

**SCHOOL DISTRICT
OF THE
TOWNSHIP OF RANDOLPH**

**Township of Randolph School District
Randolph, New Jersey**

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

**Annual Comprehensive
Financial Report**

of the

Township of Randolph School District

Randolph, New Jersey

For the Fiscal Year Ended June 30, 2024

Prepared by

**Township of Randolph School District
Board of Education**

RANDOLPH TOWNSHIP SCHOOL DISTRICT
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INTRODUCTORY SECTION

RANDOLPH TOWNSHIP SCHOOLS

25 School House Road, Randolph, NJ 07869

(973) 361-0808

Fax (973) 361-2405

Ms. Jennifer Fano
Superintendent of Schools

Mr. Kyle Bleeker
Business Administrator
Board Secretary

October 7, 2024

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

Dear Board Members:

The annual comprehensive financial report of the Township of Randolph School District (the "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 (the "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 basic financial statements and results of operations of the District. All disclosures 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 Independent Auditors' Report, the management's discussion and analysis, the basic financial statements and notes providing an overview of the District's financial position and operating results, and supplementary schedules providing detailed budgetary information. The statistical section includes selected economic and demographic information, financial trends and the fiscal capacity of the District, 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 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditors' reports on the internal control and compliance with applicable laws, regulations, contracts and grants along with findings and questioned costs, are included in the single audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES: The Township of Randolph School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board ("GASB") in codification section 2100. All funds of the District are included in this report. The Township of Randolph School District and its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 12 for the students residing in Randolph Township. These include regular, vocational as well as special education for handicapped youngsters.

2) ECONOMIC CONDITION AND OUTLOOK: The Randolph Township School District is in the middle of significant State aid reductions that will continue through the 2024-25 Fiscal Year. The Township of Randolph ratable base continues on a flat to slight incline. The District's enrollment continues to be on a downward trend. The Board has three bargaining units with settled contracts for the 2024-2025 School year. The District's largest bargaining unit, The Randolph Education Association's (REA) will expire at the end of the 2024-2025 year. Its Administrator unit, The Randolph Township Administrators Association (RTAA) will expire at the end of the 2025-2026 year and the Teamsters contract representing our transportation staff was recently settled and are under contract through the 2028-2029 year.

The rise in cost for most goods, services, salaries, and benefits continues to outpace tax levy and State Aid increases and will require prudent and careful spending and budgeting for the foreseeable future. In addition to monitoring and controlling these costs where applicable, there will also need to be a concerted effort to research applicable alternative revenue sources to assist with maintain the level of the Districts offerings without significant changes to our services.

3) MAJOR INITIATIVES: During the 2023-2024 school year, the Randolph Township School District continued with the comprehensive review and revision of district curricula, according to parameters set forth in the district's five-year curriculum review cycle, approved each year by the Board of Education. Along with each new or newly revised curriculum, access to digital content and training of teachers to implement new curricular elements is provided.

The District continues to implement a model of professional development that emphasizes a "push-in" approach whenever possible, whereby PD providers deliver their assistance to teachers in our own classrooms with our own students, rather than a more traditional "pull-out" approach that requires teachers to leave their classrooms. We employ six instructional coaches throughout the district who model this structure in their ongoing coaching cycles and professional learning offerings with teachers. The District provides access to an online training system that allows our staff and administrators to create and view PD offerings tailored to the needs of our faculty that are accessible at any time.

The district continued to support major initiatives financially and through extensive professional development for staff. The analysis of student academic data continues to be important for all in the district. The use of diagnostic assessment data along with standardized assessment data to determine effective ways to support students is a priority at all buildings. The district added new courses at various levels including new project-based elective courses at the middle school and AP African American Studies at the high school. The district's partnership with Morris County Vocational School District and the County College of Morris is solid and supports the high school's Early College Business Academy, a program where students will graduate with an associate's degree from the County College of Morris along with a high school diploma.

The district continues to commit to providing open access to the Microsoft Office 365 suite for all members of the school community. Targeted training is offered during the summer and throughout the year to allow for purposeful tech infusion and increased collaboration.

The district continues to offer a comprehensive array of award-winning music and art programs at all levels and an expansive offering of over 30 Advanced Placement programs at the high school including the prestigious AP Capstone diploma program. The athletic program is exceptional, and the co-curricular clubs offer numerous and diverse opportunities to the student body. The district works annually to maintain a high-quality education for all students.

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

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

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

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 a vote of the Board of Education. Annual appropriated budgets are adopted for the general fund and the special revenue fund and the debt service fund. Project length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section. An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as fund balance restrictions, commitments and/or assignments at June 30, 2024.

6) ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles, as promulgated by the GASB. The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic Financial Statements", Note 1.

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, excess liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. A schedule of insurance coverage is found on J-20.

9) OTHER INFORMATION:

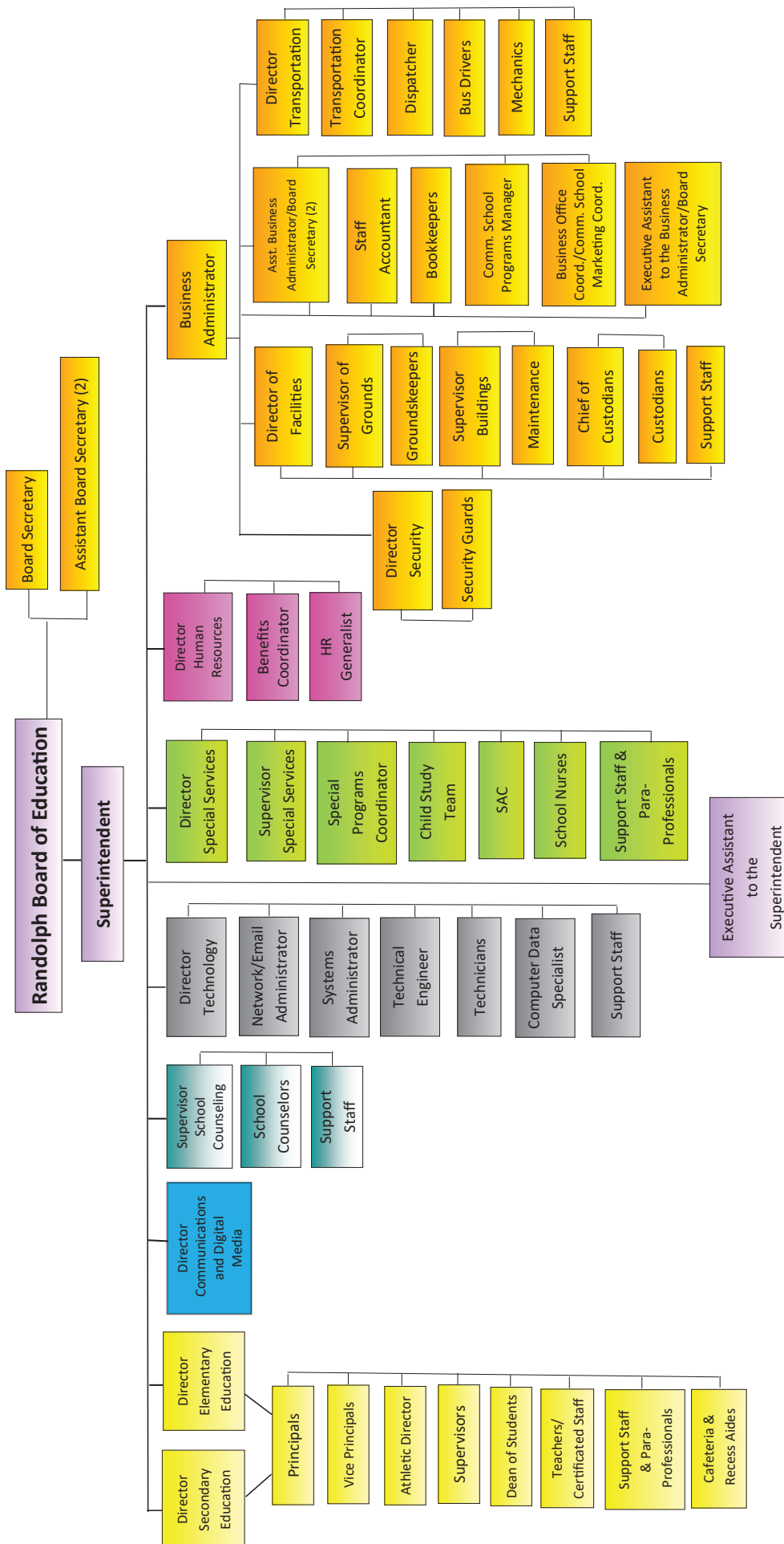
Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia LLP, CPAs, was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditors' report on the basic financial statements and specific required supplementary information is included in the financial section of this report. The auditors' reports related specifically to the single audit and *Governmental Auditing Standards* are included in the single audit section of this report.

10) ACKNOWLEDGMENTS: We would like to express our appreciation to the members of the Randolph 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 the financial and accounting staff.

Respectfully submitted,

Jennifer Fano
Jennifer Fano
Superintendent

Kyle Bleeker
Kyle Bleeker
Business Administrator



TOWNSHIP OF RANDOLPH SCHOOL DISTRICT
Roster of Officials
June 30, 2024

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Ron Conti, President	2025
Allison Manfred, Co-Vice President	2025
Amanda Adams, Co-Vice President	2026
Meredith Kurland-Ross	2027
Hazel Ball	2026
Sheldon Epstein	2026
Michael Giordano	2025
Stephanie Levin	2027
Jaime Walker	2027

<u>OTHER OFFICIALS</u>	<u>TITLE</u>
Jennifer A. Fano	Superintendent of Schools
Stephen Frost	School Business Administrator/Board Secretary (To April 30, 2024)
Dana Sullivan	Interim School Business Administrator/Board Secretary (From May 1, 2024 to June 30, 2024)
Kyle Bleeker	School Business Administrator/Board Secretary (From July 1, 2024)

TOWNSHIP OF RANDOLPH SCHOOL DISTRICT
Consultants and Advisors

Architect

Parette Somjen Architecture
439 US Highway 46, Suite 4
Rockaway, New Jersey 07866

Attorney

Schenck, Price, Smith & King LLP
220 Park Avenue
Florham Park, New Jersey 07932

Audit Firm

Nisivoccia LLP
Mount Arlington Corporate Center
200 Valley Road, Suite 300
Mount Arlington, New Jersey 07856

Official Depository

Citizens Bank
101 Wood Avenue South
Iselin, NJ 08830

FINANCIAL SECTION

Independent Auditors' Report

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

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Office, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, which follows this report, the pension and post-retirement schedules in Exhibits L-1 through L-5 and the related notes, and the budgetary comparison information in Exhibits C-1 through C-3 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, are required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 7, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.

October 7, 2024
Mount Arlington, New Jersey

NISIVOCIA LLP

Francis Jones of Nisivoccia LLP
Francis Jones
Licensed Public School Accountant #1154
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis

This section of Randolph Township School District's annual financial report presents its discussion and analysis of the District's financial performance during the fiscal year ending June 30, 2024. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

Overview of the Financial Statements

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

- The first two statements are *district-wide financial statements* that provide both *short-term* and *long-term* information about the District's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District's operations in *more* detail than the district-wide statements.
- The *governmental funds statements* tell how basic services such as regular and special education were financed in the short-term as well as what remains for future spending.
- *Proprietary funds* statements offer *short-* and *long-term* financial information about the activities the District operates like a business, such as food services and the community school.
- *Notes to Financial Statements* provide additional information essential to a full understanding of the district-wide and fund financial statements. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the District's budget for the year. Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

Figure A-1
Organization of Financial Report

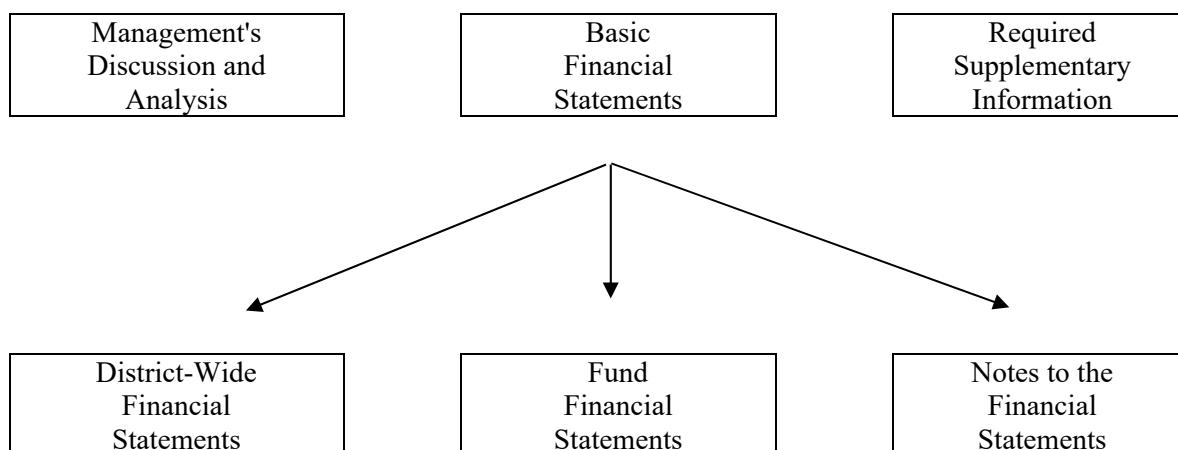


Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents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

Figure A-2

Major Features of the District-Wide and Fund Financial Statements

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

District-wide Statements

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

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

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

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

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

Fund Financial Statements

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

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

The District has two kinds of funds:

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

Notes to the financial statements: The notes provide information that is essential to a full understanding of the data provided in the District-wide and fund financial statements.

Financial Analysis of the District as a Whole

Net Position. The District's combined net position totaled \$52,271,084, 14.32% more than the prior year. Net position invested in capital assets increased \$3,398,987, restricted net position increased \$3,876,475 and unrestricted net position decreased \$728,707. (See Figure A-3) Net position invested in capital assets increased primarily due to paydown of serial bonds and capital assets additions, offset by annual depreciation. Restricted net position increased primarily due to increases in the Capital Reserve and Maintenance Reserve. Unrestricted net position decreased mainly due to an decrease in the net pension liability and a decrease in year-end encumbrances offset by the changes in deferred outflows related to pensions and deferred inflows related to pensions.

Figure A-3

Condensed Statement of Net Position

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024
Current and							
Other Assets	\$ 26,354,585	\$ 27,077,954	\$ 2,011,932	\$ 1,861,477	\$ 28,366,517	\$ 28,939,431	
Capital Assets, Net	80,636,994	81,982,305	503,290	478,245	81,140,284	82,460,550	
Lease Assets, Net	753,510	959,264			753,510	959,264	
Total Assets	107,745,089	110,019,523	2,515,222	2,339,722	110,260,311	112,359,245	-1.87%
Deferred Outflows of Resources	2,668,364	3,762,073	31,038	32,771	2,699,402	3,794,844	-28.87%
Other Liabilities	3,824,521	5,944,897	100,809	246,384	3,925,330	6,191,281	
Long-Term							
Liabilities	53,775,661	60,057,574	254,029	206,098	54,029,690	60,263,672	
Total Liabilities	57,600,182	66,002,471	354,838	452,482	57,955,020	66,454,953	-12.79%
Deferred Inflows of Resources	2,577,464	3,937,841	32,438	36,966	2,609,902	3,974,807	-34.34%
Net Position:							
Net Investment in							
Capital Assets	49,818,983	46,445,041	503,290	478,245	50,322,273	46,923,286	
Restricted	18,422,194	14,545,719			18,422,194	14,545,719	
Unrestricted/(Deficit)	(18,005,370)	(17,149,476)	1,531,987	1,404,800	(16,473,383)	(15,744,676)	
Total Net Position	\$ 50,235,807	\$ 43,841,284	\$ 2,035,277	\$ 1,883,045	\$ 52,271,084	\$ 45,724,329	14.32%

Changes in Net Position

The Changes in Net Position shows the cost of program services and the revenues of the District on a comparative schedule (Figure A-4).

Figure A-4

Changes in Net Position from Operating Results

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024
Revenue:							
Program Revenue:							
Charges for Services	\$ 2,566,836	\$ 2,044,565	\$ 2,051,894	\$ 1,783,380	\$ 4,618,730	\$ 3,827,945	
Grants and Contributions:							
Operating	22,507,018	22,274,537	543,648	569,684	23,050,666	22,844,221	
General Revenue:							
Property Taxes	86,531,708	83,628,222			86,531,708	83,628,222	
Federal and State Aid Not Restricted	413,421	3,767,158			413,421	3,767,158	
Other	1,324,858	734,039	16,937	10,702	1,341,795	744,741	
Total Revenue	113,343,841	112,448,521	2,612,479	2,363,766	115,956,320	114,812,287	1.00%
Expenses:							
Instruction	58,381,434	58,481,439			58,381,434	58,481,439	
Pupil and Instruction Services	19,835,202	16,859,557			19,835,202	16,859,557	
Administrative and Business	11,699,664	12,061,010			11,699,664	12,061,010	
Maintenance and Operations	12,010,898	10,967,931			12,010,898	10,967,931	
Transportation	3,427,756	6,458,666			3,427,756	6,458,666	
Other	1,594,364	969,811	2,460,247	1,586,365	4,054,611	2,556,176	
Total Expenses	106,949,318	105,798,414	2,460,247	1,586,365	109,409,565	107,384,779	1.89%
Increase/(Decrease) in Net Position	\$ 6,394,523	\$ 6,650,107	\$ 152,232	\$ 777,401	\$ 6,546,755	\$ 7,427,508	11.86%

Governmental Activities

As illustrated elsewhere in this document, the overall financial position of the District continues to improve. Through continued adherence to “best practices” (such as controlling costs and maximizing revenues) and judicious deployment of resources, the District has been able to maintain, expand or improve existing programs while prudently adding new ones. However, despite the overall financial environment seeing some improvement of late, the future is still quite uncertain as to school funding and its potential impact on school district operations.

With that being the case, the District needs to continue to carefully and thoroughly evaluate all aspects of its ongoing programs and operations for efficiencies and to insure that any proposed new activities or program expansions are financially viable on a long-term basis prior to implementation. This effort will allow the District to continue to enhance the overall educational environment of its students while dealing with any financial adversities which arise.

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

Figure A-5
Net Cost of Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2023/2024	2022/2023	2023/2024	2022/2023
Instruction	\$ 58,381,434	\$ 58,481,439	\$ 37,437,119	\$ 42,153,585
Student and Instruction Services	19,835,202	16,859,557	18,113,947	13,211,484
Administrative and Business	11,699,664	12,061,010	11,045,724	10,781,287
Maintenance and Operations	12,010,898	10,967,931	11,698,528	10,081,688
Transportation	3,427,756	6,458,666	2,087,330	4,622,028
Other	1,594,364	969,811	1,492,816	629,240
	<u>\$ 106,949,318</u>	<u>\$ 105,798,414</u>	<u>\$ 81,875,464</u>	<u>\$ 81,479,312</u>

Business-Type Activities

Net position from the District’s business-type activity increased \$152,232 mainly as a result of the decrease in the net pension liability in the community school program and revenues exceeding expenses in the food service program. (Refer to Figure A-4).

Financial Analysis of the District’s Funds

The District’s financial position improved in the General Fund during the year. For the most part, the financial improvements were due to cost reductions, evaluation of programs and services.

General Fund Budgetary Highlights

During the course of each school year, the District revises its annual operating budget as needed within permitted guidelines. During the year, budget amendments were made to budgetary line items for changes in school-based needs for programs, supplies and equipment.

Capital Asset and Long-term Liabilities Administration

Figure A-6

Capital Assets (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024	2022/2023	2023/2024
Land	\$ 3,465,955	\$ 3,465,955			\$ 3,465,955	\$ 3,465,955	
Construction in Progress	11,311,732	21,375,185			11,311,732	21,375,185	
Buildings and Building Improvements	60,996,992	52,136,377			60,996,992	52,136,377	
Machinery and Equipment	4,862,315	5,004,788	\$ 503,290	\$ 478,245	5,365,605	5,483,033	
Total Capital Assets, Net of Depreciation	<u>\$80,636,994</u>	<u>\$81,982,305</u>	<u>\$ 503,290</u>	<u>\$ 478,245</u>	<u>\$81,140,284</u>	<u>\$82,460,550</u>	-1.60%

Long-term Liabilities

At year-end, the District had \$26,855,000 in general obligation bonds outstanding – a decrease of \$3,070,000 from last year – as shown in Figure A-7. Net Pension Liability decreased by \$1,976,555, financed purchases decreased by \$1,915,053, and other long-term liabilities increased by \$473,597 - as shown in Figure A-7. (More detailed information about the District's long-term liabilities is presented in Note 7 to the financial statements.)

Figure A-7

Outstanding Long-Term Liabilities

	Total School District		Total Percentage Change
	2023/2024	2022/2023	2023/2024
General Obligation Bonds, (Financed with Property Taxes)	\$ 26,855,000	\$ 29,925,000	
Net Pension Liability	20,184,509	22,161,064	
Financed Purchases	4,176,024	6,091,077	
Other Long-Term Liabilities	<u>2,560,128</u>	<u>2,086,531</u>	
	<u>\$ 53,775,661</u>	<u>\$ 60,263,672</u>	-10.77%

Factors Bearing on the District's Future Revenue/Expense Changes

The most likely factors that will have a direct effect on future school district budgeting of both revenue and expenses will continue to be legislation and the overall economy. Examples of legislation that are having an impact on the district are:

- 1.) S2 which changed the implementation of the funding formula used to distribute State Aid. These changes in the formula have resulted in the District's State Aid being reduced by \$6.3 Million through Fiscal Year 2025.
- 2.) Chapter 44 which requires that new employees go into a health insurance plan that was created by the law. In Randolph's case, this plan brings premiums that are higher than all the current plans the district offers and reduces the employee contributions. Employees enrolled in the new plan will pay a percentage of their salary rather than the Chapter 78 percentage of premium that has been in place since 2011. This will result in higher premium costs to the district and lower employee contributions to their insurance coverage.
- 3.) A5060/S3440, enacted in June 2023, expands the potential uses of sick time for employees. While the primary impact will be operational, there are likely to be significant additional substitute and leave replacement expenses.

As to the economy, the recent financial uncertainty related to inflation has created a dramatic increase in regular operating expenses. The State of NJ budget and funding of public schools remains uncertain at the conclusion of S2 and with anticipated revenue shortfalls in the next few state budget years it is difficult to accurately forecast the funding challenges of the State going in the near future.

Other factors which will affect the District's finances going forward include the uncertainty of future increases to costs which the District does not have strict control over (such as health benefits, general insurance and utilities) as well as the degree to which overall costs exceed the allowable annual increase to the district's total budget (now set at 2.0% annually by law). In an ongoing effort to minimize the effect of these factors, the District continues to be focused on ways to improve its revenue stream and control costs, as well as pursuing strategies where possible that can help mitigate some of the uncertainties that will certainly continue to exist.

The District is also dealing with numerous facilities projects in need of completion over the next few years. Strategic funding the Capital Reserve Account and utilization of ROD grants from the State will allow the most critical of these projects to move forward in the near future. Also, prior to the issuance of this report, the Township approved the Board to sell \$41.4m of bonds to fund upcoming facility projects. All projects funded through the bond are eligible for debt-service aid from the State of New Jersey.

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Board of Education Office, 25 School House Road, Randolph, New Jersey 07869.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

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

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 5,621,141	\$ 1,954,097	\$ 7,575,238
Receivables from Other Governments	3,142,172	18,240	3,160,412
Receivables - Other	374,771	13,145	387,916
Inventories		26,450	26,450
Restricted Assets - Cash and Cash Equivalents	17,216,501		17,216,501
Capital Assets:			
Sites (Land)	3,465,955		3,465,955
Construction in Progress	11,311,732		11,311,732
Depreciable Buildings and Building Improvements, and Machinery and Equipment	65,859,307	503,290	66,362,597
Lease Assets	753,510		753,510
Total Assets	<u>107,745,089</u>	<u>2,515,222</u>	<u>110,260,311</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amount on Refunding	224,908		224,908
Deferred Outflows Related to Pensions	2,443,456	31,038	2,474,494
Total Deferred Outflows of Resources	<u>2,668,364</u>	<u>31,038</u>	<u>2,699,402</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	3,019,322	100,809	3,120,131
Accrued Interest Payable	282,804		282,804
Payable to State Government	21,933		21,933
Unearned Revenue	500,462	123,707	624,169
Noncurrent Liabilities:			
Due Within One Year	4,939,438		4,939,438
Due Beyond One Year	48,836,223	254,029	49,090,252
Total Liabilities	<u>57,600,182</u>	<u>478,545</u>	<u>58,078,727</u>
DEFERRED INFLOW OF RESOURCES			
Deferred Inflows Related to Pensions	2,577,464	32,438	2,609,902
Total Deferred Outflows of Resources	<u>2,577,464</u>	<u>32,438</u>	<u>2,609,902</u>
NET POSITION			
Net Investment in Capital Assets	49,818,983	503,290	50,322,273
Restricted for:			
Capital Projects	15,376,191		15,376,191
Maintenance Reserve	1,357,522		1,357,522
Student Activities	499,110		499,110
Scholarships	24,371		24,371
Excess Surplus	1,165,000		1,165,000
Unrestricted/(Deficit)	<u>(18,005,370)</u>	<u>1,531,987</u>	<u>(16,473,383)</u>
Total Net Position	<u>\$ 50,235,807</u>	<u>\$ 2,035,277</u>	<u>\$ 52,271,084</u>

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

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

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:						
Instruction:						
Regular	\$ 42,198,580	\$ 1,811,098	\$ 8,590,018	\$ (31,797,464)		\$ (31,797,464)
Special Education	11,933,892		10,152,247	(1,781,645)		(1,781,645)
Other Special Instruction	2,004,704		390,952	(1,613,752)		(1,613,752)
Other Instruction	2,244,258			(2,244,258)		(2,244,258)
Support Services:						
Tuition	2,600,662		965,517	(1,635,145)		(1,635,145)
Student & Instruction Related Services	17,234,540	755,738		(16,478,802)		(16,478,802)
General Administrative Services	2,126,214		70,475	(2,055,739)		(2,055,739)
School Administrative Services	4,987,605		583,465	(4,404,140)		(4,404,140)
Central Services	1,623,420			(1,623,420)		(1,623,420)
Administration Information Technology	2,962,425			(2,962,425)		(2,962,425)
Plant Operations and Maintenance	12,010,898		312,370	(11,698,528)		(11,698,528)
Pupil Transportation	3,427,756		1,340,426	(2,087,330)		(2,087,330)
Transfer to Charter Schools	107,353			(107,353)		(107,353)
Interest on Long-Term Debt	791,861			(791,861)		(791,861)
Capital Outlay	695,150		101,548	(593,602)		(593,602)
Total Governmental Activities	106,949,318	2,566,836	22,507,018	(81,875,464)		(81,875,464)

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

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Business-Type Activities:						
Food Service	\$ 1,725,334	\$ 1,257,909	\$ 543,648		\$ 76,223	\$ 76,223
Community School	734,913	793,985			59,072	59,072
Total Business-Type Activities	2,460,247	2,051,894	543,648		135,295	135,295
Total Primary Government	\$ 109,409,565	\$ 4,618,730	\$ 23,050,666	\$ (81,875,464)	135,295	(81,740,169)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				83,110,237		83,110,237
Taxes Levied for Debt Service				3,421,471		3,421,471
Federal and State Aid not Restricted				413,421		413,421
Interest and Unrestricted Miscellaneous Revenue				1,324,858	16,937	1,341,795
Total General Revenues				88,269,987	16,937	88,286,924
Change in Net Position				6,394,523	152,232	6,546,755
Net Position - Beginning				43,841,284	1,883,045	45,724,329
Net Position - Ending				\$ 50,235,807	\$ 2,035,277	\$ 52,271,084

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

FUND FINANCIAL STATEMENTS

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

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
ASSETS:				
Cash and Cash Equivalents	\$ 5,359,570	\$ 140,725	\$ 40,693	\$ 5,540,988
Receivables:				
Federal Government		399,662		399,662
State Government	2,742,510			2,742,510
Other	374,771			374,771
Restricted Cash and Cash Equivalents	16,693,020	523,481		17,216,501
Total Assets	<u>\$ 25,169,871</u>	<u>\$ 1,063,868</u>	<u>\$ 40,693</u>	<u>\$ 26,274,432</u>
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Accounts Payable	\$ 1,223,984	\$ 17,992		\$ 1,241,976
Payable to State Government		21,933		21,933
Unearned Revenue		500,462		500,462
Total Liabilities	<u>1,223,984</u>	<u>540,387</u>		<u>1,764,371</u>
Fund Balances:				
Restricted for:				
Capital Reserve Account	15,335,498			15,335,498
Maintenance Reserve Account	1,357,522			1,357,522
Capital Projects Fund			\$ 40,693	40,693
Excess Surplus	1,165,000			1,165,000
Student Activities		499,110		499,110
Scholarships		24,371		24,371
Assigned:				
Designated for Subsequent Year's Expenditures	1,165,000			1,165,000
Year End Encumbrances	3,251,331			3,251,331
Unassigned	1,671,536			1,671,536
Total Fund Balances	<u>23,945,887</u>	<u>523,481</u>	<u>40,693</u>	<u>24,510,061</u>
Total Liabilities and Fund Balances	<u>\$ 25,169,871</u>	<u>\$ 1,063,868</u>	<u>\$ 40,693</u>	

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

Total Fund Balance (Above)	\$ 24,510,061
Amounts Reported for <i>Governmental Activities</i> 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.	80,636,994
Leased Assets used in Governmental Activities are not financial resources and therefore are not reported in the Funds.	753,510
Long-term liabilities, such as bonds payable, financed purchases, leases payable and accrued compensated absences are not due and payable in the current period and therefore are not reported as liabilities in the Funds.	(33,591,152)
The Net Pension Liability for PERS is not Due and Payable in the Current Period and is not Reported in the Governmental Funds.	(20,184,509)
Certain amounts related to the Net Pension Liability are deferred and amortized in the Statement of Activities and are not reported in the Governmental Funds:	
Deferred Outflows	666,110
Deferred Inflows	(2,577,464)
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.	(282,804)
The deferred amount on the refunding is not reported as an expenditure in the governmental funds in the year of the expenditure.	224,908
Internal service funds are used by management to charge the costs of health benefits to individual funds. The assets and liabilities are included in governmental activities in the statement of net position.	80,153
Net Position of Governmental Activities (Exhibit A-1)	<u>\$ 50,235,807</u>

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

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

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUE:					
Local Sources:					
Local Tax Levy	\$ 83,110,237			\$ 3,421,471	\$ 86,531,708
Tuition Charges	2,059,563				2,059,563
Interest Earned on Capital Reserve Funds	143,054				143,054
Miscellaneous	1,181,804	\$ 856,132			2,037,936
Total Local Sources	86,494,658	856,132		3,421,471	90,772,261
State Sources	30,336,462	268,320		343,201	30,947,983
Federal Sources	70,220	1,721,819			1,792,039
Total Revenue	116,901,340	2,846,271		3,764,672	123,512,283
EXPENDITURES					
Current:					
Regular Instruction	26,118,708	359,347			26,478,055
Special Education Instruction	6,890,402	664,121			7,554,523
Other Special Instruction	1,175,241				1,175,241
Other Instruction	1,773,670				1,773,670
Support Services and Undistributed Costs:					
Tuition	1,635,145	965,517			2,600,662
Student & Instruction Related Services	11,959,779	741,085			12,700,864
General Administrative Services	1,829,516				1,829,516
School Administrative Services	3,230,735				3,230,735
Central Services	1,101,469				1,101,469
Administrative Information Technology	2,342,287				2,342,287
Plant Operations and Maintenance	9,675,715				9,675,715
Pupil Transportation	4,244,129				4,244,129
Unallocated Benefits	39,320,396				39,320,396
Debt Service:					
Principal				3,070,000	3,070,000
Interest and Other Charges				694,673	694,673
Capital Outlay	3,792,583	101,548	\$ 180,040		4,074,171
Transfer of Funds to Charter Schools	107,353				107,353
Total Expenditures	115,197,128	2,831,618	180,040	3,764,673	121,973,459
Excess/(Deficiency) of Revenue over/(under) Expenditures	1,704,212	14,653	(180,040)	(1)	1,538,824
Fund Balance - July 1	22,241,675	508,828	220,733	1	22,971,237
Fund Balance - June 30	\$ 23,945,887	\$ 523,481	\$ 40,693	\$ - 0 -	\$ 24,510,061

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

RANDOLPH 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 FISCAL YEAR ENDED JUNE 30, 2024

Total Net Change in Fund Balances - Governmental Funds (from B-2) \$ 1,538,824

Total Net Change in Fund Balances - Internal Service Fund (from Exhibit B-5) (161,017)

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 and capital asset deletions (net) of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation differs from capital outlays and capital asset adjustments in the period.

Capital Asset Additions	\$ 3,265,283
Capital Asset Adjustments	11,625
Depreciation	<u>(4,622,219)</u>
	(1,345,311)

Capital outlays related to lease assets are reported in Governmental Funds as expenditures. However, in the Statement of Activities the cost of those assets is allocated over the shorter of their estimated useful lives or lease term as amortization expense. This is the amount by which amortization differs from capital outlays in the period. (205,754)

Repayment of debt service 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. 3,070,000

Repayment of leases 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. 206,821

The governmental funds report the effect of bond premiums and the deferred amount on the refunding when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. (46,134)

RANDOLPH 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 FISCAL YEAR ENDED JUNE 30, 2024

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due.	\$ 13,286
In the repayment of financed purchases 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.	1,915,053
The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:	
Change in Net Pension Liability	1,770,457
Change in Deferred Outflows	(1,041,661)
Change in Deferred Inflows	1,360,377
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).	(680,418)
Change in Net Position of Governmental Activities (A-2)	<u>\$ 6,394,523</u>

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

	Business-type Activities - Enterprise Funds		Governmental Activities -
	Major Funds		Internal
	Community School	Food Service	Service Fund
<u>ASSETS:</u>			
Current Assets:			
Cash and Cash Equivalents	\$ 1,142,931	\$ 811,166	\$ 80,153
Accounts Receivable:			
State		1,553	
Federal		16,687	
Other		13,145	
Inventories		26,450	
Total Current Assets	1,142,931	869,001	80,153
Non-Current Assets:			
Machinery and Equipment	506,192	950,611	
Less: Accumulated Depreciation	(229,071)	(724,442)	
Total Non-Current Assets	277,121	226,169	
Total Assets	1,420,052	1,095,170	80,153
<u>DEFERRED OUTFLOWS OF RESOURCES:</u>			
Changes in Assumptions - Pension	558		
Changes in Proportion - Pension	4,227		
Difference Between Expected and Actual Experience - Pension	2,429		
Difference Between Projected and Actual Earnings on Investments - Pension	1,170		
District Contribution Subsequent to the Measurement Date - Pension	22,654		
Total Deferred Outflows of Resources	31,038		

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

	Business-type Activities - Enterprise Funds		Governmental Activities -
	Major Funds		Internal
	Community School	Food Service	Service Fund
<u>LIABILITIES:</u>			
Current Liabilities:			
Accounts Payable	\$ 24,079	\$ 76,730	
Unearned Revenue			
Prepaid Meals		57,913	
Supply Chain Assistance		57,653	
Donated Commodities		8,141	
Long-term Liabilities:			
Net Pension Liability	254,029		
Total Liabilities	278,108	200,437	
<u>DEFERRED INFLOWS OF RESOURCES:</u>			
Changes in Assumptions - Pension	15,395		
Changes in Proportion - Pension	16,005		
Difference Between Expected and Actual Experience - Pension	1,038		
Total Deferred Inflows of Resources	32,438		
<u>NET POSITION:</u>			
Investment in Capital Assets	277,121	226,169	
Unrestricted	863,423	668,564	\$ 80,153
Total Net Position	\$ 1,140,544	\$ 894,733	\$ 80,153

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

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

	Business-Type Activities - Enterprise Funds		Governmental Activities - Internal Service Fund
	Major Funds		
	Community School	Food Service	
Operating Revenue			
Local Sources:			
Daily Sales - Reimbursable Programs		\$ 667,224	
Daily Sales - Non-Reimbursable Programs		590,485	
Community School - Regular Program Fees	\$ 793,985		
Charges and Fees			\$ 4,703,093
Total Operating Revenue	793,985	1,257,909	4,703,093
Operating Expenses:			
Cost of Sales (Reimbursable) Programs		377,823	
Cost of Sales (Non-Reimbursable) Programs		334,750	
Salaries	390,404	513,716	
Employee Benefits	82,250	163,457	4,883,188
Purchased Professional/Technical Services	24,261		
Other Purchased Services	147,530	106,593	
Supplies and Materials	42,324	17,875	
Management Fee		75,000	
Miscellaneous	29,402	3,714	
Depreciation	18,742	132,406	
Total Operating Expenses	734,913	1,725,334	4,883,188
Operating Income/(Loss)	59,072	(467,425)	(180,095)
Non-Operating Revenue:			
State Sources:			
State School Lunch Program		19,289	
State School Lunch Extended Income Eligibility		663	
State School Breakfast Program		675	
State School Breakfast Extended Income Eligibility		8,462	
Federal sources:			
National School Lunch Program		299,823	
School Breakfast Program		20,377	
Supply Chain Assistance		107,220	
Food Distribution Program		56,644	
COVID19 - P-EBT Administrative Cost		653	
Local Food for Schools Program		29,842	
Local Sources:			
Interest Income	16,937		19,078
Total Non-Operating Revenue	16,937	543,648	19,078
Change in Net Position	76,009	76,223	(161,017)
Net Position - Beginning of Year	1,064,535	818,510	241,170
Net Position - End of Year	\$ 1,140,544	\$ 894,733	\$ 80,153

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

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

	Business-type Activities - Enterprise Funds		Governmental
	Major Funds		Activities -
	Community School	Food Service	Internal Service Fund
Cash flows from operating activities:			
Receipts from Customers	\$ 797,106	\$ 1,256,671	\$ 4,703,093
Payments to Employees	(427,518)	(1,345,422)	
Payments to Suppliers	(269,252)	(175,747)	
Payments for Health Benefit Claims and Expenses			(4,883,188)
Net cash provided by /(used for) operating activities	100,336	(264,498)	(180,095)
Cash flows from investing activities:			
Interest Income	16,937		19,078
Net cash provided by investing activities	16,937		19,078
Cash flows from capital and related financing activities:			
Acquisition and Construction of Capital Assets		(176,193)	
Net cash used for capital and related financing activities		(176,193)	
Cash flows from noncapital financing activities:			
Cash received from Federal Reimbursements		484,062	
Cash received from State Reimbursements		28,544	
Net Cash Provided by Noncapital Financing Activities		512,606	
Net increase / (decrease) in Cash and Cash Equivalents	117,273	71,915	(161,017)
Cash and cash equivalents, July 1	1,025,658	769,093	241,170
Cash and cash equivalents, June 30	\$ 1,142,931	\$ 841,008	\$ 80,153

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

	Business-type Activities - Enterprise Funds		Governmental
	Major Funds		Activities -
	Community School	Food Service	Internal Service Fund
Reconciliation of operating income/(loss) to net cash provided by/(used for) operating activities:			
Operating income/(loss)	\$ 59,072	\$ (467,425)	\$ (180,095)
Adjustment to reconcile operating income/(loss) to net cash provided by (used for) operating activities:			
Depreciation	18,742	132,406	
Federal food distribution program		55,298	
Changes in assets and liabilities:			
(Increase)/Decrease in Other Accounts Receivable	3,121	(4,055)	
(Increase)/Decrease in Inventory		4,844	
Increase/(Decrease) in Accounts Payable	(25,735)	9,360	
Increase/(Decrease) in Unearned Revenue		5,074	
Increase/(Decrease) in Net Pension Liability	47,931		
(Increase)/Decrease in Deferred Outflows Related to Pensions	1,733		
Increase/(Decrease) in Deferred Inflows Related to Pensions	(4,528)		
Net cash provided by / (used for) operating activities	<u>\$ 100,336</u>	<u>\$ (264,498)</u>	<u>\$ (180,095)</u>

Non-Cash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received \$55,298 and utilized \$56,644 of commodities from the Federal Food Distribution Program for the fiscal year ended June 30, 2024.

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

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity:

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

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

B. Basis of Presentation:

District-Wide Financial Statements:

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

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function.

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

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

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function. Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements. Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements:

During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds. Separate statements for each fund category - *governmental, 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 option noted in GASB No. 34, paragraph 76. The NJDOE believes that the presentation of all governmental funds as major is important for public interest and to promote consistency among district financial reporting models.

The District reports the following governmental funds:

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

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

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

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

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

B. Basis of Presentation: (Cont'd)

The District reports the following governmental funds: (Cont'd)

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

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

The District reports the following proprietary funds:

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

Internal Service Fund: The District operates an internal service fund for health benefits. The fund is utilized to account for operations that are financed and operated in a manner similar to a private business enterprise.

C. Measurement Focus and Basis of Accounting

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

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

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

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

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

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

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

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budget for the fiscal year ended June 30, 2024 was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. All budget amendments/transfers must be made by School Board resolution. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

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

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

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

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

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

D. Budgets/Budgetary Control (Cont'd)

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
from the Budgetary Comparison Schedule	\$ 116,839,110	\$ 3,166,547
Differences - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue whereas the GAAP Basis does not.		
Current Year Encumbrances		(468,099)
Cancellation of Prior Year Encumbrances		147,823
Prior Year State Aid Payments Recognized for GAAP Statements, not Recognized for Budgetary Purposes	744,907	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	<u>(682,677)</u>	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	<u>\$ 116,901,340</u>	<u>\$ 2,846,271</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Expenditures" from the Budgetary Comparison Schedule	\$ 115,197,128	\$ 3,151,894
Differences - Budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		<u>(320,276)</u>
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 115,197,128</u>	<u>\$ 2,831,618</u>

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

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

E. Cash and Cash Equivalents and Investments:

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

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

New Jersey school districts are limited as to type of investments and types of financial institutions they may invest in. New Jersey Statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

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

F. Interfund Transactions

Transfers between governmental and business-type activities on the District-wide statements are reported in the same manner as general revenue. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenue/expenses in the enterprise funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

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

G. Allowance for Uncollectible Accounts

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

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

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

H. Encumbrances:

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

Open encumbrances in the special revenue fund for which the District has received advances are reflected in the balance sheet as unearned revenue at fiscal year-end.

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

I. Short-term Interfund Receivables/Payables:

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

J. Inventories and Prepaid Expenses:

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

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

K. Capital Assets:

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

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

	<u>Estimated Useful Life</u>
Buildings and Building Improvements	30 years
Machinery, Furniture and Equipment	10 to 15 years
Computer and Related Technology	5 years
Vehicles	8 years

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

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

K. Capital Assets: (Cont'd)

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

L. Lease Assets:

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

M. Subscription Assets:

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

N. Long Term Liabilities:

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

O. Accrued Salaries and Wages:

The District does not allow employees who provide services over the ten-month academic year the option to have their salaries evenly distributed during the entire twelve-month year, therefore, there are no accrued salaries and wages as of June 30, 2024.

P. Compensated Absences:

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's various employee contracts/agreements. Upon termination, employees are paid for accrued vacation. These employee contracts/agreements permit employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement, employees shall be paid by the District for the unused sick leave in accordance with the applicable District employee contract/agreement.

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

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

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

Q. Lease Payable

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

R. Subscription Payable:

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

S. Unearned Revenue:

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

T. Fund Balance Appropriated:

General Fund: Of the \$23,945,887 General Fund balance at June 30, 2024, \$3,251,331 is assigned fund balance for year-end encumbrances; \$1,165,000 will be restricted as the current year excess surplus and included as anticipated revenue for the fiscal year ending June 30, 2026; \$1,165,000 is assigned and has been assigned and included as anticipated revenue for the year ending June 30, 2025; \$15,335,498 is restricted in the capital reserve account; \$1,357,522 is restricted in the maintenance reserve account; and \$1,671,536 is unassigned which is \$682,677 less on the GAAP basis than the calculated maximum unassigned fund balance due to the June state aid payments that are not recognized until the fiscal year ending June 30, 2024.

Special Revenue Fund: The Special Revenue Fund fund balance at June 30, 2024 is \$523,481 and is restricted for student activities and scholarships.

Capital Projects Fund: The Capital Projects Fund balance of \$40,693 at June 30, 2024 is restricted.

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

The District's unassigned fund balance in the General Fund is less on a GAAP basis than the budgetary basis by \$682,677 as reported in the fund statements (modified accrual basis). P.L. 2003, C.97 provides that in the event a state school aid payment is not made until the following school budget year, Districts must record the last state aid payment as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school Districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the school District cannot recognize the June state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the June state aid payments and not the fund balance reported on the fund statement which excludes the June state aid payments.

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

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

U. Net Position:

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

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

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

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

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

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

V. Deficit Net Position:

The District has a deficit in unrestricted net position of \$18,005,370 in governmental activities, which is primarily due to compensated absences payable and net pension liability and related deferred inflows and outflows. This deficit does not indicate that the District is having financial difficulties and is a permitted practice under generally accepted accounting principles.

W. Fund Balance Restrictions, Commitments and Assignments:

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

Fund balance restrictions have been established for a capital reserve, a maintenance reserve, excess surplus the Capital Projects Fund, student activities and scholarships.

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

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

W. Fund Balance Restrictions, Commitments and Assignments: (Cont'd)

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

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

X. Revenue - Exchange and Nonexchange Transactions:

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

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

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes, interest and tuition.

Y. Operating Revenue and Expenses:

Operating revenue are those revenues that are generated directly from the primary activity of the Enterprise Fund. These revenues are food service sales and community school fees. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the Enterprise Fund.

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

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

Z. Management Estimates:

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

AA. Pensions

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

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

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

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

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

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

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

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

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

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

Deposits:

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

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

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

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

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

Investments:

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

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located.
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983, c.313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by local units;
- (6) Local government investment pools;

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

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

Investments (Cont'd):

- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or
- (8) Agreements for the repurchase of fully collateralized securities if:
 - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.). ;
 - (b) the custody of collateral is transferred to a third party;
 - (c) the maturity of the agreement is not more than 30 days;
 - (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
 - (e) a master repurchase agreement providing for the custody and security of collateral is executed; or
- (9) Deposit of funds in accordance with the following conditions:
 - (a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;
 - (b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;
 - (c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;
 - (d) The designated public depository acts as custodian for the school district with respect to these deposits; and
 - (e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

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

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

Investments (Cont'd):

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

		Restricted Cash and Cash Equivalents				
	Cash and Cash Equivalents	Capital Reserve Account	Maintenance Reserve Account	Student Activities	Scholarships	Total
Checking and Savings Accounts	\$ 7,575,238	\$15,335,498	\$ 1,357,522	\$499,110	\$ 24,371	\$ 24,791,739

During the period ended June 30, 2024, the District did not hold any investments. The carrying amount of the Board's cash and cash equivalents at June 30, 2024, was \$24,791,739 and the bank balance was \$27,281,975.

NOTE 4: TRANSFERS TO CAPITAL OUTLAY

During the fiscal year ended June 30, 2024, the District had no transfers that required County Superintendent approval.

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

NOTE 5. CAPITAL ASSETS

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

	Beginning Balance	Increases	Transfers/ Adjustments/ Decreases	Ending Balance
Governmental Activities:				
Capital Assets not Being Depreciated:				
Sites (Land)	\$ 3,465,955			\$ 3,465,955
Construction in Progress	21,375,185	\$ 2,535,174	\$ (12,598,627)	11,311,732
Total Capital Assets Not Being Depreciated	24,841,140	2,535,174	(12,598,627)	14,777,687
Capital Assets Being Depreciated:				
Buildings and Building Improvements	107,919,453	157,868	12,598,627	120,675,948
Machinery and Equipment	20,869,991	572,241	(200,054)	21,242,178
Total Capital Assets Being Depreciated	128,789,444	730,109	12,398,573	141,918,126
Governmental Activities Capital Assets	153,630,584	3,265,283	(200,054)	156,695,813
Less Accumulated Depreciation for:				
Buildings and Building Improvements	(55,783,076)	(3,907,505)	11,625	(59,678,956)
Machinery and Equipment	(15,865,203)	(714,714)	200,054	(16,379,863)
	(71,648,279)	(4,622,219)	211,679	(76,058,819)
Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 81,982,305</u>	<u>\$ (1,356,936)</u>	<u>\$ 11,625</u>	<u>\$ 80,636,994</u>
Business Type Activities:				
Capital Assets Being Depreciated:				
Furniture and Equipment	\$ 1,280,610	\$ 176,193		\$ 1,456,803
Less Accumulated Depreciation	(802,365)	(151,148)		(953,513)
Business Type Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 478,245</u>	<u>\$ 25,045</u>	<u>\$ -0-</u>	<u>\$ 503,290</u>

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 1,760,682
Special Education Instruction	464,487
Other Instruction	79,224
Student and Instruction Related Services	806,218
General Administration Services	123,329
School Administration Services	217,786
Central Services	74,251
Administration Information Technology	157,895
Operations and Maintenance of Plant	652,247
Student Transportation	286,100
	<u>\$ 4,622,219</u>

The District expended \$2,535,174 toward construction projects during the fiscal year. As of June 30, 2024, the District has \$11,311,732 in active construction projects.

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

NOTE 6. LEASE ASSETS

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

	Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Governmental Activities:				
Lease Assets Being Amortized:				
Buildings	\$ 702,964			\$ 702,964
Machinery and Equipment	739,605			739,605
Total Lease Assets Being Amortized	1,442,569			1,442,569
Governmental Activities Lease Assets	1,442,569			1,442,569
Less Accumulated Amortization for:				
Buildings	(187,463)	\$ (57,833)		(245,296)
Machinery and Equipment	(295,842)	(147,921)		(443,763)
	(483,305)	(205,754)		(689,059)
Governmental Activities Lease Assets, Net of Accumulated Amortization	\$ 959,264	\$ (205,754)	\$ -0-	\$ 753,510

Amortization expense was charged to governmental functions as follows:

General Administration Services	\$ 147,921
Student Transportation	57,833
	<u>\$ 205,754</u>

NOTE 7. LONG-TERM LIABILITIES

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

	Balance 6/30/2023	Accrued	Retired	Balance 6/30/2024
Bonds Payable	\$ 29,925,000		\$ 3,070,000	\$ 26,855,000
Net Pension Liability	22,161,064		1,976,555	20,184,509
Compensated Absences Payable	1,114,305	\$ 680,418		1,794,723
Financed Purchases Payable	6,091,077		1,915,053	4,176,024
Leases Payable	972,226		206,821	765,405
	<u>\$ 60,263,672</u>	<u>\$ 680,418</u>	<u>\$ 7,168,429</u>	<u>\$ 53,775,661</u>

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

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

A. Bonds Payable:

Bonds are authorized in accordance with State law by the voters of the municipality through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds and will be liquidated through the Debt Service Fund. The current portion of bonds payable is \$3,130,000 and the long-term portion is \$23,725,000.

On April 13, 2021, the District issued refunding school bonds in the amount of \$9,385,000 with interest rates ranging from .33% to 1.82% to refund \$6,450,000 of the February 8, 2012 school bonds with interest rates ranging from 2.00% to 4.00% and \$2,445,000 of the January 23, 2013 refunding school bonds with interest rates ranging from 4.00% to 5.00%. The bonds mature on August 1, 2021 through 2028 and are non-callable. The net proceeds from the issuance of the refunding bonds were used to purchase U.S. government securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments until the 2012 school bonds were called on February 1, 2022 and the 2013 refunding school bonds were called on February 1, 2023. The refunding met the requirements of an insubstance debt defeasance and the bonds were removed from the School's government-wide financial statements.

As a result of the refunding, the District will realize a total of \$438,593 in cash savings over the life of the bond issue. On a net present value basis, the savings equate to \$370,629, or 4.172% of the bonds refunded.

The District had bonds outstanding as of June 30, 2024 as follows:

<u>Serial Bonds</u>			
<u>Purpose</u>	<u>Final Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
Various Building Improvements	8/1/2038	3.25-4.00%	\$ 10,330,000
Various Building Improvements	8/1/2038	2.00-3.00%	10,400,000
Refunding Bonds	8/1/2028	0.35-1.82%	6,125,000
			<u>\$ 26,855,000</u>

Principal and interest due on serial bonds outstanding are as follows:

<u>Year Ending June 30,</u>	<u>Bonds</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2025	\$ 3,130,000	\$ 659,186	\$ 3,789,186
2026	2,450,000	614,955	3,064,955
2027	2,465,000	564,635	3,029,635
2028	2,450,000	511,714	2,961,714
2029	2,385,000	457,088	2,842,088
2030-2034	5,600,000	1,422,376	7,022,376
2035-2039	8,375,000	865,625	9,240,625
	<u>\$ 26,855,000</u>	<u>\$ 5,095,579</u>	<u>\$ 31,950,579</u>

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

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

B. Financed Purchases Payable:

The District has financed purchases agreements for technology equipment, buses and vehicles totaling \$9,564,733 of which \$5,388,709 has been liquidated as of June 30, 2024. The finance purchases agreements are for five years in length and will be liquidated by the General Fund. The following is a schedule of the future minimum financed purchases payments, and the present value of the net minimum financed purchases payments at June 30, 2024.

<u>Fiscal Year</u>	<u>Amount</u>
2025	\$ 1,704,368
2026	1,391,035
2027	891,537
2028	426,144
Total Minimum Lease Payments	4,413,084
Less: Amount representing interest	237,060
Present value of net minimum lease payments	<u>\$ 4,176,024</u>

The current portion of the financed purchases payable is \$1,598,730 and the long-term portion is \$2,577,294.

C. Leases Payable:

The District had leases outstanding as of June 30, 2024 as follows:

<u>Leases Payable</u>				
<u>Purpose</u>	<u>Frequency of Payment</u>	<u>Final Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
Lease of Garage	Annual	6/1/2032	2.975%	\$ 458,000
Copiers	Monthly	6/1/2026	2.60%	303,083
Postage Machine	Monthly	6/1/2026	2.60%	4,322
				<u>\$ 765,405</u>

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

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

C. Leases Payable: (Cont'd)

Principal and interest due on leases outstanding will be liquidated through the General Fund and are as follows:

Year Ending <u>June 30,</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2025	\$ 210,708	\$ 19,813
2026	214,697	14,068
2027	59,000	10,115
2028	59,000	8,360
2029-2032	222,000	15,886
	<u>\$ 765,405</u>	<u>\$ 68,242</u>

D. Compensated Absences Payable:

The liability for compensated absences of the governmental fund types is recorded in the current and long-term liabilities. The current portion of the compensated absences balance of the governmental funds at June 30, 2024 is \$-0- and the long-term portion of compensated absences of \$1,794,723. There is no liability for vested compensated absences of the proprietary fund types. Compensated Absences Payable will be liquidated by the General Fund.

E. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in the current and long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2024 is \$-0- and the long-term portion is \$19,930,480.

The Public Employees' Retirement System's (PERS) net pension liability of the proprietary fund types is recorded in the current and long-term liabilities and will be liquidated by the Community School Enterprise Fund. The current portion of the net pension liability at June 30, 2024 is \$-0- and the long-term portion is \$254,029. See Note 8 for further information on the PERS.

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

NOTE 8. PENSION PLANS

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

A. Public Employees' Retirement System (PERS)

Plan Description

The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about the PERS, please refer to the Division's annual financial statements which can be found at www.state.nj.us/treasury/pensions/annual-reports.shtml.

Benefits Provided

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

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

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

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

NOTE 8. PENSION PLANS (Cont'd)

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

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years, beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. District contributions to PERS amounted to \$1,862,502 for fiscal year 2024. During the fiscal year ended June 30, 2023, the State of New Jersey contributed \$62,948 to the PERS for normal pension benefits on behalf of the District.

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

Special Funding Situation

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

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

At June 30, 2024, the District reported a liability was \$20,184,509 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022 which was rolled forward to June 30, 2023. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2023, the District's proportion was 0.139%, which was a decrease of 0.007% from its proportion measured as of June 30, 2022.

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

NOTE 8. PENSION PLANS (Cont'd)

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

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

For the fiscal year ended June 30, 2024, the District recognized an actual pension benefit in the amount of \$453,704 related to the District's proportionate share of the net pension liability. Additionally, for the fiscal year ended June 30, 2023, the State recognized pension expense on behalf of the District in the amount of \$62,948 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2024 financial statements.

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

The community school program accounts for the changes in the pension liability and the deferred outflows and inflows through the employee benefits expense.

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

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2019	5.21		\$ (109,641)
	2020	5.16		(997,634)
	2021	5.13	\$ 44,341	
	2022	5.04		(115,993)
			<u>44,341</u>	<u>(1,223,268)</u>
Difference Between Expected and Actual Experience	2019	5.21	8,381	
	2020	5.16	55,582	
	2021	5.13		(35,263)
	2022	5.04		(47,245)
	2023	5.08	<u>129,027</u>	
			<u>192,990</u>	<u>(82,508)</u>
Net Difference Between Projected and Actual	2020	5.00	312,583	
Investment Earnings on Pension Plan Investments	2021	5.00	(2,599,594)	
	2022	5.00	3,092,886	
	2023	5.00	<u>(712,923)</u>	
			<u>92,952</u>	

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

NOTE 8. PENSION PLANS (Cont'd)

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

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

Changes in Proportion	2019	5.21		\$	(35,682)
	2020	5.16	\$	161,694	
	2021	5.13		174,133	
	2022	5.04			(233,099)
	2023	5.08			(1,002,907)
				<u>335,827</u>	<u>(1,271,688)</u>
District Contribution Subsequent to the Measurement Date	2023	1.00		<u>1,800,000</u>	
				<u>\$ 2,466,110</u>	<u>\$ (2,577,464)</u>

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

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Total</u>
2024	\$ (1,065,668)
2025	(594,814)
2026	831,213
2027	(148,754)
2028	<u>2,530</u>
	<u>\$ (975,493)</u>

Actuarial Assumptions

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

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

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

NOTE 8. PENSION PLANS (Cont'd)

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

Actuarial Assumptions (Cont'd)

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

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

Long Term Expected Rate of Return

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

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

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

NOTE 8. PENSION PLANS (Cont'd)

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

Discount Rate

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

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

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

	June 30, 2023		
	1%	Current	1%
	Decrease	Discount Rate	Increase
	(6.00%)	(7.00%)	(8.00%)
District's proportionate share of the			
Net Pension Liability	\$ 26,275,936	\$ 20,184,509	\$ 14,999,899

Pension Plan Fiduciary Net Position

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

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF), is a cost-sharing multiple-employer defined benefit pension plan with a special funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. The TPAF is administered by the State of New Jersey Division of Pensions and Benefits (the Division). For additional information about the TPAF, please refer to the Division's annual financial statements which can be found at www.state.nj.us/treasury/pensions/annual-reports.shtml.

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

NOTE 8. PENSION PLANS (Cont'd)

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

Benefits Provided

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

The following represents the membership tiers for TPAF:

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

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

Contributions

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

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. 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

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

(Continued)

NOTE 8. PENSION PLANS (Cont'd)

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

Special Funding Situation (Cont'd)

share of the collective pension expense associated with the local participating employer. During the fiscal year ended 2024, the State of New Jersey contributed \$14,013,733 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required contribution of \$4,194,831.

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

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

At June 30, 2024, the State's proportionate share of the net pension liability associated with the District was \$170,750,018. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022 which was rolled forward to June 30, 2023. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2023, the District's proportion was 0.334%, which was a decrease of 0.0082% from its proportion measured as of June 30, 2022.

District's Proportionate Share of the Net Pension Liability	\$ -0-
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>170,750,018</u>
Total	<u><u>\$ 170,750,018</u></u>

For the fiscal year ended June 30, 2023, the State recognized pension expense on behalf of the District in the amount of \$4,194,831 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2024 financial statements.

The State reported collective deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2016	8.30	\$ 391,340,712	
	2017	8.30		\$ 2,080,865,206
	2018	8.29		1,883,063,885
	2019	8.04		1,514,535,609
	2020	7.99	805,517,879	
	2021	7.93		9,179,534,541
	2022	7.83	82,066,487	
			<u>1,278,925,078</u>	<u>14,657,999,241</u>

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

NOTE 8. PENSION PLANS (Cont'd)

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

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

Difference Between Expected and	2016	8.30		\$	4,866,656
Actual Experience	2017	8.30	\$	37,022,988	
	2018	8.29		330,339,649	
	2019	8.04			58,842,090
	2020	7.99			4,293,040
	2021	7.93		121,815,868	
	2022	7.83			15,372,285
	2023	7.93		169,161,907	
				<u>658,340,412</u>	<u>83,374,071</u>
	2014	5.00			
	2015	5.00			
Net Difference Between Projected	2020	5.00		241,395,539	
and Actual Investment Earnings on	2021	5.00		(1,777,316,905)	
Pension Plan Investments	2022	5.00		2,489,500,994	
	2023	6.00		(477,296,442)	
				<u>476,283,186</u>	
				<u>\$ 2,413,548,676</u>	<u>\$ 14,741,373,312</u>

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

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

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

NOTE 8. PENSION PLANS (Cont'd)

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

Actuarial Assumptions

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

Inflation Rate	
Price	2.75%
Wage	3.25%
Salary Increases	2.75 – 4.25% based on years of service
Investment Rate of Return	7.00%

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

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

Long Term Expected Rate of Return

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

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

NOTE 8. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return (Cont'd)

Best estimates of arithmetic real rates of return for each major asset class included in PERS' target asset allocation as of June 30, 2023 are summarized in the following table:

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

Discount Rate – TPAF

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

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

NOTE 8. PENSION PLANS (Cont'd)

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

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

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

	June 30, 2023		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
State's Proportionate Share of the Net Pension Liability Associated with the District	\$ 201,345,256	\$ 170,750,018	\$ 144,981,556

Pension Plan Fiduciary Net Position - TPAF

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

C. Defined Contribution Retirement Program (DCRP)

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

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

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

For DCRP, the District recognized pension expense of \$22,975 for the fiscal year ended June 30, 2024. Employee contributions to DCRP amounted to \$41,961 for the fiscal year ended June 30, 2024.

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

NOTE 9. 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. Health Benefits are provided by Aetna Life Insurance Company.

Property and Liability

The District is a member of the School Alliance Insurance Fund (the “Fund”) and the New Jersey Schools Insurance Group (the “NJSIG”). These public entity risk management pools provide general liability, property and automobile coverage and workers’ compensation for its members. A complete schedule of insurance coverage can be found on Exhibit J-20 in the Statistical section of this Annual Comprehensive Financial Report.

The Fund and the NJSIG are risk-sharing public entity risk pools that are both an insured and self-administered group of school districts established for the purpose of providing low-cost insurance coverage for their members in order to keep local property taxes at a minimum. Each member appoints an official to represent their respective district for the purpose of creating a governing body from which officers for the Fund and the NJSIG are elected.

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

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

	<u>School Alliance Insurance Fund</u>	<u>New Jersey Schools Insurance Group</u>
Total Assets	<u>\$ 55,099,784</u>	<u>\$ 429,049,188</u>
Net Position	<u>\$ 20,990,635</u>	<u>\$ 201,308,725</u>
Total Revenue	<u>\$ 53,694,476</u>	<u>\$ 160,069,780</u>
Total Expenses	<u>\$ 54,788,356</u>	<u>\$ 141,165,428</u>
Change in Net Position	<u>\$ (1,093,880)</u>	<u>\$ 18,904,352</u>
Member Dividends	<u>\$ -0-</u>	<u>\$ -0-</u>

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

NOTE 9. RISK MANAGEMENT (Cont'd)

Property and Liability (Cont'd)

Financial statements for the Fund are available at the Administrator's Office.

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

Financial statements for the NJSIG are available at the Administrator's Office.

New Jersey Schools Insurance Group
6000 Midlantic Drive
Suite 300 North
Mount Laurel, NJ 08054
(609) 386-6060

New Jersey Unemployment Compensation Insurance

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Contributory Method". Under this plan, the District remits employee withholdings and employer's share of New Jersey Unemployment Compensation Insurance taxes to the State each pay period. The State makes all unemployment payments to former employees, and the District has no further liability.

NOTE 10. ECONOMIC DEPENDENCY

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

NOTE 11. DEFERRED COMPENSATION

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

Equitable
Great American Plan Administrator
Lincoln Financial Advisors

The District also offers an Internal Revenue Code Section 457 plan to its employees through MetLife.

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

NOTE 12. TAX CALENDAR

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

Taxes are collected by the constituent municipality and are remitted to the local school district on a predetermined, agreed-upon schedule.

NOTE 13. CONTINGENT LIABILITIES

Grant Programs

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

Litigation

The District is periodically involved in claims and pending lawsuits. The District is currently in litigation regarding a student's tuition, transportation and other fees incurred by the student's parents. The District Court is seeking reversal of the Administrative Law Judge's (ALJ) decision from the due process proceedings. There is a substantial likelihood that the ALJ's written explanation required by the District Court will be unsatisfactory. Should that occur, the Board will seek to reinstate its appeal of the ALJ's decision, seeking reversal. The District estimates that the potential claims against it resulting from such litigation and not covered by insurance would not materially affect the financial statements of the District.

Encumbrances

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

General Fund	Special Revenue Fund	Capital Projects Fund	Governmental Funds Total
<u>\$ 3,251,331</u>	<u>\$ 468,099</u>	<u>\$ 40,693</u>	<u>\$ 3,760,123</u>

On the District's Governmental Funds Balance Sheet as of June 30, 2024, \$-0- is assigned for year-end encumbrances in the Special Revenue Fund. Encumbrances in the Special Revenue Fund of \$468,099 are not recognized on the GAAP basis and are reflected as either a reduction in grants receivables or an increase in unearned revenue. On the GAAP basis, the year-end encumbrances of \$40,693 in the Capital Projects Fund are included in the \$40,693 restricted fund balance.

Arbitrage

The District may have a liability for arbitrage payable to the federal government relative to its school bond issues. The amount of liability at June 30, 2024, if any, is unknown.

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

NOTE 14. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Randolph Township Board of Education for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the General Fund and its activity is included in the General Fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the State Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes, or by transfer by board resolution at year end of any unanticipated revenue or unexpended line item appropriation amounts or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to *N.J.S.A. 19:60-2*. Pursuant to *N.J.A.C. 6:23A-5.1(d)7*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning balance, July 1, 2023		\$ 12,674,495
Add:		
Interest Earnings	\$ 143,054	
Return of Unexpended Funds From Completed Project	4,061,000	
Deposits:		
Transfer by Board Resolution - June 2024	<u>2,956,949</u>	
		<u>7,161,003</u>
		19,835,498
Less:		
Budgeted Withdrawal from Capital Reserve		<u>4,500,000</u>
Ending balance, June 30, 2024		<u>\$ 15,335,498</u>

The June 30, 2024 LRFP balance of local support costs of uncompleted capital projects exceeded the balance in the capital reserve account. The withdrawal from the capital reserve was for use in DOE approved facilities projects, consistent with the District's LRFP.

NOTE 15. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account was established by Board resolution for the accumulation of funds for use as maintenance expenditures in subsequent fiscal years. These funds may be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building.

Pursuant to N.J.A.C. 6A:26A-4.2 funds may be deposited into the maintenance reserve account at any time by board resolution to meet the required maintenance of the District by transferring unassigned general fund balance or by transferring excess unassigned general fund balance that is anticipated to be deposited during the current year in the advertised recapitulation of balances of the subsequent year's budget that is certified for taxes.

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

NOTE 15. MAINTENANCE RESERVE ACCOUNT (Cont'd)

Funds may be withdrawn from the maintenance reserve account and appropriated into the required maintenance account lines at budget time or any time during the year by Board resolution for use on required maintenance activities by school facility as reported in the comprehensive maintenance plan. Funds withdrawn from the maintenance reserve account are restricted to required maintenance appropriations and may not be transferred to any other line-item account. In any year that maintenance reserve account funds are withdrawn, unexpended required maintenance appropriations, up to the amount of maintenance reserve account funds withdrawn, shall be restored to the maintenance reserve account at year-end.

At no time, shall the maintenance reserve account have a balance that exceeds four percent of the replacement cost of the current year of the District's school facilities. If the account exceeds this maximum amount at June 30, the excess shall be restricted and designated in the subsequent year's budget. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

Beginning balance, July 1, 2023		\$ 1,362,395
Deposits:		
Return of Unexpended Funds	\$ 125,000	
Transfer by Board Resolution June 2024	<u>765,378</u>	
		<u>890,378</u>
		2,252,773
Withdrawals:		
Budgeted Withdrawal		125,000
Board resolution		<u>770,251</u>
Ending balance, June 30, 2024		<u><u>\$ 1,357,522</u></u>

NOTE 16. ACCOUNTS PAYABLE

The following accounts payable balances existed as of June 30, 2024:

	<u>Governmental Funds</u>		District Contribution Subsequent to the Measurement Date	Total Governmental Activities	Business - Type Activities Enterprise Funds	District Contribution Subsequent to the Measurement Date	Total Business - Type Activities
	<u>General Fund</u>	<u>Special Revenue Fund</u>					
Vendors	\$ 603,138	\$ 17,992		\$ 621,130	\$ 78,155		\$ 78,155
Payroll Deductions and Withholdings	620,846			620,846			
Due to:							
State of New Jersey	<u>21,933</u>	<u>\$ 1,777,346</u>		<u>1,799,279</u>		<u>\$ 22,654</u>	<u>22,654</u>
	<u>\$ 1,223,984</u>	<u>\$ 39,925</u>	<u>\$ 1,777,346</u>	<u>\$ 3,041,255</u>	<u>\$ 78,155</u>	<u>\$ 22,654</u>	<u>\$ 100,809</u>

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

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

State Health Benefit Program Fund – Local Education Retired Employees Plan

General Information about the OPEB Plan

Plan Description and Benefits Provided

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

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

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

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

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

Employees Covered by Benefit Terms

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

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

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

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

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

Total Nonemployer OPEB Liability

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

Actuarial Assumptions and Other Inputs

The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

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

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

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

Mortality Rates

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

Health Care Trend Assumptions

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

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

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

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

Discount Rate

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

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

	<u>Total OPEB Liability</u>
Balance at June 30, 2022	\$ 166,288,521
Changes for Year:	
Service Cost	6,972,819
Interest on the Total OPEB Liability	5,915,056
Difference between Actual and Expected Experience	(7,103,850)
Changes of Assumptions	338,521
Gross Benefit Payments by the State	(4,610,882)
Contributions from Members	<u>151,582</u>
Net Changes	<u>1,663,246</u>
Balance at June 30, 2023	<u><u>\$ 167,951,767</u></u>

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

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2023, calculated using the discount rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>June 30, 2023</u>		
	<u>At 1% Decrease (2.65%)</u>	<u>At Discount Rate (3.65%)</u>	<u>At 1% Increase (4.65%)</u>
Total OPEB Liability Attributable to the District	\$ 196,894,613	\$ 167,951,767	\$ 144,714,022

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

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

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

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

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2023, calculated using the healthcare trend rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were calculated using a healthcare trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2023		
	1%	Healthcare	1%
	Decrease	Cost Trend Rate	Increase
Total OPEB Liability Attributable to the District	\$ 139,425,860	\$ 167,951,767	\$ 205,277,990

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

For the fiscal year ended June 30, 2024 the District recognized OPEB expense of \$3,507,979 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

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

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

(Continued)

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

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

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

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

	Deferral Year	Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		\$ 6,051,936
	2018	9.51		6,264,296
	2019	9.29	\$ 921,577	
	2020	9.24	22,531,016	
	2021	9.24	128,239	
	2022	9.13		34,032,452
	2023	9.30	302,121	
			<u>23,882,953</u>	<u>46,348,684</u>
Differences Between Expected and Actual Experience	2018	9.51		5,921,709
	2019	9.29		10,847,011
	2020	9.24	20,999,791	
	2021	9.24		24,661,500
	2022	9.13	3,504,854	
	2023	9.30		2,806,600
			<u>24,504,645</u>	<u>44,236,820</u>
Changes in Proportion	N/A	N/A	<u>850,159</u>	<u>8,524,080</u>
			<u>\$ 49,237,757</u>	<u>\$ 99,109,584</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB (excluding employer specific amounts for changes in proportion) will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30,	Total
2024	\$ (8,375,590)
2025	(8,375,590)
2026	(7,279,571)
2027	(4,291,759)
2028	(878,471)
Thereafter	<u>(12,996,925)</u>
	<u>\$ (42,197,906)</u>

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

NOTE 18. SUBSEQUENT EVENT

The voters of the District approved a \$41,411,000 bond referendum on September 17, 2024 to provide various school improvements throughout the District. The District expects to sell serial bonds in the near future.

SUPPLEMENTARY SCHEDULES

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

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
District's proportion of the net pension liability	0.1404319814%	0.1404654329%	0.1418270218%	0.1468361399%	0.1476679484%	0.1437599656%	0.1469546727%	0.1488776231%	0.1468458748%	0.1393536860%
District's proportionate share of the net pension liability	\$ 26,292,708	\$ 31,531,675	\$ 42,005,096	\$ 34,181,106	\$ 29,075,083	\$ 25,903,365	\$ 23,964,464	\$ 17,636,786	\$ 22,161,064	\$ 20,184,509
District's covered employee payroll	\$ 9,395,315	\$ 9,621,273	\$ 9,755,434	\$ 10,029,828	\$ 10,038,251	\$ 10,361,586	\$ 10,762,698	\$ 10,790,660	\$ 10,743,320	\$ 10,027,178
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	279.85%	327.73%	430.58%	340.79%	289.64%	249.99%	222.66%	163.44%	206.28%	201.30%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	62.91%	65.23%

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

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually required contribution										
	\$ 1,157,701	\$ 1,207,626	\$ 1,268,407	\$ 1,360,280	\$ 1,477,298	\$ 1,406,013	\$ 1,607,612	\$ 1,743,530	\$ 1,851,797	\$ 1,862,502
Contributions in relation to the contractually required contribution	(1,157,701)	(1,207,626)	(1,268,407)	(1,360,280)	(1,477,298)	(1,406,013)	(1,607,612)	(1,743,530)	(1,851,797)	(1,862,502)
Contribution deficiency/(excess)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
District's covered employee payroll	\$ 9,621,273	\$ 9,755,434	\$ 10,029,828	\$ 10,038,251	\$ 10,361,586	\$ 10,762,698	\$ 10,790,660	\$ 10,743,320	\$ 10,027,178	\$ 9,833,021
Contributions as a percentage of covered employee payroll	12.03%	12.38%	12.65%	13.55%	14.26%	13.06%	14.90%	16.23%	18.47%	18.94%

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

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
State's proportion of the net pension liability attributable to the District	0.3571898561%	0.3603868100%	0.3560703151%	0.3459566128%	0.3602435316%	0.3579023285%	0.3499861202%	0.3588547182%	0.3428717987%	0.3345896260%
State's proportionate share of the net pension liability attributable to the District	\$ 190,906,353	\$ 227,779,854	\$ 280,107,581	\$ 233,256,423	\$ 229,179,197	\$ 219,648,037	\$ 230,461,649	\$ 172,520,083	\$ 176,902,702	\$ 170,750,018
District's covered employee payroll	\$ 35,964,098	\$ 36,242,645	\$ 36,585,109	\$ 37,795,723	\$ 37,120,829	\$ 38,910,697	\$ 38,854,651	\$ 38,359,387	\$ 38,923,373	\$ 38,785,265
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	530.82%	628.49%	765.63%	617.15%	617.39%	564.49%	593.14%	449.75%	454.49%	440.24%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%	35.52%	32.29%	34.68%

RANDOLPH TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATE CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND
LAST TEN FISCAL YEARS

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually required contribution	\$ 10,272,554	\$ 13,908,011	\$ 21,046,187	\$ 16,158,824	\$ 13,360,346	\$ 12,955,428	\$ 14,331,087	\$ 4,059,473	\$ 4,760,946	\$ 4,194,831
Contributions in relation to the contractually required contribution	(1,948,383)	(2,850,837)	(3,755,269)	(5,305,116)	(7,039,074)	(7,676,536)	(10,431,472)	(14,114,853)	(13,678,225)	(14,013,733)
Contribution deficiency/(excess)	\$ 8,324,171	\$ 11,057,174	\$ 17,290,918	\$ 10,853,708	\$ 6,321,272	\$ 5,278,892	\$ 3,899,615	\$ (10,055,380)	\$ (8,917,279)	\$ (9,818,902)
District's covered employee payroll	\$ 36,242,645	\$ 36,585,109	\$ 37,795,723	\$ 37,120,829	\$ 38,910,697	\$ 38,854,651	\$ 38,359,387	\$ 38,923,373	\$ 38,785,265	\$ 39,099,895
Contributions as a percentage of covered employee payroll	5.38%	7.79%	9.94%	14.29%	18.09%	19.76%	27.19%	36.26%	35.27%	35.84%

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

	Fiscal Year Ending Jun 30,						
	2017	2018	2019	2020	2021	2022	2023
Service Cost	\$ 7,586,335	\$ 6,302,924	\$ 5,647,239	\$ 6,044,219	\$ 10,781,158	\$ 9,300,834	\$ 6,972,819
Interest Cost	5,682,672	6,582,167	6,180,309	5,059,764	5,151,345	4,406,829	5,915,056
Change in Benefit Terms					(211,363)		
Changes in Assumptions	(23,503,801)	(17,915,787)	2,093,575	41,319,541	195,913	(44,608,388)	338,521
Differences between Expected and Actual Experience							
Member Contributions	153,139	(14,370,840)	(25,447,306)	37,184,895	(39,615,206)	2,835,441	(7,103,850)
Gross Benefit Payments	(4,158,851)	144,282	127,768	119,361	131,695	140,034	151,582
		(4,174,648)	(4,310,272)	(3,938,010)	(4,057,817)	(4,365,095)	(4,610,882)
Net Change in Total OPEB Liability	(14,240,506)	(23,431,902)	(15,708,687)	85,789,770	(27,624,275)	(32,290,345)	1,663,246
Total OPEB Liability - Beginning	193,794,466	179,553,960	156,122,058	140,413,371	226,203,141	198,578,866	166,288,521
Total OPEB Liability - Ending	<u>\$ 179,553,960</u>	<u>\$ 156,122,058</u>	<u>\$ 140,413,371</u>	<u>\$ 226,203,141</u>	<u>\$ 198,578,866</u>	<u>\$ 166,288,521</u>	<u>\$ 167,951,767</u>
District's Covered Employee Payroll*	\$ 46,340,543	\$ 47,825,551	\$ 47,159,080	\$ 49,272,283	\$ 49,272,283	\$ 49,617,349	\$ 49,150,047
Total OPEB Liability as a Percentage of Covered Employee Payroll	387%	326%	298%	459%	403%	335%	342%

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

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

RANDOLPH TOWNSHIP SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

There were none.

B. TEACHERS PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

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

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

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

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

BUDGETARY COMPARISON SCHEDULES

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues from Local Sources:					
Local Tax Levy	\$ 83,110,237		\$ 83,110,237	\$ 83,110,237	
Tuition From Individuals	220,000		220,000	248,465	\$ 28,465
Tuition From Other LEAs Within the State	900,000		900,000	1,811,098	911,098
Transportation Fees From Other LEAs	50,000		50,000	88,631	38,631
Rents and Royalties	65,000		65,000	264,437	199,437
Unrestricted Miscellaneous Revenues	289,684		289,684	828,736	539,052
Interest Earned on Capital Reserve Funds				143,054	143,054
Total Revenues from Local Sources	84,634,921		84,634,921	86,494,658	1,859,737
Revenues from State Sources:					
Categorical Transportation Aid	1,249,097		1,249,097	1,249,097	
Extraordinary Aid	2,000,000		2,000,000	2,362,182	362,182
Categorical Special Education Aid	3,234,926		3,234,926	3,234,926	
Equalization Aid	2,369,198		2,369,198	2,369,198	
Categorical Security Aid	103,893		103,893	103,893	
Other State Aids - Non-Public Transportation Aid				105,085	105,085
TPAF Post Retirement Medical Contributions (Non-Budgeted)				3,857,522	3,857,522
TPAF Pension Contributions (Non-Budgeted)				14,013,733	14,013,733
TPAF Non-Contributory Insurance (Non-Budgeted)				159,819	159,819
TPAF Long-Term Disability Insurance (Non-Budgeted)				6,242	6,242
Reimbursed TPAF Social Security Contributions				2,812,535	2,812,535
Total Revenues from State Sources	8,957,114		8,957,114	30,274,232	21,317,118
Revenues from Federal Sources:					
Medicaid Reimbursement	48,115		48,115	70,220	22,105
Total Revenues from Federal Sources	48,115		48,115	70,220	22,105
TOTAL REVENUE	93,640,150		93,640,150	116,839,110	23,198,960

RANDOLPH 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
GENERAL CURRENT EXPENSE					
Regular Programs - Instruction:					
Kindergarten - Salaries of Teachers	\$ 1,313,275	\$ 169,266	\$ 1,482,541	\$ 1,350,002	\$ 132,539
Grades 1-5 - Salaries of Teachers	8,852,931	(371,539)	8,481,392	8,419,844	61,548
Grades 6-8 - Salaries of Teachers	5,838,043	(147,552)	5,690,491	5,670,042	20,449
Grades 9-12 - Salaries of Teachers	9,016,490	(648,359)	8,368,131	8,359,360	8,771
Regular Programs - Home Instruction:					
Salaries of Teachers	40,000	2,339	42,339	34,175	8,164
Purchased Professional-Educational Services	52,247	75,950	128,197	59,093	69,104
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction		8,742	8,742	8,742	
Purchased Professional-Educational Services	275,851	63,986	339,837	307,793	32,044
Purchased Technical Services	12,025	(226)	11,799	7,424	4,375
Other Purchased Services (400-500 series)	300	(300)			
General Supplies	1,780,838	861,230	2,642,068	1,784,990	857,078
Textbooks			129,146	116,618	12,528
Other Objects	550	525	1,075	625	450
Total Regular Programs - Instruction	27,182,550	143,208	27,325,758	26,118,708	1,207,050
Special Education - Instruction:					
Learning and/or Language Disabilities - Mild to Moderate:					
Salaries of Teachers	615,929	149,886	765,815	758,008	7,807
General Supplies	14,944		14,944	9,390	5,554
Total Learning and/or Language Disabilities	630,873	149,886	780,759	767,398	13,361
Auditory Impairments:					
General Supplies	5,750	1,107	6,857	6,831	26
Total Auditory Impairments	5,750	1,107	6,857	6,831	26

RANDOLPH 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
Multiple Disabilities:					
Salaries of Teachers	\$ 163,933	\$ (13,000)	\$ 150,933	\$ 129,107	\$ 21,826
Purchased Professional-Educational Services	148,234	(4,500)	143,734	116,082	27,652
General Supplies	36,000	(17,430)	18,570	1,604	16,966
Total Multiple Disabilities	348,167	(34,930)	313,237	246,793	66,444
Resource Room/Resource Center:					
Salaries of Teachers	5,313,720	(255,988)	5,057,732	5,033,728	24,004
Other Salaries for Instruction	28,612		28,612	28,612	
General Supplies	1,000	12,168	13,168	12,614	554
Total Resource Room/Resource Center	5,343,332	(243,820)	5,099,512	5,074,954	24,558
Autism:					
Salaries of Teachers	275,653	(38,959)	236,694	235,275	1,419
General Supplies		1,766	1,766	1,764	2
Total Autism	275,653	(37,193)	238,460	237,039	1,421
Preschool Disabilities - Full-Time:					
Salaries of Teachers	487,204	33,776	520,980	484,707	36,273
Other Salaries for Instruction	57,930	390	58,320	57,464	856
General Supplies	20,000		20,000	15,216	4,784
Total Preschool Disabilities - Full-Time	565,134	34,166	599,300	557,387	41,913
TOTAL SPECIAL EDUCATION - INSTRUCTION	7,168,909	(130,784)	7,038,125	6,890,402	147,723
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	787,027	38,853	825,880	814,392	11,488
General Supplies	1,150	33	1,183	1,174	9
Total Basic Skills/Remedial - Instruction	788,177	38,886	827,063	815,566	11,497

RANDOLPH 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
Bilingual Education - Instruction:					
Salaries of Teachers	\$ 349,636	\$ 7,385	\$ 357,021	\$ 352,471	\$ 4,550
Purchased Professional-Educational Services		1,191	1,191	1,190	1
Other Purchased Services (400-500 series)		864	864	236	628
General Supplies	3,000	3,394	6,394	5,373	1,021
Textbooks	3,000	(492)	2,508	405	2,103
Total Bilingual Education - Instruction	355,636	12,342	367,978	359,675	8,303
School-Spon. Cocurricular & Extracurricular Actvts. - Inst.:					
Salaries	364,457	22,665	387,122	387,061	61
Purchased Services (300-500 series)	7,080	4,515	11,595	11,388	207
Supplies and Materials	18,650	(390)	18,260	17,760	500
Other Objects	15,735	(6,054)	9,681	9,680	1
Total School-Spon. Cocurricular & Extracurricular Actvts. - Inst.	405,922	20,736	426,658	425,889	769
School-Sponsored Athletics - Instruction:					
Salaries	946,481	(823)	945,658	934,831	10,827
Purchased Services (300-500 series)	126,427	18,079	144,506	143,157	1,349
Supplies and Materials	38,300	10,052	48,352	43,351	5,001
Other Objects	65,900	(3,310)	62,590	62,025	565
Total School-Sponsored Athletics - Instruction	1,177,108	23,998	1,201,106	1,183,364	17,742
Summer School - Instruction:					
Salaries of Teachers	105,000	4,280	109,280	109,280	
Other Salaries of Instruction	55,000	137	55,137	55,137	
Purchased Professional & Technical Services	750		750		750
General Supplies	500		500		500
Total Summer School - Instruction	161,250	4,417	165,667	164,417	1,250
TOTAL INSTRUCTION	37,239,552	112,803	37,352,355	35,958,021	1,394,334

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Special					
Tuition to County Voc. School Dist.-Regular	\$ 24,657	\$ 11,703	\$ 36,360	\$ 30,029	\$ 6,331
Tuition to County Voc. School Dist.-Special	628,000	159,419	787,419	787,419	
Tuition to Priv. Sch. for the Handicap. W/I State	14,000	(14,000)			
Total Undistributed Expenditures - Instruction	1,059,722	(189,206)	870,516	817,697	52,819
	1,819,924	(125,629)	1,694,295	1,635,145	59,150
Undistributed Expenditures - Health Services:					
Salaries	826,502	(121,189)	705,313	694,860	10,453
Purchased Professional and Technical Services	175,773	250,557	426,330	323,411	102,919
Other Purchased Services (400-500 series)	1,000	250	1,250	465	785
Supplies and Materials	28,637	12,540	41,177	30,967	10,210
Other Objects		565	565	214	351
Total Undist. Expenditures - Health Services	1,031,912	142,723	1,174,635	1,049,917	124,718
Undist. Expend. - Speech, OT, PT, Related Svcs:					
Salaries	1,120,921	49,782	1,170,703	1,152,178	18,525
Purchased Professional - Educational Services	822,288	272,619	1,094,907	971,006	123,901
Supplies and Materials	4,500	2,374	6,874	4,322	2,552
Total Undist. Expend. - Speech, OT, PT, Related Svcs	1,947,709	324,775	2,272,484	2,127,506	144,978
Undist.Expend.-Other Supp.Serv.Students-Extra.Serv.:					
Salaries	2,647,071	202,504	2,849,575	2,821,417	28,158
Purchased Professional - Educational Services	520,318	69,697	590,015	544,017	45,998
Total Undist. Expend. - Other Supp. Svcs. Students - Extra. Serv.	3,167,389	272,201	3,439,590	3,365,434	74,156

RANDOLPH 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
Undist. Expend.-Guidance:					
Salaries of Other Professional Staff	\$ 1,078,522	\$ (54,295)	\$ 1,024,227	\$ 1,016,963	\$ 7,264
Salaries of Secretarial and Clerical Assistants	97,722	31,972	129,694	115,412	14,282
Purchased Professional - Educational Services	6,390	(2,500)	3,890	3,476	414
Supplies and Materials	2,603	(1,306)	1,297	1,080	217
Total Undist Expend. - Guidance	1,185,237	(26,129)	1,159,108	1,136,931	22,177
Undist. Expend.-Child Study Team:					
Salaries of Other Professional Staff	2,347,410	(99,302)	2,248,108	2,228,705	19,403
Purchased Professional - Educational Services	144,530	733	145,263	139,231	6,032
Other Purchased Services (400-500 series)	1,975		1,975	1,975	
Supplies and Materials	8,000	5,015	13,015	10,173	2,842
Other Objects		1,600	1,600		1,600
Total Undist Expend. - Child Study Team	2,501,915	(91,954)	2,409,961	2,380,084	29,877
Undist. Expend.-Improv. of Inst. Serv.:					
Salaries of Supervisors of Instruction	1,134,768	89,250	1,224,018	1,202,059	21,959
Salaries of Other Professional Staff	56,334		56,334	42,299	14,035
Salaries of Secretarial and Clerical Assistants	67,660		67,660	67,660	
Other Purchased Services (400-500 series)	501		501	501	
Total Undist. Expend.-Improv. of Inst. Serv.	1,259,263	89,250	1,348,513	1,312,519	35,994
Undist. Expend.-Edu. Media Serv./Sch. Library:					
Salaries	296,463		296,463	296,463	
Supplies and Materials	18,285	(1,889)	16,396	15,394	1,002
Total Undist Expend-Edu. Media Serv./Sch. Library	314,748	(1,889)	312,859	311,857	1,002

RANDOLPH 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
Undist. Expend.-Instructional Staff Training Services:					
Purchased Professional - Educational Service	\$ 302,276	\$ (53,686)	\$ 248,590	\$ 205,622	\$ 42,968
Other Purchased Services (400-500 series)	82,774	(31,941)	50,833	37,267	13,566
Supplies and Materials	81,140	(59,208)	21,932	17,433	4,499
Other Objects	16,863	(836)	16,027	15,209	818
Total Undist. Expend.-Instructional Staff Training Services	483,053	(145,671)	337,382	275,531	61,851
Undist. Expend. - Support Serv. - General Admin.:					
Salaries	443,856	(1,049)	442,807	441,067	1,740
Legal Services	270,000	67,015	337,015	250,369	86,646
Audit Fees	131,340	1,070	132,410	69,840	62,570
Architectural/Engineering Services	100,000	63,109	163,109	146,623	16,486
Other Purchased Professional Services	236,988	55,473	292,461	213,797	78,664
Purchased Technical Services	2,318		2,318	1,318	1,000
Communications / Telephone	246,500	(47,482)	199,018	196,560	2,458
BOE Other Purchased Services	4,000	4,253	8,253	7,618	635
Other Purch. Serv. (400-500 series other than 530 & 585)	356,220	1,896	358,116	356,805	1,311
General Supplies	19,500	(6,830)	12,670	12,315	355
BOE In-house Training/Meeting Supplies	2,500	(549)	1,951	1,171	780
Judgments Against The School District	112,400	(18,267)	94,133	94,133	
Miscellaneous Expenditures	4,700	5,895	10,595	10,595	
BOE Membership Dues and Fees	27,000	305	27,305	27,305	
Total Undist. Expend. - Support Serv. - General Admin.	1,957,322	124,839	2,082,161	1,829,516	252,645

RANDOLPH 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
Undist. Expend. - Support Serv. - School Admin.:					
Salaries of Principals/Assistant Principals/Prog Director	\$ 2,132,071	\$ 62,612	\$ 2,194,683	\$ 2,194,197	\$ 486
Salaries of Secretarial and Clerical Assistants	934,994	74,560	1,009,554	882,637	126,917
Unused Vacation Payment to Terminated/Retired Staff		12,943	12,943	12,943	
Purchased Professional and Technical Services	4,500	12,647	17,147	12,381	4,766
Other Purchased Services (400-500 series)	29,600	(6,888)	22,712	18,936	3,776
Supplies and Materials	99,529	4,294	103,823	98,443	5,380
Other Objects	10,149	1,939	12,088	11,198	890
Total Undist. Expend.-Support Serv.-School Adm.	3,210,843	162,107	3,372,950	3,230,735	142,215
Undist. Expend. - Central Services:					
Salaries	982,478	4,516	986,994	958,689	28,305
Unused Vacation Payment to Terminated/Retired Staff		40,767	40,767	40,138	629
Purchased Technical Services	114,305	(48,060)	66,245	62,651	3,594
Miscellaneous Purchased Services (400-500 series other than 594)	9,000	14,069	23,069	11,429	11,640
Supplies and Materials	2,500	7,793	10,293	5,051	5,242
Other Objects	30,303	5,894	36,197	23,511	12,686
Total Undist. Expend. - Central Services	1,138,586	24,979	1,163,565	1,101,469	62,096
Undist. Expend. - Admin. Info. Technology:					
Salaries	1,270,740	(9,988)	1,260,752	1,239,527	21,225
Purchased Professional Services	117,300	(4,674)	112,626	109,822	2,804
Purchased Technical Services	650,300	13,063	663,363	655,296	8,067
Other Purchased Services (400-500 series)	251,420	(37,334)	214,086	213,782	304
Supplies and Materials	61,912	71,369	133,281	123,860	9,421
Total Undist. Expend. - Admin. Info. Technology	2,351,672	32,436	2,384,108	2,342,287	41,821

RANDOLPH 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
Undist. Expend. - Required Maintenance for School Facilities:					
Salaries	\$ 679,597	\$ 51,981	\$ 731,578	\$ 728,324	\$ 3,254
Cleaning, Repair, and Maintenance Services	672,724	740,903	1,413,627	545,979	867,648
General Supplies	338,833	201,193	540,026	485,286	54,740
Other Objects	6,400	2,808	9,208	7,240	1,968
Total Undist. Expend. - Required Maint. for School Facilities	1,697,554	996,885	2,694,439	1,766,829	927,610
Undist. Expend. - Custodial Services:					
Salaries	2,632,681	(162,071)	2,470,610	2,459,087	11,523
Unused Vacation Payment to Terminated/Retired Staff		3,995	3,995	3,995	
Purchased Professional and Technical Services	32,500	(27,447)	5,053	4,950	103
Cleaning, Repair, and Maintenance Services	1,014,541	265,951	1,280,492	1,244,800	35,692
Rental of Land & Bldg. Oth. than Lease Pur. Agrmt.	75,000		75,000	74,381	619
Other Purchased Property Services	278,677	10,000	288,677	197,603	91,074
Insurance	859,104	(129,140)	729,964	723,035	6,929
General Supplies	481,301	(98,567)	382,734	368,455	14,279
Energy (Natural Gas)	1,089,630	(30,000)	1,059,630	564,562	495,068
Energy (Electricity)	1,303,074	(38,921)	1,264,153	1,025,492	238,661
Energy (Oil)	1,000	(1,000)			
Energy (Gasoline)		25,000	25,000	25,000	
Total Undist. Expend. - Custodial Services	7,767,508	(182,200)	7,585,308	6,691,360	893,948
Care and Upkeep of Grounds:					
Salaries	593,705	4,438	598,143	588,318	9,825
Cleaning, Repair, and Maintenance Services	98,875	(59,964)	38,911	28,859	10,052
General Supplies	185,358	(39,432)	145,926	103,463	42,463
Total Care And Upkeep Of Grounds	877,938	(94,958)	782,980	720,640	62,340

RANDOLPH 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
Security:					
Salaries	\$ 415,375	\$ 67,104	\$ 482,479	\$ 478,872	\$ 3,607
Unused Vacation Payment to Terminated/Retired Staff		2,754	2,754	2,754	
Purchased Professional and Technical Services	11,000	(3,606)	7,394	6,794	600
General Supplies	24,850	(668)	24,182	8,090	16,092
Other Objects	2,600	(1,580)	1,020	376	644
Total Security	453,825	64,004	517,829	496,886	20,943
Total Undist. Expend.-oper. And Maint. Of Plant Serv.	10,796,825	783,731	11,580,556	9,675,715	1,904,841
Undist. Expend.-Student Transportation Serv.:					
Salaries for Pupil Trans. (Bet. Home and Sch) - Regular	2,354,710	(136,833)	2,217,877	2,122,563	95,314
Salaries for Pupil Trans. (Other than Between Home & Sch)	101,456	(8,519)	92,937	73,231	19,706
Other Purchased Professional and Technical Services	30,522	5,031	35,553	29,439	6,114
Contracted Services - Aid in Lieu of Payments - Nonpublic Students	239,487	(4,400)	235,087	206,205	28,882
Contracted Services - Aid in Lieu of Payments - Charter Sch Students	6,140	(6,140)			
Contracted Services - Aid in Lieu of Payments - Choice Students	12,280		12,280	3,495	8,785
Contracted Services (Between Home & School) - Vendors	72,400	14,600	87,000	82,679	4,321
Contract. Services (Other than Between Home & Sch.) - Vendors	125,000	100,000	225,000	223,247	1,753
Contract. Services (Regular Students) - ESCs & CTSAAs	290,000	(32,742)	257,258	252,803	4,455
Contract. Services (Spl. Ed. Students) - ESCs & CTSAAs	1,004,175	(17,475)	986,700	848,528	138,172
Misc. Purchased Services - Transportation	1,500	(758)	742	613	129
General Supplies	5,299	743	6,042	4,242	1,800
Transportation Supplies	412,152	30,709	442,861	381,426	61,435
Other Objects	6,600	10,331	16,931	15,658	1,273
Total Undist. Expend.-Student Trans. Serv.	4,661,721	(45,453)	4,616,268	4,244,129	372,139

RANDOLPH 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
UNALLOCATED BENEFITS					
Social Security Contributions	\$ 1,355,805		\$ 1,355,805	\$ 1,268,777	\$ 87,028
Other Retirement Contributions - PERS	1,800,000	\$ 62,502	1,862,502	1,862,502	
Other Retirement Contributions - Regular	310,478	1,378	311,856	252,077	59,779
Unemployment Compensation	200,000		200,000	185,667	14,333
Workers Compensation	493,684	(60,000)	433,684	411,080	22,604
Health Benefits	14,430,642	(474,655)	13,955,987	13,541,961	414,026
Tuition Reimbursement	215,325		215,325	71,661	143,664
Other Employee Benefits	838,536	86,511	925,047	876,820	48,227
Unused Sick Payment to Terminated/Retired Staff	120,000	(86,992)	33,008		33,008
TOTAL UNALLOCATED BENEFITS	19,764,470	(471,256)	19,293,214	18,470,545	822,669
ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)					
TPAF Post Retirement Medical Contributions (Non-Budgeted)				3,857,522	(3,857,522)
TPAF Pension Contributions (Non-Budgeted)				14,013,733	(14,013,733)
TPAF Non-Contributory Insurance (Non-Budgeted)				159,819	(159,819)
TPAF Long-Term Disability Insurance (Non-Budgeted)				6,242	(6,242)
Reimbursed TPAF Social Security Contributions				2,812,535	(2,812,535)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)				20,849,851	(20,849,851)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	19,764,470	(471,256)	19,293,214	39,320,396	(20,027,182)
TOTAL UNDISTRIBUTED EXPENDITURES	57,592,589	1,049,060	58,641,649	75,339,171	(16,697,522)
TOTAL GENERAL CURRENT EXPENSE	94,832,141	1,161,863	95,994,004	111,297,192	(15,303,188)

RANDOLPH 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
CAPITAL OUTLAY					
Equipment:					
Undistributed:					
Undistributed Expenditures - Instruction	\$ 28,271	\$ 15,970	\$ 44,241	\$ 11,975	\$ 32,266
Undist. Expend. - Supp Serv. - Related & Extraord.		2,458	2,458	2,458	
Undistributed Expenditures - Admin. Info. Tech.		19,729	19,729	19,729	
Undist. Expend. - Required Maint for School Fac.	163,870	26,559	190,429	190,426	3
Undist. Expend. - Custodial Services		15,701	15,701	7,823	7,878
Undist. Expend. - Care and Upkeep of Grounds		9,281	9,281		9,281
Undist. Expend. - Security	6,100	(6,100)			
Undist. Expend.-Student Trans. - Non-Inst. Equip.	480,971	3,037	484,008	480,415	3,593
Total Equipment	679,212	86,635	765,847	712,826	53,021
Facilities Acquisition and Construction Serv.:					
Architectural/Engineering Services	260,097		260,097	46,940	213,157
Construction Services	7,906,997		7,906,997	2,968,477	4,938,520
Assessment for Debt Service on SDA Funding	64,340		64,340	64,340	
Total Facilities Acquisition and Const. Serv.	8,231,434		8,231,434	3,079,757	5,151,677
TOTAL CAPITAL OUTLAY	8,910,646	86,635	8,997,281	3,792,583	5,204,698
Transfer of Funds to Charter Schools	149,318		149,318	107,353	41,965
Total Transfer of Funds to Charter Schools	149,318		149,318	107,353	41,965
TOTAL EXPENDITURES	103,959,631	1,180,972	105,140,603	115,197,128	(10,056,525)
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(10,319,481)	(1,180,972)	(11,500,453)	1,641,982	13,142,435
Fund Balance, July 1	22,986,582		22,986,582	22,986,582	
Fund Balance, June 30	\$ 12,667,101	\$ (1,180,972)	\$ 11,486,129	\$ 24,628,564	\$ 13,142,435

RANDOLPH 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
<u>Recapitulation:</u>					
Restricted Fund Balance:					
Excess Surplus - Restricted For 2025-2026				\$ 1,165,000	
Capital Reserve				15,335,498	
Maintenance Reserve				1,357,522	
Assigned Fund Balance:					
Year End Encumbrances				3,251,331	
Designated for Subsequent Year's Expenditures				1,165,000	
Unassigned Fund Balance				2,354,213	
				<u>24,628,564</u>	
				<u>(682,677)</u>	
Reconciliation to Governmental Funds Statement (GAAP):					
Last State Aid Payments not Recognized on GAAP basis					
Fund Balance per Governmental Funds (GAAP)				<u>\$ 23,945,887</u>	

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenue:					
Local Sources	\$ 178,535	\$ 863,023	\$ 1,041,558	\$ 860,145	\$ (181,413)
State Sources	175,049	623,887	798,936	567,266	(231,670)
Federal Sources	1,926,771	13,839	1,940,610	1,739,136	(201,474)
Total Revenue	2,280,355	1,500,749	3,781,104	3,166,547	(614,557)
Expenditures:					
Instruction:					
Salaries of Teachers	372,778	(151,927)	220,851	211,879	8,972
Other Purchased Services	946,017	52,314	998,331	994,962	3,369
General Supplies	180,375	116,607	296,982	110,103	186,879
Textbooks	7,920	200	8,120	7,920	200
Total Instruction	1,507,090	17,194	1,524,284	1,324,864	199,420
Support Services:					
Salaries of Other Professional Staff		60,000	60,000		60,000
Purchased Professional and Educational Services	512,238	70,861	583,099	523,882	59,217
Purchased Professional and Technical Services	80,214	49,632	129,846	42,088	87,758
Personal Services - Employee Benefits	116,280	3,593	119,873	107,947	11,926
Other Purchased Professional Services	7,950	610	8,560	7,408	1,152
Other Objects		3,072	3,072	3,072	
Student Activities		735,799	735,799	735,799	
Scholarships Awarded		5,286	5,286	5,286	
Total Support Services	716,682	928,853	1,645,535	1,425,482	220,053
Facilities Acquisition:					
Instructional Equipment	56,583	554,702	611,285	401,548	209,737
Total Facilities Acquisition	56,583	554,702	611,285	401,548	209,737
Total Expenditures	2,280,355	1,500,749	3,781,104	3,151,894	629,210
Excess (Deficiency) of Revenue Over/(Under) Expenditures	\$ -0-	\$ -0-	\$ -0-	\$ 14,653	\$ 14,653

RANDOLPH TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
from the Budgetary Comparison Schedule	\$ 116,839,110	\$ 3,166,547
Differences - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, whereas the GAAP Basis does not.		
Current Year Encumbrances		(468,099)
Prior Year Encumbrances		147,823
Prior Year State Aid Payments Recognized for GAAP Statements, not Recognized for Budgetary Purposes	744,907	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(682,677)	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	<u>\$ 116,901,340</u>	<u>\$ 2,846,271</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 115,197,128	\$ 3,151,894
Differences - Budget to GAAP:		
Encumbrances for Supplies and Equipment Ordered but Not Received are Reported in the Year the Order is Placed for Budgetary Purposes, but in the Year the Supplies are Received for Financial Reporting Purposes:		(320,276)
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 115,197,128</u>	<u>\$ 2,831,618</u>

Annual appropriated budgets are prepared in the spring of each year for the general and special revenue funds. The budget for the fiscal year ended June 30, 2024 was submitted to the County office and was approved by a vote by the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

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

RANDOLPH TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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

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

SCHOOL LEVEL SCHEDULES
(NOT APPLICABLE)

SPECIAL REVENUE FUND

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

	Elementary and Secondary Education Act		IDEA Part B,		IDEA Part B,		Local Recreation Improvement
	Title I	Title IIA	Title III	Basic	Preschool		
REVENUE:							
State Sources							
Federal Sources	\$ 139,915	\$ 74,556	\$ 21,157	\$ 1,032,615	\$ 47,446	\$	300,000
Local Sources							
Total Revenue	139,915	74,556	21,157	1,032,615	47,446		300,000
EXPENDITURES:							
Instruction:							
Salaries of Teachers							
Other Purchased Services	112,008		16,854	22,209	44,074		
General Supplies				965,517			
Textbooks							
Total Instruction	112,008		16,854	987,726	44,074		
Support Services:							
Purchased Professional/Educational Services		2,199		43,190			
Purchased Professional/Technical Services							
Personal Services - Employee Benefits	27,907	72,357	1,289	1,699	3,372		
Other Purchased Professional Services			3,014				
Other Objects							
Student Activities							
Scholarships Awarded							
Total Support Services	27,907	74,556	4,303	44,889	3,372		
Facilities Acquisition:							
Instructional Equipment							300,000
Total Facilities Acquisition							300,000
Total Expenditures	\$ 139,915	\$ 74,556	\$ 21,157	\$ 1,032,615	\$ 47,446	\$	300,000

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

	Education Stabilization Aid					
	COVID 19 - CRRSA		COVID 19 - ARP			
	Learning Acceleration	Mental Health	ESSER III	Accelerated Learning	Summer Learning and Enrichment	Mental Health
REVENUE:						
State Sources						
Federal Sources	\$ 4,779	\$ 2,468	\$ 210,892	\$ 138,733	\$ 22,494	\$ 35,485
Local Sources						
Total Revenue	4,779	2,468	210,892	138,733	22,494	35,485
EXPENDITURES:						
Instruction:						
Salaries of Teachers	2,650				14,084	
Other Purchased Services				27,895		
General Supplies				1,722		
Textbooks						
Total Instruction	2,650			29,617	14,084	
Support Services:						
Purchased Professional/Educational Services			210,892	109,116		35,485
Purchased Professional/Technical Services					7,290	
Personal Services - Employee Benefits	203				1,120	
Other Purchased Professional Services	1,926	2,468				
Other Objects						
Student Activities						
Scholarships Awarded						
Total Support Services	2,129	2,468	210,892	109,116	8,410	35,485
Facilities Acquisition:						
Instructional Equipment						
Total Facilities Acquisition						
Total Expenditures	\$ 4,779	\$ 2,468	\$ 210,892	\$ 138,733	\$ 22,494	\$ 35,485

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

	African American Studies	Non-Public					Non-Public Security	Non-Public Nursing
		Chapter 192 Compensatory Education	Examination/ Classification	Chapter 193 Corrective Speech	Supplemental Instruction			
REVENUE:								
State Sources		\$	\$	\$	\$	\$	\$	\$
Federal Sources	8,596	52,507	20,226	15,159	18,668	28,085	16,440	
Local Sources								
Total Revenue	8,596	52,507	20,226	15,159	18,668	28,085	16,440	
EXPENDITURES:								
Instruction:								
Salaries of Teachers	1,550							
Other Purchased Services	3,974							
General Supplies								
Textbooks								
Total Instruction	5,524							
Support Services:								
Purchased Professional/Educational Services		52,507	20,226	15,159	18,668	28,085	16,440	
Purchased Professional/Technical Services								
Personal Services - Employee Benefits								
Other Purchased Professional Services								
Other Objects	3,072							
Student Activities								
Scholarships Awarded								
Total Support Services	3,072	52,507	20,226	15,159	18,668	28,085	16,440	
Facilities Acquisition:								
Instructional Equipment								
Total Facilities Acquisition								
Total Expenditures	8,596	52,507	20,226	15,159	18,668	28,085	16,440	

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

	SDA Emergent and Capital Maintenance Needs	Non-Public Technology	Non-Public Textbook	Various Local Grants	Student Activities	Scholarships	Totals June 30, 2024
REVENUE:							
State Sources	\$ 101,548	\$ 6,713	\$ 7,920	\$ 104,407	\$ 755,700	\$ 38	\$ 567,266
Federal Sources							1,739,136
Local Sources							860,145
Total Revenue	101,548	6,713	7,920	104,407	755,700	38	3,166,547
EXPENDITURES:							
Instruction:							
Salaries of Teachers							211,879
Other Purchased Services							994,962
General Supplies			7,920	104,407			110,103
Textbooks							7,920
Total Instruction			7,920	104,407			1,324,864
Support Services:							
Purchased Professional/Educational Services							523,882
Purchased Professional/Technical Services		6,713					42,088
Personal Services - Employee Benefits							107,947
Other Purchased Professional Services							7,408
Other Objects					735,799		3,072
Student Activities						5,286	735,799
Scholarships Awarded							5,286
Total Support Services		6,713			735,799	5,286	1,425,482
Facilities Acquisition:							
Instructional Equipment	101,548						401,548
Total Facilities Acquisition	101,548						401,548
Total Expenditures	101,548	6,713	7,920	104,407	735,799	5,286	3,151,894
Total Expenditures	\$ 101,548	\$ 6,713	\$ 7,920	\$ 104,407	\$ 735,799	\$ 5,286	\$ 3,151,894

CAPITAL PROJECTS FUND

RANDOLPH 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

Expenditures:

Other Purchased Professional Technical Services	\$ 33,256
Construction Services	<u>146,784</u>

Total Expenditures	<u>180,040</u>
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(Deficit) of Revenues (Under) Expenditures	(180,040)
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Fund Balance - Beginning Balance	<u>220,733</u>
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Fund Balance - Ending Balance	<u><u>\$ 40,693</u></u>
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Recapitulation of Fund Balance:

Restricted - Year End Encumbrances	<u><u>\$ 40,693</u></u>
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RANDOLPH TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE PROJECT OF REVENUES, EXPENDITURES, PROJECT BALANCES AND PROJECT STATUS -
BUDGETARY BASIS
VARIOUS SCHOOL BUILDING IMPROVEMENTS
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Prior Periods	Current Year	Total	Authorized Cost
Revenue and Other Financing Sources:				
Bond Proceeds	\$ 24,495,000		\$ 24,495,000	\$ 24,495,000
Total Revenues and Other Financing Sources	24,495,000		24,495,000	24,495,000
Expenditures:				
Other Purchased Professional				
Technical Services	1,750,997	\$ 33,256	1,784,253	2,029,140
Construction Services	22,523,270	146,784	22,670,054	22,465,860
Total Expenditures	24,274,267	180,040	24,454,307	24,495,000
Excess of Revenue and Other Financing Sources Over Expenditures	\$ 220,733	\$ (180,040)	\$ 40,693	\$ - 0 -

Additional Project Information:

Project Number(s)	4330-057-18-1000
Project Number(s)	4330-057-18-2000
Project Number(s)	4330-065-18-2000
Project Number(s)	4330-065-18-3000
Project Number(s)	4330-070-18-2000
Project Number(s)	4330-070-18-1000
Project Number(s)	4330-080-18-1000
Project Number(s)	4330-080-18-2000
Project Number(s)	4330-075-18-1000
Project Number(s)	4330-075-18-3000
Project Number(s)	4330-075-18-2000
Project Number(s)	4330-050-18-4000
Project Number(s)	4330-050-18-4000
Grant Date	N/A
Bond Authorization Date	10/2/2018
Bonds Authorized	\$ 24,495,000
Bonds Issued	\$ 24,495,000
Original Authorized Cost	\$ 24,495,000
% Increase over Original Authorized Cost	0%
% Completion	99%
Original Target Completion Date	August 2021
Revised Target Completion Date	September 2024

PROPRIETARY FUNDS

RANDOLPH TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2024

	<u>Major Funds</u>		
	<u>Community School</u>	<u>Food Service</u>	<u>Total</u>
<u>ASSETS:</u>			
Current Assets:			
Cash and Cash Equivalents	\$ 1,142,931	\$ 811,166	\$ 1,954,097
Accounts Receivable:			
State		1,553	1,553
Federal		16,687	16,687
Other		13,145	13,145
Inventories		26,450	26,450
	<hr/>	<hr/>	<hr/>
Total Current Assets	1,142,931	869,001	2,011,932
	<hr/>	<hr/>	<hr/>
Non-Current Assets:			
Machinery and Equipment	506,192	950,611	1,456,803
Less: Accumulated Depreciation	(229,071)	(724,442)	(953,513)
	<hr/>	<hr/>	<hr/>
Total Non-Current Assets	277,121	226,169	503,290
	<hr/>	<hr/>	<hr/>
Total Assets	1,420,052	1,095,170	2,515,222
	<hr/>	<hr/>	<hr/>
<u>DEFERRED OUTFLOWS OF RESOURCES:</u>			
Changes in Assumptions - Pension	558		558
Changes in Proportion - Pension	4,227		4,227
Difference Between Expected and Actual Experience - Pension	2,429		2,429
Difference Between Projected and Actual Earnings on Investments - Pension	1,170		1,170
District Contribution Subsequent to the Measurement Date - Pension	22,654		22,654
	<hr/>	<hr/>	<hr/>
Total Deferred Outflows of Resources	31,038		31,038
	<hr/>	<hr/>	<hr/>

RANDOLPH TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2024

	<u>Major Funds</u>		
	<u>Community School</u>	<u>Food Service</u>	<u>Total</u>
<u>LIABILITIES:</u>			
Current Liabilities:			
Accounts Payable	\$ 24,079	\$ 76,730	\$ 100,809
Unearned Revenue:			
Prepaid Meals		57,913	57,913
Supply Chain Assistance		57,653	57,653
Donated Commodities		8,141	8,141
Long-term Liabilities:			
Net Pension Liability	254,029		254,029
Total Liabilities	278,108	200,437	478,545
<u>DEFERRED INFLOWS OF RESOURCES:</u>			
Changes in Assumptions - Pension	15,395		15,395
Changes in Proportion - Pension	16,005		16,005
Difference Between Expected and Actual Experience - Pension	1,038		1,038
Total Deferred Inflows of Resources	32,438		32,438
<u>NET POSITION:</u>			
Investment in Capital Assets	277,121	226,169	503,290
Unrestricted	863,423	668,564	1,531,987
Total Net Position	\$ 1,140,544	\$ 894,733	\$ 2,035,277

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

	Major Funds		
	Community School	Food Service	Total
Operating Revenue			
Local Sources:			
Daily Sales - Reimbursable Programs		\$ 667,224	\$ 667,224
Daily Sales - Non-Reimbursable Programs		590,485	590,485
Special functions		200	200
Community School - Regular Program Fees	\$ 793,985		793,985
Total Operating Revenue	793,985	1,257,909	2,051,894
Operating Expenses:			
Cost of Sales (Reimbursable) Programs		377,823	377,823
Cost of Sales (Non-Reimbursable) Programs		334,750	334,750
Salaries	390,404	513,716	904,120
Employee Benefits	82,250	163,457	245,707
Purchased Professional/Technical Services	24,261		24,261
Other Purchased Services	147,530	106,593	254,123
Supplies and Materials	42,324	17,875	60,199
Management Fee		75,000	75,000
Miscellaneous	29,402	3,714	33,116
Depreciation	18,742	132,406	151,148
Total Operating Expenses	734,913	1,725,334	2,460,247
Operating Income/(Loss)	59,072	(467,425)	(408,353)

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

	Major Funds		
	Community School	Food Service	Total
Non-Operating Revenue:			
State Sources:			
State School Lunch Program		\$ 19,289	\$ 19,289
State School Breakfast Program		675	675
State School Breakfast Extended Income Eligibility		8,462	8,462
State School Lunch Extended Income Eligibility		663	663
Federal Sources:			
National School Lunch Program		299,823	299,823
School Breakfast Program		20,377	20,377
Supply Chain Assistance		107,220	107,220
Food Distribution Program		56,644	56,644
COVID-19 - P-EBT Administrative Cost		653	653
Local Food for Schools Program		29,842	29,842
Local Sources:			
Interest Income	\$ 16,937		16,937
Total Non-Operating Revenue	16,937	543,648	560,585
Change in Net Position	76,009	76,223	152,232
Net Position - Beginning of Year	1,064,535	818,510	1,883,045
Net Position - End of Year	\$ 1,140,544	\$ 894,733	\$ 2,035,277

RANDOLPH TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Major Funds		
	Community School	Food Service	Total
Cash Flows from Operating Activities:			
Receipts from Customers	\$ 797,106	\$ 1,256,671	\$ 2,053,777
Payments to Employees	(427,518)	(1,345,422)	(1,772,940)
Payments to Suppliers	(269,252)	(175,747)	(444,999)
Net Cash Provided By/(Used For) Operating Activities	100,336	(264,498)	(164,162)
Cash Flows from Investing Activities:			
Interest Income	16,937		16,937
Net Cash Provided by Investing Activities	16,937		16,937
Cash Flows from Capital and Related Financing Activities:			
Acquisition and Construction of Capital Assets		(176,193)	(176,193)
Net Cash (Used for) Capital and Related Financing Activities		(176,193)	(176,193)
Cash Flows from Noncapital Financing Activities:			
Cash Received from Federal Reimbursements		454,220	454,220
Cash Received from State Reimbursements		28,544	
Net Cash Provided by Noncapital Financing Activities		482,764	454,220
Net Increase/(Decrease) in Cash and Cash Equivalents	117,273	42,073	130,802
Cash and Cash Equivalents, July 1	1,025,658	769,093	1,169,086
Cash and Cash Equivalents, June 30	\$ 1,142,931	\$ 811,166	\$ 1,299,888

RANDOLPH TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Major Funds		
	Community School	Food Service	Total
Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:			
Operating Income/(Loss)	\$ 59,072	\$ (467,425)	\$ (408,353)
Adjustment to Reconcile Operating Income/(Loss) to Cash Provided by/(Used for) Operating Activities:			
Depreciation	18,742	132,406	151,148
Federal Food Distribution Program		55,298	55,298
Changes in Assets and Liabilities:			
(Increase)/Decrease in Other Accounts Receivable	3,121	(4,055)	(934)
(Increase)/Decrease in Inventory		4,844	4,844
Increase/(Decrease) in Accounts Payable	(25,735)	9,360	(16,375)
Increase/(Decrease) in Unearned Revenue		5,074	5,074
Increase/(Decrease) in Net Pension Liability	47,931		47,931
(Increase)/Decrease in Deferred Outflows Related to Pensions	1,733		1,733
Increase/(Decrease) in Deferred Inflows Related to Pensions	(4,528)		(4,528)
Net Cash Provided by/(Used for) Operating Activities	<u>\$ 100,336</u>	<u>\$ (264,498)</u>	<u>\$ (164,162)</u>

Non-Cash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received \$55,298 and utilized \$56,644 of commodities from the Federal Food Distribution Program for the fiscal year ended June 30, 2024.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
INTERNAL SERVICE FUND
STATEMENT OF NET POSITION
JUNE 30, 2024

	<u>Health Benefits</u>
ASSETS:	
Current Assets:	
Cash and Cash Equivalents	<u>\$ 80,153</u>
Total Assets	<u>80,153</u>
NET POSITION:	
Unrestricted	<u>80,153</u>
Total Net Position	<u><u>\$ 80,153</u></u>

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

	Health Benefits
Operating Revenue:	
Local Sources:	
Charges and Fees	\$ 4,703,093
Total Operating Revenue	4,703,093
Benefits	4,883,188
Total Operating Expenses	4,883,188
Operating (Loss)	(180,095)
Non-Operating Revenue:	
Local Sources:	
Interest Income	19,078
Total Non-Operating Revenue	19,078
Change in Net Position	(161,017)
Net Position - Beginning of Year	241,170
Net Position - End of Year	\$ 80,153

RANDOLPH TOWNSHIP SCHOOL DISTRICT
INTERNAL SERVICE FUND
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	Health Benefits
Cash Flows from Operating Activities:	
Receipts from the District	\$ 4,703,093
Payments for Health Benefit Claims and Expenses	<u>(4,883,188)</u>
Net Cash (Used for) Operating Activities	<u>(180,095)</u>
Cash Flows from Investing Activities:	
Interest Income	<u>19,078</u>
Net Cash Provided by Investing Activities	<u>19,078</u>
Net Decrease in Cash and Cash Equivalents	(161,017)
Cash and Cash Equivalents, July 1	<u>241,170</u>
Cash and Cash Equivalents, June 30	<u><u>\$ 80,153</u></u>
Reconciliation of Operating (Loss) to Net Cash	
(Used for) Operating Activities:	
Operating (Loss)	<u>\$ (180,095)</u>
Net Cash (Used for) Operating Activities	<u><u>\$ (180,095)</u></u>

LONG-TERM LIABILITIES

RANDOLPH TOWNSHIP SCHOOL DISTRICT
LONG-TERM LIABILITIES
SCHEDULE OF SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds				Int. Rate	Balance July 1, 2023	Matured	Balance June 30, 2024
			Outstanding							
			Date	June 30, 2024	Amount					
Various School Building Improvements	12/18/2018	\$ 12,250,000	08/01/2024	\$	380,000	3.250%				
			08/01/2025		750,000	3.250%				
			08/01/2026		750,000	3.250%				
			08/01/2027		750,000	3.250%				
			08/01/2028		700,000	3.250%				
			08/01/2029		700,000	3.250%				
			08/01/2030		700,000	3.250%				
			08/01/2031		700,000	3.250%				
			08/01/2032		700,000	3.375%				
			08/01/2033		700,000	3.500%				
			08/01/2034		700,000	3.500%				
			08/01/2035		700,000	4.000%				
			08/01/2036		700,000	4.000%				
			08/01/2037		700,000	4.000%				
			08/01/2038		700,000	4.000%	\$ 10,710,000	\$ 380,000	\$ 10,330,000	
Various School Building Improvements	08/15/2019	12,245,000	08/01/2024		625,000	2.000%				
			08/01/2025		700,000	2.000%				
			08/01/2026		700,000	2.000%				
			08/01/2027		700,000	2.000%				
			08/01/2028		700,000	2.000%				
			08/01/2029		700,000	2.000%				
			08/01/2030		700,000	2.000%				
			08/01/2031		700,000	2.125%				
			08/01/2032		700,000	2.250%				
			08/01/2033		700,000	2.250%				
			08/01/2034		700,000	2.750%				
			08/01/2035		700,000	3.000%				
			08/01/2036		700,000	3.000%				
			08/01/2037		700,000	3.000%				
			08/01/2038		675,000	3.000%	10,935,000	535,000	10,400,000	

RANDOLPH TOWNSHIP SCHOOL DISTRICT
LONG-TERM LIABILITIES
SCHEDULE OF SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds				Int. Rate	Balance July 1, 2023	Matured	Balance June 30, 2024
			Outstanding		June 30, 2024	Amount				
			Date							
Advance Refunding of School Bonds	04/13/2021	\$ 9,385,000	08/01/2024		\$ 2,125,000	0.670%				
			08/01/2025		1,000,000	1.100%				
			08/01/2026		1,015,000	1.270%				
			08/01/2027		1,000,000	1.620%				
			08/01/2028		985,000	1.820%	\$ 8,280,000	\$ 2,155,000	\$ 6,125,000	
							\$ 29,925,000	\$ 3,070,000	\$ 26,855,000	

RANDOLPH TOWNSHIP SCHOOL DISTRICT
LONG-TERM LIABILITIES
SCHEDULE OF OBLIGATIONS UNDER FINANCED PURCHASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Item	Interest Rate	Original Issue	Balance June 30, 2023	Matured	Balance June 30, 2024
Various Equipment and Vehicles	2.44%	\$ 1,415,000	\$ 290,923	\$ 290,923	
Various Equipment and Vehicles	0.87%	1,539,663	618,518	307,909	\$ 310,609
Various Equipment and Vehicles	0.92%	2,446,320	1,471,213	485,899	985,314
Various Equipment and Vehicles	2.60%	2,200,000	1,746,673	420,015	1,326,658
Various Equipment and Vehicles	3.82%	1,963,750	1,963,750	410,307	1,553,443
			\$ 6,091,077	\$ 1,915,053	\$ 4,176,024

RANDOLPH TOWNSHIP SCHOOL DISTRICT
LONG-TERM LIABILITIES
SCHEDULE OF OBLIGATIONS UNDER LEASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Purpose	Interest Rate	Original Issue	Balance June 30, 2023	Matured	Balance June 30, 2024
Lease of Garage	2.975%	\$ 1,166,000	\$ 517,000	\$ 59,000	\$ 458,000
Copiers	2.60%	729,206	448,825	145,742	303,083
Postage Machine	2.60%	10,399	6,401	2,079	4,322
			<u>\$ 972,226</u>	<u>\$ 206,821</u>	<u>\$ 765,405</u>

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUE:					
Local Sources:					
Local Tax Levy	\$ 3,421,471		\$ 3,421,471	\$ 3,421,471	
State Sources:					
Debt Service Aid Type II	343,201		343,201	343,201	
Total Revenue	3,764,672		3,764,672	3,764,672	
EXPENDITURES:					
Regular Debt Service:					
Interest	694,673		694,673	694,673	
Redemption of Principal	3,070,000		3,070,000	3,070,000	
Total Regular Debt Service	3,764,673		3,764,673	3,764,673	
Total Expenditures	3,764,673		3,764,673	3,764,673	
Excess/(Deficiency) of Revenue Over/(Under) Expenditures	(1)		(1)	(1)	
Fund Balance, July 1	1		1	1	
Fund Balance, June 30	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-

STATISTICAL SECTION
(UNAUDITED)

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

Contents

Exhibit

Financial Trends

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

J-1 thru J-5

Revenue Capacity

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

J-6 thru J-9

Debt Capacity

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

J-10 thru J-13

Demographic and Economic Information

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

J-14 thru J-15

Operating Information

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

J-16 thru J-20

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

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

	June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Governmental Activities:										
Net Investment in Capital Assets										
Restricted	\$ 24,938,166	\$ 26,813,419	\$ 30,521,849	\$ 34,768,233	\$ 37,185,834	\$ 29,596,447	\$ 39,716,230	\$ 42,677,809	\$ 46,445,041	\$ 49,818,983
Unrestricted/(Deficit)	3,091,754	7,278,673	8,189,973	9,031,858	10,153,394	25,397,299	14,513,379	10,400,662	14,545,719	18,422,194
	(25,495,859)	(28,084,241)	(30,707,410)	(32,545,649)	(31,497,754)	(31,458,302)	(25,803,408)	(15,887,294)	(17,149,476)	(18,005,370)
Total Governmental Activities Net Position	\$ 2,534,061	\$ 6,007,851	\$ 8,004,412	\$ 11,254,442	\$ 15,841,474	\$ 23,535,444	\$ 28,426,201	\$ 37,191,177	\$ 43,841,284	\$ 50,235,807
Business-Type Activities:										
Investment in Capital Assets	\$ 182,884	\$ 184,434	\$ 191,134	\$ 192,583	\$ 209,051	\$ 685,982	\$ 607,593	\$ 517,651	\$ 478,245	\$ 503,290
Unrestricted/(Deficit)	99,173	282,891	672,163	1,059,763	1,357,448	116,119	665,442	587,993	1,404,800	1,531,987
Total Business-Type Activities Net Position	\$ 282,057	\$ 467,325	\$ 863,297	\$ 1,252,346	\$ 1,566,499	\$ 802,101	\$ 1,273,035	\$ 1,105,644	\$ 1,883,045	\$ 2,035,277
District-Wide:										
Net Investment in Capital Assets	\$ 25,121,050	\$ 26,997,853	\$ 30,712,983	\$ 34,960,816	\$ 37,394,885	\$ 30,282,429	\$ 40,323,823	\$ 43,195,460	\$ 46,923,286	\$ 50,322,273
Restricted	3,091,754	7,278,673	8,189,973	9,031,858	10,153,394	25,397,299	14,513,379	10,400,662	14,545,719	18,422,194
Unrestricted/(Deficit)	(25,396,686)	(27,801,350)	(30,035,247)	(31,485,886)	(30,140,306)	(31,342,183)	(25,137,966)	(15,299,301)	(15,744,676)	(16,473,383)
Total District Net Position	\$ 2,816,118	\$ 6,475,176	\$ 8,867,709	\$ 12,506,788	\$ 17,407,973	\$ 24,337,545	\$ 29,699,236	\$ 38,296,821	\$ 45,724,329	\$ 52,271,084

Source: School District Financial Reports

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

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses:										
Governmental Activities:										
Instruction	\$ 57,734,945	\$ 59,841,609	\$ 67,203,433	\$ 66,930,471	\$ 64,104,624	\$ 63,478,496	\$ 63,981,466	\$ 59,961,900	\$ 58,481,439	\$ 58,381,434
Support Services:										
Tuition	3,098,614	3,203,254	2,753,229	2,313,188	2,079,770	1,821,734	1,808,429	1,329,021	1,461,101	2,600,662
Student and Instruction Related Services	14,107,962	14,981,637	16,425,489	17,078,051	16,824,414	16,379,630	16,405,042	16,280,032	15,398,456	17,234,540
General Administrative Services	2,307,620	2,203,248	2,111,311	2,315,993	2,084,831	1,911,716	1,700,948	1,735,320	1,932,846	2,126,214
School Administrative Services	4,606,622	4,907,706	5,600,331	5,691,607	5,242,486	5,252,898	5,319,840	4,708,836	4,633,992	4,987,605
Plant Operations and Maintenance	8,711,530	9,070,455	10,200,716	10,352,578	10,825,560	10,900,943	10,978,153	11,290,821	10,967,931	12,010,898
Pupil Transportation	5,511,833	6,060,369	6,204,447	5,895,069	5,538,887	5,614,814	5,842,737	5,641,834	6,458,666	3,427,756
Central Services	1,750,958	1,830,671	2,150,154	2,322,964	2,324,433	2,419,123	2,609,096	2,447,752	2,460,289	1,623,420
Administrative Information Technology	1,642,192	1,764,253	2,364,061	2,564,380	2,630,451	2,737,008	2,923,272	3,055,627	3,033,883	2,962,425
Capital Outlay				2,277,293	68,954					695,150
Charter Schools	78,078	138,358	160,683	159,347	81,242	218,103	108,960	177,722	202,970	107,353
Interest on Long-Term Debt	1,073,055	738,379	671,920	583,980	703,392	1,132,002	1,135,611	846,538	758,190	791,861
Unallocated Depreciation				6,159	3,090	8,527	4,715	7,139	8,651	
Total Governmental Activities Expenses	100,623,409	104,739,939	115,845,774	118,491,080	112,512,134	111,874,994	112,818,269	107,482,542	105,798,414	106,949,318
Business-Type Activities:										
Food Service	1,114,686	1,129,914	1,151,145	1,213,129	1,301,419	1,092,108	1,274,717	1,887,866	1,602,122	1,725,334
Community School	1,346,504	1,003,106	988,610	1,066,325	1,211,220	1,642,010	(167,515)	1,626,777	(15,757)	734,913
Total Business-Type Activities Expense	2,461,190	2,133,020	2,139,755	2,279,454	2,512,639	2,734,118	1,107,202	3,514,643	1,586,365	2,460,247
Total District Expenses	103,084,599	106,872,959	117,985,529	120,770,534	115,024,773	114,609,112	113,925,471	110,997,185	107,384,779	109,409,565
Program Revenues:										
Governmental Activities:										
Charges for Services	115,096	80,702	121,699	136,842	296,800	466,962	959,147	1,637,000	2,044,565	2,566,836
Operating Grants and Contributions	22,156,600	26,341,339	33,501,405	35,914,350	30,525,467	30,561,607	29,529,671	27,451,137	22,274,537	22,507,018
Capital Grants and Contributions	273,876	1,492,431								
Total Governmental Activities Program Revenues	22,545,572	27,914,472	33,623,104	36,051,192	30,822,267	31,028,569	30,488,818	29,088,137	24,319,102	25,073,854
Business-Type Activities:										
Charges for Services:										
Food Service	883,319	943,710	958,378	1,015,042	1,065,759	770,553	15,326	325,174	1,188,994	1,257,909
Community School	1,543,180	1,137,087	1,311,996	1,369,867	1,478,336	1,192,146	182,116	1,087,493	594,386	793,985
Operating Grants and Contributions	232,571	236,566	261,899	277,838	267,979	266,533	1,376,301	1,929,564	569,684	543,648
Total Business-Type Activities Program Revenues	2,659,070	2,317,363	2,532,273	2,662,747	2,812,074	2,229,232	1,573,743	3,342,231	2,353,064	2,595,542
Total District Program Revenues	25,204,642	30,231,835	36,155,377	38,713,939	33,634,341	33,257,801	32,062,561	32,430,368	26,672,166	27,669,396

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

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Net (Expense)/Revenue:										
Governmental Activities	\$ (78,077,837)	\$ (76,825,467)	\$ (82,222,670)	\$ (82,439,888)	\$ (81,689,867)	\$ (80,846,425)	\$ (82,329,451)	\$ (78,394,405)	\$ (81,479,312)	\$ (81,875,464)
Business-Type Activities	197,880	184,343	392,518	383,293	299,435	(504,886)	466,541	(172,412)	766,699	135,295
Total District-Wide Net Expense	(77,879,957)	(76,641,124)	(81,830,152)	(82,056,595)	(81,390,432)	(81,351,311)	(81,862,910)	(78,566,817)	(80,712,613)	(81,740,169)
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	68,452,559	69,821,601	71,218,033	72,642,394	74,095,242	75,577,147	77,088,690	78,630,464	80,203,073	83,110,237
Taxes Levied for Debt Service	3,780,553	3,735,257	3,570,887	3,538,186	3,601,775	3,591,051	3,532,432	3,422,519	3,425,149	3,421,471
Unrestricted Grants and Contributions	9,196,218	9,214,347	9,288,244	9,295,437	8,171,939	7,358,732	6,500,139	4,733,976	3,767,158	413,421
Investment Earnings	11,435	13,712	42,613	24,429	182,874	678,976	93,932	127,606	483,208	1,324,858
Miscellaneous Income	301,757	391,817	128,064	189,472	225,069	178,934	8,848	244,816	250,831	
Total Governmental Activities	81,742,522	83,176,734	84,219,231	85,689,918	86,276,899	87,384,840	87,224,041	87,159,381	88,129,419	88,269,987
Business-Type Activities:										
Investment Earnings	1,452	925	3,454	5,756	14,718	39,591	4,393	5,021	10,702	16,937
Transfers & Other Special Items	(14,198)									
Total Business-Type Activities	(12,746)	925	3,454	5,756	14,718	39,591	4,393	5,021	10,702	16,937
Total District-Wide	81,729,776	83,177,659	84,222,685	85,695,674	86,291,617	87,424,431	87,228,434	87,164,402	88,140,121	88,286,924
Change in Net Position:										
Governmental Activities	3,664,685	6,351,267	1,996,561	3,250,030	4,587,032	6,538,415	4,894,590	8,764,976	6,650,107	6,394,523
Business-Type Activities	185,134	185,268	395,972	389,049	314,153	(465,295)	470,934	(167,391)	777,401	152,232
Total District	\$ 3,849,819	\$ 6,536,535	\$ 2,392,533	\$ 3,639,079	\$ 4,901,185	\$ 6,073,120	\$ 5,365,524	\$ 8,597,585	\$ 7,427,508	\$ 6,546,755

Source: School District Financial Reports

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

	June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund:										
Restricted	\$ 2,307,853	\$ 6,490,635	\$ 8,044,070	\$ 9,026,598	\$ 10,148,133	\$ 12,717,000	\$ 14,138,503	\$ 9,968,137	\$ 14,036,890	\$ 17,858,020
Assigned	1,488,916	911,639	1,201,640	723,104	2,138,748	1,059,518	3,719,231	7,810,653	5,694,481	4,416,331
Unassigned	537,606	661,787	767,852	777,047	1,045,451	1,431,047	3,357,261	4,051,119	2,510,304	1,671,536
Total General Fund	\$ 4,334,375	\$ 8,064,061	\$ 10,013,562	\$ 10,526,749	\$ 13,332,332	\$ 15,207,565	\$ 21,214,995	\$ 21,829,909	\$ 22,241,675	\$ 23,945,887
All Other Governmental Funds:										
Restricted:										
Special Revenue Fund						\$ 430,298	\$ 374,875	\$ 432,524	\$ 508,828	\$ 523,481
Capital Projects Fund	\$ 620,315	\$ 620,315	\$ 60,000		\$ 11,113,879	16,463,524	4,619,740	525,519	220,733	40,693
Debt Service Fund	163,586	167,723	85,930	\$ 5,260	5,261	1	1	1	1	
Committed for:										
Capital Projects Fund	455,099	139,898								
Total All Other Governmental Funds	\$ 1,239,000	\$ 927,936	\$ 145,930	\$ 5,260	\$ 11,119,140	\$ 16,893,823	\$ 4,994,616	\$ 958,044	\$ 729,562	\$ 564,174

Source: School District Financial Reports

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

	Fiscal Year Ending June 30,									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues:										
Tax Levy	\$ 72,233,112	\$ 73,556,858	\$ 74,788,920	\$ 76,180,580	\$ 77,697,017	\$ 79,168,198	\$ 80,621,122	\$ 82,052,983	\$ 83,628,222	\$ 86,531,708
Tuition Charges	115,096	80,702	121,699	136,842	296,800	466,962	688,684	1,066,807	1,410,036	2,059,563
Interest Earned on Capital Reserve Funds	3,668	635	2,135	24,429	72,607	109,029	35,315	34,955	69,880	143,054
Miscellaneous	416,128	475,780	236,606	225,294	472,255	798,248	419,959	1,017,032	1,359,238	2,037,936
State Sources	21,935,667	24,648,552	24,131,728	25,830,879	27,465,208	27,242,507	30,316,033	32,793,005	31,246,094	30,947,983
Federal Sources	1,260,253	1,271,505	1,298,939	1,229,779	1,266,769	1,231,620	1,748,885	1,582,408	2,322,591	1,792,039
Total Revenue	95,963,924	100,034,032	100,580,027	103,627,803	107,270,656	109,016,564	113,829,998	118,547,190	120,036,061	123,512,283
Expenditures:										
Instruction:										
Regular Instruction	26,959,447	27,058,070	27,680,631	27,789,726	28,054,804	28,095,155	27,592,436	27,894,538	28,598,937	26,478,055
Special Education Instruction	7,355,460	7,677,704	7,845,729	7,991,633	7,815,273	8,092,926	8,360,172	9,050,822	8,951,375	7,554,523
Other Special Instruction	447,351	471,503	422,353	428,261	463,141	503,134	485,815	461,341	513,451	1,175,241
Other Instruction	1,581,357	1,578,121	1,715,257	1,654,039	1,749,351	1,614,150	1,593,586	1,737,487	1,783,741	1,773,670
Support Services:										
Tuition	2,985,625	3,087,997	2,649,171	2,223,370	2,001,734	1,821,734	1,808,429	1,329,021	1,461,101	2,600,662
Student and Instruction Related Services	9,315,987	9,501,167	9,527,883	9,807,331	10,256,660	10,180,764	10,379,317	11,289,139	11,121,662	12,700,864
General Administrative Services	1,832,393	1,745,206	1,657,190	1,790,004	1,652,067	1,531,420	1,357,609	1,430,812	1,635,345	1,829,516
School Administrative Services	2,804,146	2,915,406	2,990,649	3,008,723	2,974,271	3,034,036	3,104,487	2,960,879	3,014,068	3,230,735
Plant Operations and Maintenance	6,269,627	6,382,368	6,721,058	6,761,941	7,569,177	7,755,688	7,652,309	8,376,889	8,124,989	9,675,715
Pupil Transportation	4,062,684	4,387,574	4,333,191	3,966,533	3,840,010	3,851,774	3,767,731	4,381,363	4,286,041	4,244,129
Central Services & Administrative IT	1,948,440	2,086,379	2,575,718	2,777,050	2,993,154	3,192,453	3,375,439	3,556,972	3,596,484	3,443,756
Unallocated Benefits	22,196,694	22,310,571	23,855,457	26,069,220	28,986,800	27,894,961	32,752,640	37,146,190	37,414,031	39,320,396
Charter Schools	78,078	138,358	160,683	159,347	81,242	218,103	108,960	177,722	202,970	107,353
Debit Service:										
Principal	2,940,000	3,170,000	3,120,000	3,165,000	3,230,000	2,905,000	2,600,000	2,900,000	2,985,000	3,070,000
Interest and Other Charges	1,115,206	828,520	783,769	703,619	610,987	995,291	1,277,404	859,061	780,720	694,673
Capital Outlay	3,891,808	5,990,717	3,345,183	7,029,489	4,737,522	13,898,357	17,491,424	11,365,181	7,346,612	4,074,171
Total Expenditures	95,784,303	99,329,661	99,383,922	105,325,286	107,016,193	115,584,946	123,707,758	124,917,417	121,816,527	121,973,459
Excess (Deficiency) of Revenues Over (Under) Expenditures	179,621	704,371	1,196,105	(1,697,483)	254,463	(6,568,382)	(9,877,760)	(6,370,227)	(1,780,466)	1,538,824

RANDOLPH TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED
(Continued)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Other Financing Sources (Uses)										
Refunding Bonds Issued	\$ 6,230,000						\$ 9,385,000			
School Bonds Defeased	(6,205,000)						(8,895,000)			
Premium on Refunding Bonds	213,367									
Costs of Refunding Bond Issue	(102,707)						(120,921)			
Deferred Amount on Refunding	(135,660)						(369,079)			
Bond Proceeds					\$ 12,250,000	\$ 12,245,000				
Cancellation of SDA grant			\$ (28,610)							
Leases (Non-Budgeted)								\$ 748,569		
Financed Purchases (Non-Budgeted)	\$ 163,226	\$ 2,714,251		\$ 2,070,000	1,415,000	1,543,000	3,985,983	2,200,000	\$ 1,963,750	
Transfers In	2,563,501		88,468	5,260	110,267	306,336	7,362	6,396		
Transfers Out	(2,563,501)		(88,468)	(5,260)	(110,267)	(306,336)	(7,362)	(6,396)		
Total Other Financing Sources (Uses)	163,226	2,714,251	(28,610)	2,070,000	13,665,000	13,788,000	3,985,983	2,948,569	1,963,750	
Net Change in Fund Balances	\$ 342,847	\$ 3,418,622	\$ 1,167,495	\$ 372,517	\$ 13,919,463	\$ 7,219,618	\$ (5,891,777)	\$ (3,421,658)	\$ 183,284	\$ 1,538,824
Debt Service as a Percentage of										
Noncapital Expenditures	4.62 %	4.48 %	4.24 %	4.10 %	3.90 %	3.99 %	3.79 %	3.42 %	3.40 %	3.30 %

Source: School District Financial Reports

RANDOLPH TOWNSHIP SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Rentals</u>	<u>Miscellaneous</u>	<u>Tuition</u>	<u>Total</u>
2015	\$ 11,435	\$ 58,479	\$ 243,278	\$ 115,096	\$ 428,288
2016	13,712	60,045	331,772	80,702	486,231
2017	42,613	44,722	83,342	121,699	292,376
2018	58,692	78,814	76,395	136,842	350,743
2019	141,622	76,880	79,174	296,800	594,476
2020	372,640	54,242	124,692	466,962	1,018,536
2021	93,932		1,486	688,684	784,102
2022	121,210	67,671	177,145	1,066,807	1,432,833
2023	483,208	108,272	142,559	1,410,036	2,144,075
2024	904,042	264,437	156,379	2,059,563	3,384,421

Source: School District Records

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

Year Ended December 31,	Vacant Land	Residential	Farm Regular	Farm Qualified	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities ^a	Net Valuation Taxable	Tax-Exempt Property	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
2014	\$ 31,354,900	\$2,418,508,300	\$ 5,072,500	\$ 168,100	\$ 233,408,600	\$ 113,226,000	\$ 93,539,900	\$ 2,895,278,300	\$4,132,679	\$ 2,899,410,979	\$203,726,300	\$ 2.47	\$ 4,221,259,506
2015	29,795,600	2,427,224,200	4,719,600	168,100	232,632,500	112,101,700	96,019,900	2,902,661,600	4,128,427	2,906,790,027	203,840,100	2.51	4,343,879,678
2016	35,642,100	2,430,447,000	3,942,800	158,900	230,059,300	110,779,400	108,212,100	2,919,241,600	4,104,796	2,923,346,396	204,592,900	2.54	4,317,919,193
2017 *	44,356,600	3,531,145,300	6,182,600	141,400	378,893,900	161,254,400	165,584,900	4,287,559,100	6,034,741	4,293,593,841	458,007,200	1.76	4,350,992,211
2018	45,597,100	3,551,491,800	6,325,500	141,400	373,212,200	156,100,300	165,584,900	4,298,453,200	5,831,399	4,304,143,199	458,381,900	1.79	4,419,539,013
2019	42,097,600	3,583,681,500	6,577,400	142,200	367,157,900	157,814,600	166,276,200	4,323,747,400	5,766,106	4,329,513,506	461,004,700	1.81	4,557,325,915
2020	41,646,500	3,592,449,000	6,578,900	142,200	366,628,500	159,557,900	166,276,200	4,333,279,200	5,720,144	4,338,999,344	464,329,000	1.84	4,585,649,783
2021	38,890,800	3,600,974,100	6,578,900	142,200	368,798,200	159,980,600	166,276,200	4,341,641,000	5,810,134	4,347,451,134	478,314,900	1.87	4,566,641,267
2022	42,022,900	3,613,837,000	6,578,900	137,200	382,076,700	160,340,600	167,776,200	4,372,769,500	5,829,678	4,378,599,178	477,288,200	1.89	4,638,459,213
2023	40,831,100	3,623,394,900	6,578,900	138,100	384,867,400	157,552,400	167,852,700	4,381,215,500	5,637,385	4,386,852,885	485,820,600	1.94	4,994,367,657

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

^b Tax rates are per \$100

* Revaluation/reassessment effective in this year.

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

Source: Municipal Tax Assessor

RANDOLPH TOWNSHIP SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
(RATE PER \$100 OF ASSESSED VALUE)
UNAUDITED

Year Ended December 31,	Township of Randolph School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct	Township of Randolph	Morris County	
2014	\$ 2.34	\$ 0.13	\$ 2.47	\$ 0.72	\$ 0.37	\$ 3.56
2015	2.38	0.13	2.51	0.73	0.37	3.62
2016	2.42	0.12	2.54	0.75	0.38	3.66
2017	* 1.68	0.08	1.76	0.51	0.26	2.53
2018	1.71	0.08	1.79	0.51	0.27	2.56
2019	1.73	0.08	1.81	0.51	0.28	2.59
2020	1.76	0.08	1.84	0.49	0.28	2.61
2021	1.79	0.08	1.87	0.51	0.27	2.65
2022	1.81	0.08	1.89	0.51	0.27	2.67
2023	1.86	0.08	1.94	0.53	0.29	2.76

^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.

* Revaluation/reassessment effective in this year.

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.

Source: Municipal Tax Collector and School Business Administrator

RANDOLPH TOWNSHIP SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

Taxpayer	2023	
	Taxable Assessed Value	% of Total District Net Assessed Value
Center Grove Associates	\$ 86,678,600	1.98 %
Brightview Randolph	22,000,000	0.50 %
Randolph Village	21,574,000	0.49 %
Sussex Turnpike	20,051,800	0.46 %
Center Grove Village, LLC	18,545,000	0.42 %
Pal-Pike Associates	18,000,000	0.41 %
Canfield Mews Associates	17,723,000	0.40 %
Randolph Grocery	14,250,000	0.33 %
Quaker Village LTD	13,107,600	0.30 %
Progressive Properties, Inc	12,462,800	0.28 %
Total	<u>\$ 244,392,800</u>	<u>5.58 %</u>

Taxpayer	2014	
	Taxable Assessed Value	% of Total District Net Assessed Value

INFORMATION NOT AVAILABLE

Source: Municipal Tax Assessor

RANDOLPH 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 ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	\$ 72,233,112	\$ 72,233,112	100.00 %	-0-
2016	73,556,858	73,556,858	100.00 %	-0-
2017	74,788,920	74,788,920	100.00 %	-0-
2018	76,180,580	76,180,580	100.00 %	-0-
2019	77,697,017	77,697,017	100.00 %	-0-
2020	79,168,198	79,168,198	100.00 %	-0-
2021	80,621,122	80,621,122	100.00 %	-0-
2022	82,052,983	82,052,983	100.00 %	-0-
2023	83,628,222	83,628,222	100.00 %	-0-
2024	86,531,708	86,531,708	100.00 %	-0-

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

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

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

Fiscal Year Ended June 30,	Governmental Activities		Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds	Financed Purchases/ Leases			
2015	\$ 29,015,000	\$ 401,006	\$ 29,416,006	1.30 %	\$ 1,144
2016	25,845,000	2,557,505	28,402,505	1.22 %	1,110
2017	22,725,000	1,890,013	24,615,013	1.03 %	962
2018	19,560,000	2,873,251	22,433,251	0.90 %	877
2019	28,580,000	3,306,417	31,886,417	1.27 %	1,257
2020	37,920,000	3,164,088	41,084,088	1.59 %	1,626
2021	35,810,000	5,577,071	41,387,071	1.45 %	1,563
2022	32,910,000	7,154,665	40,064,665	1.35 %	1,512
2023	29,925,000	7,063,303	36,988,303	1.25 %	1,393
2024	26,855,000	4,941,427	31,796,427	1.07 %	1,198

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

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

Source: School District Financial Reports

RANDOLPH 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		
2015	\$ 29,015,000	\$ -0-	\$ 29,015,000	1.00 %	\$ 1,129
2016	25,845,000	-0-	25,845,000	0.89 %	1,010
2017	22,725,000	-0-	22,725,000	0.78 %	888
2018	19,560,000	-0-	19,560,000	0.46 %	765
2019	28,580,000	-0-	28,580,000	0.66 %	1,127
2020	37,920,000	-0-	37,920,000	0.88 %	1,501
2021	35,810,000	-0-	35,810,000	0.83 %	1,352
2022	32,910,000	-0-	32,910,000	0.76 %	1,242
2023	29,925,000	-0-	29,925,000	0.68 %	1,127
2024	26,855,000	-0-	26,855,000	0.61 %	1,012

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

^b See Exhibit J-14 for population data. This ratio is calculated using population for the prior calendar year.

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

Source: School District Financial Reports

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

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes			
Township of Randolph	\$ 21,082,973	100.00 %	\$ 21,082,973
County of Morris General Obligation Debt	326,425,422	4.64 %	<u>15,153,195</u>
Subtotal, Overlapping Debt			36,236,169
Township of Randolph School District Direct Debt			<u>26,855,000</u>
Total Direct and Overlapping Debt			<u><u>\$ 63,091,169</u></u>

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

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 Randolph Township. This process recognizes that, when considering the District's ability to issue and repay long-term, the entire debt burden borne by the residents and businesses should be taken into account. However this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping unit.

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

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

Legal Debt Margin Calculation for Fiscal Year 2024

	<u>Equalized Valuation Basis</u>
	2023 \$ 5,238,182,090
	2022 4,971,315,939
	2021 4,591,899,524
	<u>\$ 14,801,397,553</u>
Average Equalized Valuation of Taxable Property	<u>\$ 4,933,799,184</u>
Debt Limit (4% of Average Equalization Value)	\$ 197,351,967 ^a
Net Bonded School Debt Issued and Unissued	26,855,000
Legal Debt Margin	<u>\$ 170,496,967</u>

	<u>Fiscal Year</u>				
	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Debt Limit	\$ 179,648,009	\$ 181,639,138	\$ 182,638,715	\$ 188,097,895	\$ 197,351,967
Total Net Debt Applicable to Limit	<u>37,920,000</u>	<u>35,810,000</u>	<u>32,910,000</u>	<u>29,925,000</u>	<u>26,855,000</u>
Legal Debt Margin	<u>\$ 147,889,928</u>	<u>\$ 145,829,138</u>	<u>\$ 149,728,715</u>	<u>\$ 158,172,895</u>	<u>\$ 170,496,967</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	21.11 %	19.71 %	18.02 %	15.91 %	13.61 %

	<u>Fiscal Year</u>				
	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Debt Limit	\$ 170,711,585	\$ 170,861,710	\$ 172,304,483	\$ 173,327,002	\$ 176,469,928
Total Net Debt Applicable to Limit	<u>29,015,000</u>	<u>25,845,000</u>	<u>22,725,000</u>	<u>19,560,000</u>	<u>28,580,000</u>
Legal Debt Margin	<u>\$ 141,696,585</u>	<u>\$ 145,016,710</u>	<u>\$ 149,579,483</u>	<u>\$ 153,767,002</u>	<u>\$ 147,889,928</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	17.00 %	15.13 %	13.19 %	11.29 %	16.20 %

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

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

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

<u>Year</u>	<u>Population ^a</u>	<u>Morris County Per Capita Personal Income ^b</u>	<u>Personal Income ^c</u>	<u>Unemployment Rate ^d</u>
2015	25,705	\$ 88,298	\$ 2,269,700,090	4.00%
2016	25,590	91,252	2,335,138,680	3.80%
2017	25,600	93,544	2,394,726,400	3.40%
2018	25,573	97,244	2,486,820,812	3.00%
2019	25,370	99,140	2,515,181,800	2.70%
2020	25,265	102,227	2,582,765,155	7.50%
2021	26,480	107,767	2,853,670,160	4.80%
2022	26,497	111,597	2,956,985,709	2.90%
2023	26,547	111,597 *	2,962,565,559 ***	3.50%
2024	26,547 **	111,597 *	2,962,565,559 ***	N/A

N/A - Not Available

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

** - Latest population data available (2023) was used for calculation purposes.

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

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

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

^c Personal income has been estimated based upon the municipal population and per capita personal income presented

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

RANDOLPH TOWNSHIP SCHOOL DISTRICT
PRINCIPAL EMPLOYERS - MORRIS COUNTY
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

2024			2015		
Employer	Employees	Percentage of Total Employment	Employer	Employees	Percentage of Total Employment
Atlantic Health System	10,743	4.00%	Picatinny Arsenal	6,090	2.39%
Novartis	6,300	2.35%	Atlantic Health System	4,844	1.90%
Picatinny Arsenal	6,000	2.24%	Novartis	4,749	1.86%
Barclays	4,222	1.57%	Bayer	2,665	1.04%
Bayer*	2,713	1.01%	St. Clare's Health System	1,756	0.69%
ADP	2,600	0.97%	County of Morris	1,667	0.65%
Accenture	2,134	0.80%	Accenture	1,621	0.64%
PricewaterhouseCoopers	2,095	0.78%	Wyndham Worldwide	1,546	0.61%
Cigna	1,839	0.69%	BASF	1,500	0.59%
Deloitte & Touche	1,637	0.61%	Greystone Park Psychiatric	1,244	0.49%
Total	40,283	15.02%	Total	27,682	10.86%
Total Employment *	268,417		Total Employment *	255,250	

* - Employment data provided by the NJ Department of Labor and Workforce Development.

Source: County of Morris

RANDOLPH 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	325	331	360	350	339	329	338	305	310	319
Special education	147	138	117	127	128	123	125	144	135	130
Support Services:										
Student & instruction related services	99	93	90	92	97	100	107	108	119	81
School administrative services	27	26	29	29	29	29	29	29	29	42
General and business administrative services	41	63	62	63	61	60	61	52	52	40
Plant operations and maintenance	52	53	50	51	49	55	51	54	51	48
Pupil transportation	46	48	50	48	48	47	49	52	45	48
Total	<u>737</u>	<u>752</u>	<u>758</u>	<u>760</u>	<u>751</u>	<u>743</u>	<u>760</u>	<u>744</u>	<u>741</u>	<u>708</u>

Source: District Personnel Records

RANDOLPH TOWNSHIP SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year	Enrollment ^d	Operating Expenditures ^a	Cost Per Pupil ^b	Percentage Change	Teaching Staff ^c	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) ^d	Average Daily Attendance (ADA) ^d	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	High School				
2015	4,819	\$ 87,837,289	\$ 18,227	3.67%	472	13.1	11.8	12.4	4,819	4,607	-2.03%	95.60%
2016	4,797	89,340,424	18,624	2.18%	469	12.5	11.0	12.0	4,797	4,603	-0.46%	95.96%
2017	4,688	92,134,970	19,653	5.53%	456	10.4	11.1	10.1	4,688	4,484	-2.27%	95.65%
2018	4,700	94,427,178	20,091	2.23%	477	11.4	11.1	11.1	4,700	4,501	0.26%	95.77%
2019	4,607	98,437,684	21,367	6.35%	467	10.9	11.1	11.1	4,607	4,407	-1.98%	95.66%
2020	4,514	97,786,298	21,663	1.38%	452	10.8	11.0	11.0	4,522	4,396	-1.84%	97.22%
2021	4,298	102,338,930	23,811	9.92%	463	10.5	11.0	11.0	4,307	4,203	-4.76%	97.59%
2022	4,287	109,793,175	25,611	7.56%	449	11.9	11.1	11.1	4,300	4,079	-0.16%	94.86%
2023	4,227	110,704,195	26,190	2.26%	451	11.9	11.1	12.1	4,228	4,000	-1.67%	94.61%
2024	4,261	113,834,615	26,715	2.01%	449	11.9	11.1	11.1	4,271	4,058	1.02%	95.01%

^a Operating expenditures equal total expenditures less debt service and capital outlay.

^b The Cost per Pupil calculated above is the sum of the operating expenditures divided by enrollment. This Cost per Pupil may be different from other Cost per Pupil calculations.

^c Teaching staff includes only full-time equivalents of certificated staff.

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

Note: Enrollment based on annual October district count.

Source: School District records

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

<u>District Buildings</u>	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Center Grove School										
Square Feet	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000
Capacity (students)	608	608	608	608	608	608	608	608	608	608
Enrollment	479	484	492	496	520	501	466	500	542	550
Fernbrook School										
Square Feet	75,569	75,569	75,569	75,569	75,569	75,569	75,569	75,569	75,569	75,569
Capacity (students)	567	567	567	567	567	567	567	567	567	503
Enrollment	555	541	520	530	548	531	501	504	493	493
Ironia School										
Square Feet	63,764	63,764	63,764	63,764	63,764	63,764	63,764	63,764	63,764	63,764
Capacity (students)	643	643	643	643	643	643	643	643	643	643
Enrollment	448	448	429	451	451	435	437	450	480	502
Shongum School										
Square Feet	69,283	69,283	69,283	69,283	69,283	69,283	69,283	69,283	69,283	69,283
Capacity (students)	567	567	567	567	567	567	567	567	567	567
Enrollment	510	476	458	467	443	449	416	444	438	459
Middle School										
Square Feet	170,243	170,243	170,243	170,243	170,243	170,243	170,243	170,243	170,243	170,243
Capacity (students)	893	893	893	893	893	893	893	893	893	893
Enrollment	1,230	1,239	1,193	1,138	1,069	1,032	1,009	985	924	938
High School										
Square Feet	276,337	276,337	276,337	276,337	276,337	276,337	276,337	276,337	276,337	276,337
Capacity (students)	1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,877	1,877
Enrollment	1,620	1,610	1,596	1,618	1,576	1,566	1,469	1,404	1,350	1,319

Number of Schools at June 30, 2024

Elementary = 4

Middle School = 1

High School = 1

Source: School District Facilities Office

RANDOLPH TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS
UNAUDITED

Undistributed Expenditures - Required Maintenance for School Facilities
Account # 11-000-261-xxx

Fiscal Year Ended June 30,	Center Grove School	Fernbrook School	Ironia School	Shongum School	Middle School	High School	Total
2015	\$ 154,266	\$ 178,357	\$ 134,519	\$ 156,214	\$ 239,693	\$ 397,367	\$ 1,260,416
2016	207,294	237,654	151,057	156,096	171,991	366,809	1,290,901
2017	248,727	224,208	173,544	163,405	221,317	424,050	1,455,251
2018	250,189	196,996	164,655	149,156	239,352	385,540	1,385,888
2019	271,738	255,567	175,822	205,517	343,557	533,889	1,786,090
2020	227,450	275,024	259,781	258,334	389,683	492,598	1,902,870
2021	229,534	301,845	229,751	208,506	274,410	483,730	1,727,776
2022	333,103	153,718	316,835	238,770	290,743	398,760	1,731,929
2023	100,622	132,711	127,976	121,873	494,067	571,608	1,548,857
2024	211,189	255,362	241,209	239,865	361,824	457,380	1,766,829

Source: School District records.

RANDOLPH TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2024
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
Multi Peril Package Policy- SAIF		
Property, Inland Marine, Automobile Physical Damage	\$ 500,000,000	\$ 2,500
Security Guard/Law Enforcement	1,000,000	5,000
Crime - Employee Dishonesty	500,000	1,000
Comprehensive General Liability	10,000,000	
Excess/Umbrella	10,000,000	
Comprehensive Automobile Liability - SAIF		
Limit of Liability	10,000,000	1,000
Aggregate	46,000,000	
Public Official Bonds - Selective Insurance		
Business Administrator	420,000	None
Assistant Business Administrator - Elizabeth Moreland	420,000	None
Assistant Business Administrator - Moira Hardesty	420,000	None
Student Accident - Maximum Limit - Zurich American	6,000,000	
Environmental Policy - SAIF		
Limit of Liability	1,000,000	50,000
Aggregate	10,000,000	50,000
School Leaders - SAIF		
Limit of Liability	5,000,000	
Retention	10,000	
CAP Excess - Fireman's Fund		
Limit of Liability	25,000,000	
Workers' Compensation- NJSIG		
Workers' Compensation	3,000,000	

Source: School District records.

SINGLE AUDIT SECTION

Report on Internal Control over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards*

Independent Auditors' Report

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office"), the financial statements of the governmental activities, the business-type activities, and each major fund, of the Board of Education of the Randolph Township School District, in the County of Morris (the "District") as of and for the fiscal year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated October 7, 2024.

Report on Internal Control Over Financial Reporting

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

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

October 7, 2024
Mount Arlington, New Jersey

NISIVOCCIA LLP

Francis Jones of Nisivoccia LLP
Francis Jones
Licensed Public School Accountant #1154
Certified Public Accountant

Report on Compliance For Each Major Federal and State Program;
Report on Internal Control Over Compliance Required by the Uniform Guidance and NJOMB 15-08

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Randolph Township School District
County of Morris, 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 Randolph Township School District's (the "District's") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the fiscal year ended June 30, 2024. The District's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

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

Basis for Opinion on Each Major Federal and State Program

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

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

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

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

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

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

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

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

October 7, 2024
Mount Arlington, New Jersey

NISIVOCIA LLP

Francis Jones of Nisivoccia LLP
Francis Jones
Licensed Public School Accountant #1154
Certified Public Accountant

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

Federal Grantor/Pass Through Grantor/ Program Title/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2023		Balance at June 30, 2024			
					Unearned Revenue/ (Accounts Receivable)	Cash Received	Budgetary Expendi- tures	Budgetary Unearned Revenue	Budgetary Accounts Receivable	Amounts Paid to Subrecipients
U.S. Department of Agriculture: Passed-through State Department of Agriculture: SNAP Cluster:	10.649	N/A	7/1/23-6/30/24	\$ 653		\$ 653	\$ (653)			
Total SNAP Cluster						653	(653)			
Child Nutrition Cluster:										
Federal Food Distribution Program	10.555	N/A	7/1/22-6/30/23	75,734	\$ 9,487		(9,487)			
Federal Food Distribution Program	10.555	N/A	7/1/23-6/30/24	55,298		55,298	(47,157)	\$ 8,141		
National School Lunch Program	10.555	N/A	7/1/23-6/30/24	299,823		284,289	(299,823)		\$ (15,534)	
National School Lunch Program	10.555	N/A	7/1/22-6/30/23	321,052	(18,332)	18,332				
School Breakfast Program	10.553	N/A	7/1/22-6/30/23	21,086	(1,091)	1,091				
School Breakfast Program	10.553	N/A	7/1/23-6/30/24	20,377		19,224	(20,377)		(1,153)	
COVID19 - Supply Chain Assistance Funding	10.555	N/A	7/1/22-6/30/24	201,635	66,874	97,999	(107,220)	57,653		
Total Child Nutrition Cluster					56,938	476,233	(484,064)	65,794	(16,687)	
Local Food for Schools Cooperative Agreement Program	10.185	N/A	7/1/22-6/30/23	2,790	(2,790)	2,790				
Local Food for Schools Cooperative Agreement Program	10.185	N/A	7/1/23-6/30/24	29,842		29,842	(29,842)			
Total U.S. Department of Agriculture					54,148	479,676	(514,559)	65,794	(16,687)	
U.S. Department of Health and Human Services: Medicaid Cluster:										
Medical Assistance Program	93.778	N/A	7/1/23-6/30/24	70,220		70,220	(70,220)			
Total Medicaid Cluster / U.S. Department of Health and Human Services						70,220	(70,220)			
U.S. Department of Education: Passed-through State Department of Education: Special Revenue Fund:										
Special Education Cluster:										
I.D.E.A. Part B, Basic	84.027	IDEA-0820-23	7/1/22-9/30/23	982,549	(29,796)	29,796				
I.D.E.A. Part B, Basic	84.027	IDEA-0820-24	7/1/23-9/30/24	1,034,240		898,046	(1,032,615)		(134,569)	
I.D.E.A. Preschool	84.173	IDEA-0820-24	7/1/23-9/30/24	49,445		34,581	(47,446)		(12,865)	
I.D.E.A. Preschool	84.173	IDEA-0820-23	7/1/22-9/30/23	49,753	(8,927)	8,927				
Total Special Education Cluster					(38,723)	971,350	(1,080,061)		(147,434)	

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

Federal Grantor/Pass Through Grantor/ Program Title/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2023		Cash Received	Budgetary Expendi- tures	Balance at June 30, 2024		Amounts Paid to Subrecipients
					Unearned Revenue/ (Accounts Receivable)	Revenue/ (Accounts Receivable)			Budgetary Unearned Revenue	Budgetary Accounts Receivable	
U.S. Department of Education: Passed-through State Department of Education: Special Revenue Fund: ESEA:											
Title I	84.010	ESEA-0820-23	7/1/22-9/30/23	\$ 116,997	\$ (15,888)	\$ 15,888					
Title I	84.010	ESEA-0820-24	7/1/23-9/30/24	139,915		88,791		\$ (139,915)		\$ (51,124)	
Total Title I					(15,888)	104,679		(139,915)		(51,124)	
Title IIA	84.367A	ESEA-0820-23	7/1/22-9/30/23	76,070	(14,926)	14,926					
Title IIA	84.367A	ESEA-0820-24	7/1/23-9/30/24	72,766		55,101		(74,556)		(19,455)	
Total Title IIA					(14,926)	70,027		(74,556)		(19,455)	
Title III	84.365	ESEA-0820-23	7/1/22-9/30/23	25,460	(12,707)	12,707					
Title III	84.365	ESEA-0820-24	7/1/23-9/30/24	25,210		12,707		(21,157)		(21,157)	
Total Title III					(12,707)	12,707		(21,157)		(21,157)	
21st Century Community Learning Centers (CCLC)	84.287	24E00710	4/1/24-12/31/24	12,305				(8,596)		(8,596)	
Education Stabilization Fund: COVID 19 - CRRSA:											
Learning Acceleration (ESSR)	84.425D	S425D210027	3/13/20-9/30/23	25,000	(12,857)	17,636		(4,779)			
Mental Health (ESSR)	84.425D	S425D210027	3/13/20-9/30/23	45,000	(455)	2,923		(2,468)			
COVID 19 - ARP:											
ESSER III	84.425U	S425D210027	3/13/20-9/30/24	777,255		209,029		(210,892)		(1,863)	
Accelerated Learning	84.425U	S425D210027	3/13/20-9/30/24	352,617		30,150		(138,733)		(108,583)	
Beyond the School Day	84.425U	S425D210027	3/13/20-9/30/24	40,000	(38,190)	170		(22,494)		(38,190)	
Summer Learning and Enrichment	84.425U	S425D210027	3/13/20-9/30/24	40,000	(170)	45,000		(35,485)		(22,494)	
Mental Health	84.425U	S425D210027	3/13/20-9/30/24	45,000	(9,515)	45,000		(35,485)			
Total Education Stabilization Fund					(61,187)	304,908		(414,851)		(171,130)	
Total U.S. Department of Education					(143,431)	1,463,671		(1,739,136)		(418,896)	
Total Special Revenue Fund					(143,431)	1,463,671		(1,739,136)		(418,896)	
Total Federal Awards					\$ (89,283)	\$ 2,013,567		\$ (2,323,915)	\$ 65,794	\$ (435,583)	\$ -0-

N/A - Not Available/Applicable

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

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

State Grantor/Program Title	Project Number	Grant Period	Award Amount	Balance June 30, 2023		Due to Grantor	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance June 30, 2024		Memo		
				Unearned Revenue/ (Accounts Receivable)	GAAP (Accounts Receivable)					GAAP Unearned Revenue	GAAP (Accounts Receivable)	Due to Grantor	Budgetary (Accounts Receivable)	Cumulative Total Expenditures
State Department of Education:														
General Fund:														
Equalization Aid	23-495-034-5120-078	7/1/22-6/30/23	\$2,991,503	\$ (294,006)	\$ 294,006							\$ 2,991,503		
Transportation Aid	23-495-034-5120-014	7/1/22-6/30/23	1,249,097	(122,761)	122,761								1,249,097	
Special Education Aid	23-495-034-5120-089	7/1/22-6/30/23	3,234,926	(317,929)	317,929								3,234,926	
Security Aid	23-495-034-5120-084	7/1/22-6/30/23	103,893	(10,211)	10,211								103,893	
Extraordinary Aid	23-495-034-5120-044	7/1/22-6/30/23	2,170,312	(2,170,312)	2,170,312								2,170,312	
Other State Aid - Non Public Transportation	23-495-034-5120-014	7/1/22-6/30/23	75,506	(75,506)	75,506								75,506	
Reimbursed TPAF Social Security Contributions	23-495-034-5094-003	7/1/22-6/30/23	2,818,798	(277,094)	277,094								2,818,798	
Equalization Aid	24-495-034-5120-078	7/1/23-6/30/24	2,369,198		2,136,717			\$ (2,369,198)			\$ (232,481)		2,369,198	
Special Education Aid	24-495-034-5120-089	7/1/23-6/30/24	3,234,926		2,917,494			(3,234,926)			(317,432)		3,234,926	
Security Aid	24-495-034-5120-084	7/1/23-6/30/24	103,893		93,698			(103,893)			(10,195)		103,893	
Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24	1,249,097		1,126,528			(1,249,097)			(122,569)		1,249,097	
Other State Aid - Non Public Transportation	24-495-034-5120-014	7/1/23-6/30/24	105,085					(105,085)		\$ (105,085)	(105,085)		105,085	
Extraordinary Aid	24-495-034-5120-044	7/1/23-6/30/24	2,362,182					(2,362,182)			(2,362,182)		2,362,182	
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	7/1/23-6/30/24	2,812,535		2,537,292			(2,812,535)			(275,243)		2,812,535	
On-Behalf TPAF Post Retirement Contributions	24-495-034-5094-001	7/1/23-6/30/24	3,857,522		3,857,522			(3,857,522)					3,857,522	
On-Behalf TPAF Pension Contributions	24-495-034-5094-002	7/1/23-6/30/24	14,013,733		14,013,733			(14,013,733)					14,013,733	
On-Behalf TPAF Non-Contributory Insurance	24-495-034-5094-004	7/1/23-6/30/24	159,819		159,819			(159,819)					159,819	
On-Behalf TPAF Long-Term Disability Insurance	24-495-034-5094-004	7/1/23-6/30/24	6,242		6,242			(6,242)					6,242	
Subtotal - General Fund				(3,267,819)	30,116,864			(30,274,232)			(2,742,510)		42,918,267	
Special Revenue Fund:														
NJ Nonpublic Aid:														
Textbook Aid	23-100-034-5120-064	7/1/22-6/30/23	8,316		\$ 261	\$ 261			\$ 261				8,055	
Textbook Aid	24-100-034-5120-064	7/1/23-6/30/24	7,920				7,920	(7,920)					7,920	
Nursing Services	24-100-034-5120-070	7/1/23-6/30/24	16,440				16,440	(16,440)					16,440	
Technology Initiative Aid	23-100-034-5120-373	7/1/22-6/30/23	5,292		39	39			39				5,253	
Technology Initiative Aid	24-100-034-5120-373	7/1/23-6/30/24	6,713				6,713	(6,713)					6,713	
Security	23-100-034-5120-509	7/1/22-6/30/23	25,830		26	26			26					
Security	24-100-034-5120-509	7/1/23-6/30/24	28,085				28,085	(28,085)					28,085	
Auxiliary Services:														
Compensatory Education	23-100-034-5120-067	7/1/22-6/30/23	49,119		2,965	2,965			2,965				46,154	
Compensatory Education	24-100-034-5120-067	7/1/23-6/30/24	53,765				53,765	(52,507)			\$ 1,258		52,507	
Handicapped Services:														
Examination & Classification	23-100-034-5120-066	7/1/22-6/30/23	24,460		6,631	6,631			6,631				17,829	
Examination & Classification	24-100-034-5120-066	7/1/23-6/30/24	33,930				33,930	(20,226)			13,704		20,226	
Corrective Speech	23-100-034-5120-066	7/1/22-6/30/23	16,926		1,116	1,116			1,116				15,810	
Corrective Speech	24-100-034-5120-066	7/1/23-6/30/24	17,670				17,670	(15,159)			2,511		15,159	
Supplemental Instruction	23-100-034-5120-066	7/1/22-6/30/23	19,824		2,726	2,726			2,726				17,098	
Supplemental Instruction	24-100-034-5120-066	7/1/23-6/30/24	23,128				23,128	(18,668)			4,460		18,668	
School Development Authority -														
Emergent and Capital Maintenance Needs	N/A	7/1/23-6/30/24	101,548				101,548	(101,548)					101,548	
New Jersey Department of Community Affairs:														
Local Recreational Improvement Grant	23-495-022-8030-668	5/1/23-12/31/24	300,000				225,000	(300,000)		\$ 225,000		(75,000)	300,000	
Local Recreational Improvement Grant	23-495-022-8030-668	5/1/23-12/31/24	65,000	(65,000)						65,000		(65,000)	65,000	
Subtotal - Special Revenue Fund				(65,000)	13,764	13,764	514,199	(567,266)	13,764	290,000	21,933	(140,000)	768,269	

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

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance June 30, 2023		Cash Received	Refund of Prior Year's Indebtedness		Balance June 30, 2024		Memo	
				Unearned Revenue/ (Accounts Receivable)	Due to Grantor		Budgetary Expenditures	Repayment of Prior Year's Balances	GAAP Unearned Revenue	GAAP (Accounts Receivable)	Due to Grantor	Budgetary (Accounts Receivable)
Debt Service Fund:												
Debt Service Aid II	24-495-034-5120-075	7/1/23-6/30/24	\$ 343,201			\$ 343,201	\$ (343,201)					\$ 343,201
Subtotal - Debt Service Fund						343,201	(343,201)					343,201
Enterprise Fund:												
State School Lunch Program	23-495-010-3350-001	7/1/22-6/30/23	17,061	\$ (988)		988						17,061
State School Lunch Program	24-100-010-3350-023	7/1/23-6/30/24	19,289			18,298	(19,289)		\$ (991)		\$ (991)	19,289
Extended Income Eligibility - Lunch	24-100-010-3350-006	7/1/23-6/30/24	8,462			7,988	(8,462)		(474)		(474)	8,462
State School Breakfast Program	23-495-010-3350-002	7/1/22-6/30/23	505	(20)		20						505
State School Breakfast Program	24-495-010-3350-002	7/1/23-6/30/24	675			638	(675)		(37)		(37)	675
Extended Income Eligibility - Breakfast	24-100-010-3350-006	7/1/23-6/30/24	663			612	(663)		(51)		(51)	663
Subtotal - Enterprise Fund				(1,008)		28,544	(29,089)		(1,553)		(1,553)	82,348
Total State Awards Subject to Single Audit Determination				\$ (3,333,827)	\$ 13,764	\$ 31,002,808	(31,213,788)	\$ 13,764	\$ (2,744,063)	\$ 21,933	\$ (3,566,740)	\$ 44,112,085
Less: State Awards Not Subject to Single Audit Major Program Determination												
On-Behalf TPAF Pension System Contributions:												
Post Retirement Contributions	24-495-034-5094-001	7/1/23-6/30/24	3,857,522				3,857,522					
Pension Contributions	24-495-034-5094-002	7/1/23-6/30/24	14,013,733				14,013,733					
Non-Contributory Insurance	24-495-034-5094-004	7/1/23-6/30/24	159,819				159,819					
Long-Term Disability Insurance	24-495-034-5094-004	7/1/23-6/30/24	6,242				6,242					
Subtotal - On-Behalf TPAF Pension System Contributions							18,037,316					
Total State Awards Subject to Single Audit Major Program Determination												
							\$ (13,176,472)					

N/A - Not Available/Applicable

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

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

NOTE 1. BASIS OF PRESENTATION

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 3. INDIRECT COST RATE

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

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$62,230 for the general fund and (\$320,276) for the special revenue fund (of which (\$4,013) applies to encumbrances of local grants). See Note 1 D for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

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

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

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

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 70,220	\$ 30,336,462	\$ 30,406,682
Special Revenue Fund	1,721,819	268,320	1,990,139
Debt Service Fund		343,201	343,201
Food Service Fund	<u>514,559</u>	<u>29,089</u>	<u>543,648</u>
Total Awards	<u>\$ 2,306,598</u>	<u>\$ 30,977,072</u>	<u>\$ 33,283,670</u>

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. OTHER

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

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

Section I - Summary of Auditors' Results

Financial Statements

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

Unmodified

Internal control over financial reporting:

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

Federal Awards

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

Unmodified

Internal control over major programs:

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

_____ Yes _____ X _____ No

Identification of major programs:

Program Name or Cluster	Assistance Listing No.	Grant Period		Award Amount	Budgetary Expenditures
		Start	End		
I.D.E.A. Part B, Basic Regular	84.027	7/1/23	9/30/24	\$ 1,034,240	\$ 1,032,615
I.D.E.A. Part B, Preschool	84.173	7/1/23	9/30/24	\$ 49,445	\$ 47,446

Dollar threshold used to distinguish between Type A and B programs

\$ 750,000

Auditee qualified as low-risk auditee?

_____ Yes _____ X _____ No

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

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State Awards

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

Internal control over major programs:

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

Identification of major programs:

<u>Program Name or Cluster</u>	<u>State Grant No.</u>	<u>Grant Period</u>		<u>Award Amount</u>	<u>Budgetary Expenditures</u>
		<u>Start</u>	<u>End</u>		
Reimbursed TPAF Social					
Security Contributions	24-100-034-5095-002	7/1/23	6/30/24	\$ 2,812,535	\$ 2,812,535
Transportation Aid	24-495-034-5120-014	7/1/23	6/30/24	\$ 1,249,097	\$ 1,249,097
Non-Public Transportation	24-495-034-5120-014	7/1/23	6/30/24	\$ 105,085	\$ 105,085
Extraordinary Aid	24-495-034-5120-044	7/1/23	6/30/24	\$ 2,362,182	\$ 2,362,182

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

Auditee qualified as low-risk auditee? Yes X No

RANDOLPH TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2024

Status of Prior Year Findings:

There were no prior year findings.