activities	\$ (382,201)	\$ 8,409	\$ (373,792)	\$ 757,398

Noncash Investing, Capital, and Financing Activities:

During the year, the District received \$56,585 of food commodities from the U.S. Department of Agriculture

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

NOTE 1. DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

Pittsburgh Township School District (District) is organized under the Constitution of the State of New Jersey. The District operates under a locally elected Board form of government consisting of nine members elected to three-year terms, which are staggered. The District provides educational services as authorized by state and federal guidelines.

The District serves an area of sixty-five square miles. It is located in Salem County and provides education for all of Pittsburgh Township's grades K through 12. The District currently operates four instructional buildings, an administrative building, and a special services building.

A. Reporting Entity:

The Pittsburgh Township School District is a Type II district located in the County of Salem, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The board is comprised of nine members elected to three-year terms and one sending district member appointed annually. The purpose of the district is to educate students in grades K-12. The School District had an approximate enrollment at June 30, 2024 of 1,661 students.

The primary criterion for including activities within the District's reporting entity, per Sec. 2100 of GASB Codification of Governmental Accounting and Financial Reporting Standards, is whether:

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

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

New Accounting Standards:

The School District has adopted the following GASB statements:

- GASB Statement No. 99 - *Omnibus 2022*: The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective for fiscal years beginning after June 15, 2023. The adoption of GASB 99 impacted the financial statements of the School District.
- GASB Statement No. 100 - *Accounting Changes and Error Corrections, an amendment of GASB Statement No. 62*: The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023. The adoption of GASB 100 impacted the financial statements of the School District.

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

A. Basis of Presentation (Cont'd):

Accounting standards that the District is currently reviewing for applicability and potential impact on the financial statements include:

- GASB Statement No. 101 - *Compensated Absences*: 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. Management is evaluating the potential impact of the adoption of GASB 101 on the School District's financial statements.
- GASB Statement No. 102 - *Certain Risk Disclosures*: This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. Management is evaluating the potential impact of the adoption of GASB 101 on the School District's financial statements.
- GASB Statement No. 103 - *Financial Reporting Model Improvements*: This Statement requires that the information presented in MD&A be limited to the related topics discussed in five sections: (1) Overview of the Financial Statements, (2) Financial Summary, (3) Detailed Analyses, (4) Significant Capital Asset and Long-Term Financing Activity, and (5) Currently Known Facts, Decisions, or Conditions. Management is evaluating the potential impact of the adoption of GASB 101 on the School District's financial statements.

The District's basic financial statements consist of District-wide statements, including a statement of Net Position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information. Basic financial statements prepared using full-accrual accounting for all of the District's activities.

The basic financial statements also include a Management's Discussion and Analysis (MD&A) providing an analysis of the District's over-all financial position and results of operations.

District-wide Statements: The statement of Net Position and the statements of activities display information about the financial activities of the overall district, except for fiduciary activities.

Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the *governmental* and *business-type activities* of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of Net Position presents the financial condition of the governmental and business-type activities of the District at the fiscal year end while the statement of activities presents a comparison between direct expenses and program revenues for each different business-type activity of the District and for each function of the District's governmental activities.

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

A. Basis of Presentation (Cont'd):

- Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expenses—expenses of the District related to the administration and support of the District's programs, such as personnel and accounting—are not allocated to programs.
- Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes and state formula aid, are presented as general revenues.

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

B. Fund Accounting:

The accounts of the District are maintained in accordance with the principles of fund accounting to ensure observance of limitations and restrictions on the resources available. The principles of fund accounting require that resources be classified for accounting and reporting purposes into funds in accordance with activities or objectives specified for the resources. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

GOVERNMENTAL FUND TYPE

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

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

As required by the New Jersey State Department of Education, the District includes budgeted Capital Outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by board resolution.

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

B. Fund Accounting (Cont'd):

As a result of implementing GASB Statement No. 84, Fiduciary Activities, amounts maintained for unemployment claims and payroll withholdings for employee salary deductions are included in the general fund. Amounts maintained for unemployment claims are used to account for the portion of employee deductions for unemployment compensation required to be deposited and accumulated for future unemployment claims under the Benefit Reimbursement Method.

The general fund statement of revenue reflects the last state aid payment of the prior year, which was received in July 2023 as revenue, but omits the last state aid payment of the current 2023-24 year received in July 2024

Special Revenue Fund - The Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Government, (other than major capital projects, Debt Service or the Enterprise Funds) and local appropriations that are legally restricted to expenditures for specified purposes.

As a result of implementing GASB Statement No. 84, Fiduciary Activities, amounts maintained for student activities and private purpose scholarships are included in the special revenue fund. The amounts are considered to be restricted and available to use for specific expenditures. Amounts maintained for student activities are derived from athletic events or other activities of pupil organizations and accumulated for payment of student group activities

Capital Projects Fund - The Capital Projects Fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

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

PROPRIETARY FUND TYPE

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

Enterprise (Food Service and SACC) Funds - The Enterprise Funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises -- where the intent of the District is that the costs (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges; or, where the District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The District's Enterprise Fund is comprised of the Food Service Fund and the School Age Child Care Program.

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

B. Fund Accounting (Cont'd):

All proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities, whether current or noncurrent, associated with their activity are included on their balance sheets. Their reported fund equity (net total assets) is segregated into contributed capital and unreserved retained earnings, if applicable. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

Depreciation of all exhaustive fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Food Service Fund:	
Equipment	12-20 Years

During the year the Food Service switched from a per cost center meal pricing to a fixed vended meal pricing through the Food Service Management Company.

Internal Service Fund - The Internal Service Fund has been established to account for various services provided by the Pittsgrove Township School District for use by various other districts within and outside of the County of Salem, as well as for the Pittsgrove Township School District itself. Services are generally provided on a cost-reimbursement basis.

The district implemented the use of internal service funds for the following:

- Business Services
- Internet Access
- Transportation Jointures
- Joint paper purchasing for other school districts
- Art Academy
- Transportation Maintenance Services
- Custodial Services

FIDUCIARY FUND TYPE

Fiduciary Funds include Expendable Trust, Nonexpendable Trust and Agency Funds. The measurement focus of the Expendable Trust Funds is the same as for governmental funds. The measurement focus of the Nonexpendable Trust Funds is similar to Proprietary Funds. Agency Funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations. The following is a description of the Fiduciary Funds of the School District:

Expendable Trust Fund - An Expendable Trust Fund is accounted for in essentially the same manner as the governmental fund types, using the same measurement focus and basis of accounting. Expendable Trust Funds account for assets where both the principal and interest may be spent. Expendable Trust Funds include the Unemployment Compensation Insurance fund.

Nonexpendable Trust Fund - A Nonexpendable Trust Fund is used to account for assets held under the terms of a formal trust agreement, whereby the District is under obligation to maintain the trust principal. The District maintains a Scholarship Fund as a Nonexpendable Trust Fund.

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

C. Basis of Accounting and Measurement Focus:

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements.

In its accounting and financial reporting, the District follows the pronouncements of the Governmental Accounting Standards Board (GASB) and the pronouncements of the Financial Accounting Standards Board (FASB) and its predecessor organizations issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements. The District's proprietary funds have elected not to apply the standards issued by FASB after November 30, 1989. The accrual basis of accounting is used for measuring financial position and operating results of proprietary fund types and nonexpendable trust funds. Under this method, revenues are recognized in the accounting period in which they are earned and expenses are recognized when they are incurred.

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. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, early retirement, arbitrage rebates, and postemployment healthcare benefits, are recorded only when payment is due.

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds, which are submitted to the county office. In accordance with P.L. 2011, c. 202, the School District passed a resolution to move the school board election to the first Tuesday after the first Monday in November, starting in November of 2012 and to be held simultaneously with the general election.

As a result, a vote is not required on the School District's general fund tax levy for the budget year, other than the general fund tax levy required to support a proposal for additional funds, if any. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23A-16.2 (f) 1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23A-13.3. The Board of Education did not make any material supplemental budgetary appropriations during the fiscal year. The accounting records of the special revenue fund are maintained on the grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

E. Encumbrances:

The following presents a reconciliation of the special revenue funds from the budgetary basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General, Special Revenues and Debt Service Funds to the GAAP basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances – All Governmental Fund Types. Note that the district does not report encumbrances outstanding at year end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the last state aid payment. .

Under encumbrance accounting purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. Open encumbrances in governmental funds, other than the special revenue fund, are reported as reservations of fund balances at fiscal yearend as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services. Open encumbrances in the special revenue fund, for which the District has received advances, are reflected in the balance sheet as unearned revenues at fiscal year-end. The encumbered appropriation authority carries over into the next fiscal year. An entry will be made at the beginning of the next fiscal year to increase the appropriation reflected in the certified budget by the outstanding encumbrance amount as of the current fiscal year end.

F. Tuition Receivable:

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

G. Tuition Payable:

Tuition charges for the fiscal years 2023-2024, 2022-2023, and 2021-2022 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

H. Inventories and Prepaid Expenses:

Inventories and prepaid expenses, which benefit future periods, other than those recorded in the Enterprise Fund are recorded as expenditure during the year of purchase. On district-wide financial statements and in the Enterprise Fund inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. Prepaid expenses in the Enterprise Fund represent payments made to vendors for services that will benefit periods beyond June 30, 2024.

I. Short -Term Interfund Receivables/Payables:

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

J. Assets, Liabilities and Equity:

Transactions

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.

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

J. Assets, Liabilities and Equity (Cont'd):

Inventories

On District-wide financial statements and in the enterprise fund inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method and is expended when used. Of the \$3,288 in inventory reflected as of June 30, 2023, Federal Commodity Food represents \$1,700, purchased food was \$893 and Supplies was \$695. Per agreement with the management Service Company, supply and purchased food inventory is owned by the management company. Supply and purchased food consumed by the District is billed to the District in the period consumed. Prepaid expenses in the Enterprise Fund represent payments made to vendors for services that will benefit periods beyond June 30, 2023.

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1986, as revised) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements.

Capital Assets - The District is establishing a formal system of accounting for its capital assets. Capital assets acquired or constructed during the year are recorded at actual cost. Donated fixed assets are valued at their estimated fair market value on the date received. Capital assets acquired or constructed prior to June 30, 2003 are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Capital assets are reflected as expenditures in the applicable governmental funds. The cost of normal repairs and maintenance that do not add to the value of the asset or materially extend assets lives are not capitalized.

Capital assets are depreciated in the District-wide financial statements using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	50
Building improvements & portable classroom	20 -50
Land improvements	20
Furniture	20
Maintenance equipment	15
Musical instruments	10
Athletic equipment	10
Audio visual equipment	10
Office equipment	5 – 10
Computer equipment	5 – 10

K. Compensated Absences:

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

In governmental and similar trust funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as expenditure and fund liability in the fund that will pay for the compensated absences. The remainder of the compensated absences liability is reported in the Long-Term Debt. In proprietary and similar trust funds, compensated absences are recorded as an expense and liability of the fund that will pay for them.

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

L. Unearned Revenue:

Unearned Revenue in the special revenue fund represents cash that has been received but not yet earned.

M. Bond and Lease Acquisition Costs:

As part of any long-term bond or lease agreement, providing for the use of school buildings, payments constituting professional lease acquisition and other related professional fees will be expensed when incurred in accordance with GASB Statement No. 65.

N. Operating Revenues and Expenses:

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

O. Allocation of Indirect Expenses:

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses are allocated to functions but are reported separately in the Statement of Activities. Employee benefits, including the employer's share of social security, workers compensation, and medical and dental benefits, were allocated based on salaries of that program. Depreciation expense, where practicable, is specifically identified by function and is included in the indirect expense column of the Statement of Activities. Depreciation expense that could not be attributed to a specific function is considered an indirect expense and is reported separately on the Statement of Activities. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

P. Extraordinary and Special Items:

Extraordinary items are transactions or events, unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of management and are either unusual in nature or infrequent in occurrence. Neither of these types of transactions occurred during the fiscal year.

Q. Accrued Liabilities and Long-term Obligations:

All payables, accrued liabilities, and long-term obligations are reported on the District-wide financial statements. Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund.

R. Fund Equity:

Contributed capital represents the amount of fund capital contributed to the proprietary funds from other funds. Reserves represent those portions of fund equity not available for appropriation for expenditure or legally segregated for a specific future use. Designated fund balances represent plans for future use of financial resources.

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

S. Comparative Data/Reclassifications:

Comparative total data for the prior year have been presented in selected sections of the accompanying financial statements in order to provide an understanding of the changes in the District's financial position and operations. Also, certain immaterial amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

T. Management Estimates:

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

U. Net position

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

- Net investment in capital assets - This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for the acquisition, construction, or improvement of those assets.
- Restricted - Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by credits, grantors, or laws or regulations of their governments.
- Unrestricted - Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

The school district applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

V. Fund balances - Governmental Funds

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

- Non-spendable - includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.
- Restricted - includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation.
- Committed - includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District's highest level of decision-making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Education.
- Assigned - includes amounts that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the District's policy, amounts may be assigned by the Business Administrator.

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

V. Fund balances - Governmental Funds (Cont'd)

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

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

W. Fund Balance Reserves:

The School District reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available expendable resources and, therefore, are not available for appropriation or expenditure. Unreserved fund balance indicates that portion which is available for appropriation in future periods. A fund balance reserve has been established for encumbrances.

X. Revenues – Exchange and Non-exchange Transactions:

Revenue is resulting from exchange transactions, in which each party gives and receives essentially equal value, and is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the fiscal year in which resources are measurable and become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means within sixty days of the fiscal year end. Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, income taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from income taxes is recognized in the period in which the income is earned.

Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or for the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized. Under the modified accrual basis, the following revenue sources are considered both measurable and available at fiscal year-end: property taxes available as an advance, interest, and tuition.

Y. Tax assessments and property taxes:

Property valuations (assessments) are determined on true values as arrived at by a cost approach, market data approach and capitalization of net income where appropriate. Current assessments are the results of new assessments on a like basis with established comparable properties for newly assessed or purchased properties. This method assures equitable treatment to like property owners.

Upon the filing of certified adopted budgets by the municipality, the municipality's local school districts, and the County, the tax rate is struck by the County Board of Taxation based on the certified amounts in each of the taxing districts for collection to fund the budgets. The statutory provision for the assessment of property, levying of taxes and the collection thereof are set forth in N.J.S.A. 54:4 et seq. Special taxing districts are permitted in New Jersey for various special services rendered to the properties located within the special districts.

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Y. Tax assessments and property taxes (Cont'd):

Tax bills are mailed annually in June. The taxes are due August 1 and November 1 respectively, and are adjusted to reflect the current fiscal year's total tax liability. The preliminary taxes due February 1 and May 1 of the succeeding fiscal year are based upon one-half of the current year's total tax.

School taxes are guaranteed, as to amount of collection, by the municipality (the collection agency) and are transmitted to the school district in accordance with the Schedule of Tax Installments as certified by the school district's Board of Education on an annual basis.

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and cash equivalents include petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest.

Investments are stated at cost, or amortized cost, which approximates market. The Board classifies U.S. Treasury with Agency obligations and 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 stated at cost. All other investments are stated at fair value.

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

- a. Bonds or 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 for Cooperatives, which have a maturity date no greater than twelve months from the date of purchase.
- c. Bonds of other obligations of the School District.

School Districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund. As of June 30, 2023, the District had \$4,585,518 on deposit with the New Jersey Cash Management.

Deposits:

N.J.S.A. 17:9-41, et seq. establish requirements for the security of deposit of governmental units.

The statutes require that school districts deposit public funds in public depositories secured in accordance with the Governmental Unit Deposit Protection Act, which is a multiple financial institution collateral pool enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution located in New Jersey, which are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories.

Public depositories include State or Federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured.

All public depositories must pledge collateral, having market value at least equal to 5% of the average daily balance of collected public funds on deposit, 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 Governmental Units.

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

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONT'D)

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 School District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the Governmental Unit Deposit Protection Act and approves a list of authorized depository institutions based on an evaluation of solicited responses and presentation of GUDPA certifications provided by the financial institutions.

Custodial Credit Risk – As of June 30, 2024, cash and cash equivalents in the fund financial statements of the District consisted of the following:

Unrestricted cash		
Governmental funds, Balance Sheet	B-1	\$16,230,308
Enterprise funds, Statement of Net Position	B-4	534,164
Internal service funds, Statement of Net Position	B-4	2,100,608
Restricted cash		
Governmental funds, Balance Sheet	B-1	<u>2,483,760</u>
Total cash		<u>\$21,348,840</u>

Custodial credit risk is the risk that, in the event of a bank failure, the School District's deposits may not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 t seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA).

GUDPA is a supplemental insurance program set forth by the New Jersey Legislature to protect the deposits of local government agencies. The program is administered by the Commissioner of the NJ Department of Banking and Insurance. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC.

Funds owned by the School District in excess of FDIC insured amounts are protected by GUDPA. The District does not place a limit on the amount that may be invested in any one issuer. As of June 30, 2023, the District's bank balance of \$23,745,023 was insured or collateralized as follows:

Insured	\$	750,000
Uninsured and collateralized under GUDPA		
by pledging financial institutions		<u>22,995,023</u>
	\$	<u>23,745,023</u>

Interest Rate Risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment.

Credit Risk - Credit risk is the risk that an issuer of an investment will not fulfill its obligations. The District does not have a policy that restricts investment choices beyond Title 18A:20-37.

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

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONT'D)

New Jersey Cash Management Fund – During the fiscal year, the School District participated in the New Jersey Cash Management Fund. The Fund is governed by regulations of the State Investment Council, who prescribe standards designed to insure the quality of investments in order to minimize risk to the Funds participants. Deposits with the New Jersey Cash Management Fund are not subject to custodial credit risk as defined above. At June 30, 2023, the District had \$4,585,518 on deposit with the New Jersey Cash Management Fund.

NOTE 4. CAPITAL RESERVE ACCOUNT

Capital reserve accounts may be established by New Jersey school districts for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. A capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget. Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or un-expended line-item appropriation amounts, or both. A district may also appropriate additional amounts when the express approval of 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 cost of uncompleted capital projects in its approved LRFP.

Districts are also permitted, as per N.J.S.A. 18A:7F-41(a) and 41(b) to deposit into the legal reserves by Board Resolution during the month of June for any unanticipated revenue and/or unexpended line-item appropriation amounts. Pursuant to this state statute, the District deposited additional funds of \$153,145 into their Capital Reserve Account by Board Resolution in June 2024, along with \$33,637 in interest earnings.

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	\$	1,681,855
Added by Resolution		1,860,000
Interest Earnings		33,637
Ending Balance June 30, 2024	\$	<u>3,575,492</u>

The June 30, 2024 balance in the Capital Reserve Account is within the \$16,302,000 maximum balance per the districts' LRFP. There was no withdrawal from the account during the school year ended June 30, 2024.

In the 2024-25 year, \$775,000 was transferred to Debt Service and \$1,060,000 was transferred into Capital Projects.

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

NOTE 5. TAX ABATEMENT

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because NJSA 54:4-75 and NJSA 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 NJSA 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.

NOTE 6. MAINTENANCE RESERVE

New Jersey Statute 18A:7G-9 permits school districts to accumulate funds for the required maintenance of a facility in accordance with EFCFA. The balance may only be increased through an appropriation in the annual general fund budget certified for taxes. Upon completion of a school facilities projects, districts are required to submit a plan for maintenance of that facility.

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	\$ 728,695
Add:	
Interest	14,573
Added	
Ending Balance June 30, 2024	<u>\$ 743,268</u>

Districts are also permitted, as per N.J.S.A. 18A:7F-41(a) and 41(b) to deposit into the legal reserves by Board Resolution during the month of June for any unanticipated revenue and/or unexpended line-item appropriation amounts. Pursuant to this state statute, the District did not deposit any additional funds into their Maintenance Reserve Account by Board Resolution in June 2024. The maximum allowed by statute is \$1,707,552.

NOTE 7. INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at June 30, 2024

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 1,182,597	
Special Revenue Fund		1,068,356
Capital Projects Fund		365,510
Debt Service	365,510	46,872
Enterprise Fund		67,369
Total	<u>\$ 1,548,107</u>	<u>\$ 1,548,107</u>

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

NOTE 8. CAPITAL ASSETS

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

	Balance 7/1/2023	Additions	Deletions	Balance 6/30/2024
Governmental activities:				
Capital Assets That Are Not Being Depreciated:				
Land	\$ 196,431	\$	\$	\$ 196,431
Work in Progress	119,000		(119,000)	
	<u>315,431</u>		<u>(119,000)</u>	<u>196,431</u>
Total capital assets not being depreciated				
Capital Assets Being Depreciated and Amortized				
Land improvements	2,996,267	62,005		3,058,272
Building and building improvements	33,231,842	1,813,320		35,045,162
Buses	4,437,998	657,000		5,094,998
Furniture and equipment	8,236,355	172,763		8,409,118
Right-to-Use Lease Assets	883,416		(552,649)	330,767
	<u>49,785,878</u>	<u>2,705,088</u>	<u>(552,649)</u>	<u>51,938,317</u>
Totals at historical cost				
Less accumulated depreciation and Amortization				
Land improvements	(2,252,104)	(63,331)		(2,315,435)
Building and improvements	(20,918,701)	(1,137,343)		(22,056,044)
Buses	(3,492,944)	(269,204)		(3,762,148)
Furniture and Equipment	(7,572,712)	(121,439)		(7,694,151)
Right-to-Use Lease Assets	(585,726)	(66,153)	552,649	(99,230)
	<u>(34,822,187)</u>	<u>(1,657,470)</u>	<u>552,649</u>	<u>(35,927,008)</u>
Total accumulated depreciation and Amortization				
Total capital assets being depreciated and amortized, net of accumulated depreciation and amortization	<u>14,963,691</u>	<u>1,047,618</u>		<u>16,011,309</u>
Government activities capital assets, net	<u>\$ 15,279,122</u>	<u>\$ 1,047,618</u>	<u>\$ (119,000)</u>	<u>\$ 16,207,740</u>
	To A-1			To A-1
Business-type activities:				
Capital assets being depreciated:				
Equipment	\$ 471,133	\$ 45,879	\$	\$ 517,012
Less accumulated depreciation for :				
Equipment	(275,604)	(21,239)		(296,843)
	<u>195,529</u>	<u>24,640</u>	<u>\$</u>	<u>220,169</u>
Business-type activities capital assets, net				

* Depreciation expense was charged to governmental functions as follows:

Instructional	\$ 28,254
Administration	11,080
Unallocated Depreciation	1,618,136
	<u>1,657,470</u>
Total depreciation expense	<u>\$ 1,657,470</u>

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

NOTE 9. LONG-TERM OBLIGATIONS

Long-term obligation activity for the year ended June 30, 2024 was as follows:

	Beginning Balance 7/1/23	Additions	Reductions	Ending Balance 6/30/24	Amounts	
					Due within One Year	Long-term Portion
Governmental Activities:						
Bonds payable:						
General obligation debt	\$ 1,485,000	\$ 14,650,000	\$ (735,000)	\$ 15,400,000	\$ 405,000	\$ 14,995,000
Total Bonds Payable	1,485,000	14,650,000	(735,000)	15,400,000	405,000	14,995,000
Other Liabilities:						
Obligations under capital lease	2,705,813	657,000	(467,057)	2,895,756	405,106	2,490,650
Compensated absences payable	702,058	98,860		800,918	40,707	760,211
Net Pension Liability	4,338,923		(305,218)	4,033,705		4,033,705
Right-to-Use Lease Liability	308,454		(63,197)	245,257	66,692	178,565
Total Other Liabilities	8,055,248	755,860	(835,472)	7,975,636	512,505	7,463,131
Business-Type Activities:						
Compensated absences payable	\$	\$	\$	\$	\$	\$
Total Long-term Obligations	\$ 9,540,248	\$ 15,405,860	\$ (1,570,472)	\$ 23,375,636	\$ 917,505	\$ 22,458,131

Payments on the general obligation bonds are made in the debt service fund from property taxes and state aid. The other long-term debts are paid in the current expenditures budget of the District's general fund.

A. Bonds Payable

General Obligation Bonds - General obligation school building bonds payable at June 30, 2024, with their outstanding balances are comprised of the following individual issues:

\$1,805,000 - 2013 refunding school bonds, interest at 3.00% due in annual installments ending on March 1, 2025. \$ 240,000

\$2,580,000 - 2020 refunding school bonds, interest at 1.383%, due in annual installments ending January 15, 2027 510,000

\$14,650,000 - 2024 Serial Bonds issued at 1% and 4% due in annual installments through August 15, 2043 14,650,000

Total \$15,400,000

As a K-12 District, the general obligation bonded debt of the District is limited by state law to 4% of the average equalized assessed values of the total taxable property in the District for the past three years. The legal debt limit at June 30, 2024 is \$15,018,809. General obligation debt at June 30, 2024 is \$15,400,000, including the new bond issue of 2023-2024 in the amount of \$14,650,000.

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

NOTE 9. LONG-TERM OBLIGATIONS (CONT'D)

B. Serial Bonds Payable - Principal and interest due on bonds outstanding is as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 1,205,000	\$ 565,208	\$ 1,770,208
2026	970,000	473,021	1,443,021
2027	975,000	462,610	1,437,610
2028	550,000	453,500	1,003,500
2029	575,000	447,875	1,022,875
2030	600,000	433,000	1,033,000
2031	625,000	408,500	1,033,500
2032	650,000	385,000	1,035,000
2033	675,000	356,500	1,031,500
2034	700,000	329,000	1,029,000
2035	725,000	300,500	1,025,500
2036	750,000	271,000	1,021,000
2037	800,000	240,000	1,040,000
2038	800,000	208,000	1,008,000
2039	800,000	176,000	976,000
2040	800,000	144,000	944,000
2041	800,000	112,000	912,000
2042	800,000	80,000	880,000
2043	800,000	48,000	848,000
2044	800,000	16,000	816,000
	<u>\$ 15,400,000</u>	<u>5,909,714</u>	<u>\$ 21,309,714</u>

C. Capital Leases - The District is leasing Buses, Computers, Kitchen Renovations, Smartboards, a Truck, an Energy Retrofit, a New Roof, a Tractor with a Loader and various other items under capital leases. The district issued \$657,000 in a new capital lease during the 2023-24 school-year for four School Buses. In accordance with GASB Statement No. 65, the associated debt issue costs were expensed on the Statement of Activities. The following is a schedule of the future minimum lease payments for capital leases at June 30, 2024:

Year ending June 30,	Principal	Interest	Total
2025	\$ 405,106	\$ 98,714	\$ 503,820
2026	349,179	85,570	434,749
2027	317,502	73,482	390,984
2028	254,679	61,478	316,157
2029	125,580	51,787	177,367
2030	133,689	47,642	181,331
2031	142,155	43,231	185,386
2032	150,992	38,540	189,532
2033	160,213	33,557	193,770
2034	102,027	28,270	130,297
2035	108,335	24,903	133,238
2036	114,917	21,328	136,245
2037	121,787	17,536	139,323
2038	128,952	13,517	142,469
2039	136,425	9,261	145,686
2040	144,218	4,759	148,977
	<u>\$ 2,895,756</u>	<u>\$ 653,575</u>	<u>\$ 3,549,331</u>

D. Bonds Authorized but Not Issued - As of June 30, 2024 the District had no authorized but not issued bonds, except for indicated above.

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

NOTE 10. PENSION PLANS

Description of Plans - Eligible employees of the School District can be covered by Public Employees' Retirement System (PERS), Teachers' Pension and Annuity Fund (TPAF), or Defined Contribution Retirement Program (DCRP). PERS and TPAF are administered by the New Jersey Division of Pension and Benefits (NJDPB) and the DCRP is jointly administered by Prudential and NJDPB. The NJDPB issues publicly available financial reports that include financial statements and required supplementary information for the systems. These reports may be obtained online at <https://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

Public Employees' Retirement System

The PERS is a cost sharing multiple-employer defined benefit pension plan that was established in 1955. The PERS provides retirement, death and disability, and medical benefits to qualified members. The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A. All benefits vest after ten years of service, except for medical benefits that vest after 25 years of service or under the disability provisions of PERS.

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

The following represents the membership tiers for PERS:

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

Contributions - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. The PERS member total contribution rate as of July 1, 2023 was 7.5% of base salary. The District employees' contributions for the year ended June 30, 2024 were \$166,907. Employers in PERS are required to contribute at an actuarially determined rate which includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. The PERS employer rate due in 2024 is 17.11% of covered payroll. The District is billed annually for its normal contribution plus any accrued liability. These contributions were paid by the District and equal to the required contributions for each year. The District's contributions to PERS for the years ended June 30, 2024, and 2023, were \$372,206 and \$362,564 respectively.

The total payroll for the year ended June 30, 2024 was \$18,676,677. Payroll covered by PERS was \$2,224,919 for fiscal year 2024.

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

NOTE 10. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (Continued)

Components of Net Pension Liability - At June 30, 2024, the District's proportionate share of the PERS net pension liability was \$4,033,705. The net pension liability was measured as of June 30, 2023. The District's proportion of the net pension liability was based on the District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2023. The District's proportion measured as of June 30, 2023 was 0.027849% which was a decrease of 0.00090% from its proportion measured as of June 30, 2022.

Pension Expense and Deferred Outflows/Inflows of Resources - The District's 2024 PERS pension expense, with respect to GASB 68, was \$(324,001). The District's 2024 deferred outflows of resources and deferred inflows of resources were from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 38,567	\$ 16,488
Changes of assumptions	8,861	244,460
Net difference between projected and actual earnings on pension plan investments	18,576	
Changes in proportion	51,332	384,291
Contributions subsequent to the measurement date	372,206	
Total	\$ 489,542	\$ 645,239

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

Year	PERS
2024	\$ (353,435)
2025	(241,963)
2026	92,471
2027	(25,291)
2028	315
Thereafter	
Total	\$ (527,903)

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

NOTE 10. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (Continued)

Additional Information - Collective Balances at June 30, 2024 and 2023 are as follows:

Year		2024		2023
Collective deferred outflows of resources	\$	489,542	\$	655,124
Collective deferred inflows of resources	\$	645,239	\$	1,211,452
Collective Net Pension Liability	\$	4,033,705	\$	4,338,923
District's Proportion		0.027849%		0.028751%

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

	<u>PERS</u>
Investment Rate of Return	7.00%
Salary Increases:	
(Based on Years of Service):	2.75 – 6.55%
Inflation Rate – Price	2.75%
Inflation Rate – Wage	3.25%

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

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

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

NOTE 10. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (Continued)

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

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

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.

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

NOTE 10. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (Continued)

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

	1% Decrease (6.00%)	Current Discount (7.00%)	1% Increase (8.00%)
District's Proportionate Share of the Net Pension Liability	\$ 5,295,296	\$ 4,033,705	\$ 3,022,876

Teachers' Pension and Annuity Fund

The State of New Jersey Teachers' Pension and Annuity Fund (TPAF) is a cost sharing multiple-employer defined benefit pension plan with a special funding situation that was established in 1955. As under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

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

The following represents the membership tiers for TPAF:

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

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

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

NOTE 10. PENSION PLANS (CONTINUED)

Teachers' Pension and Annuity Fund (Continued)

Contributions - The contribution policy is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. The member contribution rate was 7.5% in as of July 1, 2023. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2023, the State's pension contribution was less than the actuarial determined amount. Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the District and all other related non-contributing employers. No normal or accrued liability contribution by the District has been required over several preceding fiscal years. These on-behalf contributions by the State of New Jersey are considered a special funding situation, under the definition of GASB 68, Accounting and Financial Reporting for Pensions. The District was not required to make any contributions to the pension plan during the fiscal year ended June 30, 2024 because of the 100% special funding situation with the State of New Jersey.

During the fiscal year ended June 30, 2024, the State of New Jersey contributed \$4,634,453 to the TPAF for pension contributions, \$1,261,329 for post-retirement benefits on behalf of the School, and \$1,929 for long-term disability. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$1,020,470 during the year ended June 30, 2024 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries.

Components of Net Pension Liability - At June 30, 2024, the District was not required to report a liability for its proportionate share of the net pension liability because of a 100% reduction for State of New Jersey pension support provided to the District.

Pension Expense - For the year ended June 30, 2024, the District recognized pension expense of \$1,370,419 and revenue of \$1,370,419 for support provided by the State.

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

	<u>TPAF</u>
Investment Rate of Return	7.00%
Salary Increases	
(Based on Years of Service):	2.75 – 4.25%
Inflation Rate – Price	2.75%
Inflation Rate – Wage	3.25%

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

NOTE 10. PENSION PLANS (CONTINUED)

Teachers' Pension and Annuity Fund (Continued)

Long-Term Expected Rate of Return - 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:

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

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.

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

NOTE 10. PENSION PLANS (CONTINUED)

Teachers' Pension and Annuity Fund (Continued)

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

	1% Decrease (6.00%)	Current Discount (7.00%)	1% Increase (8.00%)
State's Share of the Net Pension Liability associated with the District	\$ 65,877,584	\$ 55,782,728	\$ 47,436,105
State's Share of the Net Pension Liability	\$ <u>60,267,919,597</u>	\$ <u>51,109,961,824</u>	\$ <u>43,396,784,734</u>

Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program (DCRP) is a multiple-employer defined contribution pension fund that was established in 2007 under the provisions of N.J.S.A 43:15C-1. The DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and long-term disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et seq.

The following represents the individuals eligible for membership in the DCRP:

Eligibility
1. State or Local Officials who are elected or appointed on or after July 1, 2007
2. Employees enrolled in the PERS or TPAF on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits
3. Employees enrolled in the PFRS or SPRS after May 21, 2010, who earn salary in excess of established "maximum compensation" limits
4. Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually
5. Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually

Contributions – The contribution policy is set by N.J.S.A 43:15C-3 and requires contributions by active members and contributing employers. Plan members are required to contribute 5.5% of their base salary and the District's employer match is an additional 3% contribution. For the year ended June 30, 2024, employee contributions totaled \$40,784 and the District's employer contribution, recognized in pension expense, was \$22,246. There were no forfeitures during the fiscal year.

Pension Plan Fiduciary Net Position - Detailed information about each pension plan's fiduciary net position is available in the separately issued New Jersey Division of Pension and Benefits financial report. Information on where to obtain the report is indicated at the beginning of this note.

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

NOTE 11. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

General Information about the OPEB Plan

State Health Benefit State Retired Employees Plan Pension and Other Postemployment Benefits (OPEB) Obligations in Fiscal Year 2022 the State funded the various defined benefit pension systems at 108 percent of the full actuarially determined contributions. Employer contributions to the pension plans are calculated per the requirements of the governing State statutes using generally accepted actuarial procedures and practices. The actuarial funding method used to determine the State's contribution is a matter of State law. Any change to the funding method requires the approval of the State Legislature and the Governor. The amount the State actually contributes to the pension plans may differ from the actuarially determined contributions of the pension plans because the State's contribution to the pension plans is subject to the appropriation of the State Legislature and actions by the Governor. GASB Statement No. 68, Accounting and Financial Reporting for Pensions, requires participating employers to recognize their proportionate share of the collective net pension liability. Under the new statement, the calculation of the pension liability was changed to a more conservative methodology and each employer was allocated a proportional share of the pension plans' net pension liability. The State's share of the net pension liability, based on a measurement date of June 30, 2021, which is required to be recorded on the financial statements, is \$75.1 billion. The Fiscal Year 2023 projected aggregate State contribution to the pension plans of \$6.8 billion represents 104 percent of the actuarially determined contribution. The State provides post-retirement medical (PRM) benefits for certain State and other retired employees meeting the service credit eligibility requirements. In Fiscal Year 2022, the State paid PRM benefits for 161,238 State and local retirees. The State funds post-retirement medical benefits on a "pay-as-you-go" basis, which means that the State does not prefund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For Fiscal Year 2022, the State contributed \$1.9 billion to pay for "pay-as-you-go" PRM benefit costs incurred by covered populations, a slight increase from \$1.8 billion in Fiscal Year 2021. The State has appropriated \$2.1 billion in Fiscal Year 2023 as the State's contribution to fund increases in prescription drugs and medical claims costs. In accordance with the provisions of 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. This new standard supersedes the previously issued guidance, GASB Statement No. 45, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, effective for Fiscal Year 2018. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments. The Fiscal Year 2022 State OPEB liability to provide these benefits is \$88.9 billion, a decrease of \$12.7 billion, or 12.5 percent from the \$101.6 billion liability recorded in Fiscal Year 2021. Additional information on Pensions and OPEB can be accessed on the Division of Pensions & Benefits Financial Reports webpage: <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

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

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

NOTE 11. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

General Information about the OPEB Plan (Continued)

The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A 52:14-17.32f. According to N.J.S.A 52:14- 17.32f, the State provides employer-paid coverage to employees who retire from a board of education or county college with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen Retirement System (PFRS), or the Alternate Benefit Program (ABP). Pursuant to

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

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

Special Funding Situation

The participating local education employer allocations included in the supplemental Schedule of special funding amounts by employer are provided as each local education employer is required to record in their financial statements, as an expense and corresponding revenue, their respective amount of total OPEB expense attributable to the State of New Jersey under the special funding situation and to include their respective amount of total OPEB liability in their notes to their financial statements. The total OPEB liability and service cost for each employer was determined separately based on actual data for each employer's participants.

Total OPEB Liability

The State of New Jersey's total OPEB liability, as of the measurement date of June 30, 2023, was \$52,361,668,239. Of this amount, the total OPEB liability attributable to the School District was \$72,282,618. The State of New Jersey's proportionate share of the total OPEB liability is 100%, including the proportion attributable to the School District of 0.13804%. The total OPEB liability for the School District measured as of June 30, 2023 is zero as a result of the Special Funding Situation with the State of New Jersey. The School District's proportionate share of the total OPEB liability measured as of June 30, 2023 is 0.00%. Accordingly, the School District did not recognize any portion of the collective net OPEB liability on the Statement of Net Position.

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

NOTE 11. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

Total Nonemployer OPEB Liability

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

	TPAF/ABP	PERS	PFRS
Salary Increases:	2.75% to 4.25% based on years of service	2.75% to 6.55% based on years of service	3.25% to 16.25% based on years of service

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

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

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 6.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 14.8% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO, the trend is increasing to 17.4% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.5% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Discount rate

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

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

NOTE 11. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

Changes in the Total OPEB Liability

State of New Jersey	<u>Total OPEB Liability</u>
Balance as of June 30, 2022 Measurement Date	\$ 50,646,462,967
Changes for the year:	
Service Cost	2,136,235,476
Interest	1,844,113,951
Changes of Benefit Terms	0
Differences between Expected and Actual	(980,424,863)
Changes of Assumptions	105,539,463
Benefit Payments	(1,437,516,858)
Contributions from Members	47,258,104
Net Changes	1,715,205,273
Balance as of June 30, 2023 Measurement Date	\$ 52,361,668,240

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

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

<u>June 30, 2023</u>		
At 1.00% Decrease 2.65%	At Discount Rate 3.65%	At 1.00% Increase 4.65%
\$ 61,385,066,712	52,361,668,239	45,116,926,835

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

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

<u>June 30, 2023</u>		
1.00% Decrease	Healthcare Cost Trend Rate	1.00% Increase
\$ 43,468,257,358	52,361,668,239	63,998,719,320

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

NOTE 11. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

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

For the year ended June 30, 2024, the School District recognized OPEB expense of \$1,063,369. The School District reported deferred outflows of resources and deferred inflows of resources from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 10,546,241	\$ (19,038,522)
Changes of Assumptions	10,278,679	(19,947,418)
Net difference Between Projected and Actual Earnings on OPEB Plan Investments		
Changes in Proportion	6,224,331	(8,043,952)
Contributions Subsequent to the Measurement Date		
Total	\$ 27,049,251	\$ (47,029,892)

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

Measurement Period Ending June 30,	OPEB
2024	\$ 9,165,342
2025	9,165,342
2026	9,620,872
2027	10,989,295
2028	12,650,571
Thereafter	22,487,721
Total	\$ 74,079,143

NOTE 12. DEFERRED COMPENSATION

The Board offers its employees a choice of various deferred compensation plans created in accordance with Internal Revenue Code Section 403(b). The 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 during the year ended June 30, 2023 were:

Copeland
Lincoln
ING.

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

NOTE 13. COMPENSATED ABSENCES

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

School District employees who are employed for ten months are entitled to ten paid sick leave days per fiscal school year. School District employees who are employed for twelve month are entitled to twelve paid sick leave days per fiscal school year. Unused sick leave may be accumulated and carried forward to the subsequent years. School district employees are entitled to two personal days which may be carried forward to subsequent years. Vacation days not used during the year may be accumulated and carried forward by certain employees. Benefits paid in any future year will be calculated according to formulas outlined in the school districts' agreements with the various employee unions and included in the current year's budget. The liability for vested compensated absences is recorded within those funds as the benefits accrue to employees. As of June 30, 2024, the estimated liability for compensated absences in the Governmental Activities was \$800,918 of which \$40,707 is due within one year.

NOTE 14. TAX ANTICIPATION LOAN

As a result of the delay in the last two state aid revenue receipts a loan may be taken out in an amount needed for working capital and paid off in July of the subsequent year No loans were issued during the 2023-24 school-year.

NOTE 15. 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. The district has chosen to purchase insurance to transfer risk to outside parties.

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

New Jersey Unemployment Compensation Insurance - The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Percentage Method". Under this plan, the District is required to pay the New Jersey Unemployment Trust Fund based on a percentage of wages up to the statutory limit. The amount computed is payable on a quarterly basis.

The following is a summary of District contributions, employee contributions, payments to the State and the ending balance of the District's expendable trust fund for the current and prior years.

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2023-2024	\$ 67,811	\$ 62,408	\$ 130,219	\$ 0
2022-2023	0	111,541	111,541	0
2022-2022	0	97,094	97,094	0

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

NOTE 16. LITIGATION

The District is from time to time involved in claims and lawsuits incidental to its operations. Per confirmation by the District's legal counsel, there are no pending litigations, claims, assessments of contingent liability against the District.

NOTE 17. RECEIVABLES

Receivables at June 30, 2024 consisted of accounts (fees) and intergovernmental grants. All receivables are considered collectible in full due to the stable condition of State programs and the current fiscal year guarantee of federal funds.

Receivables as of year-end for the School District's individual major and fiduciary funds, in the aggregate, are as follows:

		General	Special	Debt	Enterprise	Internal
Receivables:		Fund	Revenue	Service	Funds	Service
			Fund	Fund		Fund
Governmental	\$	1,671,655	\$ 1,788,399	\$ 46,872	87,380	\$ 41,727
Other		5,353	26,917		32,164	801
Totals	\$	<u>1,677,008</u>	<u>\$ 1,815,316</u>	<u>\$ 46,872</u>	<u>119,544</u>	<u>\$ 42,528</u>

NOTE 18. FUND BALANCE APPROPRIATED

General Fund - Of the \$7,134,617 General Fund balance at June 30, 2024, \$303,570 is assigned for encumbrances; \$3,392,446 is restricted as excess surplus in accordance with N.J.S.A. 118A:7F-7, of which \$1,748,204 has been assigned, appropriated and included as anticipated revenue for the year ending June 30, 2024; \$3,575,492 has been restricted in the Capital Reserve Account, of which \$1,835,000 has been assigned, appropriated and included as anticipated revenue for the year ending June 30, 2025; \$743,268 has been restricted in the Maintenance Reserve Account; and the net result is a (\$880,159) in negative unassigned and unrestricted fund balance.

Debt Service Fund At June 30, 2024, there was no Debt Service fund balance.

NOTE 19. CALCULATION OF EXCESS SURPLUS

In accordance with N.J.S.A.18A:7F-7, as amended by P.L. 2005, c.73 (S1701), the designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to the N J School Funding Reform Act of 2008 (SFRA). New Jersey school districts are required to reserve General Fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2024 is \$3,392,446, of which \$1,748,204 was assigned for utilization in the 2024-2025 budget and \$1,644,242 will be utilized in the 2025-2026 budget.

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

NOTE 20. DEFICIT FUND BALANCES

The unassigned deficit in the General Fund and the Special Revenue Fund as of June 30, 2024 as reported in the fund statements (modified accrual basis). P.L. 2003, c.97 provides that in the event a state school aid payment is not made until the following school year, districts must record the last state aid payment as revenue, for budgeted purposes only, 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, expenditure, asset, liability) should be in symmetry i.e. if one government recognizes as asset, the other government recognizes a liability. Since the state is recording the last state aid payment in the subsequent fiscal year, the school district cannot recognize the last state aid payment on the GAAP financial statements until the year the state records the payable.

Due to the timing difference of recording the last state aid payment, the Special Revenue Fund does not alone indicate that the district is facing financial difficulties. Pursuant to *N.J.S.A. 18A:22-44.2* any negative unreserved, undesignated general fund balance that is reported as a direct result from a delay in the payment of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The District deficit in the GAAP General Fund statements of (\$598,235) is less than the last two state payments. The District deficit in the GAAP Special Revenue fund statement of (\$232,631) is equal to the last two state aid payments.

NOTE 21. OPERATING LEASES

The School is a lessee for various copiers. The District recognizes a lease liability – finance purchase and a capital asset or recognizes a lease liability – right to use and an intangible right-to use lease asset in the district-wide financial statements based on the criteria dictated in GASB Statement No. 87 – Leases.

At the commencement of a lease, the School determines based on the criteria dictated in GASB Statement No. 87 – Leases, if the lease is a finance purchase or a right to use lease liability. Then the School 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 liabilities are reported with the long-term obligations on the statement of net position.

A finance purchased asset is initially 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. The asset is depreciated on a straight-line basis over the life of the lease which is considered the asset's useful life. The asset is reported with the School capital assets as land, land improvements, buildings and improvements or furniture and equipment.

An intangible right-to use lease asset is initially measured as the initial amount of the lease liability adjusted for lease payments made at or before the lease commencement date. The intangible right-to use lease asset is amortized on a straight-line basis over the life of the lease. The intangible right-to use lease asset is reported with the School's capital assets in its own category called Right-to-Use Lease Assets.

Key estimates and judgements related to leases include how the School determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

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

NOTE 21. OPERATING LEASES (CONT'D)

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 is utilizing the treasury bill rate (corresponding to length of lease) in place at the date of implementation along with other risk factors to determine the discount interest rate for leases.

The School has elected to recognize payments for short-term leases with a lease term of 12 months or less as expenses as incurred, and these leases are not included as lease liabilities or right-to-use lease assets on the statements of net position.

The District has determined all of their copier lease agreements qualify as right-to-use assets. As of June 30, 2024, total future minimum lease payments under right-to-use lease agreements are as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2025	\$ 74,571
2026	74,571
2027	74,571
2028	37,285
Total	<u>\$ 260,998</u>

NOTE 22. SUBSEQUENT EVENTS

There were no other events noted, between the year-end and December 10, 2024, the date of the audit report, requiring disclosure.

End of Notes to Financial Statements

REQUIRED SUPPLEMENTARY INFORMATION – PART II

BUDGETARY COMPARISON SCHEDULES

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 13,749,029	\$	\$ 13,749,029	\$ 13,749,029	\$
Tuition - Other LEA's	59,796		59,796	296,770	236,974
Interest Earned on Deposits				75,968	75,968
Interest Earned on Maintenance Reserve Funds	50		50	14,573	14,523
Interest Earned on Capital Reserve Funds	50		50	33,637	33,587
Unrestricted Miscellaneous Revenues	45,000		45,000	345,021	300,021
Total Local Sources	13,853,925		13,853,925	14,514,998	661,073
State Sources:					
Equalization Aid	13,957,614		13,957,614	13,957,614	
Categorical Transportation Aid	838,537		838,537	838,537	
Special Education Categorical Aid	1,381,579		1,381,579	1,381,579	
Categorical Security Aid	343,038		343,038	343,038	
School Choice Aid	1,548,690		1,548,690	1,548,690	
Homeless Tuition Reimbursement				27,691	27,691
Other State Aids:					
Non-Public Transportation Aid				23,005	23,005
Extraordinary Aid				278,119	278,119
TPAF Pension (On-Behalf - Non-Budgeted)				4,634,453	4,634,453
TPAF Post Retirement-Medical (On-Behalf - Non-Budgeted)				1,261,329	1,261,329
TPAF Long-term Disability Contrib. (On-behalf)				1,929	1,929
TPAF Social Security (Reimbursed - Non-Budgeted)				1,020,470	1,020,470
Total State Sources	18,069,458		18,069,458	25,316,454	7,246,996
Federal Sources:					
Medicaid Program - SEMI	36,838		36,838	3,479	(33,359)
Total Federal Sources	36,838		36,838	3,479	(33,359)
Total Revenues	\$ 31,960,221	\$	\$ 31,960,221	\$ 39,834,931	\$ 7,874,710
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction					
Kindergarten - Salaries of Teachers	\$ 373,552	\$ 1,246	\$ 374,798	\$ 361,048	\$ 13,750
Grades 1-5 - Salaries of Teachers	2,510,982	(62,248)	2,448,734	2,270,451	178,283
Grades 6-8 - Salaries of Teachers	1,603,647	38,780	1,642,427	1,617,019	25,408
Grades 9-12 - Salaries of Teachers	2,519,553	21,224	2,540,777	2,500,152	40,625
Regular Programs - Home Instruction:					
Salaries of Teachers	27,645	12,194	39,839	38,026	1,813
Purchased Professional-Educational Services	48,000	(9,741)	38,259	33,095	5,164
Other Purchased Services (400-500 series)	500		500	389	111
General Supplies	250		250	126	124
Regular Programs - Undistributed Instruction:					
Purchased Professional-Educational Services	311,572	400	311,972	300,000	11,972
Purchased Technical Services	46,016	(11,031)	34,985	32,254	2,731
Other Purchased Services (400-500 series)	160,555	(21,569)	138,986	119,135	19,851
General Supplies	321,995	(11,854)	310,141	284,053	26,088
Textbooks	8,500	(1,756)	6,744	4,899	1,845
Other Objects	1,570		1,570	736	834
TOTAL REGULAR PROGRAMS - INSTRUCTION	7,934,337	(44,355)	7,889,982	7,561,383	328,599

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
SPECIAL EDUCATION - INSTRUCTION					
Behavioral Disabilities:					
Salaries of Teachers	\$ 189,293	\$ 1,597	\$ 190,890	\$ 190,890	\$
Purchased Professional-Educational Services	90,439	(50,463)	39,976	39,974	2
Other Purchased Services	600	(600)			
General Supplies	2,300	1,832	4,132	3,759	373
Total Behavioral Disabilities	282,632	(47,634)	234,998	234,623	375
Multiple Disabilities:					
Salaries of Teachers	345,059	(40,477)	304,582	304,581	1
Purchased Professional Educational Services	120,634	450	121,084	120,770	314
Other Purchased Services	3,000		3,000	2,812	188
General Supplies	5,400	(3,097)	2,303	2,240	63
Total Multiple Disabilities	474,093	(43,124)	430,969	430,403	566
Resource Room/Resource Center:					
Salaries of Teachers	1,705,373	(41,770)	1,663,603	1,663,600	3
Purchased Professional-Educational Services	320,919	(20,817)	300,102	300,098	4
General Supplies	7,000	(3,086)	3,914	3,912	2
Other Objects	2,400		2,400	409	1,991
Total Resource Room/Resource Center	2,035,692	(65,673)	1,970,019	1,968,019	2,000
Preschool Disabilities - Part-Time:					
Salaries of Teachers					
Total Preschool Disabilities - Part-Time					
Preschool Disabilities - Full-Time:					
Salaries of Teachers	61,661	3,219	64,880	64,880	
Purchased Professional-Educational Services	29,633	(23,464)	6,169	6,147	22
Other Purchased Services	600	(600)			
General Supplies	2,500	(2,034)	466	466	
Total Preschool Disabilities - Full-Time	94,394	(22,879)	71,515	71,493	22
TOTAL SPECIAL EDUCATION - INSTRUCTION	2,886,811	(179,310)	2,707,501	2,704,538	2,963
Bilingual Education - Instruction:					
Salaries of Teachers		59,235	59,235	59,235	
General Supplies		110	110		110
Other Objects		190	190	80	110
Total Bilingual Education - Instruction		59,535	59,535	59,315	220
Basic Skills/Remedial - Instruction					
Salaries of Teachers					
Total Basic Skills/Remedial - Instruction					
School-Spon. Co curricular Actvts. - Inst.					
Salaries	90,100	(2,113)	87,987	87,513	474
Purchased Services (300-500 series)	1,500	(205)	1,295	1,295	
Supplies and Materials	8,000	(2,497)	5,503	5,503	
Total School-Spon. Co-curricular Actvts. - Inst.	99,600	(4,815)	94,785	94,311	474
School-Spon. Co-curricular Athletics - Inst.					
Salaries	300,812	2,286	303,098	303,097	1
Purchased Services (300-500 series)	87,500	(3,273)	84,227	82,105	2,122
Supplies and Materials	52,500	7,706	60,206	46,852	13,354
Total School-Spon. Co-curricular Athletics - Inst.	440,812	6,719	447,531	432,054	15,477
TOTAL INSTRUCTION	11,361,560	(162,226)	11,199,334	10,851,601	347,733
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State - Regular	30,256	30,643	60,899	57,339	3,560
Tuition to Other LEAs Within the State - Spec		20,000	20,000	19,166	834
Tuition - County Voc School Districts - Regular	150,507		150,507	148,394	2,113
Tuition to CSSD & Regional Day Schools	620,081	(250,926)	369,155	23,084	346,071
Tuition to Private Schools for the Disabled - Within State	686,996	51,500	738,496	261,968	476,528
Total Undistributed Expenditures - Instruction:	1,487,840	(148,783)	1,339,057	509,951	829,106

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Undistributed Expend. - Attend. & Social Work					
Salaries	\$	\$	\$	\$	\$
Other Purchased Services					
Total Undistributed Expend. - Attend. & Social Work					
Undist. Expend. - Health Services					
Salaries	277,571	14,431	292,002	287,862	4,140
Purchased Professional and Technical Services	23,500	(3,597)	19,903	19,903	
Other Purchased Services (400-500 series)	2,225	628	2,853	2,525	328
Supplies and Materials	4,825	1,193	6,018	5,289	729
Other Objects		297	297	297	
Total Undistributed Expenditures - Health Services	308,121	12,952	321,073	315,876	5,197
Undist. Expend. - Speech, OT, PT and Related Serv.					
Salaries	370,411	45,146	415,557	415,556	1
Purchased Professional - Educational Services	103,500	4,350	107,850	107,850	
Supplies and Materials	4,500		4,500	4,424	76
Other Objects	1,000	(1,000)			
Total Undist. Exp. Speech, OT, PT and Related Serv.	479,411	48,496	527,907	527,830	77
Undist. Expend. - Other Supp. Serv. Stud - Extraord. Serv.					
Purchased Professional - Educational Services	613,142	183,024	796,166	796,164	2
Supplies and Materials	3,200	(3,200)			
Total Undist. Exp. - Other Sup. Serv. Stud - Extraord. Serv.	616,342	179,824	796,166	796,164	2
Undistributed Expend. - Guidance					
Salaries of Other Professional Staff	560,618	1,933	562,551	560,741	1,810
Salaries of Secretarial and Clerical Assistants	132,674	4,898	137,572	137,572	
Purchased Professional - Educational Services	500	(500)			
Other Purchased Prof. and Tech. Services	11,200	(2,386)	8,814	8,640	174
Other purchased Services (400-500 series)	13,000	(2,917)	10,083	8,519	1,564
Supplies and Materials	6,500	(1,157)	5,343	1,741	3,602
Total Undist. Expend.- Guidance	724,492	(129)	724,363	717,213	7,150
Undistributed Expend. - Child Study Teams					
Salaries of Other Professional Staff	622,336	(56,026)	566,310	555,827	10,483
Salaries of Secretarial and Clerical Assistants	43,995	2,122	46,117	45,940	177
Other Purchased Prof. and Tech. Services	33,698	17,661	51,359	49,906	1,453
Other Purchased Services (400-500 series)	17,000	(1,605)	15,395	15,395	
Supplies and Materials	17,000	(8,471)	8,529	8,385	144
Other Objects	3,045	462	3,507	3,506	1
Total Undist. Expend.- Child Study Teams	737,074	(45,857)	691,217	678,959	12,258
Undist. Expend. - Improvement of Inst. Serv.					
Salaries of Supervisor of Instruction	118,656	24,192	142,848	142,847	1
Salaries of Other Professional Staff	303,642	8,846	312,488	312,395	93
Salaries of Secretarial and Clerical Assist.	49,546	1	49,547	49,546	1
Other Salaries	1,000	1,371	2,371	2,371	
Salaries of Facilitators, Math & Literac		233,972	233,972	233,971	1
Purchased Prof - Educational Services	2,500	(2,500)			
Other Purchased Professional and Technical Services	23,800	(19,707)	4,093	4,026	67
Other Purch Services (400-500)	3,500	(2,078)	1,422	705	717
Supplies and Materials	5,000	(500)	4,500	3,411	1,089
Other Objects	6,000		6,000	5,127	873
Total Undist. Expend. - Improvement of Inst. Serv.	513,644	243,597	757,241	754,399	2,842
Undist. Expend. - Edu. Media Serv./Sch. Library					
Salaries	184,503	9,000	193,503	192,696	807
Purchased Professional and Technical Services	10,000	(169)	9,831	8,842	989
Other Purchased Services (400-500 series)	53,990	(7,109)	46,881	45,914	967
Supplies and Materials	22,025	1	22,026	18,231	3,795
Total Undist. Expend. - Edu. Media Serv./Sch. Library	270,518	1,723	272,241	265,683	6,558
Undist. Expend. - Instructional Staff Training Serv.					
Other Salaries		550	550	549	1
Purchased Professional - Educational Services	2,900	1,682	4,582	4,560	22
Other Purchased Services (400-500 series)	500	24	524	517	7
Supplied and Materials		3,254	3,254	3,254	
Total Undist. Expend. - Instructional Staff Training Serv.	3,400	5,510	8,910	8,880	30

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Undist. Expend. - Supp. Serv. - General Admin.					
Salaries	\$ 294,753	\$ 2,934	\$ 297,687	296,936	\$ 751
Legal Services	80,000	(4,047)	75,953	37,208	38,745
Audit Fees	29,800	3,350	33,150	33,150	
Architectural/Engineering Services	10,000	(1,070)	8,930		8,930
Communications/Telephone	64,140		64,140	43,048	21,092
BOE Other Purchased Services	13,000	(9,429)	3,571	3,202	369
Miscellaneous Purchased Services (400-500 series)	88,442	5,930	94,372	92,613	1,759
General Supplies	11,500	2,326	13,826	13,362	464
BOE In-House Training/Meeting Supplies	2,500		2,500	1,758	742
Miscellaneous Expenditures	6,805	500	7,305	7,119	186
BOE Membership Dues and Fees	11,800	1,152	12,952	12,591	361
Total Undist. Expend. - Supp. Serv. - General Admin.	612,740	1,646	614,386	540,987	73,399
Undist. Expend. - Support Serv. - School Admin.					
Salaries of Principals/Assistant Principals	666,195	3	666,198	666,141	57
Salaries of Secretarial and Clerical Assistants	290,455	76,960	367,415	295,440	71,975
Other Purchased Services (400-500 series)	8,500	2,598	11,098	5,756	5,342
Purchased Professional and Technical Services	1,000	(1,000)			
Supplies and Materials	20,750	2,097	22,847	12,730	10,117
Other Objects	9,150	(1,280)	7,870	7,154	716
Total Undist. Expend. - Support Serv. - School Admin.	996,050	79,378	1,075,428	987,221	88,207
Undist. Expend. - Central Services					
Salaries	346,443	23,051	369,494	348,993	20,501
Purchased Professional Services	2,100		2,100		2,100
Miscellaneous Purchased Services (400-500 series)	18,250	1,975	20,225	19,774	451
Supplies and Materials	7,000	1,918	8,918	7,452	1,466
Miscellaneous Expenditures	2,290	(700)	1,590	1,293	297
Total Undist. Expend. - Central Services	376,083	26,244	402,327	377,512	24,815
Undist. Expend. - Admin. Info. Technology					
Salaries	303,645	(8,187)	295,458	274,079	21,379
Purchased Technical Services	57,952	(4,252)	53,700	53,700	
Other Purchased Services (400-500 series)	22,850	10,709	33,559	14,461	19,098
Supplies and Materials	18,000	19,543	37,543	33,646	3,897
Total Undist. Expend. - Admin. Info. Technology	402,447	17,813	420,260	375,886	44,374
Undist. Expend. - Req. Maint. for School Facilities					
Salaries	393,404	(11,226)	382,178	377,648	4,530
Cleaning, Repair, and Maintenance Services	393,322	126,433	519,755	406,255	113,500
Lead Testing of Drinking Water		4,059	4,059		4,059
General Supplies	99,000	8,258	107,258	82,080	25,178
Other Objects		435	435		435
Total Undist. Expend. - Req. Maint. for School Facilities	885,726	127,959	1,013,685	865,983	147,702
Undist. Expend. - Custodial Services					
Salaries	50,000	(6,867)	43,133	37,029	6,104
Purchased Professional and Technical Services	160,000	47,901	207,901	191,955	15,946
Cleaning, Repair and Maintenance Services	985,089	(26,199)	958,890	958,483	407
Rental of Land, Building & Other than Lease Purchases	62,000		62,000		62,000
Lease Purchase Pymts - Energy Savings Impr Prog	175,000		175,000	174,999	1
Other Purchased Property Services	26,052	(4,572)	21,480	18,780	2,700
Insurance	106,521	(9,034)	97,487	97,486	1
Miscellaneous Purchased Services	5,000	(2,000)	3,000	2,690	310
General Supplies	19,000	(13,791)	5,209	5,208	1
Energy (Natural Gas)	170,015	(8,262)	161,753	161,705	48
Energy (Electricity)	440,225	35,012	475,237	475,235	2
Other Objects	2,200	(1,500)	700	537	163
Total Undist. Expend. - Custodial Services	2,201,102	10,688	2,211,790	2,124,107	87,683

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable (Unfavorable)
Undist. Expend. - Care and Upkeep of Grounds					
Purchased Professional and Technical Services	\$ 123,497	\$ (8,084)	\$ 115,413	114,742	671
Cleaning, Repair and Maintenance Services	11,000	33,598	44,598	23,232	21,366
General Supplies					
Total Undist. Expend. - Care and Upkeep of Grounds	134,497	80,291	214,788	192,751	22,037
Undist. Expend. - Security					
Salaries	10,000	(3,436)	6,564	6,564	
Purchased Professional and Technical Services	288,125	(43,253)	244,872	244,277	595
Cleaning, Repair and Maintenance Services	18,500	7,514	26,014	25,995	19
General Supplies	1,250	(1,000)	250		250
Total Undist. Expend. - Security	317,875	(40,175)	277,700	276,836	864
Total Undist. Expend. - Oper. & Maint. Of Plant	3,539,200	178,763	3,717,963	3,459,677	258,286
Undist. Expend. - Student Transportation Serv.					
Sal. For Pup.Trans. (Bet. Home and School) - Regular	971,787	(20,672)	951,115	942,730	8,385
Sal. For Pup.Trans. (Bet. Home and School) - Special	317,734	86,294	404,028	402,149	1,879
Sal. For Pup. Trans. (Other than Bet. Home and School)	75,516	(40,440)	35,076	35,076	
Management Fee - ESC & CTSA Transportation Programs	525		525	145	380
Other Purchased Professional and Technical Services	21,470	4,000	25,470	19,866	5,604
Cleaning, Repair, and Maintenance Services					
Lease Purchase Payments - School Buses	372,093	(1,100)	370,993	370,442	551
Contr Serv. - Aid in Lieu Payments - Nonpublic	67,200	10,100	77,300	76,408	892
Contr Serv. - Aid in Lieu Payments - Charter	1,050	100	1,150	906	244
Contr Serv. - Aid in Lieu Payments - Choice Schools	17,850	3,000	20,850	20,827	23
Contr Serv (not Home/School) - Vendors	4,000	(4,000)			
Contr Serv (Regular Students) - ESCs and CTSA'S	110,000	10,667	120,667	95,545	25,122
Contr Serv (Spl. Ed. Students) - ESCs and CTSA's	125,000	(57,177)	67,823	38,103	29,720
Misc. Purchased Serv. - Transportation	63,045	12,311	75,356	72,182	3,174
General Supplies	27,425	(10,673)	16,752	15,295	1,457
Transportation Supplies	595,050	7,590	602,640	519,489	83,151
Other Objects	1,825		1,825	1,503	322
Total Undist. Expend. - Student Transportation Serv.	2,771,570		2,771,570	2,610,666	160,904
UNALLOCATED BENEFITS - Employee Benefits					
Social Security Contributions	343,684		343,684	307,923	35,761
Other Retirement Contributions - PERS	419,057		419,057	402,238	16,819
Unemployment Compensation	78,008		78,008	67,811	10,197
Workmen's Compensation	200,000		200,000	163,960	36,040
Health Benefits	4,924,639	(317,026)	4,607,613	4,413,364	194,249
Tuition Reimbursement	40,000		40,000	17,575	22,425
Other Employee Benefits	330,336		330,336	286,483	43,853
TOTAL UNALLOCATED BENEFITS	6,335,724	(317,026)	6,018,698	5,659,354	359,344
On-behalf TPAF Pension Contributions (non-budgeted)				4,634,453	(4,634,453)
On-behalf TPAF Post Retirement Contrib (non-budgeted)				1,261,329	(1,261,329)
On-behalf TPAF Long-term Disability Contrib.				1,929	(1,929)
Reimbursed TPAF Social Security Cont. (non-budgeted)				1,020,470	(1,020,470)
TOTAL ON-BEHALF CONTRIBUTIONS				6,918,181	(6,918,181)
TOTAL PERSONAL SERV. - EMPLOYEE BENEFITS	6,335,724	(317,026)	6,018,698	12,577,535	(6,558,837)
TOTAL UNDISTRIBUTED EXPENDITURES	20,174,656	284,151	20,458,807	25,504,439	(5,045,632)
Interest Earned on Maintenance Reserve	50		50		50
TOTAL GENERAL CURRENT EXPENSE	31,536,266	121,925	31,658,191	36,356,040	(4,697,849)
CAPITAL OUTLAY					
Equipment					
Undistributed Expenditures:					
Grades 1-5		37,000	37,000	37,000	
Grades 9-12		26,000	26,000	25,745	255
Support Services - Instruction	33,774	18,675	52,449	52,447	2
Admin Info Tech		12,449	12,449		12,449
Undist. Expend- Gen. Admin.		2,580	2,580	2,575	5
Undist. Expend- Admin Info		22,186	22,186		22,186
Undist. Expend- Required Maint. For Sch		44,888	44,888	26,362	18,526
Undist. Expend- Care and Upkeep of Gro		11,400	11,400	11,291	109
Total Equipment	33,774	175,178	208,952	155,420	53,532

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

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

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable (Unfavorable)</u>
Facilities Acquisition and Construction Services					
Architectural/Engineering Services	\$ 80,000	\$ (27,121)	\$ 52,879	\$ 30,832	\$ 22,047
Construction Services	495,000	98,477	593,477	135,356	458,121
Assessment for Debt Service on SDA Funding	53,260		53,260	53,260	
Total Facilities Acquisition and Construction Services	628,260	71,356	699,616	219,448	480,168
Interest Deposit to Capital reserve	50		50		50
Assets Acquired Under Capital Leases (non-budgeted)				657,000	(657,000)
TOTAL CAPITAL OUTLAY	662,084	246,534	908,618	1,031,868	(123,250)
TOTAL EXPENDITURES	32,198,350	368,459	32,566,809	37,387,908	(4,821,099)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(238,129)	(368,459)	(606,588)	2,447,023	3,053,611
Other Financing Sources:					
Operating Transfer (Out) and In:					
Transfer of Funds to Charter School	(338,069)	(37,763)	(375,832)	(375,832)	
Less Lease Principal				657,000	657,000
Transfer to Preschool Program	(187,673)		(187,673)	(187,673)	
Total Other Financing Sources:	(525,742)	(37,763)	(563,505)	93,495	657,000
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(763,871)	(406,222)	(1,170,093)	2,540,518	3,710,611
Fund Balance, July 1	6,375,390		6,375,390	6,375,390	
Fund Balance, June 30	\$ 5,611,519	\$ (406,222)	\$ 5,205,297	\$ 8,915,908	\$ 3,710,611
Recapitulation:					
Restricted Fund Balance:					
Capital Reserve				\$ 1,740,492	
Maintenance Reserve				743,268	
Excess Surplus				1,644,242	
Excess Surplus - Designated for Subsequent Year's Expenditures				1,748,204	
Assigned Fund Balance:					
Encumbrances				303,570	
Capital Reserve Designated for Subsequent Year's Expenditures				1,835,000	
Unassigned Fund Balance				901,132	
				8,915,908	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payment not recognized on GAAP basis				(1,781,291)	
Fund Balance per Governmental Funds (GAAP)				\$ 7,134,617	

**PITTSBURGH TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
State Sources	\$ 2,902,022	\$ 191,730	\$ 3,093,752	\$ 2,856,740	\$ 237,012
Federal Sources	2,397,145	980,370	3,377,515	2,523,700	853,815
Local Sources	335,000	121,899	456,899	436,811	20,088
Total Revenues	5,634,167	1,293,999	6,928,166	5,817,251	1,110,915
EXPENDITURES:					
Instruction					
Salaries - Teachers	1,516,955	(543,882)	973,073	947,685	25,388
Purchased Prof - Tech. Services	10,500	2,481	12,981	12,981	
Purchased Prof - Ed Services	396,925	150,050	546,975	517,559	29,416
Other Purchased Services	62,477	898,545	961,022	924,663	36,359
Tuition-Child Study Team	381,086	110,356	491,442	491,442	
Supplies and Materials	379,319	709,409	1,088,728	1,025,514	63,214
Other Objects		90	90	90	
Total Instruction	2,747,262	1,327,049	4,074,311	3,919,934	154,377
Support Services					
Salaries - Personal Services	75,499	41,493	116,992	100,593	16,399
Salaries - Supervisor of Instruction	13,184	39	13,223	13,222	1
Salaries- Principals/Assistant	133,500		133,500	133,500	
Salaries - Other Prof	143,677	(5,748)	137,929	99,113	38,816
Salaries - Secretarial and Clerical	51,446	3,303	54,749	54,262	487
Salaries- Family Liaison	27,691	1	27,692	27,691	1
Salaries - Master Teacher	50,027		50,027	46,101	3,926
Personal Services - Employee Benefits	422,995	107,195	530,190	530,189	1
Purchased Prof. - Tech. Services	352,664	17,766	370,430	341,370	29,060
Purchased Prof. - Ed. Services	5,000	(1,228)	3,772	487	3,285
Purchased Professional Services	1,300	52,620	53,920	53,919	1
Purchased Property Services		2,000	2,000	2,000	
Cleaning and Repair	361,950	(17,708)	344,242	226,787	117,455
Preschool Rentals	15,000	(13,261)	1,739		1,739
Contracted Services Transportation	95,200	(59,705)	35,495	32,869	2,626
Travel	3,000	(1,011)	1,989	258	1,731
Other Purchased Services		140,596	140,596	127,913	12,683
Supplies and Materials	38,672	55,053	93,725	85,998	7,727
Other Objects	8,100		8,100	1,632	6,468
Total Support Services	1,798,905	321,405	2,120,310	1,877,904	242,406
Facilities Acquisition and Construction Services:					
Equipment:					
Instructional Equipment	46,000	27,044	73,044	53,896	19,148
Non-Instructional Equipment	142,000	30,966	172,966	133,100	39,866
Facilities:					
Facilities - Buildings	900,000	(412,465)	487,535		487,535
Total Facilities Acquisition and Construction Services	1,088,000	(354,455)	733,545	186,996	546,549
Total Expenditures	5,634,167	1,293,999	6,928,166	5,984,834	943,332
Other Financing Sources (Uses)					
Total Other Financing Sources (Uses)					
Total Outflows	5,634,167	1,293,999	6,928,166	5,984,834	943,332
Excess (Deficiency) of Revenues Over (Under) Expenditures				(167,583)	(167,583)
Transfer from General Fund				187,673	187,673
Fund Balance, July 1				334,968	
Fund Balance, June 30				\$ 355,058	
Recapitulation:					
Restricted:					
Scholarships				\$ 127,301	
Student Activities				227,757	
Total Fund Balance				\$ 355,058	

**NOTES TO THE REQUIRED SUPPLEMENTARY
INFORMATION - PART II**

PITTSBGROVE TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTAL INFORMATION
BUDGET-TO-GAAP RECONCILIATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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

	Ref	General Fund	Ref	Special Revenue Fund
Sources/inflows of resources				
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	[C-1]	\$ 39,834,931	[E-1]	\$ 5,817,251
Difference - budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.				
Prior Year				698,571
Current Year				(229,564)
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.		1,644,779		232,631
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.		(1,781,291)		(241,292)
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	[B-2]	\$ 39,698,419	[B-2]	\$ 6,277,597
Uses/outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]	\$ 37,387,908	[E-1]	\$ 5,984,834
Differences - budget to GAAP				
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.				
				469,007
Pension Expense recognized for GAAP but not for budgetary purposes.				
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental fund	[B-2]	\$ 37,387,908	[B-2]	\$ 6,453,841

REQUIRED SUPPLEMENTARY INFORMATION - PART III

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability
Public Employees' Retirement System (PERS)
Last Ten Fiscal Years*

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
District's Proportion of the Net Pension Liability	0.027849%	0.028751%	0.028304%	0.030129%	0.031740%	0.033566%	0.035283%	0.037620%	0.040185%	0.043017%
District's Proportionate Share of the Net Pension Liability	\$ 4,033,705	\$ 4,338,923	\$ 3,352,985	\$ 4,913,296	\$ 5,719,016	\$ 6,608,933	\$ 8,213,386	\$ 11,141,908	\$ 9,020,774	\$ 8,053,869
District's Covered-Employee Payroll	\$ 2,224,919	\$ 2,166,056	\$ 2,120,723	\$ 2,096,084	\$ 2,121,142	\$ 2,174,501	\$ 2,213,805	\$ 2,297,573	\$ 2,501,427	\$ 2,539,163
District's Proportionate Share of the Net Pension Liability as a percentage of its Covered-Employee Payroll	181.30%	200.31%	158.11%	234.40%	269.62%	303.93%	371.01%	484.94%	360.63%	317.19%
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%

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

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a 10-year trend is compiled, this presentation will include information for those years for which information is available.

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
Schedule of District Contributions
Public Employees' Retirement System (PERS)
Last Ten Fiscal Years*

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually Required Contribution	\$ 372,206	\$ 362,564	\$ 331,468	\$ 329,599	\$ 309,817	\$ 335,146	\$ 330,384	\$ 335,357	\$ 345,485	\$ 354,622
Contributions in relation to the Contractually Required Contribution	(372,206)	(362,564)	(331,468)	(329,599)	(309,817)	(335,146)	(330,384)	(335,357)	(345,485)	(354,622)
Contribution Deficiency (Excess)	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
District's Covered-Employee Payroll	\$ 2,224,919	\$ 2,166,056	\$ 2,120,723	\$ 2,096,084	\$ 2,121,142	\$ 2,174,501	\$ 2,213,805	\$ 2,297,573	\$ 2,501,427	\$ 2,539,163
Contributions as a Percentage of Covered-Employee Payroll	16.73%	16.74%	15.63%	15.72%	14.61%	15.41%	14.92%	14.60%	13.81%	13.97%

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a 10-year trend is compiled, this presentation will include information for those years for which information is available.

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability
Teachers' Pension and Annuity Fund (TPAF)
Last Ten Fiscal Years*

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
District's Proportion of the Net Pension Liability	0.109308%	0.112450%	0.114587%	0.118331%	0.112698%	0.114723%	0.111253%	0.112680%	0.112808%	0.110844%
District's Proportionate Share of the Net Pension Liability	\$ 55,782,728	\$ 58,017,949	\$ 55,087,829	\$ 77,919,257	\$ 69,164,077	\$ 72,984,486	\$ 75,010,900	\$ 88,641,213	\$ 71,299,551	\$ 59,242,417
District's Covered-Employee Payroll	\$ 13,959,963	\$ 13,300,827	\$ 12,658,572	\$ 12,599,581	\$ 12,621,740	\$ 12,434,836	\$ 12,023,886	\$ 11,580,796	\$ 11,801,637	\$ 11,402,837
District's Proportionate Share of the Net Pension Liability as a percentage of its Covered-Employee Payroll	399.59%	436.20%	435.18%	618.43%	547.98%	586.94%	623.85%	765.42%	604.15%	519.54%
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%

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

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a 10-year trend is compiled, this presentation will include information for those years for which information is available.

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information - Part III
Schedule of Changes in the Total OPEB Liability and Related Ratios
State Health Benefit Local Education Retired Employees Plan
Last Ten Fiscal Years

	2023	2022	2021	2020	2019	2018	2017
Total OPEB Liability							
Service Cost	\$ 2,522,398	\$ 3,193,868	\$ 3,870,343	\$ 2,228,539	\$ 2,043,552	\$ 2,365,626	\$ 2,859,605
Interest Cost	2,545,706	1,876,083	2,123,833	2,103,841	2,592,084	2,809,947	2,375,081
Changes of Benefit Terms			(87,142)				
Differences Between Expected and Actual Experiences	(1,804,624)	4,640,625	(16,509,735)	15,426,122	(10,895,763)	(7,091,464)	
Changes of Assumptions	145,691	(18,990,757)	80,773	17,172,786	874,744	(7,550,975)	(9,932,378)
Member Contributions	65,238	59,615	54,297	49,607	53,384	60,811	63,913
Gross Benefit Payments	(1,984,419)	(1,858,316)	(1,672,986)	(1,636,674)	(1,800,930)	(1,759,491)	(1,735,702)
Net Change in Total OPEB Liability	1,489,990	(11,078,882)	(12,140,617)	35,344,221	(7,132,929)	(9,136,280)	(6,369,481)
Total OPEB Liability - Beginning	70,792,628	81,871,510	94,012,127	58,667,906	65,800,835	74,937,115	81,306,596
Total OPEB Liability - Ending	\$ 72,282,618	\$ 70,792,628	\$ 81,871,510	\$ 94,012,127	\$ 58,667,906	\$ 65,800,835	\$ 74,937,115
Covered-Employee Payroll	\$ 16,184,882	\$ 15,466,883	\$ 14,779,295	\$ 14,695,665	\$ 14,742,882	\$ 14,609,337	\$ 14,237,691
Total OPEB Liability as a Percentage of Covered-Employee Payroll	446.61%	457.70%	553.96%	639.73%	397.94%	450.40%	526.33%

Notes to Schedule:

Changes of Benefit Terms: The decrease in liability from June 30, 2020 to June 30, 2021 is due to employers adopting Chapter 44 provisions.

Differences Between Expected and Actual Experiences: The decrease in liability from June 30, 2020 to June 30, 2021 is due to changes in the census.

Changes in Assumptions: The increase in the liability from June 30, 2020 to June 30, 2021 is due to the combined effect of Trend Updates, Mortality Projection Scale Updates, Discount Rate Changes, and Salary Scale changes.

Note: This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND DETAIL STATEMENTS

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

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

	YSC Anti-Gang	YSC Mentoring	YSC Pride	NJSB Safety Grant	LEAP	Emergent Needs Cap Maint.	PLTW Grant FY 24	ERATE Cat 2	Scholarship Fund	Student Activity Fund	Sub-Total Per E-1(2)	Totals 2024
REVENUES:												
State Sources	\$	\$	\$	\$	\$ 537	\$ 41,987	\$	\$	\$	\$	\$ 2,814,216	\$ 2,856,740
Federal Sources								42,278			2,481,422	2,523,700
Local Sources	5,046	8,228	19,584	2,000			28,291		13,922	359,740		436,811
Total Revenues	\$ 5,046	\$ 8,228	\$ 19,584	\$ 2,000	\$ 537	\$ 41,987	\$ 28,291	\$ 42,278	\$ 13,922	\$ 359,740	\$ 5,295,638	\$ 5,817,251
EXPENDITURES:												
Instruction:												
Salaries - Teachers	\$	\$	\$ 8,057	\$	\$	\$	\$	\$	\$	\$	\$ 939,628	\$ 947,685
Purchased Prof - Tech Services											12,981	12,981
Purchased Prof - Ed Services											517,559	517,559
Other Purchased Services	2,222						4,150				918,291	924,663
Tuition											491,442	491,442
Supplies and Materials	2,824		11,527				23,325			353,572	634,266	1,025,514
Other Objects											90	90
Total Instruction	5,046		19,584				27,475			353,572	3,514,257	3,919,934
Support Services:												
Salaries - Personal Services Salaries							816				99,777	100,593
Salaries - Supervisor of Instruction											13,222	13,222
Salaries- Principals											133,500	133,500
Salaries - Other Professionals											99,113	99,113
Salaries - Secretarial and Clerical											54,262	54,262
Salaries- Family/Parent Liaisons											27,691	27,691
Salaries - Fac/Math/Mst											46,101	46,101
Personal Services - Employee Benefits											530,189	530,189
Purchased Prof - Tech. Services					537						340,833	341,370
Purchased Prof - Ed. Services											487	487
Purchased Professional Services											53,919	53,919
Purchased Property Services				2,000								2,000
Cleaning and Repair							41,987				184,800	226,787
Other Purchased Services		1,012									126,901	127,913
Contracted Services Transportation											32,869	32,869
Travel											258	258
Supplies and Materials		7,216						42,278			36,504	85,998
Other Objects											1,632	1,632
Total Support Services		8,228		2,000	537	41,987	816	42,278			1,782,058	1,877,904
Facilities Acquisition and Const. Serv.:												
Equipment:												
Instructional Equipment											53,896	53,896
Non-Instructional Equipment											133,100	133,100
Facilities:												
Buildings												
Total Facilities Acquisition and Construction Services											186,996	186,996
Total Expenditures	5,046	8,228	19,584	2,000	537	41,987	28,291	42,278		353,572	5,483,311	5,984,834
Excess (Deficiency) of Revenues Over (Under) Expenditures									13,922	6,168	(187,673)	(167,583)
Transfer from General Fund											187,673	187,673
Fund Balance, July 1									113,379	221,589		334,968
Fund Balance, June 30	\$	\$	\$	\$	\$	\$	\$	\$	127,301	227,757	\$	355,058

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF PRESCHOOL EDUCATION AID
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
EXPENDITURES:			
Instruction:			
Salaries of Teachers	\$ 676,882	\$ 661,591	\$ 15,291
Purchased Prof - Education Services	546,975	517,559	29,416
Other Purchased Services	24,455	24,455	
Supplies and Materials	28,841	28,840	1
Total Instruction	1,277,153	1,232,445	44,708
Support Services:			
Salaries- Supervisor of Instruction	13,223	13,222	1
Salaries- Principals	133,500	133,500	
Salaries-Other Professional Services	137,929	99,113	38,816
Salaries - Secretarial and Clerical	54,748	54,262	486
Salaries- Pfamily/Parent Liaison	27,692	27,691	1
Salaries - Fac/Math/:Lit/Mst	50,027	46,101	3,926
Personal Services - Employee Benefits	466,172	466,171	1
Purchased Professional - Tech. Services	221,100	221,100	
Purchased Professional - Ed. Services	3,772	487	3,285
Purchased Professional Services - Other	53,920	53,919	1
Cleaning and Repair	191,234	184,800	6,434
Rentals	1,739		1,739
Contracted Services Transportation	35,495	32,869	2,626
Travel	1,989	258	1,731
Miscellaneous Purchased Services	1,211	1,200	11
Supplies and Materials	35,019	34,438	581
Other Objects	8,100	1,632	6,468
Total Support Services	1,436,870	1,370,763	66,107
Facilities Acquisition and Const. Services:			
Instructional Equipment	53,900	53,896	4
Non-Instructional Equipment	136,701	133,100	3,601
Total Facilities Acquisition and Const. Services	190,601	186,996	3,605
Contribution to Charter Schools			
Total Expenditures	\$ 2,904,624	\$ 2,790,204	\$ 114,420

CALCULATION OF BUDGET & CARRYOVER

Total 2023-2024 Preschool Education Aid Allocation	\$ 2,412,922	(1)
Add: Actual ECPA Carryover (JUNE 30, 2023)	424,446	(2)
Add: Budgeted Transfer from General Fund 2023-2024	187,673	(3)
Total Preschool Education Aid Funds Available for 2023-2024 Budget	3,025,041	(4)
Prior Year Encumbrance Adjustment		
Less: 2023-2024 Budgeted Preschool Education Aid and Prior Year Budgeted (Carryover)	(2,904,624)	(5)
Available & Unbudgeted Preschool Education Aid Funds as of JUNE 30, 2024	120,417	(6)
Add: JUNE 30, 2024 Unexpended Preschool Education Aid	114,420	(7)
Less: 2023-2024 Commissioner-approved Transfer to the General Fund		(8)
2023-2024 Carryover - Preschool Education Aid	\$ 234,837	(9)
2023-2024 Preschool Education Aid Carryover Budgeted for Preschool Programs 2024-2025	\$ 123,019	(10)

The Board should consider appropriating this additional carry-over into the 2024-2025 budget \$ 111,818

CAPITAL PROJECTS FUND DETAIL STATEMENT

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

EXHIBIT F-1

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Project Title	Approval Date	Appropriations	GAAP Expenditures to Date		Unexpended Balances 6/30/24	Memo Only	
			Prior Year	Current Year		Encumbrances	Available Balances
Various Capital Improvements	12/19/23	\$ 14,651,000	\$	\$ 1,043,567	\$ 13,607,433	\$ 6,321,630	\$ 7,285,803
		<u>\$ 14,651,000</u>	<u>\$</u>	<u>\$ 1,043,567</u>	<u>\$ 13,607,433</u>	<u>\$ 6,321,630</u>	<u>\$ 7,285,803</u>

PITTSBORO TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Revenues and Other Financing Sources

Serial Bonds Issued - Series 2023	\$ 14,650,000
Bond Premium	1,000
Interest Income	365,510
Total Revenues and Other Financing Sources	<u>15,016,510</u>

Expenditures and Other Financing Uses

Construction Services	482,634
Other Purchased Prof. & Tech Services	537,796
Legal Services	23,137
Total Expenditures and Other Financing Uses	<u>1,043,567</u>

Excess (Deficiency) of Revenues Over (Under) Expenditures before Other Financing Sources (Uses)	13,972,943
--	------------

Other Financing Sources and Uses

Transfer Interest Earned to Debt Service Fund	(365,510)
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>13,607,433</u>
Fund Balance - Beginning	
Fund Balance - Ending	<u><u>\$ 13,607,433</u></u>

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES
PROJECT BALANCE, AND PROJECT STATUS - BUDGETARY BASIS
VARIOUS CAPITAL IMPROVEMENTS
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2024

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
Serial Bonds Issued - Series 2023	\$	\$ 14,650,000	\$ 14,650,000	\$ 14,650,000
Bond Premium		1,000	1,000	1,000
Total revenues		14,651,000	14,651,000	14,651,000
Expenditures and Other Financing Uses				
Construction Services		6,556,382	6,556,382	13,819,700
Other Purchased Prof. & Tech Services		785,679	785,679	808,163
Legal Services		23,137	23,137	23,137
Total expenditures		7,365,198	7,365,198	14,651,000
Excess (deficiency) of revenues over (under) expenditures	\$	\$ 7,285,802	\$ 7,285,802	\$
Additional project information:				
Bond Authorization Date		12/19/23		
Bonds Authorized & Issued		\$ 14,650,000		
Percentage Completion		50%		
Target Completion Date		June 30, 2025		

PROPRIETARY FUND DETAIL STATEMENTS

Proprietary Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises – where the intent of the district's board is that the costs of providing goods or services be financed through user charges.

Food Services Fund – This fund provides for the operation of food services in all schools within the school district.

School Age Child Care Fund – This fund provides for the operation of school child supervision.

Internal service funds – This fund is used to serve organizational units within the district or to serve other governmental units.

**THIS SECTION HAS ALREADY BEEN INCLUDED IN STATEMENTS B-4, B-5
AND B-6.**

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING SCHEDULE OF NET POSITION
AS OF JUNE 30, 2024
(with comparative totals for June 30, 2023)

	Food Service Enterprise Fund	(SACC) School Age Child Care Enterprise Fund	Totals	
			2024	2023
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 480,363	\$ 53,801	\$ 534,164	\$ 506,933
Accounts Receivable:				
State	3,834		3,834	
Federal	83,546		83,546	71,674
Other	27,314	4,850	32,164	5,239
Inventories	56,796		56,796	2,943
Total Current Assets	651,853	58,651	710,504	586,789
Fixed Assets:				
Equipment	517,012		517,012	471,133
Accumulated Depreciation	(296,843)		(296,843)	(275,604)
Total Fixed Assets	220,169		220,169	195,529
Total Assets	\$ 872,022	\$ 58,651	\$ 930,673	\$ 782,318
LIABILITIES				
Current Liabilities:				
Interfund Payable	\$ 67,369	\$	\$ 67,369	\$ 3,810
Accounts Payable	260,735		260,735	125,986
Unearned Revenue	21,073		21,073	22,343
Total Current Liabilities	349,177		349,177	152,139
NET POSITION				
Investment in Capital Assets net of Related Debt	220,169		220,169	195,529
Unrestricted	302,676	58,651	361,327	434,650
Total Net Position	522,845	58,651	581,496	630,179
Total Liabilities and Net Position	\$ 872,022	\$ 58,651	\$ 930,673	\$ 782,318

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(with comparative totals for June 30, 2023)

	Food Service Enterprise Fund	School Age Child Care Enterprise Fund	Totals 2024	2023
OPERATING REVENUES:				
Local Sources:				
Daily Sales-Reimbursable Programs:				
School Lunch Program	\$ 276,680	\$	\$ 276,680	\$ 139,551
Total Daily Sales-Reimbursable Programs	276,680		276,680	139,551
Daily Sales Non-reimbursable Programs	161,387		161,387	153,515
Satellite Services				15,000
Miscellaneous	9,739	215,930	225,669	177,554
Total Operating Revenue	447,806	215,930	663,736	485,620
OPERATING EXPENSES:				
Salaries	339,674	179,009	518,683	155,199
Employee Benefits	105,549	13,694	119,243	11,874
Other Costs	48,281		48,281	37,622
Cost of Sales - Non-Program (Non-reimbursable) Meals	28,069		28,069	25,690
Cost of Sales - Program (reimbursable) Meals	353,864		353,864	366,896
Purchased Services (Including Fixed Price Contract)	84,678	7,019	91,697	444,592
Management Fee	50,481		50,481	
Supplies	4,254	8,188	12,442	12,215
Depreciation	21,239		21,239	16,507
Total Operating Expenses	1,036,089	207,910	1,243,999	1,070,595
Operating Loss	(588,283)	8,020	(580,263)	(584,975)
Non-operating Revenues:				
State Sources:				
State School Lunch Program	15,799		15,799	13,757
State School Breakfast Program	3,622		3,622	2,648
Summer-EBT Administrative Cost	321		321	
Federal Sources:				
National School Lunch Program	262,849		262,849	326,703
National School Breakfast Program	88,322		88,322	113,223
Summer-EBT Administrative Cost	322		322	
P-EBT Administrative Cost Reimbursement				653
Supply Chain Assistance Funding	45,725		45,725	54,962
School Equipment Grant	20,000		20,000	
Food Distribution Program	84,678		84,678	55,332
Interest Revenue	8,783	1,159	9,942	1,343
Total Non-operating Revenues	530,421	1,159	531,580	568,621
Net Income Before Operating Transfers	(57,862)	9,179	(48,683)	(16,354)
Net Income After Operating Transfers	(57,862)	9,179	(48,683)	(16,354)
Total Net Position-Beginning	580,707	49,472	630,179	646,533
Total Net Position-Ending	\$ 522,845	\$ 58,651	\$ 581,496	\$ 630,179

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUND
COMBINING SCHEDULE OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(with comparative totals for June 30, 2023)

	Food Service Enterprise Fund	School Age Child Care Enterprise Fund	Totals	
			2024	2023
Cash Flows from Operating Activities:				
Receipts from Customers	\$ 447,806	\$ 215,930	\$ 663,736	\$ 485,620
Payments to Employees	(339,674)	(179,009)	(518,683)	(155,199)
Payments for Employee Benefits	(105,549)	(13,694)	(119,243)	(11,874)
Payments to Suppliers	(384,784)	(14,818)	(399,602)	(617,855)
Net Cash Used by Operating Activities	(382,201)	8,409	(373,792)	(299,308)
Cash Flows from Non-capital Financing Activities:				
Cash Received From General Fund			(20,000)	
Cash Received from State and Federal Reimbursements	436,960		436,960	511,946
Total Cash Provided by Non-Capital Financing Activities	436,960		416,960	511,946
Cash Flows from Capital and Related Financing Activities:				
Acquisition of Capital Assets	(25,879)		(25,879)	(76,501)
Net Increase Before Investing Activities	28,880		17,289	136,137
Cash Flows from Investing Activities:				
Interest on Investments	8,783	1,159	9,942	1,343
Net Cash Provided by Investing Activities	8,783	1,159	9,942	1,343
Net Increase/(Decrease) in Cash and Cash Equivalents	37,663	9,568	27,231	137,480
Cash and Cash Equivalents, July 1	462,700	44,233	506,933	369,453
Cash and Cash Equivalents, June 30	\$ 500,363	\$ 53,801	\$ 534,164	\$ 506,933
Operating Income (Loss)	\$ (588,283)	\$ 8,020	\$ (580,263)	\$ (584,975)
Adjustments to Reconcile Operating Income (Loss) to Cash Provided (Used) by Operating Activities				
Depreciation	21,239		21,239	16,507
Federal Commodities	84,678		84,678	55,332
Change in Assets and Liabilities:				
(Increase)/Decrease in Accounts Receivable	(43,020)	389	(42,631)	57,481
(Increase)/Decrease in Inventory	(53,853)		(53,853)	12,167
(Increase)/Decrease in Interfund Receivable				11,450
Increase/(Decrease) in Interfund Payable	63,559		63,559	3,810
Increase/(Decrease) in Accounts Payable	134,749		134,749	123,236
Increase/(Decrease) in Unearned Revenue	(1,270)		(1,270)	5,684
Net Cash Provided by Investing Activities	206,082	389	206,471	285,667
Net Cash Used by Operating Activities	\$ (382,201)	\$ 8,409	\$ (373,792)	\$ (299,308)

PITTSBGROVE TOWNSHIP SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING SCHEDULE OF NET POSITION
AS OF JUNE 30, 2024
(with comparative totals for June 30, 2023)

	Business Services Internal Service Fund	Internet Access Internal Service Fund	Transportation Jointures Internal Service Fund	Paper Services Internal Service Fund	Art Academy School	Transportation Maintenance Services	Custodial Services Community Service Fund	Totals	
								2024	2023
ASSETS									
Cash	\$ 382,004	\$ 4,514	\$ 572,469	\$ 101,701	\$ 842,756	\$ 159,952	\$ 37,212	\$ 2,100,608	\$ 1,749,978
Accounts Receivable:									
Interfund Receivable									107
Intergovernmental			27,606			14,121		41,727	19,731
Other		801						801	7,899
Total Assets	\$ 382,004	\$ 5,315	\$ 600,075	\$ 101,701	\$ 842,756	\$ 174,073	\$ 37,212	\$ 2,143,136	\$ 1,777,715
LIABILITIES AND RESERVES									
Liabilities:									
Accounts Payable	\$ 675	\$	\$	\$	\$	\$	\$	\$ 675	\$
Interfunds Payable									107
Unearned Revenue	381,329	5,315	600,075	101,701	842,756	174,073	37,212	2,142,461	1,777,608
	<u>382,004</u>	<u>5,315</u>	<u>600,075</u>	<u>101,701</u>	<u>842,756</u>	<u>174,073</u>	<u>37,212</u>	<u>2,143,136</u>	<u>1,777,715</u>
Reserves:									
Reserve for Encumbrances									
Total Liabilities and Reserves	\$ 382,004	\$ 5,315	\$ 600,075	\$ 101,701	\$ 842,756	\$ 174,073	\$ 37,212	\$ 2,143,136	\$ 1,777,715

**PITTSBURGH TOWNSHIP SCHOOL DISTRICT
INTERNAL SERVICE FUND
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(with comparative totals for June 30, 2023)**

	Business Services Internal Service Fund	Internet Access Internal Service Fund	Transportation Jointures Internal Service Fund	Paper Services Internal Service Fund	Art Academy Fund	Transportation Maintenance Services	Custodial Services Internal Service Fund	Totals	
								2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES									
Receipts from customers and other funds	\$ 189,775	\$ 13,443	\$ 388,119	\$ 107	\$ 767,638	\$ 82,726	\$ (41,915)	\$ 1,399,893	\$ 1,181,417
Payments to employees	(132,346)				(451,798)			(584,144)	(508,538)
Payments for employee benefits	(2,454)							(2,454)	(4,560)
Payments to suppliers	(8,352)	(4,111)			(43,434)			(55,897)	(27,096)
Net cash provided by (used for) operating activities	46,623	9,332	388,119	107	272,406	82,726	(41,915)	757,398	641,223
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES									
State sources									
Federal sources									
Operating subsidies and transfers to other funds	(22,974)	(4,818)	(197,997)		(136,203)	(44,776)		(406,768)	(339,969)
Net cash provided by (used for) non-capital financing activities	(22,974)	(4,818)	(197,997)		(136,203)	(44,776)		(406,768)	(339,969)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES									
Change in capital contributions									
Purchases of capital assets									
Gain/Loss on sale of fixed assets (proceeds)									
Net cash provided by (used for) capital and related financing activities									
CASH FLOWS FROM INVESTING ACTIVITIES									
Interest and dividends									
Proceeds from sale/maturities of investments									
Net cash provided by (used for) investing activities									
Net increase (decrease) in cash and cash equivalents	23,649	4,514	190,122	107	136,203	37,950	(41,915)	350,630	301,254
Balances—beginning of year	358,355		382,347	101,594	706,553	122,002	79,127	1,749,978	1,448,724
Balances—end of year	\$ 382,004	\$ 4,514	\$ 572,469	\$ 101,701	\$ 842,756	\$ 159,952	\$ 37,212	\$ 2,100,608	\$ 1,749,978
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:									
Operating income (loss)	\$ 22,974	\$ 4,818	\$ 197,997	\$	\$ 136,203	\$ 44,776	\$	\$ 406,768	\$ 339,969
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities									
Depreciation and net amortization									
(Increase) decrease in Accounts Receivable, net		(197)	(7,875)			(6,826)		(14,898)	(17,224)
(Increase) decrease in Interfund Receivable				107				107	(107)
(Increase) decrease in Inventory									
Increase (decrease) in Interfund Payable	675	(107)						568	107
Increase (decrease) in Accounts Payable									(40,950)
Increase (decrease) in Unearned Revenue	22,974	4,818	197,997		136,203	44,776	(41,915)	364,853	359,428
Increase (decrease) in Other Current Liabilities									
Total adjustments	23,649	4,514	190,122	107	136,203	37,950	(41,915)	350,630	301,254
Net cash provided by (used for) operating activities	\$ 46,623	\$ 9,332	\$ 388,119	\$ 107	\$ 272,406	\$ 82,726	\$ (41,915)	\$ 757,398	\$ 641,223

LONG-TERM DEBT SCHEDULES

The Long-Term Schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the school district. This includes serial bonds outstanding and obligations under capital leases.

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
LONG-TERM DEBT
STATEMENT OF SERIAL BONDS
JUNE 30, 2024

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance July 1, 2023	Issued	Retired	Balance June 30, 2024
			Date	Amount					
2013 Refunding Issue	3/20/13	\$ 1,805,000	3/1/25	\$ 240,000	3.00%	\$ 475,000	\$	\$ 235,000	\$ 240,000
2020 Refunding Issue	4/9/20	2,580,000	1/15/25	165,000	1.383%	1,010,000		500,000	510,000
			1/15/26	170,000	1.383%				
			1/15/27	175,000	1.383%				
Various Capital Improvements	12/19/23	14,650,000	8/15/24-26	800,000	1.00%		14,650,000		14,650,000
			8/15/27	550,000	1.00%				
			8/15/28	575,000	1.00%				
			8/15/29	600,000	4.00%				
			8/15/30	625,000	4.00%				
			8/15/31	650,000	4.00%				
			8/15/32	675,000	4.00%				
			8/15/33	700,000	4.00%				
			8/15/34	725,000	4.00%				
			8/15/35	750,000	4.00%				
			8/15/36-43	800,000	4.00%				
Total Regular Serial Bonds						\$ 1,485,000	\$ 14,650,000	\$ 735,000	\$ 15,400,000
August 15, 2043									

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
JUNE 30, 2024

Series	Interest Rate Payable	Amount of Original Issue	Amount Outstanding June 30, 2023	Issued Current Year	Retired Current Year	Amount Outstanding June 30, 2024
Lease - #40121969 Refinancing	2.01%	\$ 380,412	\$ 114,148	\$	\$ 56,506	\$ 57,642
Lease - School Buses, Tractor	2.61%	242,230	49,736		49,736	
Lease - Lighting & HVAC	3.30%	2,500,988	2,115,834		105,177	2,010,657
Lease - 2 54 Passenger Buses	1.37%	230,200	138,593		45,569	93,024
Lease - 3 54 Passenger Buses	3.69%	365,000	287,502		68,021	219,481
Lease - 4 54 Passenger Buses	4.24%	657,000		657,000	142,048	514,952
Totals			\$ 2,705,813	\$ 657,000	\$ 467,057	\$ 2,895,756
General Supplies				\$	\$	
Transportation				657,000	361,880	
Maintenance					105,177	
Capital Outlay						
				\$ 657,000	\$ 467,057	

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative) Final to Actual</u>
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 562,469	\$	\$ 562,469	\$ 562,469	\$
State Sources:					
Debt Service Aid Type II	200,750		200,750	200,750	
Total Revenues	<u>763,219</u>		<u>763,219</u>	<u>763,219</u>	
EXPENDITURES:					
Regular Debt Service:					
Interest on Bonds	28,219		28,219	28,219	
Redemption of Principal	735,000		735,000	735,000	
Total Expenditures	<u>763,219</u>		<u>763,219</u>	<u>763,219</u>	
Excess (Deficiency) of Revenues Over (Under) Expenditures					
Other Financing Sources:					
Operating Transfers In:					
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures					
Fund Balance, July 1					
Fund Balance, June 30	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Undesignated Fund Balance	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

STATISTICAL SECTION

PITTSBGROVE TOWNSHIP SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(UNAUDITED)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Governmental Activities										
Invested in Capital Assets, Net of Related Debt	\$ 6,458,397	\$ 6,055,089	\$ 5,909,343	\$ 6,110,740	\$ 6,535,596	\$ 6,777,993	\$ 7,722,715	\$ 10,032,360	\$ 10,779,855	\$ (2,333,273)
Restricted	572,139	1,144,205	87,502	594,136	1,161,331	1,940,873	2,343,901	2,874,670	5,170,337	6,231,264
Unrestricted (Deficit)	(9,634,484)	(9,528,281)	(9,991,251)	(9,519,115)	(9,037,244)	(8,211,935)	(6,100,536)	(5,280,168)	(5,991,425)	9,683,288
Total Governmental Activities Net Position	<u>\$ (2,603,948)</u>	<u>\$ (2,328,987)</u>	<u>\$ (3,994,406)</u>	<u>\$ (2,814,239)</u>	<u>\$ (1,340,317)</u>	<u>\$ 506,931</u>	<u>\$ 3,966,080</u>	<u>\$ 7,626,862</u>	<u>\$ 9,958,767</u>	<u>\$ 13,581,279</u>
Business-Type Activities										
Invested in Capital Assets, Net of Related Debt	\$ 51,950	\$ 78,134	\$ 93,204	\$ 89,576	\$ 83,394	\$ 106,383	\$ 120,804	\$ 135,535	\$ 195,529	\$ 220,169
Unrestricted	119,341	185,726	225,883	195,059	261,209	237,041	202,809	510,998	434,650	361,327
Total Business-Type Activities Net Position	<u>\$ 171,291</u>	<u>\$ 263,860</u>	<u>\$ 319,087</u>	<u>\$ 284,635</u>	<u>\$ 344,603</u>	<u>\$ 343,424</u>	<u>\$ 323,613</u>	<u>\$ 646,533</u>	<u>\$ 630,179</u>	<u>\$ 581,496</u>
District-Wide										
Invested in Capital Assets, Net of Related Debt	\$ 6,510,347	\$ 6,133,223	\$ 6,002,547	\$ 6,200,316	\$ 6,618,990	\$ 6,884,376	\$ 7,843,519	\$ 10,167,895	\$ 10,975,384	\$ (2,113,104)
Restricted	572,139	1,144,205	87,502	594,136	1,161,331	1,940,873	2,343,901	2,874,670	5,170,337	6,231,264
Unrestricted (Deficit)	(9,515,143)	(9,342,555)	(9,765,368)	(9,324,056)	(8,776,035)	(7,974,894)	(5,897,727)	(4,769,170)	(5,556,775)	10,044,615
Total District-Wide Net Position	<u>\$ (2,432,657)</u>	<u>\$ (2,065,127)</u>	<u>\$ (3,675,319)</u>	<u>\$ (2,529,604)</u>	<u>\$ (995,714)</u>	<u>\$ 850,355</u>	<u>\$ 4,289,693</u>	<u>\$ 8,273,395</u>	<u>\$ 10,588,946</u>	<u>\$ 14,162,775</u>

Source: ACFR Schedule A-1

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)
(UNAUDITED)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses										
Governmental activities										
Instruction										
Regular	\$ 7,423,548	7,757,360	8,146,308	8,970,612	9,150,893	9,142,487	9,745,911	10,421,651	10,897,816	12,042,099
Special Education	2,391,672	2,493,545	2,221,725	2,458,914	2,632,974	2,584,426	2,540,025	2,397,370	2,653,660	2,704,538
Other Special Instruction	364,830	468,101	423,650	192,246	145,909	59,557	60,737			59,315
Other Instruction	421,645	447,970	441,349	454,021	433,252	467,336	462,830	442,415	473,406	526,365
Support Services										
Tuition	898,077	539,178	1,171,860	1,287,032	1,359,636	1,419,360	1,296,805	1,227,743	1,415,556	509,951
Student and Instruction Related Services	3,473,691	3,735,765	3,733,780	3,935,796	4,385,920	4,299,615	4,811,351	5,115,249	4,991,745	5,467,513
School Administrative Services	1,087,235	1,059,568	1,033,114	967,347	981,678	918,313	916,808	940,788	554,743	552,067
General Administrative Services	675,681	670,721	796,980	767,338	678,969	268,147	637,220	640,844	1,080,816	1,131,048
Central Services and Information Tech.	908,061	863,409	805,406	727,278	680,717	704,847	695,012	726,821	752,248	757,402
Plant Operations and Maintenance	2,634,144	2,918,010	2,550,312	2,513,883	4,278,576	2,927,399	2,447,370	2,552,123	3,168,619	3,586,423
Pupil Transportation	1,906,356	1,853,814	1,752,147	1,840,888	1,349,898	2,125,911	1,838,793	2,378,158	2,635,294	2,610,666
Employee Benefits	9,882,865	11,172,400	14,928,283	15,361,649	12,786,485	10,932,326	14,672,056	9,809,900	8,646,294	9,038,741
Business and Other Support Services	43,180	168,336								
Special Schools	30,078	43,448								
Amortization of Debt Issue Costs										
Interest on Long-Term Debt	291,621	294,624	357,371	269,958	199,185	179,928	48,209	65,553	175,579	341,206
Unallocated Depreciation and Amortization	1,212,606	1,265,533	1,334,672	1,205,035	1,257,949	1,176,646	1,263,221	1,558,057	1,706,282	1,618,136
Total Governmental Activities Expenses	33,645,290	35,751,782	39,696,957	40,951,997	40,322,041	37,206,298	41,436,348	38,276,672	39,152,058	40,945,470
Business-Type Activities										
Food Service	712,623	708,765	707,242	812,936	750,492	546,050	847,713	1,128,839	888,019	1,036,089
Child Care	128,494	112,359	143,441	205,795	160,172	170,526	126,291	157,665	182,576	207,910
Total Business-Type Activities Expense	841,117	821,124	850,683	1,018,731	910,664	716,576	974,004	1,286,504	1,070,595	1,243,999
Total District Expenses	\$ 34,486,407	36,572,906	40,547,640	41,970,728	41,232,705	37,922,874	42,410,352	39,563,176	40,222,653	42,189,469
Program Revenues										
Governmental Activities										
Charges for Services	\$ 678,792	1,179,866	984,666	727,453	858,696	435,521	853,722	1,046,662	908,582	1,016,725
Operating Grants and Contributions	5,800,175	7,248,410	6,301,656	5,768,282	6,395,838	4,152,413	9,812,282	6,735,743	6,219,790	7,260,347
Total Governmental Activities Prog. Revenues	\$ 6,478,967	8,428,276	7,286,322	6,495,735	7,254,534	4,587,934	10,666,004	7,782,405	7,128,372	8,277,072
Business-Type Activities										
Charges for Services										
Food Service	\$ 374,179	374,027	367,768	355,061	382,591	249,378	24,697	103,980	308,066	447,806
Child Care	128,520	141,166	157,319	224,786	201,951	134,177	69,321	148,601	177,554	215,930
Operating Grants and Contributions	354,947	397,929	380,050	403,539	385,118	330,960	859,601	1,356,005	567,278	521,638
Total Business-Type Activities Prog. Revenues	857,646	913,122	905,137	983,386	969,660	714,515	953,619	1,608,586	1,052,898	1,185,374
Total District Program Revenues	\$ 7,336,613	9,341,398	8,191,459	7,479,121	8,224,194	5,302,449	11,619,623	9,390,991	8,181,270	9,462,446
Net (Expense)/Revenue										
Governmental Activities	\$ (27,166,323)	(27,323,506)	(32,410,635)	(34,456,262)	(33,067,507)	(32,618,364)	(30,770,344)	(30,494,267)	(32,023,686)	(32,668,398)
Business-Type Activities	16,529	91,998	54,454	(35,345)	58,996	(2,061)	(20,385)	322,082	(17,697)	(58,625)
Total District-Wide Net Expense	\$ (27,149,794)	(27,231,508)	(32,356,181)	(34,491,607)	(33,008,511)	(32,620,425)	(30,790,729)	(30,172,185)	(32,041,383)	(32,727,023)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Prop. Taxes Levied for General Purposes, net	\$ 9,296,979	9,766,792	10,033,892	12,277,712	12,585,542	12,956,017	13,215,137	13,479,440	13,749,029	13,749,029
Taxes Levied for Debt Service	503,085	502,391	5,925,937	518,217	518,597	513,528	533,689	513,909	514,878	562,469
Unrestricted Grants and Contributions	13,842,223	14,002,177	11,615,909	22,401,849	20,546,100	21,068,966	20,221,170	19,862,875	19,473,082	20,502,616
Tuition Received	3,150,646	3,165,348	3,117,914	32,303	134,877	139,514	204,951	227,888	205,684	296,770
Investment Earnings	7,005	7,698	8,716	10,747	20,362	15,102	14,836	20,375	73,999	489,688
Miscellaneous Income	406,903	180,709	69,463	402,994	755,558	158,388	222,155	261,303	187,977	409,170
Bond Proceeds									365,000	657,000
Cancellation of Accounts Receivable/Payable										
Transfer to Charter School						(385,903)	(393,045)	(314,621)	(214,058)	(375,832)
Transfers	(27,478)	(26,648)	(26,615)	(7,393)	(19,607)					
Right-to-Use Lease Adjustment								103,880		
Total Governmental Activities	27,179,363	27,598,467	30,745,216	35,636,429	34,541,429	34,465,612	34,018,893	34,155,049	34,355,591	36,290,910
Business-Type Activities										
Investment Earnings	461	571	773	893	972	882	574	838	1,343	9,942
Transfer										
Total Business-Type Activities	461	571	773	893	972	882	574	838	1,343	9,942
Total District-Wide	\$ 27,179,824	27,599,038	30,745,989	35,637,322	34,542,401	34,466,494	34,019,467	34,155,887	34,356,934	36,300,852
Change in Net Position										
Governmental Activities	\$ 13,040	274,961	(1,665,419)	1,180,167	1,473,922	1,847,248	3,248,549	3,660,782	2,331,905	3,622,512
Business-Type Activities	16,990	92,569	55,227	(34,452)	59,968	(1,179)	(19,811)	322,920	(16,354)	(48,683)
Total District-Wide	\$ 30,030	367,530	(1,610,192)	1,145,715	1,533,890	1,846,069	3,228,738	3,983,702	2,315,551	3,573,829

Source: ACFR Schedule A-2

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
FUND BALANCES - GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

(Modified Accrual Basis of Accounting)
(UNAUDITED)

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
General Fund										
Restricted	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Capital Reserve	2,731	2,741	2,751	2,761	2,771	202,781	602,791	802,841	1,681,855	1,740,492
Maintenance Reserve				400,000	550,000	850,010	725,020	725,070	728,695	743,268
Excess Surplus				97,512	514,713	756,934	692,384	1,029,266	2,424,819	3,392,446
Assigned:										
Year-end Encumbrances	67,770	652,943	36,765	490,444	137,892	447,760	186,709	379,146	406,221	303,570
Subsequent Year's Expenditures	338,000	338,000		225,000	753,921	831,466	1,761,089	1,152,155	87,256	1,835,000
Unassigned (Deficit)	(855,638)	(685,522)	(614,089)	(701,755)	(697,576)	(730,440)	(26,325)	58,489	(598,235)	(880,159)
Total General Fund	<u>\$ (447,137)</u>	<u>\$ 308,162</u>	<u>\$ (574,573)</u>	<u>\$ 513,962</u>	<u>\$ 1,261,721</u>	<u>\$ 2,358,511</u>	<u>\$ 3,941,668</u>	<u>\$ 4,146,967</u>	<u>\$ 4,730,611</u>	<u>\$ 7,134,617</u>
All Other Governmental Funds										
Restricted	\$	\$	\$	\$	\$	\$	\$ 278,606	\$ 301,400	\$ 334,968	\$ 355,058
Assigned to Permanent Fund	91,322	91,602	91,681	93,862	93,847	102,141				
Unreserved, Reported in:										
Special Revenue Fund (Deficit)	(6,930)	(6,930)	(6,930)	(156,999)	(195,494)	(198,933)	(223,172)	(228,263)	(232,631)	(241,292)
Capital Projects Fund	65,849	65,849								13,607,433
Debt Service Fund	13,397					29,007	45,100	16,093		365,510
Total All Other Governmental Funds	<u>\$ 163,638</u>	<u>\$ 150,521</u>	<u>\$ 84,751</u>	<u>\$ (63,137)</u>	<u>\$ (101,647)</u>	<u>\$ (67,785)</u>	<u>\$ 100,534</u>	<u>\$ 89,230</u>	<u>\$ 102,337</u>	<u>\$ 14,086,709</u>

Source: ACFR Schedule B-1

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(UNAUDITED)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues										
Tax Levy	\$ 9,800,064	\$ 10,269,183	\$ 10,551,054	\$ 12,795,929	\$ 13,104,139	\$ 13,469,545	\$ 13,748,826	\$ 13,993,349	\$ 14,263,907	\$ 14,311,498
Tuition Charges	3,126,181	3,133,105	3,071,329	32,303	134,877	139,514	204,951	227,888	205,684	296,770
Tuition from State of New Jersey	24,465	32,243	46,585							
Interest Earnings	7,005	7,698	8,716	10,747	20,362	15,102	14,836	20,375	73,999	489,688
Miscellaneous	226,903	199,448	69,463	402,994	137,564	158,387	440,561	564,597	511,212	781,832
State Sources	16,284,981	16,871,710	17,221,406	20,807,967	22,614,360	23,107,750	24,264,512	25,530,518	26,259,326	28,697,778
Federal Sources	779,501	920,554	814,961	865,380	890,455	862,317	1,375,235	1,939,136	2,202,723	2,527,179
Total Revenues	30,249,100	31,433,941	31,783,514	34,915,320	36,901,757	37,752,615	40,048,921	42,275,863	43,516,851	47,104,745
Expenditures										
Instruction										
Regular Instruction	7,778,021	7,783,812	8,064,806	8,684,505	8,695,388	9,021,168	9,295,307	9,759,087	10,417,850	11,518,613
Special Education Instruction	2,391,672	2,493,545	2,221,725	2,458,914	2,632,974	2,584,426	2,540,025	2,397,370	2,653,660	2,704,538
Other Special Instruction	364,830	468,101	423,650	192,246	145,909	59,557	60,737			59,315
Other Instruction	421,645	447,970	441,349	454,021	433,252	467,336	462,830	442,415	473,406	526,365
Support Services										
Tuition	898,077	550,426	1,171,860	1,287,032	1,359,636	1,419,360	1,296,805	1,227,743	1,415,556	509,951
Student and Instruction Related Services	3,290,208	3,448,661	3,341,676	3,907,244	4,385,920	4,299,615	4,811,351	5,115,249	4,991,745	5,467,513
School Administrative Services	1,087,235	1,058,494	1,033,114	967,347	977,976	913,491	916,808	940,788	961,738	987,221
General Administrative Services	661,002	667,221	633,248	601,472	574,712	519,972	534,178	534,721	543,551	540,987
Central Services and Information Tech	699,196	712,756	643,509	677,155	698,977	700,414	688,496	720,305	745,710	753,398
Plant Operations and Maintenance	2,576,302	2,633,953	2,614,841	2,510,690	3,015,690	2,937,512	3,010,663	3,124,935	3,440,266	3,459,677
Pupil Transportation	1,545,518	1,586,525	1,802,630	2,125,561	2,262,565	2,097,811	1,838,793	2,378,158	2,635,294	2,810,666
Unallocated Employee Benefits	7,318,839	7,655,912	9,032,401	8,903,900	9,723,155	10,083,029	11,035,212	11,850,529	12,484,639	13,107,724
Special Schools	30,078	43,448								
Capital Outlay	375,761	1,265,405	1,575,280	720,232	1,250,360	2,908,611	874,391	2,763,045	1,566,817	2,639,348
Debt Service										
Principal	530,000	550,000	560,000	580,000	595,000	605,000	695,000	690,000	700,000	735,000
Interest and Other Charges	250,628	235,428	218,028	196,628	172,928	119,746	54,404	53,102	40,810	28,219
Total Expenditures	30,219,012	31,601,657	33,778,117	34,266,947	36,924,442	38,737,048	38,115,000	41,997,447	43,071,042	45,648,535
Excess (Deficiency) of Revenues										
Over (Under) Expenditures	30,088	(167,716)	(1,994,603)	648,373	(22,685)	(984,433)	1,933,921	278,416	445,809	1,456,210
Other Financing Sources (Uses)										
Transfer to Charter School	(27,478)	(26,648)	(26,615)	(20,234)	(19,607)	(385,903)	(393,045)	(314,621)	(214,058)	(375,832)
Capital Lease (Non-budgeted)		936,546	1,191,515	312,509	751,540	2,500,988				657,000
Cancellation of State Aid			(118,802)							
Proceeds from Lease Purchase								230,200	365,000	
Proceeds from Bond Issue										14,651,000
Total Other Financing Sources (Uses)	(27,478)	909,898	1,046,098	292,275	731,933	2,115,085	(393,045)	(84,421)	150,942	14,932,168
Net Change in Fund Balances	\$ 2,610	\$ 742,182	\$ (948,505)	\$ 940,648	\$ 709,248	\$ 1,130,652	\$ 1,540,876	\$ 193,995	\$ 596,751	\$ 16,388,378
Debt Service as a Percentage of										
Noncapital Expenditures	2.6%	2.6%	2.4%	2.3%	2.2%	2.0%	2.0%	1.9%	1.8%	1.8%

Source: ACFR Schedule B-2

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended June 30,	Interest on Investments	Tuition Revenue	Rentals and Use of Facilities	Prior Year Tuition	Services to Other LEAs	Refund of Prior Year Expenditure	Insurance Refunds/ Settlement	Athletic Receipts	Energy Admin Fee	Sale of EQUIPMENT AND Paper	Misc.	Total
2024	\$ 124,178	\$ 296,770	\$ 2,430	\$ 1,581	\$	\$ 5,890	\$	\$ 16,874	\$ 1,085	\$ 23,004	\$ 294,157	\$ 765,969
2022	73,999	205,684	3,200	59,317		22,672		16,099	1,085	5,100	27,936	\$ 415,092
2022	20,375	227,888		18,525		56,441		6,767			94,153	424,149
2021	14,836	204,951		42,398		5,375					131,612	399,172
2020	14,798	139,514	640	-		1,101					101,804	257,857
2019	20,078	134,877		11,175		7,061					42,871	216,062
2018	10,465	32,303	4,800	96,426		25,922		11,442	36,981		192,861	411,200
2017	8,338	3,117,914	2,582					13,662	22,457		(6,334)	3,158,619
2016	7,307	3,165,348	185	23,911	3,260	45,349	17,175	15,482	45,402		41,682	3,365,101
2015	6,611	3,150,646	2,480			3,858	512	15,373	37,266	52,000	100,173	3,368,919

Source: District Records

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Total Assessed Value	Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
2024	\$ 10,453,800	\$ 488,454,600	\$ 52,850,600	\$ 5,532,500	\$ 53,198,500	\$ 1,749,200	\$ 612,239,200	\$ 784,407	\$ 613,023,607	2.042	\$ 863,768,623
2023	10,776,800	484,974,700	51,413,200	5,499,100	51,421,000	1,749,200	605,834,000	915,304	606,749,304	2.042	725,723,527
2022	10,856,600	483,495,500	51,293,100	5,505,700	52,635,900		603,786,800	921,007	604,707,807	2.020	706,513,925
2021	11,195,000	483,305,300	50,647,000	5,495,000	50,489,800		601,132,100	971,227	602,103,327	1.993	667,331,372
2020	11,506,100	482,461,800	50,794,800	5,501,900	50,429,700		600,694,300	986,476	601,680,776	1.956	653,070,559
2019	11,905,800	484,002,000	49,197,000	5,489,800	50,214,700		600,809,300	966,771	601,776,071	1.901	659,093,028
2018	12,104,200	484,417,300	48,828,100	5,482,700	48,482,700		599,315,000	957,416	600,272,416	1.855	655,060,662
2017	13,205,100	482,659,900	49,940,700	5,479,400	49,282,900		600,568,000	968,977	601,536,977	1.792	636,397,160
2016	13,990,600	482,332,700	50,481,500	5,480,300	51,421,900		603,707,000	1,016,133	604,723,133	1.722	634,410,178
2015	14,561,600	481,563,100	50,877,100	5,521,200	51,929,100		604,452,100	1,084,474	605,536,574	1.657	641,500,415

Source: District records Tax list summary & Municipal Tax Assessor

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

Reassessment occurs when ordered by the County Board of Taxation

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

b Tax rates are per \$100

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate Per \$100 of Assessed Value)
(UNAUDITED)

Pittsburgh Township Board of Education				Overlapping Rates			
Year Ended June 30,	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct	Pittsburgh Township	Salem County	Municipal Open Space	Total
2024	\$ 1.962	\$ 0.080	\$ 2.042	\$ 0.415	\$ 1.625	\$ 0.010	\$ 4.092
2023	1.968	0.074	2.042	0.386	1.453	0.010	3.891
2022	1.946	0.074	2.020	0.374	1.442	0.010	3.846
2021	1.916	0.077	1.993	0.364	1.371	0.010	3.738
2020	1.881	0.075	1.956	0.339	1.329	0.010	3.634
2019	1.826	0.075	1.901	0.339	1.323	0.010	3.573
2018	1.780	0.075	1.855	0.329	1.299	0.010	3.493
2017	1.704	0.088	1.792	0.319	1.235	0.010	3.356
2016	1.638	0.084	1.722	0.309	1.14	0.010	3.181
2015	1.572	0.085	1.657	0.299	1.06	0.010	3.026

Source: District Records and Municipal Tax Collector

Note:

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

a The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net Valuation Taxable.

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

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)

Taxpayer	2024		2015	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
Harding Woods MHC LLC	\$ 5,742,000	0.94%	\$ 3,565,500	0.59%
Bifulco Brothers	4,608,400	0.75%	4,100,000	0.68%
LJK Golf, LLC	4,118,400	0.67%	2,722,400	0.45%
Rainbow of NJ	2,722,400	0.44%		
MJF Group LLC	4,805,200	0.78%		
Holly Tree Acres MHC LLC	2,067,100	0.34%		
Mayerfeld Farms Management LLC	1,932,900	0.32%		
Picnic Grove MHC LLC	1,790,000	0.29%	1,790,000	0.30%
Innovation Foods LLC	1,794,900	0.29%		
T&T Management, LLC	1,730,800	0.28%	1,730,800	0.29%
Nancy-Lee Inc			5,742,000	0.95%
Taxpayer #1			2,152,800	0.36%
RB&J Investor, LLC			1,450,500	0.24%
Windover LLC			2,015,200	0.33%
PAR 3 Management LLC				
Catalana			1,731,400	0.29%
Total	\$ 31,312,100	5.11%	\$ 27,000,600	4.46%

Source: Municipal Tax Assessor

PITTSBORO TOWNSHIP SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year		Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years
			Amount	% of Levy	
2024	\$	13,749,029	\$ 13,749,029	100.00%	\$
2023		13,749,029	13,749,029	100.00%	
2022		13,479,440	13,479,440	100.00%	
2021		13,215,137	13,215,137	100.00%	
2020		12,956,017	12,956,017	100.00%	
2019		12,585,542	12,585,542	100.00%	
2018		12,277,712	12,277,712	100.00%	
2017		10,033,892	10,033,892	100.00%	
2016		9,766,792	9,766,792	100.00%	
2015		9,296,979	9,296,979	100.00%	

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

Note:

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended June 30,	Governmental Activities			Business-Type Activities		Total District	Percentage of	
	General Obligation Bonds ^u	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases	Personal Income		Per Capita ^{zt}	
2024	\$ 15,400,000	\$ 2,895,756	\$	\$	\$ 18,295,756	3.89%	\$ 2,068	*
2023	1,485,000	2,705,813			4,190,813	0.82%	475	
2022	2,185,000	2,837,967			5,022,967	1.05%	576	
2021	2,875,000	3,161,410			6,036,410	1.38%	693	
2020	3,570,000	3,900,286			7,470,286	1.80%	858	
2019	4,096,000	2,011,505			6,107,505	1.45%	692	
2017	4,691,000	2,174,270			6,865,270	1.69%	778	
2016	5,271,000	2,672,443			7,943,443	2.05%	896	
2015	5,831,000	2,187,517			8,018,517	2.06%	901	

* Estimate

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

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

- a** See Exhibit NJ J-13 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.
- b** Includes Early Retirement Incentive Plan (ERIP) refunding

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2024	\$ 15,400,000	\$	\$ 15,400,000	1.78%	\$ 1,741 *
2023	1,485,000	\$	1,485,000	0.20%	168
2022	2,185,000		2,185,000	0.31%	251
2021	2,875,000		2,875,000	0.43%	330
2020	3,570,000		3,570,000	0.55%	410
2019	4,096,000		4,096,000	0.62%	463
2018	4,691,000		4,691,000	0.72%	530
2017	5,271,000		5,271,000	0.83%	594
2016	5,831,000		5,831,000	0.92%	655
2015	5,831,000		5,831,000	0.91%	647

* Estimate

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

a See Exhibit NJ J-6 for property tax data.

b Population data can be found in Exhibit NJ J-14.

If a district has resources that are restricted to repaying the principal of debt outstanding, these amounts should be shown in a separate column "Deductions" and be subtracted from the total, and the schedule should be named ratios of net general bonded debt outstanding.

PITTSGROVE TOWNSHIP SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2024
(UNAUDITED)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Pittsgrove Township	\$ 340,427		\$ 340,427
Other debt			
County of Salem - Township's Share	74,157,128	13.0%	9,671,150
Subtotal, Overlapping Debt			10,011,577
Pittsgrove Township School District Direct Debt			15,400,000
Total Direct and Overlapping Debt			\$ 25,411,577

Sources: Pittsgrove Township Finance Officer and Salem County Finance Office

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

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

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)

Legal Debt Margin Calculation for Fiscal Year 2023

	Equalized Valuation Basis	
	2023	\$ 854,731,941
	2022	723,271,203
	2021	703,407,559
	[A]	\$ 2,281,410,703
Average Equalized Valuation of Taxable Property	[A/3]	\$ 760,470,234
Debt Limit (4% of Average Equalization Value)	[B]	\$ 30,418,809
Net Bonded School Debt	[C]	15,400,000
Legal Debt Margin	[B-C]	\$ 15,018,809

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt Limit	\$ 25,469,285	\$ 25,388,673	\$ 25,487,770	\$ 25,711,461	\$ 25,998,090	\$ 26,177,719	\$ 26,316,587	\$ 26,979,313	\$ 27,913,655	\$ 30,418,809
Total Net Debt Applicable to Limit	6,381,000	5,831,000	5,271,000	4,691,000	4,096,000	3,570,000	2,875,000	2,185,000	1,485,000	15,400,000
Legal Debt Margin	<u>\$ 19,088,285</u>	<u>\$ 19,557,673</u>	<u>\$ 20,216,770</u>	<u>\$ 21,020,461</u>	<u>\$ 21,902,090</u>	<u>\$ 22,607,719</u>	<u>\$ 23,441,587</u>	<u>\$ 24,794,313</u>	<u>\$ 26,428,655</u>	<u>\$ 15,018,809</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	25.05%	22.97%	20.68%	18.24%	15.76%	13.64%	10.92%	8.10%	5.32%	50.63%

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

a Limit set by NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other districts

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

Year		Population ^a		Personal Income (thousands of dollars) ^b		Per Capita Personal Income ^c		Unemployment Rate ^d
2024	**	8,846	\$	470,360,427	\$	53,170	**	5.0%
2023		8,829		474,163,216		53,708		4.6%
2022		8,811		477,996,750		54,250		3.9%
2021		8,801		506,471,147		57,547		6.4%
2020		8,812		480,941,336		54,578		8.8%
2019		8,793		444,899,421		50,597		4.1%
2018		8,856		420,527,160		47,485		5.0%
2017		8,882		407,888,086		45,923		5.3%
2016		8,916		402,343,416		45,126		5.8%
2015		9,012		401,718,912		44,576		6.5%

Source:

^a Population information provided by the NJ Dept of Labor and Workforce Development

^b Personal income

^c Per Capita

^d Unemployment data provided by the NJ Dept of Labor and Workforce Development

** Estimate

	2024		2015	
Employer	Employees	Percentage of Total Employment	Employees	Percentage of Total Employment
PSE&G	1500	2.30%	1,300	2.04%
E.I. DuPont	685	1.05%	1,250	1.96%
Mannington Mills	800	1.22%	826	1.30%
Memorial Hospital of Salem County	720	1.10%	600	0.94%
Atlantic City Electric			426	0.67%
R.E. Pierson Construction	400	0.61%	400	0.63%
Ardagh Group (Anchor Glass)	376	0.58%	261	0.41%
McLane NJ	401	0.61%	352	0.55%
Elmer Hospital			350	0.55%
Walmart	250	0.38%	256	0.40%
Inspira Health Network	400	0.61%		
Larchmont Farms	275	0.42%		
	5,807	8.89%	6,021	9.44%

* Salem County

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

<u>Function/Program</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Instruction										
Regular	130.00	103.50	112.80	108.50	112.00	111.00	110.00	107.00	109.00	108.00
Special education	33.80	32.00	27.40	34.50	26.00	26.00	26.00	28.50	31.00	30.00
Support Services:										
Student & instruction related services	31.00	36.00	32.60	35.50	38.00	38.00	38.00	40.00	38.00	39.00
General administrative services	2.50	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
School administrative services	11.00	14.00	16.70	15.00	13.00	13.00	13.00	13.00	13.00	13.00
Central services	5.00	4.00	4.00	4.50	4.50	4.50	4.50	4.50	4.50	4.50
Administrative information technology	2.50	2.50	2.30	2.50	3.00	3.00	3.00	3.00	3.00	3.00
Plant operations and maintenance	8.00	9.50	8.00	9.00	5.00	5.00	5.00	5.00	5.50	5.50
Pupil transportation	29.00	33.50	40.90	41.00	43.00	43.00	42.00	41.00	42.00	42.00
Total	<u>252.80</u>	<u>238.00</u>	<u>247.70</u>	<u>253.50</u>	<u>247.50</u>	<u>246.50</u>	<u>244.50</u>	<u>245.00</u>	<u>249.00</u>	<u>248.00</u>

Source: District Personnel Records

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal	Enrollment	Operating Expenditures ⁽¹⁾	Cost Per Pupil	Percentage Change	Teaching Staff ⁽²⁾	Pupil/Teacher Ratio				Average Daily Enrollment (ADE) ⁽³⁾	Average Daily Attendance (ADA) ⁽³⁾	% Change in Average Daily Enrollment	Student Attendance Percentage
						Pre K & K	Elementary	Middle School	High School				
2024	1,661	\$ 43,009,187	\$ 17,328	5.34%	138	1:10	1:15	1:12	1:11	1,661	1,541	-5.36%	92.78%
2023	1,669	41,504,225	16,450	5.46%	140	1:10	1:15	1:12	1:11	1,669	1,547	-4.02%	92.72%
2022	1,655	39,234,402	15,599	-30.51%	135.5	1:10	1:15	1:12	1:11	1,655	1,530	-4.85%	92.47%
2021	1,659	37,240,609	22,448	4.25%	136	1:12	1:13	1:13	1:12	1,659	1,533	-4.60%	92.41%
2020	1,664	35,828,437	21,532	5.93%	138	1:12	1:13	1:13	1:12	1,664	1,621	-4.31%	97.42%
2019	1,755	35,674,082	20,327	5.74%	138	1:12	1:13	1:13	1:11	1,755	1,682	-4.31%	95.84%
2018	1,745	33,546,715	19,224	0.59%	142.5	1:14	1:13	1:12	1:11	1,739	1,680	2.47%	96.61%
2017	1,685	32,202,837	19,111	13.58%	140.20	1 : 18.0	1 : 13.0	1 : 11.0	1 : 13.0	1,697	1,642	-0.93%	96.76%
2016	1,803	30,336,252	16,825	1.54%	135.50	1 : 17.0	1 : 13.0	1 : 11.0	1 : 13.0	1,713	1,654	2.70%	96.56%
2015	1,801	29,843,251	16,570	1.05%	155.00	1 : 14.0	1 : 13.0	1 : 13.0	01:12.0	1,668	1,609	-4.30%	96.46%

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

Note: Enrollment based on annual October district count.

- (1) Operating expenditures equal total expenditures less debt service and capital outlay; Schedule J-4
- (2) Teaching staff includes only full-time equivalents of certificated staff. 2006 information obtained from the fall survey.
- (3) Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<u>District Building</u>										
<u>Elementary</u>										
Norma School (1953, 1994)										
Square Feet	22,110	22,110	22,110	22,110	22,110	22,110	22,110	22,110	22,110	22,110
Capacity (students)	135	135	135	135	135	135	135	135	135	135
Enrollment	136.2	132.7	103.9	107.6	119.0	108.0	120.0	169.5	167.9	155.4
Olivet School (1930, 1957, 1966, 1992)										
Square Feet	56,659	56,659	56,659	56,659	56,659	56,659	56,659	56,659	56,659	56,659
Capacity (students)	630	630	630	630	630	630	630	630	630	630
Enrollment	359.6	344.2	334.7	352.9	362.3	350.6	457.6	347.9	340.3	342.0
Elmer School (1956)										
Square Feet	19,281	19,281	1,921	1,921	1,921	1,921	1,921	19,281	19,281	19,281
Capacity (students)	158	158	158	158	158	158	158	158	158	158
Enrollment	200.9	208.7	230.6	229.5	218.3	224.6	235.3	217.6	226.3	219.4
<u>Middle School</u>										
Pittsgrove Middle School (1989, 1999)										
Square Feet	88,473	88,473	88,473	88,473	88,473	88,473	88,473	88,473	88,473	88,473
Capacity (students)	630	630	630	630	630	630	630	630	630	630
Enrollment	486.4	491.9	500.2	480.6	471.0	501.8	387.7	399.9	399.1	405.7
<u>High School</u>										
Arthur P. Schalick High School (1976)										
Square Feet	112,000	112,000	112,000	112,000	112,000	112,000	112,000	112,000	112,000	112,000
Capacity (students)	721	721	721	721	721	721	721	721	721	721
Enrollment	478.3	491.6	485.2	488.0	492.8	530.6	538.1	562.1	579.8	545.4
<u>Other</u>										
Maintenance Building (2000)										
Square Feet	2,400	2,400	2,400	2,400	2,400	2,400	2,400	2,400	2,400	2,400
Annex Building (1933, 1942)										
Square Feet	5,828	5,828	5,828	5,828	5,828	5,828	5,828	5,828	5,828	5,828
Board of Education (1989)										
Square Feet	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800
Round House (1985)										
Square Feet	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Number of Schools at JUNE 30, 2024										
Preschool & Kindergarten = 1										
Elementary = 2										
Middle School = 1										
High School = 1										

Source: District records, ASSA

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

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS
(UNAUDITED)

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

<u>School Facilities</u>	<u>Gross Square Footage</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
A.P. Schalick High School	112,000	\$ 283,683	\$ 35,153	\$ 249,306	\$ 253,489	\$ 236,275	\$ 272,546	\$ 80,408	\$ 46,781	\$ 13,610	\$ 19,115
Pittsgrove Middle School	88,473	251,816	238,279	223,706	229,920	532,448	373,878	88,473	19,281	6,889	21,026
Olivet Elementary School	56,659	188,327	212,323	198,795	224,559	124,310	106,271	54,049	19,646	100	11,158
Elmer Elementary School	19,281	71,967	39,383	34,220	95,084	41,862	85,069	26,362	11,287	29,255	10,192
Norma Elementary School	22,110	42,347	40,568	39,020	37,324	39,931	33,753	12,682	19,369	17,085	4,871
Total School Facilities		<u>838,140</u>	<u>565,706</u>	<u>745,047</u>	<u>840,376</u>	<u>974,826</u>	<u>871,517</u>	<u>261,974</u>	<u>116,364</u>	<u>66,939</u>	<u>66,362</u>
Other Facilities	15,028	27,842	26,026	26,519	25,369	25,097	13,284	98,536	196,465	30,929	39,470
Grand Total		<u>\$ 865,982</u>	<u>\$ 591,732</u>	<u>\$ 771,566</u>	<u>\$ 865,745</u>	<u>\$ 999,923</u>	<u>\$ 884,801</u>	<u>\$ 360,510</u>	<u>\$ 312,829</u>	<u>\$ 97,868</u>	<u>\$ 105,832</u>

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

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2023
(UNAUDITED)

	Coverage	Deductible
Republic Franklin Insurance Company/Utica National Insurance Group:		
Property		
Property- Blanket Building & Contents	\$ 85,825,036	\$ 1,000
General Liability Section		
General Aggregate Limit	13,000,000	
General Aggregate Limit	3,000,001	
Each Occurrence Limit	11,000,000	
Employee Benefit Liability		
Limit of Liability	3,000,000	
Annual Aggregate	3,000,000	
Retroactive Date (7/1/1990)		
Insured Retained Limit (Each Claim)	3,000,000	
Abuse or Molestation Liability		
Limit of Liability	11,000,000	
Annual Aggregate	13,000,000	
Employment-Related Practices Liability		
Limit of Liability	11,000,000	
Annual Aggregate	11,000,000	5,000
School District Legal Liability Coverage		
Legal Liability	1,000,000	
Aggregate	3,000,000	
Insured Retained Limit (Each Loss)	7,500	
Coinurance - 5% subject to a maximum of (Each Loss)		
Coinurance - 5% subject to a maximum of (Aggregate)		
Commercial Crime Section		
Employee Dishonest Coverage (Per Loss)	100,000	500
Commercial Inland Marine		
Data Processing Limit	1,026,308	250
Business Auto Policy		
Liability Limit	11,000,000	
Comprehensive Deductible		500
Collision Deductible		1000
NJ Schools Insurance Group:		
Workers Compensation		
Bodily Injury by Accident (Each Accident)	3,000,000	
Bodily Injury by Accident (Each Accident)	2,000,000	
Bodily Injury by Disease (Agreement Limit)	3,000,000	
Bodily Injury by Accident (Each Employee)	3,000,000	
Utica National Insurance Group:		
Commercial Umbrella Policy		
General Aggregate	10,000,000	
Each Incident Limit	10,000,000	
Retained Limit	10,000	
Zurich American Insurance Company:		
Student Accident Coverage		
Compulsory Student Accident Coverage	5,000,000	
The Ohio Casualty Insurance Company:		
Surety Bonds		
Public Official Bond- Business Administrator	250,000	

Source: District records

SINGLE AUDIT SECTION

NIGHTLINGER, COLAVITA & VOLPA

A Professional Association

Certified Public Accountants

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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, and each major fund of the Board of Education of the Pittsgrove Township School District, in the County of Salem, State of New Jersey, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the of Education of the Pittsgrove Township School District's basic financial statements, and have issued our report thereon dated December 10, 2024.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Respectfully submitted,

NIGHTLINGER, COLAVITA & VOLPA, PA



Raymond Colavita, CPA
Licensed Public School Accountant
No. 915
December 10, 2024

NIGHTLINGER, COLAVITA & VOLPA

A Professional Association

Certified Public Accountants

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

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

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

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

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

Basis for Opinion on Each Major Federal and State Program

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

We are required to be independent of The Board of Education of the Pittsgrove Township School District, in the County of Salem, State of New Jersey 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 Board of Education of the Pittsgrove Township School District, in the County of Salem, State of New Jersey'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 Board of Education of the Pittsgrove Township School District, in the County of Salem, State of New Jersey's federal and state programs.

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, Uniform Guidance and New Jersey OMB 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 Board of Education of the Pittsgrove Township School District, in the County of Salem, State of New Jersey'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 Board of Education of the Pittsgrove Township School District, in the County of Salem, State of New Jersey'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 15-08, but not for the purpose of expressing an opinion on the effectiveness of The Board of Education of the Pittsgrove Township School District, in the County of Salem, State of New Jersey'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 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 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. We considered the deficiency described in the accompanying schedule of findings and questioned costs to be significant, labeled 20234-1.

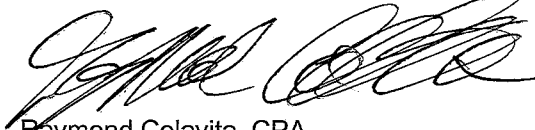
Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant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

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

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

Respectfully submitted,

NIGHTLINGER, COLAVITA & VOLPA, PA

A handwritten signature in black ink, appearing to read 'Raymond Colavita', is written over the printed name.

Raymond Colavita, CPA
Licensed Public School Accountant
No. 915
December 10, 2024

PITTSBURGH TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - SCHEDULE A
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Grantor / Program Title	CFDA Number	Federal FAIN Number	State Project Number	Grant Period From To	Program or Award Amount	JUNE 30, 2023		Cash Received	Budgetary Expenditures Pass Through Funds	Budgetary Expenditures Direct	Total Budgetary Expenditures (A)	JUNE 30, 2024		Due to Grantor at June 30, 2024
						Accounts Receivable	Unearned Revenue					(Accounts Receivable)	Unearned Revenue	
U.S. Department of Health and Human Services														
General Fund:														
Medical Assistance Program	93.778	2305NJ5MAP	N/A	7/1/22 - 6/30/23	25,111	\$	(1,779)	\$	\$	1,779	\$	\$	\$	\$
Medical Assistance Program	93.778	2305NJ5MAP	N/A	7/1/23 - 6/30/24	3,479				49		(3,479)		(3,430)	
Total U.S. Department of Education							(1,779)		1,828		(3,479)		(3,430)	
U.S. Department of Homeland Security														
Passed-through State Department of Education:														
Special Education Fund:														
Total U.S. Department of Homeland Security														
U.S. Department of Agriculture														
Passed-through State Department of Education:														
Enterprise Fund:														
Non-Cash Assistance:														
Food Distribution Program	10.565	Unknown	N/A	7/1/22 - 6/30/23	56,686			2,943			(2,943)		(2,943)	
Food Distribution Program	10.565	Unknown	N/A	7/1/23 - 6/30/24	83,435				83,435		(81,735)		(81,735)	1,700
Child Nutrition Center:														
Cash Assistance:														
National School Lunch Program	10.555	231NJ304N1199	N/A	7/1/22 - 6/30/23	326,703		(52,146)		52,146					
National School Lunch Program	10.555	241NJ304N1200	N/A	7/1/23 - 6/30/24	262,849				216,131		(262,849)		(262,849)	(46,718)
National School Breakfast Progra	10.553	231NJ304N1199	N/A	7/1/22 - 6/30/23	113,223		(18,875)		18,875					
National School Breakfast Progra	10.553	241NJ304N1200	N/A	7/1/23 - 6/30/24	88,322				71,816		(88,322)		(88,322)	(16,506)
Summer-EBT Administrative Cost	10.646	202424N180341	N/A	7/1/23 - 6/30/24	322						(322)		(322)	(322)
P-EBT Administrative Cost Reim	10.649	2022225900941	N/A	7/1/22 - 6/30/23	653		(653)		653					
Supply Chain Assistance Funding	10.555	241NJ344N8903	NA	7/1/23 - 6/30/24	45,725				45,725		(45,725)		(45,725)	
School Lunch Equipment	10.579				20,000						(20,000)		(20,000)	
Total U.S. Department of Agriculture							(71,674)	2,943	488,781		(501,896)		(501,896)	(83,546) 1,700
U.S. Department of Education														
Passed-through State Department of Education:														
Special Revenue Fund:														
E.S.E.A:														
Title I	84.010	S010A220030	ESEA-415023	7/1/22 - 9/30/23	280,602		(174,440)		174,440					
Title I	84.010	S010A230030	ESEA-415024	7/1/23 - 9/30/24	289,670				46,308		(289,670)		(289,670)	(243,362)
Title I SIA	84.010	S010A230030	ESEA-415024	7/1/23 - 9/30/24	35,000				1,160		(17,699)		(17,699)	(16,539)
ESEA T-II A	84.367A	S367A220029	ESEA-415023	7/1/22 - 9/30/23	50,141		(18,334)		18,334					
ESEA T-II A	84.367A	S367A230029	ESEA-415024	7/1/23 - 9/30/24	79,933				6,612		(47,584)		(47,584)	(40,972)
ESEA Title IV	84.424A	S424A230031	ESEA-415024	7/1/23 - 9/30/24	43,347				12,375		(31,743)		(31,743)	(19,368)
Education Stabilization Fund:														
CARES ACT 2020/ESSER	84.425D	S425D220027	CARE-415020	3/13/20-9/30/22	259,533									
CRRSA:														
CRRSA - ESSER II	84.425D	S425D230027	CRRSA-4150-23	3/13/20-9/30/23	1,063,697		(246,771)		246,771					
CRRSA - Learning Accel	84.425D	S425D230027	CRRSA-4150-23	3/13/20-9/30/23	68,262		(28,829)		28,829					
ARP:														
ARP - ESSER - III	84.425U	S425U240027	ARP-4150-24	3/13/20-9/30/24	2,390,591		(396,070)		809,837		(1,431,604)		(1,431,604)	(1,017,837)
Accel Learning (Instruction)	84.425U	S425U240027	ARP-4150-24	3/13/20-9/30/24	143,199		(12)		45,499		(116,234)		(116,234)	(70,747)
Summer Learning	84.425U	S425U240027	ARP-4150-24	3/13/20-9/30/24	40,000				40,000		(40,000)		(40,000)	
Beyond the School Day (After)	84.425U	S425U240027	ARP-4150-24	3/13/20-9/30/24	40,000		(15,826)		15,826		(1,124)		(1,124)	(1,124)
Mental Health (Emergency)	84.425U	S425U240027	ARP-4150-24	3/13/20-9/30/24	88,501		(53,556)		53,556		(449)		(449)	(449)
Homeless	84.425W	S425W240031	ARP-4150-24	3/13/20-9/30/24	17,130						(892)		(892)	(892)
ERATE CAT 2											(42,278)		(42,278)	
IDEA Cluster:														
I.D.E.A. Part B, Basic	84.027A	H027A220100	IDEA-415023	7/1/22 - 9/30/23	460,689		(184,147)		184,147					
I.D.E.A. Part B, Basic	84.027A	H027A230100	IDEA-415024	7/1/23 - 9/30/24	491,442				275,434		(491,442)		(491,442)	(216,008)
ARP IDEA Part B-Basic	84.027X	H027X220100	IDEA-415022	7/1/21 - 9/30/22	79,704									
ARP IDEA Preschool	84.173X	H173X220114	IDEAPS-415022	7/1/21 - 9/30/22	6,783									
I.D.E.A. Part B, Preschool	84.173	H173A220114	IDEAPS-415023	7/1/22 - 9/30/23	12,969		(12,969)		12,969					
I.D.E.A. Part B, Preschool	84.173	H173A230114	IDEAPS-415024	7/1/23 - 9/30/24	12,981						(12,981)		(12,981)	
Total U.S. Department of Education							(1,130,954)		1,972,097		(2,523,700)		(2,523,700)	(1,682,557)
Total Federal Financial Awards						\$	(1,204,407)	\$	2,943	\$	2,462,706	\$	(3,029,075)	\$ (3,029,075) \$ (1,769,533) \$ 1,700 \$

**PITTSBURGH TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE - SCHEDULE B
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

													MEMO	
State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From To	JUNE 30, 2023		Carryover Amount	Cash Received	Adjust ment	Budgetary Expenditures	JUNE 30, 2024		Budgetary Receivable	Cumulative Total Expenditures	
				(Accounts Receivable)	Unearned Revenue					(Accounts Receivable)	Unearned Revenue			
State Department of Education:														
General Fund:														
Equalization Aid	23-495-034-5120-078	12,996,522	7/1/22 to 6/30/23	\$ (1,261,607)	\$	\$	\$ 1,261,607	\$	\$	\$	\$	\$	\$	
Equalization Aid	24-495-034-5120-078	13,957,614	7/1/23 to 6/30/24				12,591,296	\$	(13,957,614)	(1,366,318)		(1,366,318)	* (13,957,614)	
Transportation Aid	23-495-034-5120-014	838,537	7/1/22 to 6/30/23	(81,399)			81,399							
Transportation Aid	24-495-034-5120-014	838,537	7/1/23 to 6/30/24				750,382		(838,537)	(88,155)		(88,155)	* (838,537)	
Special Education Categorical Aid	23-495-034-5120-089	1,275,692	7/1/22 to 6/30/23	(123,835)			123,835							
Special Education Categorical Aid	24-495-034-5120-089	1,381,579	7/1/23 to 6/30/24				1,247,466		(1,381,579)	(134,113)		(134,113)	* (1,381,579)	
Security Aid	23-495-034-5120-084	343,038	7/1/22 to 6/30/23	(33,300)			33,300							
Security Aid	24-495-034-5120-084	343,038	7/1/23 to 6/30/24				306,975		(343,038)	(36,063)		(36,063)	* (343,038)	
School Choice Aid	23-495-034-5120-068	1,489,995	7/1/22 to 6/30/23	(144,638)			144,638							
School Choice Aid	24-495-034-5120-068	1,548,690	7/1/23 to 6/30/24				1,392,048		(1,548,690)	(156,642)		(156,642)	* (1,548,690)	
Extraordinary Aid	23-100-034-5120-044	366,922	7/1/22 to 6/30/23	(408,323)			408,323							
Extraordinary Aid	24-100-034-5120-044	278,119	7/1/23 to 6/30/24						(278,119)	(278,119)			* (278,119)	
Non-Public Transportation Aid	N/A	22,862	7/1/22 to 6/30/23	(22,862)			22,862							
Non-Public Transportation Aid	N/A	23,005	7/1/23 to 6/30/24						(23,005)	(23,005)			* (23,005)	
Homeless Tuition Reimbursement	N/A	27,691	7/1/23 to 6/30/24						(27,691)	(27,691)			* (27,691)	
Reimbursed TPAF Social Security Contrib.	23-495-034-5094-003	970,063	7/1/22 to 6/30/23	(48,395)			48,395							
Reimbursed TPAF Social Security Contrib.	24-495-034-5094-003	1,020,470	7/1/23 to 6/30/24				970,780		(1,020,470)	(49,690)			* (1,020,470)	
On-Behalf TPAF Pension Contribution	24-495-034-5094-002	4,634,453	7/1/23 to 6/30/24				4,634,453		(4,634,453)				* (4,634,453)	
On-Behalf TPAF Post Retirement Medical	24-495-034-5094-001	1,261,329	7/1/23 to 6/30/24				1,261,329		(1,261,329)				* (1,261,329)	
On-behalf TPAF Long-term Disability Contrib.	24-495-034-5094-004	1,929	7/1/23 to 6/30/24				1,929		(1,929)				* (1,929)	
				(2,124,359)			25,281,017		(25,316,454)	(2,159,796)		(1,781,291)	(25,316,454)	
Special Revenue Fund:														
Preschool Education Aid	23-495-034-5120-086	243,370	7/1/22 to 6/30/23	(232,631)	424,446	(424,446)	232,631							
Preschool Education Aid	24-495-034-5120-086	2,600,595	7/1/23 to 6/30/24			424,446	2,359,303		(2,790,204)	(241,292)	234,837	(241,292)	* (2,790,204)	
Perkins - Pre K Security	23E00261	4,950	7/1/22 to 6/30/23	(4,950)				4,950						
ACSERS - Special Instruction	N/A	198,424	7/1/22 to 6/30/23	(99,212)						(99,212)				
ACSERS - Special Instruction	N/A		7/1/23 to 6/30/24				205,055		(211,685)	(6,630)			* (211,685)	
LEAP	N/A	65,000	7/1/21 to 6/30/22	(645)				645						
LEAP	N/A	64,354	7/1/22 to 6/30/23	(64,350)			64,350							
LEAP	N/A		7/1/23 to 6/30/24				537		(537)				* (537)	
SDA Emergent Needs & Capital Maintenance	24-100-034-5120-086		7/1/23 to 6/30/24				41,987		(41,987)				* (41,987)	
				(401,788)	424,446		2,903,863	5,595	(3,044,413)	(347,134)	234,837	(241,292)	(3,044,413)	
Debt Service Fund:														
Debt Service Aid Type II	24-495-034-5120-017	200,750	7/1/23 to 6/30/24				200,750		(200,750)				* (200,750)	
State Department of Agriculture:														
Enterprise Fund														
National School Lunch Program (State Share)	23-100-010-3350-023	13,757	7/1/22 to 6/30/23	(2,626)			2,626							
National School Lunch Program (State Share)	24-100-010-3350-023	15,799	7/1/23 to 6/30/24				12,951		(15,799)	(2,848)			* (15,799)	
School Breakfast Program (includes bfst bell)	23-100-010-3350-023	2,648	7/1/22 to 6/30/23	(505)			505							
School Breakfast Program (includes bfst bell)	24-100-010-3350-023	3,622	7/1/23 to 6/30/24				2,957		(3,622)	(665)			* (3,622)	
Summer-EBT Administrative Cost	N/A	321	7/1/23 to 6/30/24						(321)	(321)			* (321)	
				(3,131)			19,039		(19,742)	(3,834)			(19,742)	
Total State Financial Assistance				\$ (2,529,278)	\$ 424,446	\$	\$ 28,404,669	\$ 5,595	\$ (28,581,359)	\$ (2,510,764)	\$ 234,837	\$ (2,022,583)	\$ (28,581,359)	
Less: On-Behalf TPAF Pension System Contributions														
On-Behalf TPAF Pension Contribution	24-495-034-5094-002	4,634,453	7/1/23 to 6/30/24				\$ 4,634,453	\$	(4,634,453)					
On-Behalf TPAF Post Retirement Medical	24-495-034-5094-001	1,261,329	7/1/23 to 6/30/24				1,261,329		(1,261,329)					
On-behalf TPAF Long-term Disability Contrib.	24-495-034-5094-004	1,929	7/1/23 to 6/30/24				1,929		(1,929)					
Total State Financial Assistance - Major Program Determination							\$ 22,506,958	\$ 5,595	\$ (22,683,648)					

See accompanying notes to schedules of financial assistance

TOWNSHIP OF PITTSBGROVE SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS
AND FINANCIAL ASSISTANCE
JUNE 30, 2024

NOTE 1: GENERAL

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

NOTE 2: BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 2 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements 2 CFR 200- *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey OMB 15-08. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10-percent de minimis indirect cost rate allowed under Uniform Guidance.

NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$136,512) for the general fund and (\$460,346) for the special revenue fund. See Note A (the Notes to Required Supplementary Information) for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented on the following page:

TOWNSHIP OF PITTSBGROVE SCHOOL DISTRICT.
NOTES TO THE SCHEDULES OF AWARDS
AND FINANCIAL ASSISTANCE
JUNE 30, 2024

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 3,479	\$ \$25,179,942	\$ 25,183,421
Special Revenue Fund	2,523,700	3,317,086	5,840,786
Debt Service		200,750	200,750
Food Service Fund	<u>501,896</u>	<u>19,742</u>	<u>521,638</u>
Total Awards & Financial Assistance	\$ <u>3,029,075</u>	\$ <u>28,717,520</u>	\$ <u>31,746,595</u>

NOTE 4: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5: FEDERAL AND STATE LOANS OUTSTANDING

Township of Pittsgrove School District had no outstanding loans at June 30, 2024.

NOTE 6: OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the District for the year ended June 30, 2024. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2024.

NOTE 7: SCHOOLWIDE PROGRAM FUNDS

As the District's Federal Programs are on a targeted student group basis, there are no schoolwide programs in the District.

NOTE 8: MAJOR PROGRAMS

Major programs are identified in the Summary of Auditor's Results Section of the Schedule of Findings and Questioned Cost.

NOTE 9: ADJUSTMENTS

There were no adjustments on Schedule A of Federal Awards and two adjustments totaling \$5,595 reflected on Schedule B of State Financial Assistance.

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

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- 1) Material weakness (es) identified? _____ yes X no
2) Significant deficiencies identified? _____ yes X none reported

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

Federal Awards

Internal control over major programs:

- 1) Material weakness (es) identified? _____ yes X no
2) Significant deficiencies identified? _____ yes X none reported

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516(a)? _____ yes X no

Identification of major programs:

CFDA Number(s)	FAIN Number(s)	Name of Federal Program or Cluster
84.425U	84.425U	Education Stabilization Fund: ARP Consolidated
84.425W	84.425W	ARP Homeless
84.027A	H027A230100	I.D.E.A. Part B, Basic

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

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

**PITTSBURGH TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(continued)**

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

State Awards

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

Auditee qualified as low-risk auditee? X yes no

Internal control over major programs:

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

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

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

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

Identification of major programs:

<u>GMIS Number(s)</u>	<u>Name of State Program</u>
24-495-034-5094-003	Reimbursed TPAF Social Security Contrib.
24-495-034-5120-014	Transportation Aid
24-495-034-5120-086	Preschool Education Aid
24-100-034-5120-044	Extraordinary Aid

**PITTSBGROVE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(continued)**

Section II - Financial Statement Findings

This section identifies the significant deficiencies, material weakness, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements, and abuse related to the financial statements for which Government Auditing Standards requires reporting and with audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey that requires reporting in the Uniform Guidance, New Jersey OMB Treasury Circular 15-08 audit.

Finding: N/A

Criteria or specific requirement:

Condition:

Context:

Effect:

Cause:

Recommendation:

Management's response:

**PITTSBGROVE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024
(continued)**

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

This section identifies audit findings required to be reported by 2 CFR 200 section .516 of the *Uniform Administrative Requirements, Cost principles, and Audit Requirements for Federal Awards* and NJOMB Circular Letter 15-08, as applicable.

FEDERAL AWARDS

Finding: None

Information on the federal program:

Criteria or specific requirement:

Condition:

Questioned Costs:

Context:

Effect:

Cause:

Recommendation:

Views of responsible officials and planned corrective actions:

STATE AWARDS

Finding: None

Information on the state program:

Criteria or specific requirement:

Condition:

Questioned Costs:

Context:

Effect:

Cause:

Recommendation:

**PITTSBGROVE TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED
COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

This section identifies the status of prior - year findings related to the basic financial statements and Federal and State awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, US OMB *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* section .511(a)(b) and New Jersey OMB's Treasury Circular 15-08, as applicable.

STATUS OF PRIOR - YEAR FINDINGS

There were no prior year findings.