

**Annual Comprehensive  
Financial Report**

**of the**

**Township of Union, Board of Education**

**County of Union**

**Union, New Jersey**

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

**Prepared by**

**Township of Union, Board of Education  
Finance Department**



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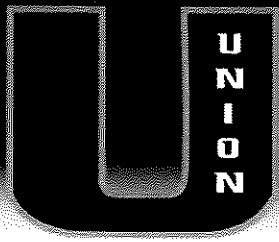
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## **INTRODUCTORY SECTION**



# Township of Union Public Schools

December 12, 2024

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

Dear Board Members:

The Annual Comprehensive Financial Report (ACFR) of the Township of Union School District (the "District") for the fiscal year ended June 30, 2024 is hereby submitted. This ACFR includes the District's Basic Financial Statements prepared in accordance with U.S. generally accepted accounting principles for governmental entities as established by the Governmental Accounting Standards Board. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Township of Union School District. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds 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 as follows:

- The Introductory Section includes this transmittal letter, the District's organizational chart and a list of principal officials.

- The Financial Section begins with the Independent Auditors' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements and Notes providing an overview of the School District's financial position and operating results, and other schedules providing detailed budgetary information.

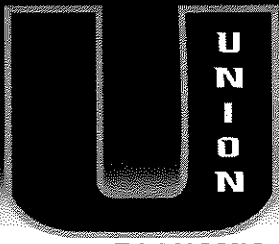
- The Statistical Section includes selected financial and demographic information, generally presented on a multi-year basis.

- The Single Audit Section - The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996, P.L. 104 - 156 and the Uniform Guidance and the New Jersey OMB's Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid Payments." Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

**1. REPORTING ENTITY AND ITS SERVICES:** The Township of Union School District is an independent reporting entity within the criteria adopted by the GASB as established by GASB Statement No. 14.. All funds of the District are included in this report. The Township of Union School District and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels PRE-K through 12. These include regular as well as special education for handicapped youngsters.





# Township of Union Public Schools

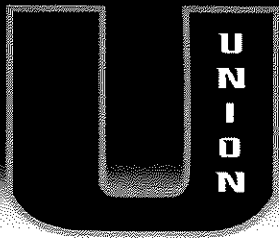
**2. ECONOMIC CONDITION AND OUTLOOK:** The Township of Union, in the County of Union, is experiencing a period of economic stability and modest but steady growth. This outlook mirrors that of the region (Northeastern United States) itself. The Township's proximity to transportation and employment centers in New York City and Northern NJ contributes towards maintaining this outlook. Within Union County, the unemployment rate of below 4 % is lower than the national average and the employment outlook is strong for those entering the workforce.

Residential, commercial and industrial properties continue to see increases in values, with room for further growth. Foreclosures have leveled off. Development within the Township is strong. There are two major multi-phased mixed use developments in the Township which are in construction and will further improve the local economic conditions. Our records have shown that these types of transit oriented and downtown development have been attracting many school age children and the rentals to date have been consistent with our school records. The School District with the collaboration of the Township will need to explore options to house our increase enrollments. The major commercial tax appeals have leveled off. Union Train Station and the surrounding transit-oriented area will continue to demonstrate great economic growth. The Township remains well positioned for continued economic stability and steady growth.

## **3. MAJOR INITIATIVES:**

**Initiative One** - The Township of Union School District is committed to implementing the strategic plan, which was created by 79 stakeholders, that focuses on the growth of leaders district staff and faculty, the enhancement of curriculum and programs to meet the ongoing needs and interests of all students, the development of highly effective intervention programs for students, and developing a more equitable and equity-conscious school environment for staff and students. The district engaged in research related to all of these areas in order to create a strategic plan and develop partnerships with various companies and consultants to support the strategic plan.

**Initiative Two** - The Township of Union School District is committed to providing equity and access to quality instruction as well as developing a more equitable and equity-conscious school environment for staff and students. Teachers are provided multiple professional development learning opportunities throughout the year in order to assist them with implementing curriculum programs effectively, utilizing effective and engaging teaching strategies, and providing meaningful assessments to students. The district provided faculty with "choice" professional development days as well as an EdCamp experience focused on social-emotional learning (SEL) and technology. Additionally, the district engaged in ongoing partnership with NJPSA/FEA via the "Strengthening Teaching, Leading, and Learning Grant" to further develop the Connected Action Roadmap process in elementary Mathematics. Lastly, the district implemented new technology, music, and economics courses at the high school to address the learning interest of students.



# Township of Union Public Schools

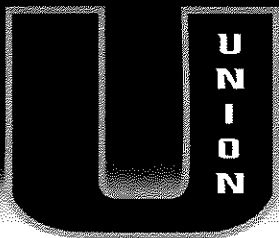
### **3. MAJOR INITIATIVES (CONTINUED):**

Initiative Three - The Township of Union School District will continue the implementation of SEL. NJ PBSIS will provide professional development for building leaders; these leaders will share PBSIS information with their staff and faculty to support the implementation of tiered interventions for a range of school intervention needs that include conduct, behavior and social and emotional wellness. The continued implementation of Response to Intervention (RTI) will help support every student academically and enhance the support of PBSIS. In addition, the incorporation of Connection Days throughout the district allows students and staff in each school to take time to develop SEL skills and form school-community relationships. The district also provided staff with an EdCamp experience focused on SEL. Additionally, the district's leadership team participated in SEL professional development with Martin Blank.

Initiative Four - The Township of Union School District will continue to build positive public relations with the community and invested stakeholders. Fostering two-way communication between the community and the school district is one strategy to help build a stronger trust and confidence in the district community. This is accomplished in part through enhanced dissemination of messages using systems like School Messenger, through email, and, under the guise of the district's media manager, the various social media platforms used by the district. Creating partnerships with local government agencies is another way the district is improving its connection to the township community. One such partnership with the local recreation department led to the implementation of a weekend program for special needs students that provides engaging social activities while giving parents and guardians a respite from their childcare responsibilities.

**4. INTERNAL ACCOUNTING CONTROLS:** Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) there are limited resources and that 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 and state financial assistance, the District also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is also subject to periodic evaluation by the District management. As part of the District's single audit described earlier, tests are made to determine the adequacy of the internal structure, including that portion related to federal and state financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.



# Township of Union Public Schools

**5. BUDGETARY CONTROLS:** In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund and the debt service fund. Amendments to the line items within these funds are approved by the Superintendent and subsequently ratified by the Board of Education, in accordance with state statute and Board Policy.

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 reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2024.

**6. ACCOUNTING SYSTEM AND REPORTS:** The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds which are explained in "Notes to the 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 2. The District's cash management plan allows 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 and updated in 2009 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 of Education carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property damage and contents and fidelity bonds.

**9. OTHER INFORMATION:** **Independent Audit** - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Suplee Clooney & Company LLC 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 the Single Audit Act Amendments of 1996 and the related Uniform Guidance and state Treasury Circular 15-08 OMB. The auditor's report on the basic financial statements and combining individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

Respectfully submitted,

Dr. Gerry Benaquista  
Superintendent of Schools

Mrs. Yolanda Koon  
School Business Admin./Board Sec.

**TOWNSHIP OF UNION BOARD OF EDUCATION  
UNION, NEW JERSEY**

**ROSTER OF OFFICIALS  
JUNE 30, 2024**

<b><u>Members of the Board of Education</u></b>	<b><u>Term Expires</u></b>
Elsie Conteh-Mackey	2026
Dicxiana Carbonell, Vice President	2025
Gregory Nasta	2024
Nancy Minneci	2025
Michael Cohan	2026
Ronnie McDowell	2026
Chastity Santana, President	2024
Kimberly Scott-Hayden	2024
Mary Lynn Williams	2025

**Other Officials**

Dr. Gerry Benaquista, Superintendent of Schools

Dr. Gretel T. Perez, Assistant Superintendent of Schools

Yolanda Koon, School Business Administrator/Board Secretary

Anthony Cirella, Manager of Buildings and Grounds

Theodore Georgiou, Treasurer of School Monies

**TOWNSHIP OF UNION BOARD OF EDUCATION  
UNION, NEW JERSEY**

**CONSULTANTS AND ADVISORS**

**Architect**

EI Associates  
8 Ridgedale Avenue  
Cedar Knolls, New Jersey 07866

**Audit Firm**

Suplee, Clooney & Company LLC  
308 East Broad Street  
Westfield, NJ 07090-2122

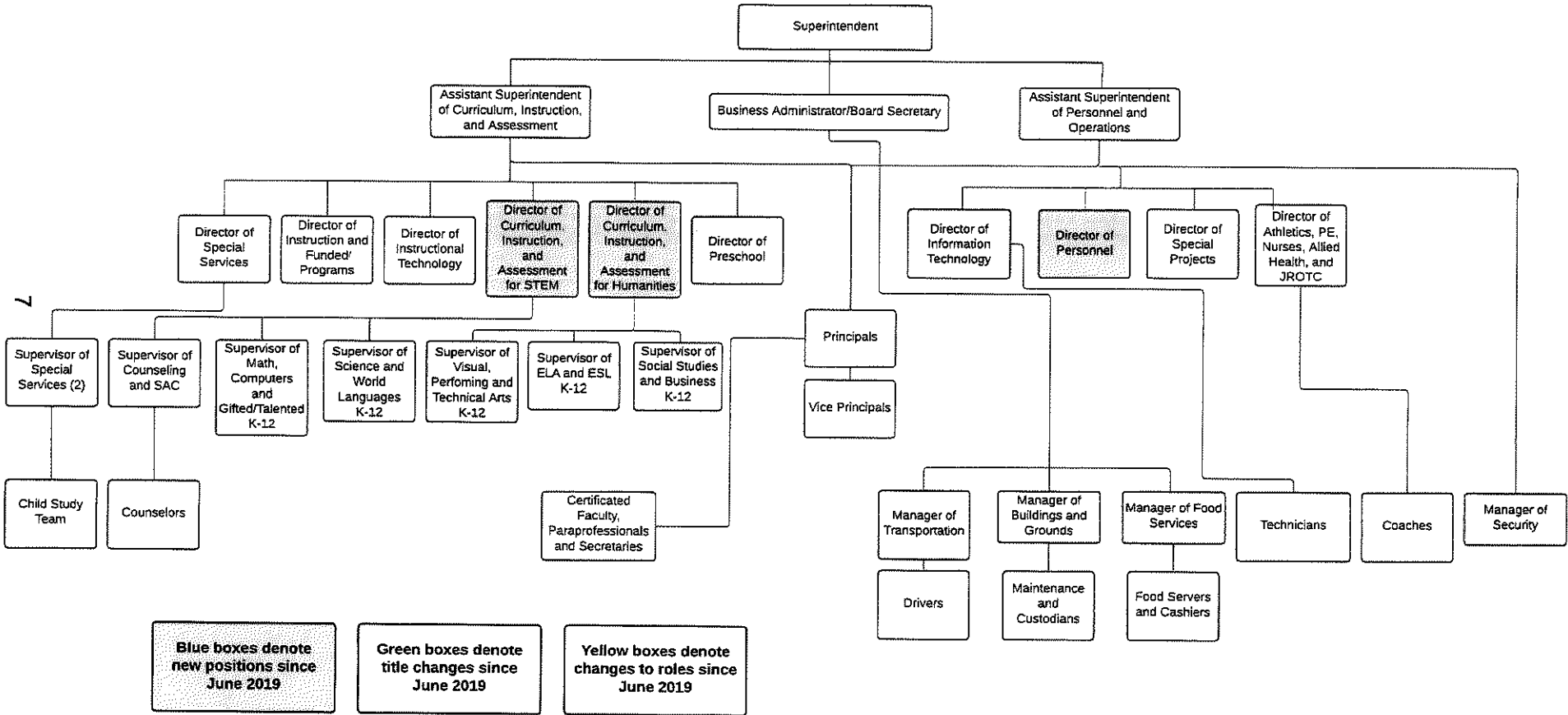
**Attorney**

Lester Taylor III, Esq  
Taylor Law Group LLC  
430 Mountain Avenue, Suite 103  
New Providence, NJ 07974

**Official Depositories**

ConnectOne Bank  
301 Sylvan Ave #1  
Englewood Cliffs, NJ 07632

Township of Union School District  
Leadership Team  
Proposed Reorganization



## FINANCIAL SECTION



# SUPLEE, CLOONEY & COMPANY LLC

CERTIFIED PUBLIC ACCOUNTANTS

308 East Broad Street, Westfield, New Jersey 07090-2122

Telephone 908-789-9300

Fax 908-789-8535

E-mail [info@scnco.com](mailto:info@scnco.com)

## **INDEPENDENT AUDITOR'S REPORT**

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

### ***Report on the Audit of the Financial Statements***

#### ***Opinion***

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

In our opinion, the 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 year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Finance, Department of Education, State of New Jersey, 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 (the "Uniform Guidance") the audit requirements of State of New Jersey OMB Circular 15-08 "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." 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 and provisions 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.



## **SUPLEE, CLOONEY & COMPANY LLC**

### ***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 generally accepted auditing standards, the Uniform Guidance, the State of New Jersey OMB Circular 15-08 and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

## **SUPLEE, CLOONEY & COMPANY LLC**

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information in Exhibit C-1 through C-3, the schedules related to accounting and reporting for pensions in Exhibit L-1 through L-4 and the schedules related to accounting and reporting for postretirement benefits other than pensions (OPEB) in Exhibits M-1 and M-2 are presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary information schedules and data such as the combining statements and individual fund financial statements, and the Schedules of Expenditures of Federal Awards and State Financial Assistance, as listed in the table of contents, as required by the Uniform Guidance, New Jersey's OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid," and the State of New Jersey, Department of Education, Division of Finance, 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 combining and individual fund financial statements and the schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

Management is responsible for the other information included in the annual 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.

## SUPLEE, CLOONEY & COMPANY LLC

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

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

In accordance with Government Auditing Standards, we have also issued our report dated December 12, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.

  
CERTIFIED PUBLIC ACCOUNTANTS

  
PUBLIC SCHOOL ACCOUNTANT NO. 962

December 12, 2024

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**REQUIRED SUPPLEMENTARY INFORMATION – Part I**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
(UNAUDITED)**

**TOWNSHIP OF UNION SCHOOL DISTRICT  
UNION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024  
UNAUDITED**

The Management's Discussion and Analysis of the Township of Union School District (the "District") offers readers of the District's financial statements a narrative overview of the financial activities for the fiscal year ended June 30, 2024. The intent of this discussion is to look at the District's financial performance as a whole; therefore, readers should also review the transmittal letter at the front of this report, along with the District's financial statements and notes to the financial statements to enhance their understanding of the District's financial performance.

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

**Overview of the Financial Statements**

This Annual Comprehensive Financial Report ("ACFR") 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, District-wide Financial Statements and Fund Financial Statements.

- District-Wide Financial Statements provide both short-term and long-term information about the District's overall financial status.
- Fund Financial Statements report the District's operations in more detail than the District-wide statements on individual parts of the District, the Governmental Funds, Proprietary Funds and Fiduciary Funds.
- 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, which include food services, community education and summer enrichment programs.

The notes to financial statements are also included, which are an integral part of the financial statements. The information in the notes provides detailed data on the District's financial operations.

Required supplementary information further explains and supports the financial statements with a comparison of the District's budget for the year. Exhibit A-1 reflects how the various parts of this annual report are arranged and related to one another.

**TOWNSHIP OF UNION SCHOOL DISTRICT  
UNION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024  
UNAUDITED**

**District-Wide Financial Statements**

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

The District-Wide Financial Statements report the District's net position and how they have changed. Net position, the difference between the District's assets 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 has improved or diminished. The causes of this change may be a result of many factors, some financial and some not. Non-financial factors include the District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

In the District-Wide Financial Statements, the District's activities are divided into two categories, governmental and business-type activities.

- Governmental activities - All of the District's programs and services are reported here including, but not limited to regular and special education instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities. Property taxes and state formula aid finance most of these activities.
- Business-Type activities - These services are provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. District charges fees to help it cover the costs of certain services it provided. The food service activities are reported as business activities.



**TOWNSHIP OF UNION SCHOOL DISTRICT  
UNION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024  
UNAUDITED**

**Fund Financial Statements**

The fund financial statements provide more detailed information about the District's funds, focusing on major funds. 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 (i.e., long-term debt) or to show that it is properly using certain restricted revenues (i.e., entitlement grants).

The District maintains two financial funds:

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

**TOWNSHIP OF UNION SCHOOL DISTRICT  
UNION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024  
UNAUDITED**

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

The District's combined net position has increased from the 2022-2023 fiscal year. The net position from governmental activities increased \$6,579,009. Net position from business-type activities decreased (\$147,923). Table 1 below reflects the District's net position as a whole.

**Table 1  
Condensed Statement of Net Position**

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage
	FY 2024	FY 2023	FY 2024	FY 2023	FY 2024	FY 2023	Change
Current and							
Other Assets	\$24,103,225	\$24,111,191	\$497,511	\$989,495	\$24,600,736	\$25,100,686	(1.99%)
Capital Assets	101,923,315	100,199,859	1,616,412	985,862	103,539,727	101,185,721	2.33%
Total Assets	<u>126,026,540</u>	<u>124,311,050</u>	<u>2,113,924</u>	<u>1,975,357</u>	<u>128,140,463</u>	<u>126,286,407</u>	<u>1.47%</u>
Deferred Outflows							
Related to Pensions	6,374,941	7,302,710			6,374,941	7,302,710	(12.70%)
Total Deferred Outflows	<u>6,374,941</u>	<u>7,302,710</u>			<u>6,374,941</u>	<u>7,302,710</u>	<u>(12.70%)</u>
Long-Term							
Liabilities	54,260,657	56,368,109			54,260,657	56,368,109	(3.74%)
Short-Term							
Liabilities	15,078,996	15,485,023	402,290	113,817	15,481,285	15,598,840	(0.75%)
Total Liabilities	<u>69,339,652</u>	<u>71,853,132</u>	<u>402,290</u>	<u>113,817</u>	<u>69,741,942</u>	<u>71,966,950</u>	<u>(3.09%)</u>
Deferred Inflows							
Related to Gain From							
Refunding Debt	936,836	1,101,570			936,836	1,101,570	(14.95%)
Related to Pensions	2,423,902	5,536,975			2,423,902	5,536,975	(56.22%)
Total Deferred Inflows	<u>3,360,738</u>	<u>6,638,545</u>			<u>3,360,738</u>	<u>6,638,545</u>	<u>(49.38%)</u>
Net Position:							
Net investment							
in Capital							
Assets	77,263,624	73,072,017	1,616,412	985,862	78,880,037	74,057,879	6.51%
Restricted	9,025,673	10,917,012			9,025,673	10,917,012	(17.32%)
Unrestricted (Deficit)	<u>(26,588,207)</u>	<u>(30,866,946)</u>	<u>361,916</u>	<u>1,140,390</u>	<u>(26,226,290)</u>	<u>(29,726,556)</u>	<u>(11.77%)</u>
Total Net							
Position	<u>\$59,701,091</u>	<u>\$53,122,083</u>	<u>\$1,978,329</u>	<u>\$2,126,252</u>	<u>\$61,679,420</u>	<u>\$55,248,334</u>	<u>11.64%</u>

**TOWNSHIP OF UNION SCHOOL DISTRICT  
UNION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024  
UNAUDITED**

**Table 2  
Changes in Net Position from Operating Results**

	Governmental Activities		Business-Type Activities		Total School District	
	<u>FY 2024</u>	<u>FY 2023</u>	<u>FY 2024</u>	<u>FY 2023</u>	<u>FY 2024</u>	<u>FY 2023</u>
Revenue:						
Program Revenue:						
Charges for Services	\$697,550	\$616,593	\$1,638,888	\$1,651,909	\$2,336,438	\$2,268,503
Operating Grants and Contributions	33,122,755	34,982,280	2,955,487	3,045,758	36,078,243	38,028,037
General Revenue:						
Property Taxes	103,477,143	100,684,586			103,477,143	100,684,586
Federal and State Aid not restricted	50,843,274	41,544,891			50,843,274	41,544,891
Other	5,563,672	2,301,738	21,212	6,950	5,584,884	2,308,688
<b>Total Revenue</b>	<b>193,704,395</b>	<b>180,130,088</b>	<b>4,615,587</b>	<b>4,704,617</b>	<b>198,319,982</b>	<b>184,834,705</b>
Expenses:						
Instruction	114,097,617	109,377,254			114,097,617	109,377,254
Student & Instructional Support Services	32,809,390	31,179,797			32,809,390	31,179,797
Administrative and Business	14,620,525	12,860,767			14,620,525	12,860,767
Maintenance & Operations	10,901,578	6,858,012			10,901,578	6,858,012
Transportation	13,345,785	12,588,149			13,345,785	12,588,149
Other	1,306,139	1,480,928	4,763,510	4,909,414	6,069,649	6,390,342
<b>Total Expenses</b>	<b>187,081,034</b>	<b>174,344,908</b>	<b>4,763,510</b>	<b>4,909,414</b>	<b>191,844,545</b>	<b>179,254,322</b>
Disposal of Capital Assets	(44,352)	(41,839)			(44,352)	(41,839)
<b>Increase/(Decrease) in Net Position</b>	<b>\$6,579,009</b>	<b>\$5,743,341</b>	<b>(\$147,923)</b>	<b>(\$204,796)</b>	<b>\$6,431,086</b>	<b>\$5,538,544</b>

Both revenues and expenses increased mainly as a result of the district recognizing a larger on-behalf TPAF contribution as a revenue and expense based upon the State's Actuarial report.

**TOWNSHIP OF UNION SCHOOL DISTRICT  
UNION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024  
UNAUDITED**

**Sources of Revenue for the Fiscal Year 2024**

The District's total revenue for the 2023-2024 school year was \$198,319,982 as reflected in Table 3 below. Property taxes accounted for 52.18 percent of the total revenue with the other 47.82 percent consisting of state and federal aid, charges for services, and miscellaneous sources.

**Table 3  
Sources of Revenue**

<u>Sources of Revenue</u>	<u>FY 2024</u>		<u>FY 2023</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Property Taxes	\$103,477,143	52.18%	\$100,684,586	54.47%
Operating State and Federal Aid	73,039,888	36.83%	66,612,823	36.04%
Federal and State Grants	15,187,233	7.66%	12,960,106	7.01%
Charges for Services	2,336,438	1.18%	2,268,503	1.23%
Other	4,279,280	2.15%	2,308,688	1.24%
	<u>\$198,319,982</u>	<u>100.00%</u>	<u>\$184,834,705</u>	<u>100.00%</u>

**Expenses for the Fiscal Year 2024**

The total expenses for the 2023-2024 fiscal year for all programs and services were \$191,844,545. Table 4 below summarizes these program costs. The District's expenses are predominantly related to instructing, providing services and transporting students, grades kindergarten through twelve, which accounts for 83.53 percent of the total District costs. Administrative and business expenses account for the costs of the Office of the Superintendent of Schools, the Business Office, and the Principal's Offices in all five school buildings. Maintenance and operations account for the costs of keeping the school buildings and grounds safe, clean and in good operating condition, and includes all the utility costs related to the school facilities. Other costs include interest on long-term debt, unallocated depreciation expense and the costs of the business-type activities of the proprietary funds. It is important to note that depreciation expense on capital assets is included in expenses for the year under the GASB entity-wide reporting model; expenses therefore include \$5,076,407 for depreciation. The increase in total expenses can be explained by the change in the pension expense based on the State's Actuarial report.

**TOWNSHIP OF UNION SCHOOL DISTRICT  
UNION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024  
UNAUDITED**

**Table 4  
Expenses for Fiscal Year 2024**

<u>Expense Category</u>	<u>FY 2024</u>		<u>FY 2023</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Instruction	\$114,097,617	59.47%	\$109,377,254	61.02%
Student & Instruction Services	32,809,390	17.10%	31,179,797	17.39%
Administrative and Business	14,620,525	7.62%	12,860,767	7.17%
Maintenance & Operations	10,901,578	5.68%	6,858,012	3.83%
Transportation	13,345,785	6.96%	12,588,149	7.02%
Other	6,069,649	3.15%	6,390,342	3.55%
	<u>\$191,844,545</u>	<u>100.00%</u>	<u>\$179,254,322</u>	<u>100.00%</u>

**District-Wide Activities**

Table 5 presents the net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs) of six major District activities: instruction, student and instructional services, administration and business, maintenance and operations, transportation, and other. The net cost shows the financial burden placed on the District's taxpayers and the state by each of these functions.

**Table 5  
Net Cost of District-Wide Activities**

<u>Expense Category</u>	<u>FY 2024</u>		<u>FY 2023</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Instruction	\$93,140,793	60.71%	\$86,818,108	62.57%
Student & Instruction Services	23,160,323	15.10%	21,643,857	15.60%
Administrative and Business	13,300,920	8.67%	11,369,512	8.19%
Maintenance & Operations	10,901,578	7.11%	6,858,012	4.94%
Transportation	11,450,976	7.46%	10,693,340	7.71%
Other	1,475,274	0.96%	1,363,205	0.98%
	<u>\$153,429,864</u>	<u>100.00%</u>	<u>\$138,746,035</u>	<u>100.00%</u>

**TOWNSHIP OF UNION SCHOOL DISTRICT  
UNION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024  
UNAUDITED**

**Governmental Activities**

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

Students and instruction related include the activities involved with assisting staff with the content and process of teaching to students, including curriculum and staff development.

General administration, school administration, and central services include expenses associated with administrative and financial management of the District.

Operation and maintenance of facilities involve keeping the school grounds, buildings and equipment in an effective operating condition.

"Other" includes unallocated depreciation.

**General Fund Budgeting Highlights**

The District's budget is prepared according to New Jersey Statutes and is based on accounting for certain transactions on a basis of modified accrual and encumbrance accounting.

Over the course of the year, the Board of Education approved revisions to the general fund budget as needed. These budget amendments were necessary for the following reasons:

- Changes in administrative structure and needs required additional funds being transferred into those areas.
- Realigned appropriations in accordance with the prescribed chart of accounts as needed.

**Capital Assets**

During the fiscal year 2023-2024, the District's capital acquisitions exceeded depreciation expense and retired assets, therefore total capital assets net of depreciation increased. Table 6 reflects the comparative balances of capital assets net of depreciation. The detail of the changes in capital assets is reflected in Note 3 to the financial statements.

**TOWNSHIP OF UNION SCHOOL DISTRICT  
UNION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024  
UNAUDITED**

**Table 6  
Capital Assets (Net of Depreciation)**

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage
	<u>FY 2024</u>	<u>FY 2023</u>	<u>FY 2024</u>	<u>FY 2023</u>	<u>FY 2024</u>	<u>FY 2023</u>	<u>Change</u>
Land	\$9,553,000	\$9,553,000			\$9,553,000	\$9,553,000	0.00%
Site							
Improvements	2,244,568	1,819,033			2,244,568	1,819,033	23.39%
Building and							
Building							
Improvements	84,742,825	81,533,920			84,742,825	81,533,920	3.94%
Construction in							
Progress		2,190,756				2,190,756	(100.00%)
Machinery and							
Equipment	5,382,922	5,103,150	\$1,616,412	\$985,862	6,999,334	6,089,012	14.95%
Total Assets	<u>\$101,923,315</u>	<u>\$100,199,859</u>	<u>\$1,616,412</u>	<u>\$985,862</u>	<u>\$103,539,727</u>	<u>\$101,185,721</u>	<u>2.33%</u>

**Debt and Long-term Liabilities Administration**

At June 30, 2024, the District had \$57,544,404 of outstanding long-term debt, consisting of bonds payable, compensated absences, installment purchases, unamortized premiums, subscription based information technology arrangements and net pension liability. The District will continue to pay down its debt, as the obligations are due. Table 7 reflects the comparison of outstanding debt for the past two fiscal years. More information of the District's long-term debt is presented in Note 4 to the financial statements.

**Table 7  
Outstanding Long-term Debt**

	Total School Debt		Total
	<u>FY 2024</u>	<u>FY 2023</u>	<u>Percentage Change</u>
Installment Purchase Contracts Payable	\$1,246,984	\$1,363,672	(8.56%)
SBITAs Payable	1,801,728	2,093,040	(13.92%)
Compensated Absences Payable	2,938,500	3,025,320	(2.87%)
Bonds Payable	19,385,000	21,240,000	(8.73%)
Original Issue Premium	3,090,870	3,422,600	(9.69%)
Net Pension Liability Payable	29,081,321	28,354,971	2.56%
	<u>\$57,544,404</u>	<u>\$59,499,603</u>	<u>(3.29%)</u>

**TOWNSHIP OF UNION SCHOOL DISTRICT  
UNION, NEW JERSEY**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2024  
UNAUDITED**

**The District's Future**

The Township of Union School District was fortunately able to contribute this school year to its fund balance due to continuous monitoring of expenditures during the 2023/2024 school year. Enrolment in the District continues to experience increases and projects this trend for its near future. The District is so proud of its community support and student involvement in the public schools. Major concerns continue to be the increased reliance on local property taxes (2% levy cap), any state adjustments, and the increase this school year in State aid, while we continue to see the rising of health care cost, reduced employee contributions under Chapter 44, transportation, increase out of district Special Education Student Tuitions, Special Education Related Services, etc. The District will continue to explore and implement best practices and probing our options concerning health care services.

**Contacting the District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. Questions regarding this report can be directed to the Board of Education Office at the Union Township School District, 2369 Morris Avenue, NJ 07083.



## **BASIC FINANCIAL STATEMENTS**

The basic financial statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all funds as of June 30, 2024.

## **DISTRICT-WIDE FINANCIAL STATEMENTS**

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

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

	<u>GOVERNMENTAL</u> <u>ACTIVITIES</u>	<u>BUSINESS-TYPE</u> <u>ACTIVITIES</u>	<u>TOTAL</u>
<b>ASSETS:</b>			
Cash and cash equivalents	\$8,505,253	\$73,778	\$8,579,031
Receivables, net	8,278,105	367,163	8,645,268
Internal balances	(266,695)	266,695	
Inventory		56,570	56,570
Restricted assets:			
Restricted cash and cash equivalents	5,781,188		5,781,188
Intangible assets, net of amortization	1,805,374		1,805,374
Capital assets:			
Land and construction in progress	9,553,000		9,553,000
Other capital assets, net	92,370,315	1,616,412	93,986,727
Total assets	<u>126,026,540</u>	<u>2,380,618</u>	<u>128,407,158</u>
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>			
Related to pensions	6,374,941		6,374,941
Total Deferred Outflows of Resources	<u>6,374,941</u>		<u>6,374,941</u>
<b>LIABILITIES:</b>			
Accounts payable	3,165,011	334,750	3,499,761
Payroll deductions and withholdings payable	4,948,236		4,948,236
Unemployment compensation claims payable	99,619		99,619
Payable to state government	89,855		89,855
Unearned revenue	3,096,682	67,540	3,164,222
Accrued interest payable	395,845		395,845
Noncurrent liabilities:			
Due within one year	3,283,747		3,283,747
Due beyond one year:			
Net Pension Liability	29,081,321		29,081,321
Compensated absences payable	2,938,500		2,938,500
Bonds, installment purchases and SBITAs payable	22,240,836		22,240,836
Total liabilities	<u>69,339,652</u>	<u>402,290</u>	<u>69,741,942</u>
<b>DEFERRED INFLOWS OF RESOURCES:</b>			
Related to gain from debt refunding	936,836		936,836
Related to pensions	2,423,902		2,423,902
Total Deferred Inflows of Resources	<u>3,360,738</u>		<u>3,360,738</u>
<b>NET POSITION:</b>			
Net investment in capital assets	77,263,624	1,616,412	78,880,037
Restricted for:			
Capital projects fund	1,161,017		1,161,017
Special revenue fund	824,151		824,151
Other purposes	7,040,506		7,040,506
Unrestricted (deficit)	<u>(26,588,207)</u>	<u>361,916</u>	<u>(26,226,290)</u>
Total net position	<u>\$59,701,091</u>	<u>\$1,978,329</u>	<u>\$61,679,420</u>

The accompanying notes to the financial statements are an integral part of this statement.

TOWNSHIP OF UNION SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
JUNE 30, 2024

FUNCTIONS/PROGRAMS	EXPENSES	INDIRECT EXPENSES ALLOCATION	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
			CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:							
Instruction:							
Regular	\$52,280,243	\$22,633,066		\$15,655,546	(\$59,257,763)		(\$59,257,763)
Special education	28,097,241	6,000,180		4,834,904	(29,262,517)		(29,262,517)
Other	4,063,471	1,023,416		466,373	(4,620,513)		(4,620,514)
Support services:							
Student and instruction related services	25,259,537	7,549,853	\$697,550	8,951,517	(23,160,323)		(23,160,323)
General administrative services	3,582,584	397,251			(3,959,835)		(3,959,835)
School administrative services	5,474,532	3,109,625		1,319,606	(7,264,551)		(7,264,551)
Central services	1,069,039	120,809			(1,189,849)		(1,189,849)
Administration information technology	777,079	109,605			(886,685)		(886,685)
Plant operations and maintenance	9,848,146	1,053,432			(10,901,578)		(10,901,578)
Student transportation services	12,210,509	1,135,277		1,894,809	(11,450,976)		(11,450,976)
Unallocated benefits	39,498,370	(39,498,370)					
Unallocated Depreciation	5,032,331	(3,634,144)			(1,398,187)		(1,398,187)
Interest on long term debt	(92,048)				92,048		92,048
Total governmental activities	187,081,034		697,550	33,122,755	(153,260,729)		(153,260,729)
Business-type activities:							
Food service	4,763,510		1,638,888	2,955,487		(\$169,135)	(169,135)
Total business-type activities	4,763,510		1,638,888	2,955,487		(169,135)	(169,135)
Total primary government	\$191,844,545		\$2,336,438	\$36,078,243	(\$153,260,729)	(\$169,135)	(\$153,429,864)
General Revenues:							
Taxes:							
Property taxes - general							
					\$101,603,143		\$101,603,143
Property taxes - debt service							
					1,874,000		1,874,000
Federal and state aid not restricted							
					50,843,274		50,843,274
Capital grants							
					1,305,604		1,305,604
Miscellaneous income							
					4,258,068	\$21,212	4,279,280
Total general revenues							
					159,884,090	21,212	159,905,301
Disposal of capital assets							
					(44,352)		(44,352)
Change in net position							
					6,579,009	(147,923)	6,431,086
Net Position - beginning							
					53,122,082	2,126,252	55,248,334
Net Position ending							
					\$59,701,091	\$1,978,329	\$61,679,420

The accompanying notes to the financial statements are an integral part of this statement.

## **MAJOR FUND FINANCIAL STATEMENTS**

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

TOWNSHIP OF UNION SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2024

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
<b>ASSETS AND OTHER DEBITS:</b>					
Assets:					
Cash and cash equivalents	\$8,093,218	\$440,779	\$758,060	\$37,346	\$9,329,403
Cash on hand with fiscal agents					
Capital reserve account	3,282,037				3,282,037
Maintenance reserve account	950,000				950,000
Emergency reserve account	725,000				725,000
Accounts receivable:					
Federal		2,671,637			2,671,637
State	5,549,259		57,210		5,606,469
Interfund		506,551	104,528		611,079
Total assets	<u>18,599,514</u>	<u>3,618,967</u>	<u>919,798</u>	<u>37,346</u>	<u>23,175,625</u>
<b>LIABILITIES AND FUND BALANCES:</b>					
Liabilities:					
Accounts payable	788,219	266,432			1,054,651
Payroll deductions and withholdings payable	4,948,236				4,948,236
Unemployment compensation claims payable	99,619				99,619
Intergovernmental payable:					
State		89,855			89,855
Interfunds payable	877,774				877,774
Unearned revenue		3,096,682			3,096,682
Total liabilities	<u>6,713,848</u>	<u>3,452,968</u>			<u>10,166,817</u>
Fund balances:					
Restricted for:					
Capital reserve account	241,218				241,218
Maintenance reserve account	949,999				949,999
Emergency reserve account	725,000				725,000
Capital projects fund			64,678		64,678
Debt service fund				37,346	37,346
Unemployment	1,405,468				1,405,468
Scholarships		343,984			343,984
Student Activities		480,167			480,167
Assigned for:					
Year-end encumbrances	1,464,712				1,464,712
Designated for subsequent years expenditures	2,495,328				2,495,328
Committed for:					
Year-end encumbrances			855,120		855,120
Unassigned:					
General fund	4,603,941				4,603,941
Special revenue fund (deficit)		(658,152)			(658,152)
Total fund balances	<u>11,885,685</u>	<u>165,999</u>	<u>919,798</u>	<u>37,346</u>	<u>13,008,808</u>
Total liabilities and fund balances	<u>\$18,599,514</u>	<u>\$3,618,967</u>	<u>\$919,798</u>	<u>\$37,346</u>	<u>\$23,175,625</u>

The accompanying notes to the financial statements are an integral part of this statement.

TOWNSHIP OF UNION SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2024

Total Fund Balances (Brought Forward) \$13,008,808

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

Capital assets used in governmental activities are not financial  
resources and therefore are not reported in the funds.

Cost of Assets	\$160,383,692	
Accumulated Depreciation	(58,460,377)	
		101,923,315

Intangible assets used in governmental activities are not financial  
resources and therefore are not reported in the funds.

1,805,374

Long term liabilities, including bonds payable, and other related  
amounts that are not due and payable in the current period  
and therefore are not reported as liabilities in the funds.

Net pension liability	(29,081,321)	
Compensated absences payable	(2,938,500)	
Subscription based information technology arrangements	(1,801,728)	
Installment purchase contracts payable	(1,246,984)	
Serial bonds payable	(\$19,385,000)	
Premium on refunding debt, net	(3,090,870)	
Unamortized Deferred Amount on Refunding Bonds, net	(936,836)	
	(23,412,706)	(58,481,240)

Deferred Outflows and Inflows of resources are applicable  
to future periods and therefore are not reported in the funds.

Pensions:

Deferred Outflows		
Pension related		6,374,941

Deferred Inflows:

Pension related		(2,423,902)
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Certain liabilities are not due and payable in the current period  
and therefore, are not reported in the governmental funds.

Accounts payable - pension related	(2,110,360)	
Accrued interest payable	(395,845)	
		(2,506,205)

Net Position of Governmental Activities		\$59,701,091
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The accompanying Notes to the Financial Statements are an integral part of this statement.

TOWNSHIP OF UNION SCHOOL DISTRICT  
STATEMENT OF REVENUES, 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
<b>REVENUES:</b>					
Local sources:					
Local tax levy	\$101,603,143			\$1,874,000	\$103,477,143
Other restricted miscellaneous revenues	71,720				71,720
Miscellaneous	1,484,873	\$956,953			2,441,826
Total revenues-local sources	103,159,736	956,953		1,874,000	105,990,689
State sources	83,090,827	7,381,568	\$1,305,604		91,777,999
Federal sources	203,727	8,942,133			9,145,861
Total revenues	186,454,290	17,280,654	1,305,604	1,874,000	206,914,549
<b>EXPENDITURES:</b>					
Current expense:					
Instruction:					
Regular	45,550,697	6,204,627			51,755,324
Special education	10,695,571	2,157,834			12,853,405
Other instruction	2,161,486				2,161,486
Support services:					
Tuition	17,022,863				17,022,863
Student and instruction related services	18,473,683	6,216,718			24,690,400
General administrative services	3,562,584				3,562,584
School administrative services	5,406,649				5,406,649
Central services	1,069,039				1,069,039
Administration Information Technology	843,197				843,197
Plant operations and maintenance	10,254,303				10,254,303
Student transportation services	12,538,993				12,538,993
Employee benefits	55,775,923				55,775,923
Capital outlay	1,932,396	3,143,910	\$2,014,942		7,091,249
Capital outlay - debt assessment	101,460				101,460
Debt service:					
Principal				1,430,000	1,430,000
Interest				444,000	444,000
Total expenditures	185,388,843	17,723,089	2,014,942	1,874,000	207,000,874
Excess (deficiency) of revenues over (under) expenditures	1,065,447	(442,435)	(709,338)		(86,326)
Other financing sources (uses):					
Operating transfers in		450,180	680,856		1,131,036
Operating transfers out	(1,131,036)				(1,131,036)
Installment purchases (non-budgeted)	277,913				277,913
Total financing sources (uses):	(853,123)	450,180	680,856		277,913
Net change in fund balances	212,324	7,745	(28,482)		191,587
Fund balances, July 1, 2023	11,673,341	158,253	948,280	37,346	12,817,221
Fund balances, June 30, 2024	\$11,885,665	\$165,999	\$919,798	\$37,346	\$13,008,808

The accompanying notes to the financial statements are an integral part of this statement



## EXHIBIT "B-3"

TOWNSHIP OF UNION 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) \$191,587

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

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

Depreciation expense	(\$5,032,331)	
Capital outlays	7,192,709	
Capital outlays not capitalized	<u>(392,570)</u>	
		1,767,808

Capital outlays related to SBITAs are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as amortization expense. This is the amount by which capital outlays exceeded amortization in the period.

Amortization Expense:		
Subscription Based Information Technology Agreements	<u>(684,441)</u>	(684,441)

Proceeds from debt issues are a financing source in the governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets.

Proceeds from installment purchases	<u>(277,913)</u>	(277,913)
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Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.

Payment of bond principal	1,855,000	
Payment of subscription based information technology arrangements	665,598	
Payment of installment purchases payable	394,601	
Amortization of premium on refunding bonds	331,730	
Amortization of deferred amounts on refunding bonds	<u>164,734</u>	
		3,411,663

In the statement of activities, only the gain on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from a sale increase financial resources. Thus, the change in net assets will differ from the change in fund balance by the cost of the asset removed.

(44,352)

In the statement of activities, interest on long-term debt is accrued, regardless of when due. In governmental funds, interest is reported when due. The accrued interest is an addition in the reconciliation.

39,584

District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.

District pension contributions	2,683,442	
Less: Pension expense	<u>(595,190)</u>	
		2,088,252

In the statement of activities, certain expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In 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 (+).

86,820

Change in net position of governmental activities

\$6,579,009

The accompanying notes to the financial statements are an integral part of this statement

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**OTHER FUNDS**

EXHIBIT "B-4"

TOWNSHIP OF UNION SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS - ENTERPRISE FUNDS  
JUNE 30, 2024

BUSINESS TYPE  
ACTIVITIES -  
ENTERPRISE FUNDS  
FOOD  
SERVICE

ASSETS

Current assets:

Cash & cash equivalents	\$	73,778
Accounts receivable:		
State		6,043
Federal		107,443
Other		253,676
Interfunds receivable		266,695
Inventories		56,570

Total current assets \$ 764,206

Noncurrent assets:

Furniture, machinery & equipment	\$	3,138,277
Less accumulated depreciation		(1,521,864)

Total noncurrent assets \$ 1,616,412

Total assets \$ 2,380,618

LIABILITIES

Current liabilities:

Accounts payable	\$	334,750
Unearned revenue		67,540

Total current liabilities \$ 402,290

Total liabilities \$ 402,290

NET POSITION

Net Investment in Capital Assets	\$	1,616,412
Unrestricted		361,916

Total net position \$ 1,978,329

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

EXHIBIT "B-5"

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

	<u>BUSINESS TYPE</u> <u>ACTIVITIES -</u> <u>ENTERPRISE FUNDS</u> <u>FOOD SERVICE</u> <u>SCHOOL NUTRITION</u>
<b>OPERATING REVENUES:</b>	
Charges for services:	
Daily sales - reimbursable programs	\$ 1,039,189
Daily sales - non-reimbursable programs	599,699
Total operating revenues	\$ 1,638,888
<b>OPERATING EXPENSES:</b>	
Cost of sales - reimbursable programs	\$ 2,044,004
Cost of sales - non-reimbursable programs	309,234
Salaries	1,309,316
Employee benefits	423,294
Other purchased services	229,996
Supplies and materials	365,072
Cleaning, repair and maintenance services	38,517
Depreciation	44,076
Total operating expenses	\$ 4,763,510
Operating income (loss)	\$ (3,124,622)
<b>NONOPERATING REVENUES (EXPENSES):</b>	
State sources	
State school lunch program	\$ 81,687
State school lunch program- NJEIE	33,449
State school breakfast program	5,546
State school breakfast program- NJEIE	3,788
Federal sources	
National school breakfast program	292,704
National school lunch program	1,876,997
National school lunch program - HHFKA	61,882
Local Food for Schools Cooperative Program	19,420
COVID-19 NSLP Equipment Grant	19,798
Supply Chain Assistance Program	179,292
P-EBT administrative cost	3,256
National food distribution commodities	377,668
Interest	21,212
Total nonoperating revenues	\$ 2,976,699
Change in Net Position	\$ (147,923)
Total net position - beginning	2,126,252
Total net position - ending	\$ 1,978,329

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

EXHIBIT "B-6"

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

		<u>BUSINESS TYPE</u> <u>ACTIVITIES -</u> <u>ENTERPRISE FUNDS</u> <u>FOOD</u> <u>SERVICE</u>
Cash flows from operating activities:		
Receipts from customers	\$	1,580,229
Payments to employees		(1,317,983)
Payments to employee benefits		(423,294)
Payment to suppliers		(2,698,821)
Net cash provided (used for) by operating activities	\$	(2,859,870)
Cash flows from noncapital financing activities:		
State Sources	\$	122,666
Federal Sources		2,832,632
Net cash provided by (used for) noncapital financing activities	\$	2,955,298
Cash flows from capital and related financing activities		
Purchase of capital assets	\$	(674,626)
Net cash used for capital and related financing activities	\$	(674,626)
Cash flows from investing activities		
Interest and dividends	\$	21,212
Net cash used for capital and related financing activities	\$	21,212
Net increase (decrease) in cash and cash equivalents	\$	(557,986)
Cash and cash equivalents- July 1		631,764
Cash and cash equivalents- June 30	\$	73,778
Operating income (loss)	\$	(3,124,622)
Adjustments to reconcile operating income (loss) to cash provided (used) by operating activities:		
Depreciation		44,076
Change in assets and liabilities:		
(Increase) Decrease in inventory		(17,927)
(Increase) Decrease in other accounts receivable		(58,660)
Increase (Decrease) in accounts payable		292,039
Increase (Decrease) in unearned revenue		5,224
Net cash provided (used) by operating activities	\$	(2,859,870)

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

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**Reporting Entity**

The Township of Union School District is a Type II District located in Union County, New Jersey. The District is an instrumentality of the State of New Jersey, established to function as an educational institution. The District is governed by a nine member board elected to three-year terms 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.

The primary criterion for including activities within the District's reporting entity are set forth in Statement No. 39 of the Governmental Accounting Standards Board entitled "*Determining Whether Certain Organizations are Component Units*" (GASB 39) as codified in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards.

Organizations that are legally separate, tax-exempt entities and meet *all* of the following criteria should be discretely presented as component units. These criteria are:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government.
2. The primary government, or its component unit, is entitled to, or has the ability to otherwise access, a majority of the economic resources of the 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.

The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District include elementary schools through high school Grades K thru 12, located in the Township of Union. 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.

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Basis of Presentation**

The District's basic financial statements consist of District-wide statements, including a Statement of Net Position and a Statement of Activities, and fund financial statements which provide a more detailed level of financial information.

*District-wide Statements:* The Statement of Net Position and the Statement of Activities display information about the District as a whole. These statements include the financial activities of the overall District. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish generally between the governmental and business-type activity of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The Statement of Net Position presents the financial condition of the governmental and business-type activity of the District at fiscal year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and 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 requirement of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as generally revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the District.

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



**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Governmental Fund Types**

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

As required by the New Jersey State Department of Education, the District includes budgeted capital outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to 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.

**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 (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** - Debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Proprietary Fund Types**

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

**Basis of Accounting - Measurement Focus**

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

*District-wide and Proprietary Fund Financial Statements:* The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable." Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

*Governmental Fund Financial Statements:* Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transactions can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. 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. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

All governmental and business type activities and enterprise funds of the District follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Budgets/Budgetary Control**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for approval. In accordance with P.L. 2011, c. 202, the District elected to move the April school Board election to the date of the November general election thereby eliminating the vote on the annual base budget. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23. All budget amendments and transfers must be approved by School Board resolution. Budget amendments totaling \$2,680,856 were approved by resolution during the year ended June 30, 2024. The over-expenditures related to on-behalf payments in the general fund are due to the inclusion of the non-budgeted on-behalf payments made by the State of New Jersey as District expenditures. These amounts are offset by related revenues and as such do not represent budgetary over-expenditures.

All budget amounts presented in the accompanying supplementary information reflect the original budget and the final budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Appropriations, except remaining project appropriations, encumbrances, and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures. Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles with the exception of the legally mandated recognition of one or more state aid payments for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

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

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Encumbrance Accounting**

Under encumbrance accounting, purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. Open encumbrances in governmental funds other than the special revenue fund are reported as assignments of 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 revenues at fiscal year-end.

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

**Interfunds**

Interfund receivables and payables arise from transactions between particular funds and are considered short term in duration. The interfund transactions are recorded by all funds affected in the period in which the transactions are executed and are part of the district's available spendable resources.

**Inventories and Prepaid Expenses**

Inventories of materials and supplies held for consumption in the governmental funds are recorded as expenditures at the time of purchase and year end balances are not reported in the financial statements.

Inventories of food and/or supplies in the food service fund are recorded at cost on a first-in, first-out basis or, in the case of Food Distribution Commodities, at stated value which approximates market.

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

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Capital Assets**

The District has an established formal system of accounting for its capital assets. Capital Assets used for governmental purposes, which include land, buildings and improvements and furniture and equipment, are only reported in the district-wide financial statements. The District generally defines capital assets as assets with an initial cost of \$2,000.00 or more and an estimated useful life in excess of one year. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their acquisition value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

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

<b><u>Asset Class</u></b>	<b><u>Estimated Useful Lives</u></b>
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office and Computer Equipment	5-10
Instructional Equipment	10
Ground Equipment	15

**Compensated Absences**

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

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Compensated Absences (Continued)**

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

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick days that are expected to become eligible for payment upon retirement. The District estimates its accrued compensated absences liability based on the accumulated sick days at the balance sheet date by those employees who are currently eligible to receive retirement payments.

For the District-wide Statements, the current portion is the amount estimated to be used in the following year. For the governmental funds in the fund financial statements, a liability is reported only for to the extent of the amount actually due at year end as a result of employee resignations/retirements. Compensated absences are a reconciling item between the fund level and district-wide presentations.

**Fund Equity**

Fund balance restrictions are used to indicate that portion of the fund balance that is not available for expenditures or is legally segregated for a specific future use. Designations of portions of the fund balances are established to indicate tentative plans for financial utilization in a future period. The unreserved fund balances represent the amount available for future budgetary operations.

Unrestricted retained earnings represent the remains of the District's equity in the cumulative earnings of the food service fund.

**Unearned Revenue**

Unearned revenue in the special revenue and proprietary funds represents funds which have been received but not yet earned. A corresponding accounts receivable has also been established for any open encumbrances at year end which is an allowable practice under generally accepted accounting principles.

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Accrued Liabilities and Long-Term Obligations**

All payables, accrued liabilities, and long-term obligations are reported on the district-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Long term debt is recognized as a liability on the fund financial statements when due.

**Net Position**

Net Position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

**Fund Balance – Governmental Funds**

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

Nonspendable – includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.

Restricted – includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation. The District reports the Capital Reserve, Emergency Reserve, Maintenance Reserve, Student Activities, Scholarships, Unemployment and Excess Surplus as Restricted Fund Balance.

Committed – includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District's highest level of decision making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Education. The District reports amounts Designated for Capital Project Fund encumbrances as Committed Fund Balance.

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Fund Balance – Governmental Funds (Continued)**

Assigned – includes amounts that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the District's policy, amounts may be assigned by the Business Administrator. The District reports Year End Encumbrances and amounts Designated for Subsequent Year's Expenditures as Assigned Fund Balance.

Unassigned – is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund should be the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

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

**Revenues Exchange and Non-Exchange 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.



**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Revenues Exchange and Non-Exchange Transactions (Continued)**

Non-exchange transactions, in which the 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 property taxes is recognized in the period in which the income is earned. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specific purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered both measurable and available at fiscal yearend: property taxes available as an advance, interest, and tuition.

**Proprietary Fund Revenues and Expenses**

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

**Allocation of Indirect Expenses**

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

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Extraordinary and Special Items**

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

**Management Estimates**

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

**Accounting and Financial Reporting for Pensions**

In the district-wide financial statements 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 District's proportionate share of the New Jersey Public Employees Retirement System ("PERS") and the Teachers' Pension and Annuity Fund ("TPAF") and the additions to/deductions from these retirement systems' fiduciary net position have been determined on the same basis as they were reported by PERS and TPAF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

In the governmental fund financial statements, the year-end pension liability is not required to be reflected. Pension related revenues and expenditures are reflected based on amounts that are normally expected to be liquidated with available financial resources for required pension contributions. Expenditures for PERS are recognized based upon billings made by the State of New Jersey due April 1<sup>st</sup> of each fiscal year. TPAF contributions are paid on the District's behalf by the State of New Jersey. The governmental fund financial statements reflect both a revenue and expense for this pension contribution.

**Deferred Outflows/Inflows of Resources**

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

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Deferred Outflows/Inflows of Resources (Continued)**

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Currently, the District has two items that qualify for reporting in this category, deferred amounts related to refunding bonds and to pensions.

**Subscription-Based Information Technology Arrangements (SBITAs)**

GASB Statement No. 96 defines a SBITA; establishes that a SBITA results in a right-to-use subscription asset (an intangible asset) and a corresponding liability; provides capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and requires note disclosure regarding SBITAs.

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS**

The Board considers petty cash, change funds, cash in banks and short term investments with original maturities of three months or less as cash and cash equivalents. Investments are stated at cost, which approximates market.

**Deposits**

New Jersey statutes permit the deposit of public funds in public depositories which are located in New Jersey and which meet the requirements of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA requires a bank that accepts public funds to be a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also require public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. All collateral must be deposited with the Federal Reserve Bank or a Banking Institution that is a member of the Federal Reserve System, and has capital funds of not less than \$25,000,000.00. Under (GUDPA), if a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of the deposits to the governmental unit.

The Township of Union School District had the following cash and cash equivalents at June 30, 2024:

<b>Fund Type:</b>	<b>Bank</b>	<b>Reconciling Items:</b>		<b>Reconciled</b>
	<b><u>Balance</u></b>	<b><u>Additions</u></b>	<b><u>Reductions</u></b>	<b><u>Balance</u></b>
Governmental	\$23,926,962	\$64,421	\$9,704,943	\$14,286,440
Proprietary	716,486	81	642,789	73,778
	<u>\$24,643,448</u>	<u>\$64,502</u>	<u>\$10,347,732</u>	<u>\$14,360,218</u>

**Custodial Credit Risk – Deposits** – Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The District does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of June 30, 2024, based upon the coverage provided by FDIC and NJGUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on balance in the bank, \$501,044 was covered by Federal Depository Insurance and \$24,142,404 was covered under the provisions of NJGUDPA.

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 2:     CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)**

**Investments**

The purchase of investments by the Board is strictly limited by the express authority of the N.J.S.A. 18A:20-37 Education, Administration of School Districts. Permitted investments include any of the following type 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 which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a-1 et seq., and operated in accordance with 17 C.F.R. § 270.2a-7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:20-37. These funds are also required to be rated by a nationally recognized statistical rating organization.
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 Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located.
5.     Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Investment of the Department of Treasury for investment by School Districts;
6.     Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:20-37. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.
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

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 2:      CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)**

**Investments (Continued)**

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;
  - 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. 17:19-41); and
  - e. a master repurchase agreement providing for the custody and security of collateral is executed.

At June 30, 2024, the District had no outstanding investments.

Based upon the limitation set forth by New Jersey Statutes 18A:20-37 and its existing investment practices, the District is generally not exposed to credit risks, custodial credit risks, concentration of credit risks and interest rate risks for its investments, nor is it exposed to foreign currency risks for its deposits and investments.

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 3: CHANGE IN CAPITAL ASSETS**

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Transfer/ Retirements</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets that are not depreciated:				
Land	\$ 9,553,000	\$	\$	\$ 9,553,000
Construction in progress	2,190,756		(2,190,756)	
Total capital assets that are not depreciated	\$ 11,743,756	\$	\$ (2,190,756)	\$ 9,553,000
Capital assets being depreciated:				
Site improvements	\$ 4,248,065	\$ 629,539	\$	\$ 4,877,604
Building and building improvements	120,579,388	4,689,441	2,190,756	127,459,585
Machinery and equipment	19,853,170	1,481,159	(2,840,827)	18,493,502
Total capital assets being depreciated	\$ 144,680,624	\$ 6,800,139	\$ (650,071)	\$ 150,830,692
Total gross assets	\$ 156,424,380	\$ 6,800,139	\$ (2,840,827)	\$ 160,383,692
Less: accumulated depreciation for:				
Site improvements	\$ (2,429,032)	\$ (204,004)	\$	\$ (2,633,036)
Building and building improvements	(39,045,468)	(3,671,292)		(42,716,760)
Machinery and equipment	(14,750,020)	(1,157,035)	2,796,475	(13,110,581)
	\$ (56,224,521)	\$ (5,032,331)	\$ 2,796,475	\$ (58,460,377)
Governmental activities capital assets, net	\$ 100,199,859	\$ 1,767,808	\$ (44,352)	\$ 101,923,315
Business type activities:				
Machinery and equipment	\$ 2,773,227	\$ 674,626	\$	\$ 3,447,853
Less: accumulated depreciation	(1,787,364)	(44,076)		(1,831,440)
Proprietary fund capital assets, net	\$ 985,862	\$ 630,550	\$	\$ 1,616,412

Depreciation was charged to the following expense functions of the district:

Instruction:	
Regular	\$ 2,611,780
Special	243,062
Other	12,581
Support Services:	
Student and Instruction related services	117,253
General Administration	315,024
School Administration	396,044
Plant operations & maintenance	165,564
Transportation	1,080,441
Unallocated	90,582
Total Depreciation Expenses, Governmental Activities	\$ 5,032,331

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 4: LONG-TERM LIABILITIES**

Bonds are issued by the District pursuant to the provisions of Title 18A, Education, of the New Jersey Statutes and are required to be approved by the voters of the municipality through referendum. The proceeds of bonds are recorded in the Capital Projects Fund and are restricted to the use for which they were approved in the bond referendum. All bonds are retired in annual installments within the statutory period of usefulness.

School Bonds issued by the District are entitled to and benefit from the provision of the New Jersey School Board Reserve Act P.L. 1980 c.72. Basically, funds are held by the State of New Jersey within its State Fund for the Support of Free Public Schools as a school bond reserve pledged by law to secure payment of principal and interest due on such bonds in the event of the inability of the issuer to make payments.

The following is a summary of changes in liabilities that effect other long-term obligations for the year ended June 30, 2024:

	Balance, June 30, 2023	Additions	Reductions	Balance, June 30, 2024	Due Within One Year
Bonds Payable	\$21,240,000		\$1,855,000	\$19,385,000	\$1,930,000
Premium	3,422,600		331,730	3,090,870	331,730
Net Pension Liability	28,354,971	726,350		29,081,321	
Compensated Absence	3,025,320		86,820	2,938,500	
SBITAs Payable	2,093,040	374,286	665,598	1,801,728	685,553
Installment Purchases Payable	1,363,672	\$277,913	394,601	1,246,984	336,464
Total	<u>\$59,499,603</u>	<u>\$1,378,549</u>	<u>\$3,333,749</u>	<u>\$57,544,404</u>	<u>\$3,283,747</u>

**Installment Purchase Contracts Payable**

The Board has entered into various installment purchase contracts for copier equipment, computer technology and school buses. The following is a schedule of the future minimum lease payments under installment purchase contracts, and the present value of the net minimum installment payments at June 30, 2024:

Fiscal Year Ended June 30,	Principal	Interest	Total
2025	\$336,464	\$34,027	\$370,491
2026	290,743	25,318	316,061
2027	298,875	17,187	316,061
2028	320,902	7,810	328,712
	<u>\$1,246,984</u>	<u>\$84,342</u>	<u>\$1,331,326</u>



**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 4: LONG-TERM DEBT (CONTINUED)**

**Subscription-Based Information Technology Agreements Payable**  
**("SBITAs")**

For the year ended 6/30/2024, the financial statements include the following SBITAs:

<u>Date of Agreement</u>	<u>Subscription</u>	<u>Initial Subscription Liability</u>	<u>Annual Fixed Payments</u>	<u>Subscription Liability as of 06/30/2024</u>	<u>Interest Rate</u>
07/01/2022	BrainPOP School Subscription	\$80,005	\$27,711	\$27,116	2.194%
07/01/2022	Nearpod Licenses	150,046	50,935	50,010	1.850%
07/01/2022	Emath Platform - Algebra Membership	36,528	12,400	12,174	1.850%
09/01/2022	Google Workspace License	92,575	19,200	55,532	1.850%
07/01/2022	Imagine Language & Literacy Licenses	130,661	33,915	65,661	2.194%
07/01/2022	LinkIt Software Products	719,648	157,150	439,836	2.354%
07/01/2022	myPerspectives English Language Arts	254,194	87,637	85,755	2.194%
09/01/2022	SiLAS Software - 10 Schools	73,646	25,000	24,546	1.850%
08/04/2022	Sophos Cyber Security Software	206,841	44,267	167,118	2.354%
07/01/2022	Formative Licenses - Union HS	10,163	3,450	3,387	1.850%
07/01/2023	Genesis Student Information System	374,286	60,972	327,985	3.212%
12/05/2022	Gizmos Science Department Licenses	21,362	7,350	7,118	3.254%
09/01/2022	IXL Site License - Math	27,102	9,200	9,033	1.850%
08/01/2022	Kami District Plan License	53,025	18,000	17,673	1.850%
07/28/2022	Zoom Education Meeting	15,024	5,100	5,008	1.850%
07/24/2022	Wixie Subscription	15,466	5,250	5,155	1.850%
07/01/2022	TLC - Library Solutions Software	69,403	14,662	42,408	1.850%
07/01/2022	Cisco Security Software	95,147	32,562	31,863	2.194%
07/01/2022	Cisco System Software	606,557	107,630	407,905	2.194%
07/01/2022	Intensified Algebra	33,426	11,347	11,141	1.850%
07/01/2022	PLTW Participation	15,859	5,400	5,301	1.850%
				<u>\$1,801,728</u>	

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 4: LONG-TERM DEBT (CONTINUED)**

**Subscription-Based Information Technology Agreements Payable**  
**("SBITAs") (Continued)**

The future minimum subscription obligations and the net present value of these minimum payments as of June 30, 2024, were as follows:

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2025	\$685,553	\$43,085	\$728,638
2026	410,019	27,776	437,796
2027	385,824	18,057	403,881
2028	204,023	8,846	212,869
2029	57,236	3,736	60,972
2030	59,074	1,897	60,972
	<u>\$1,801,729</u>	<u>\$103,397</u>	<u>\$1,905,128</u>

The annual requirements to amortize all bonded debt outstanding as of June 30, 2024, including interest payments on issued debt, are as follows:

Fiscal Year			
<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 1,930,000	\$ 822,350	\$ 2,752,350
2026	1,910,000	733,750	2,643,750
2027	1,885,000	648,100	2,533,100
2028	1,920,000	561,850	2,481,850
2029	1,940,000	474,300	2,414,300
2030-2034	4,655,000	1,528,700	6,183,700
2035-2039	3,885,000	628,600	4,513,600
2040-2041	1,260,000	51,200	1,311,200
	<u>\$ 19,385,000</u>	<u>\$ 5,448,850</u>	<u>\$ 24,833,850</u>

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 4: LONG-TERM DEBT (CONTINUED)**

<u>Issue</u>	Amount Outstanding <u>June 30, 2024</u>
\$3,795,000 of 2020 Refunding bonds due in remaining annual installments of \$335,000 to \$370,000 through January 2032 at an interest rates of 4%	\$2,850,000
\$7,555,000 of 2020 ESIP Refunding bonds due in remaining annual installments of \$270,000 to \$650,000 through August 2040 at an interest rates of 4%	6,845,000
\$5,035,000 of 2021 ESIP Refunding bonds due in remaining annual installments of \$225,000 to \$480,000 through April 2037 at an interest rates of 4%	4,455,000
\$7,450,000 of 2021 Refunding bonds due in remaining annual installments of \$1,010,000 to \$1,100,000 through January 2029 at an interest rates of 5%	<u>5,235,000</u>
	<u><u>\$ 19,385,000</u></u>

Under New Jersey Statutes the District may incur debt in an amount not to exceed 4% of the averaged equalized valuation basis of real property. For the fiscal year ended June 30, 2024, the District borrowing capacity under N.J.S. 18A:24-19 would be as follows:

<u>Year</u>	Equalized Valuation of <u>Real Property</u>
2023	\$ 9,941,899,135
2022	9,714,217,757
2021	<u>8,238,653,207</u>
	<u><u>\$ 27,894,770,099</u></u>
Average equalized valuation	<u><u>\$ 9,298,256,700</u></u>
School borrowing margin (4% of average equalized value)	\$ 371,930,268
Net school debt as of June 30, 2024	<u>19,385,000</u>
School borrowing power available	<u><u>\$ 352,545,268</u></u>

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 5:     INTANGIBLE ASSETS**

The District has recorded the following intangible assets. The assets are for various subscription-based information technology arrangements ("SBITAs"). These agreements are discussed in the SBITAs subsection of the Long-term Debt note. The intangible assets are amortized on a straight-line basis over the terms of the related agreement. Intangible asset activity for the Governmental Funds for the year ended June 30, 2024 was as follows:

**GOVERNMENTAL ACTIVITIES:**

	<u>Balance as of</u> <u>July 1, 2023</u>	<u>Additions</u>	<u>Balance as of</u> <u>June 30, 2024</u>
Subscription Assets			
Software			
BrainPOP School Subscription	\$80,005		\$80,005
Nearpod Licenses	150,046		150,046
Emath Platform - Algebra Membership	36,528		36,528
Google Workspace License	92,575		92,575
Imagine Language & Literacy Licenses	130,661		130,661
LinkIt Software Products	719,648		719,648
MyPerspectives English Language Arts	254,194		254,194
SiLAS Software - 10 Schools	92,146		92,146
Sophos Cyber Security Software	209,091		209,091
Formative Licenses - Union HS	10,163		10,163
Genesis Student Information System		\$374,286	374,286
Gizmos Science Department Licenses	21,362		21,362
IXL Site License - Math	27,102		27,102
Kami District Plan License	53,025		53,025
Zoom Education Meeting	15,024		15,024
Wixie Subscription	15,466		15,466
TLC - Library Solutions Software	69,403		69,403
Cisco Security Software	95,147		95,147
Cisco System Software	606,557		606,557
Intensified Algebra	33,426		33,426
PLTW Participation	15,859		15,859
Total Software Subscription Assets	<u>2,727,428</u>	<u>374,286</u>	<u>3,101,714</u>
Total Subscription Assets	<u>\$2,727,428</u>	<u>\$374,286</u>	<u>\$3,101,714</u>

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 5:     INTANGIBLE ASSETS (CONTINUED)**

GOVERNMENTAL ACTIVITIES:

	<u>Balance as of</u> <u>July 1, 2023</u>	<u>Additions</u>	<u>Balance as of</u> <u>June 30, 2024</u>
Subscription Accumulated Amortization Software			
BrainPOP School Subscription	21,209	\$21,209	\$42,418
Nearpod Licenses	50,015	50,015	100,030
Emath Platform - Algebra Membership	12,176	12,176	24,352
Google Workspace License	15,429	18,515	33,944
Imagine Language & Literacy Licenses	30,804	30,804	61,608
LinkIt Software Products	143,930	143,930	287,859
myPerspectives English Language Arts	71,436	71,436	142,872
SiLAS Software - 10 Schools	27,102	32,522	59,624
Sophos Cyber Security Software	37,985	41,818	79,803
Formative Licenses - Union HS	3,388	3,388	6,775
Genesis Student Information System		53,470	53,470
Gizmos Science Department Licenses	4,075	7,121	11,196
IXL Site License - Math	7,528	9,034	16,562
Kami District Plan License	16,202	17,675	33,877
Zoom Education Meeting	4,632	5,008	9,640
Wixie Subscription	4,826	5,155	9,980
TLC - Library Solutions Software	13,881	13,881	27,761
Cisco Security Software	29,554	29,554	59,107
Cisco System Software	101,093	101,093	202,186
Intensified Algebra	11,142	11,142	22,284
PLTW Participation	5,495	5,495	10,990
Total Software Subscription			
Accumulated Amortization	<u>611,901</u>	<u>684,439</u>	<u>1,296,340</u>
Total Subscription Accumulated Amortization	<u>611,901</u>	<u>684,439</u>	<u>1,296,340</u>
Total Governmental Subscription Assets, Net	<u>\$2,115,526</u>	<u>(\$310,155)</u>	<u>\$1,805,374</u>

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 6:      PENSION PLANS**

**Description of Plans** - All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625.

**Teachers' Pension and Annuity Fund (TPAF)** - The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

**Public Employees' Retirement System (PERS)** - The Public Employees' Retirement System (PERS) was established as of January 1, 1955 under the provision of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction.

**Defined Contribution Retirement Program (DCRP)** - The Defined Contribution Retirement Program (DCRP) was established under the provision of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 to provide coverage to elected and certain appointed officials, effective July 1, 2007. Membership is mandatory for such individuals with vesting occurring after one year of membership.

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 6: PENSION PLANS (CONTINUED)**

**Significant Legislation**

Effective June 28, 2011, P.L. 2011, c. 78 enacted certain changes in the operations and benefit provisions of the TPAF and the PERS systems.

**Pension Plan Design Changes**

Effective June 28, 2011, P.L. 2011, c. 78, new members of TPAF and PERS, hired on or after June 28, 2011, will need 30 years of creditable service and have attained the age of 65 for receipt of the early retirement benefit without a reduction of 1/4 of 1% for each month that the member is under age 65. New members will be eligible for a service retirement benefit at age 65.

**Funding Changes**

Under the new legislation, the methodology for calculating the unfunded accrued liability payment portion of the employer's annual pension contribution to the PERS, and TPAF. The unfunded actuarial accrued liability (UAAL) will be amortized for each plan over an open-ended 30 year period and paid in level dollars. Beginning with the July 1, 2019 actuarial valuation (July 1, 2018 for PFRS), the UAAL will be amortized over a closed 30 year period until the remaining period reaches 20, when the amortization period will revert to an open-ended 20 year period.

**COLA Suspension**

The payment of automatic cost-of-living adjustment to current and future retirees and beneficiaries are suspended until reactivated as permitted by this law.

**Vesting and Benefit Provisions** The vesting and benefit provisions of PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after ten years of service, except for post-retirement healthcare benefits that vest after 25 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.

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 6: PENSION PLANS (CONTINUED)**

**Contribution Requirements** The contribution policy is set by N.J.S.A. 43:15A and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation.

Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of TPAF (*i.e.*, the State of new Jersey makes the employer contribution on behalf of public school districts.

**PERS Contribution Requirements**

Year Ended <u>June 30,</u>	<u>Three Year Trend Information for PERS</u>		
	Annual Pension <u>Cost (APC)</u>	Percentage of <u>APC Contributed</u>	Net Pension <u>Obligation</u>
2024	2,683,442	100.00%	\$2,683,442
2023	2,369,365	100.00%	2,369,365
2022	2,011,700	100.00%	2,011,700

During the fiscal years ended June 30, 2024, 2023 and 2022, the State of New Jersey contributed \$20,427,340, \$20,623,678 and \$21,840,546, respectively to the TPAF pension system on behalf of the District.

In accordance with N.J.S.9. 18A:66-66 during the years ended June 30, 2024, 2023 and 2022, the State of New Jersey reimbursed the District \$4,561,388, \$4,393,822 and \$4,029,170, respectively for the employer's share of social security contributions for TPAF members, as calculated on their base salaries.



**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**

**Public Employees Retirement System (PERS)**

At June 30, 2024, the State reported a net pension liability of \$29,081,321.00 for the District's proportionate share of the total net pension liability. 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. 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 employers, actuarially determined. At June 30, 2023, the District's proportion was 0.2007771994 percent, which was an increase of 0.0128886370 percent from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the District recognized a pension expense of \$595,189.00 in the government-wide financial statements. This pension expense was based on the pension plan's June 30, 2023 measurement date.

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

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ 278,055.00	\$ 118,875.00
Changes of assumptions	63,886.00	1,762,453.00
Net difference between projected and actual earnings on pension plan investments	133,923.00	
Changes in proportion and differences between District contributions and proportionate share of contributions	3,788,717.00	542,574.00
District contributions subsequent to the measurement date	<u>2,110,360.00</u>	
	\$ <u>6,374,941.00</u>	\$ <u>2,423,902.00</u>

The \$2,110,360.00 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e., for the school year ending June 30, 2024, the plan measurement date is June 30, 2023) will be recognized as a reduction of the net pension liability in the year ended June 30, 2025.

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Public Employees Retirement System (PERS) (Continued)**

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

<u>Year Ended</u> <u>June 30,</u>	<u>Amount</u>
2024	(\$886,156.40)
2025	(207,764.40)
2026	1,846,818.60
2027	434,907.60
2028	652,873.60
	\$1,840,679.00

**Actuarial Assumptions**

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

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases	
Through 2026	2.75-6.55%
	Based on
	Years of Service
Investment Rate of Return	7.00%

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis.

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Public Employees Retirement System (PERS) (Continued)**

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

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

**Long-Term Rate of Return**

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

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

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Public Employees Retirement System (PERS) (Continued)**

**Discount Rate**

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

**Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate**

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

	June 30, 2023		
	1% Decrease <u>6.00%</u>	At Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
District's proportionate share of the pension liability	\$37,857,692.00	\$29,081,321.00	\$21,611,468.00

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 by visiting <http://www.state.nj.us/treasury/pensions>.

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Teachers Pensions and Annuity Fund (TPAF)**

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

The portion of the TPAF Net Pension Liability that was associated with the District recognized at June 30, 2024 was as follows:

Net Pension Liability:	
Districts proportionate share	\$-0-
State's proportionate share associated with the District	<u>257,452,499.00</u>
	<u><u>\$257,452,499.00</u></u>

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 June 30, 2022 which was rolled forward to June 30, 2023. The net pension liability associated with the District was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2023, the proportion of the TPAF net pension liability associated with the District was .5044856583% which was a decrease of .0186741995 percent from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the District recognized on-behalf pension expense and revenue of \$6,324,859 in the government-wide financial statements for contributions provided by the State. This pension expense and revenue was based on the pension plans June 30, 2023 measurement date.

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Teachers Pensions and Annuity Fund (TPAF) (Continued)**

**Actuarial Assumptions**

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

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

**Mortality Rate**

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

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Teachers Pensions and Annuity Fund (TPAF) (Continued)**

**Actuarial Assumptions (Continued)**

**Long-Term Expected Rate of Return (Continued)**

The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

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

<u>Assets Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00%	8.98%
Non-U.S. Developed Market Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Market Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Assets	3.00%	8.58%
Real Estate	8.00%	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**

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

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Teachers Pensions and Annuity Fund (TPAF) (Continued)**

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

Because the District's proportionate share of the net pension liability is zero, consideration of potential changes in the discount rate is not applicable to the District.

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Teachers Public and Annuity Fund (TPAF). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 by visiting <http://www.state.nj.us/treasury/pensions>



**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS – GASB 75**

**Plan Description and Benefits Provided**

The State Health Benefit Local Education Retired Employees Plan is a multiple-employer defined benefit OPEB plan, with 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 Postemployment Benefits Other Than Pensions*. The State Health Benefit Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A 52:14-17.32f. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a nonemployer contributing entity. According to N.J.S.A 52:14-17.32f, the State provides employer-paid coverage to employees who retire from a board of education or county college with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen Retirement System (PFRS), or the Alternate Benefit Program (ABP). Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

**Employees Covered by Benefit Terms**

The State Health Benefit Local Education Retired Employees Plan Membership covered by the benefit terms consisted of the following:

Active Plan Members	217,212
Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	152,383
Inactive Plan Members or Beneficiaries	
Not Yet Receiving Benefits	- 0 -
Total Plan Members	<u>369,595</u>

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Total Non-Employer OPEB Liability**

The portion of the total Non-Employer OPEB Liability that was associated with the District at June 30, 2024 was as follows:

Total OPEB Liability:	
District's Proportionate Share	\$-0-
State's Proportionate Share associated with the District	<u>251,463,599</u>
	<u><u>\$251,463,599</u></u>

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

The total Non-Employer OPEB liability was determined separately based on actual data of the District.

For the year ended June 30, 2024, the District recognized on-behalf post-employment expense and revenue of \$6,451,901.00 in the government-wide financial statements for contributions provided by the State. This expense and revenue was based on the plans June 30, 2023 measurement date.

At June 30, 2024, the District's proportion was .4802436734 percent, which was a decrease of .0077034339 from its proportion measured as of June 30, 2023.

The State, a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS, TPAF/ABP and PFRS participants. The District's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Consequently, the District did not recognize any portion of the collective Non-Employer OPEB liability on the Statement of Net Position.

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Actuarial Assumptions and Other Inputs**

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

	<u>June 30, 2023</u>		
	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Inflation – 2.5%			
Salary Increases	2.75-4.25%*	2.75-6.55%*	3.25-16.25%*

\*- Based on Years of Service

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

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

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Health Care Trend Assumptions**

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

**Discount Rate**

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

**Changes in the Total Non-Employer OPEB Liability**

Shown below are details regarding the total OPEB non-employer Liability associated with the District for the measurement period from June 30, 2022 to June 30, 2023:

Balance at 6/30/22		\$247,127,951
Changes for the year:		
Service cost	\$10,003,041	
Interest	8,856,241	
Differences between expected and actual experience	(8,353,851)	
Changes in assumptions or other inputs	506,847	
Membership Contributions	226,954	
Benefit payments - Net	(6,903,584)	
Net changes		4,335,648
Balance at 6/30/23		<u>\$251,463,599</u>

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Discount Rate**

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

	June 30, 2023		
	1.00% <u>Decrease (2.65%)</u>	At Discount Rate (3.65%)	1.00% <u>Increase (4.65%)</u>
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	\$294,797,899	\$251,463,599	\$216,671,187

**Sensitivity of the Total Non-Employer OPEB Liability to Changes in Healthcare Trends**

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

	June 30, 2023		
	1.00% <u>Decrease</u>	Healthcare Cost Trend Rate	1.00% <u>Increase</u>
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	\$208,753,556	\$251,463,599	\$307,349,801

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Non-Employer OPEB Liability**

At June 30, 2023, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's Non-Employer OPEB Liability associated with the District from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ 36,689,261	\$ 66,233,004
Changes of assumptions	35,758,441	69,394,964
Changes in proportion	<u>3,274,558</u>	<u>5,068,929</u>
	\$ <u>75,722,260</u>	\$ <u>140,696,897</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the State's proportionate share of the total Non-Employer OPEB Liability associated with the District will be recognized in OPEB expense as follows:

<u>Period Ended June 30,</u>	<u>Amount</u>
2024	(\$12,899,118)
2025	(\$12,899,118)
2026	(\$11,258,117)
2027	(\$6,784,654)
2028	(\$1,674,154)
Total Thereafter	<u>(\$19,459,475)</u>
	<u>(\$64,974,637)</u>

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 8:      ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Non-Employer OPEB Liability (Continued)**

In accordance with GASBS No. 75, the District's proportionate share of school retirees OPEB is zero. There is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources in the financial statements.

**State Health Benefit Local Education Retired Employee Plan Information**

The New Jersey Division of Pension and Benefits issues publicly available reports on the OPEB plan. Those reports may be obtained by writing to the Division of Pension and Benefits, PO Box 295, Trenton, NJ 08625-0295 or on their website at:

<http://www.state.nj.us/treasury/pensions/gasb-notices-opeb.shtml>

**NOTE 9:      LITIGATION**

The Board attorney's letter advises that there is no litigation, pending litigation, claims, contingent liabilities, unasserted claims or assessments or statutory violations which involve the Board of Education and which might materially affect the Board's financial position.

**NOTE 10:     CONTINGENCIES**

The District receives financial assistance from the State of New Jersey and the U.S. Government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. The State and Federal grants received and expended in the 2023-2024 fiscal year were subject to the Uniform Guidance and New Jersey OMB Circular 15-08 which mandates that grant revenues and expenditures be audited in conjunction with the District's annual audit if expenditures for federal or state programs exceed \$750,000. Findings and questioned costs, if any, relative to federal and state financial assistance programs are discussed in the Single Audit Section, Schedule of Findings and Questioned Costs. In addition, all grants and cost reimbursements are subject to financial and compliance audits by the grantors. The District's management does not believe any such audit would result in material amounts of disallowed costs.

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 11: RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions, injuries to employees; and natural disasters. The District maintains commercial coverage covering each of those risks of loss. The administration believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

**New Jersey Unemployment Compensation Insurance** - The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method." Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. Charges are applied to the Unemployment Compensation Claims Payable first and any remaining charges are applied to the Unemployment Compensation budget appropriation. The following table is a summary of District contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the District's Unemployment Compensation Claims Payable and Unemployment Restricted Fund Balance for the current and previous two years:

Year Ended June 30,	Interest and Employer Contributions	Employee Contributions	Amount Reimbursed	Ending Balance	Analysis of Balance	
					Unemployment Insurance Payable	Restricted Fund Balance
2024	\$4,945	\$125,710	\$127,535	\$1,505,087	\$99,619	\$1,405,468
2023	5,072	133,109	191,601	1,501,966	101,443	1,400,523
2022	5,369	119,739		1,555,387	159,936	1,395,451



**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 12: FUND BALANCE APPROPRIATED**

**General Fund** The table below reflects the District's Fund Balance at June 30, 2024 on both a GAAP (Exhibit B-1) and Budgetary (Exhibit C-1) basis including the required adjustment related to the last state aid payment which under GAAP is not recognized:

	<u>Budgetary</u> <u>Basis</u>	<u>Adjustment</u>	<u>GAAP</u> <u>Basis</u>
Restricted:			
Excess Surplus:			
Designated for Subsequent			
Year's Expenditures	\$ 1,970	\$ (1,970)	\$
Current Year	1,500,000	(1,500,000)	
Emergency Reserve	725,000		725,000
Maintenance Reserve	949,999		949,999
Capital Reserve	3,282,037	(3,040,819)	241,218
Unemployment Compensation	1,405,468		1,405,468
Assigned:			
Designated for Subsequent			
Year's Expenditures	2,495,328		2,495,328
Encumbrances	1,464,712		1,464,712
Unassigned	4,603,941		4,603,941
	\$ <u>16,428,454</u>	\$ <u>(4,542,789)</u>	\$ <u>11,885,665</u>

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 13:     CALCULATION OF EXCESS SURPLUS- BUDGETARY BASIS**

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 reserve General Fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. Based on the calculation, the Union School District has \$1,500,000 excess fund balance resulting from the year ended June 30, 2024.

General Fund Expenditures	
Fiscal Year Ended June 30, 2024	\$185,388,843
Add:	
Transfer from Capital Reserve to Capital Projects Fund	680,856
Transfer from General Fund to SRF for PreK	450,180
Less:	
On-behalf TPAF Pension and Social Security Reimbursement and assets acquired under installment purchases	<u>30,834,384</u>
Adjusted General Fund Expenditures	155,685,496
Excess Surplus Percentage	2.00%
2% of Adjusted 2022-23 General Fund Expenditures	<u>3,113,710</u>
Add: Allowable Adjustments	1,490,231
Maximum Unreserved/Undesignated Fund Balance	4,603,941
Actual Unassigned/Undesignated Fund Balance	<u>6,103,941</u>
Excess Surplus	<u><u>\$1,500,000</u></u>

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 14:     CAPITAL RESERVE ACCOUNT**

A capital reserve account was originally established by the Township of Union School District by inclusion of \$1,401,000 in the 2000-2001 school year, for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP. The budgetary basis activity of the capital reserve for the year ending June 30, 2024 is as follows:

Balance, June 30, 2023		\$1,374,340
Deposits:		
Interest Earnings	\$66,775	
Board Resolution	<u>2,521,778</u>	
		<u>2,588,553</u>
		3,962,893
Withdrawals:		
Current Year Budget		<u>680,856</u>
Balance, June 30, 2024		<u><u>\$3,282,037</u></u>

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 15: MAINTENANCE RESERVE**

In accordance with N.J.S.A. 18A:7G-13, a Maintenance reserve account was established by the District. The Maintenance reserve account is maintained in the general fund.

A district board of education or board of school estimate, as appropriate, may increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget certified for taxes.

A district board of education or board of school estimate, as appropriate, may by resolution withdraw such funds from the maintenance reserve account and appropriate into the required maintenance account lines at budget time or any time during the year for use on required maintenance activities for a school facility as reported in the comprehensive maintenance plan pursuant to N.J.A.C. 6A:26A-4.

The district board of education shall ensure that the maintenance reserve account balance does not, at any time, exceed four percent of the replacement cost of the school district's school facilities for the current year. If the account exceeds this maximum amount at June 30, the district board of education shall reserve and designate such excess in the subsequent year's budget.

The activity of the maintenance reserve for the year ending June 30, 2024 is as follows:

Balance, June 30, 2023	\$950,000
Withdrawals:	
Current Year Budget	<u>1</u>
Balance, June 30, 2024	<u><u>\$949,999</u></u>

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 16: EMERGENCY RESERVE**

An emergency reserve was established by the Township of Union School District for the accumulation of funds for use as emergency expenditures in subsequent fiscal years. The emergency reserve account is maintained in the general fund and its activity is included in the general fund annual budget. The emergency reserve account is used to fund unanticipated general fund current expense costs and may be established to supplement the reserve in the district's annual budget or through a transfer by board resolution at year end of any unanticipated revenue and unexpended line item appropriation amounts in accordance with N.J.S.A. 18A:7F-41.

The activity of the emergency reserve for the year ending June 30, 2024 is as follows:

Balance June 30, 2023 and 2024	<u>\$725,000</u>
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**NOTE 17: DEFERRED COMPENSATION**

The District offers its employees a choice of the deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. The plans 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. Since the District does not have any property or rights to the plan assets and no fiduciary relationship exists between the District and the deferred compensation plan, the plan assets are not included in the District's financial statements as of June 30, 2024.

**NOTE 18: INVENTORY**

Inventory in the Food Service Fund at June 30, 2024 consisted of the following:

Food and Supplies	<u>\$56,570</u>
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The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Act amendments of 1996) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements.

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 19: DEFICIT FUND BALANCES**

The District has a deficit fund balance of \$658,152 in the Special Revenue Fund as of June 30, 2024 as reported in the fund statements (modified accrual basis).

N.J.S.A 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last state aid payment as revenue, in the current budget year. The statute provides legal authority for school districts to recognize this revenue in the current budget year.

For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditures, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability.

Since the State is recording the last state aid payment in the subsequent fiscal year, the school district cannot recognize the last two state aid payments on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the last state aid payment, the fund balance deficits in the General and Special Revenue Funds do not alone indicate that the District is facing financial difficulties. Pursuant to P.L. 2003, c.97, any negative unreserved, undesignated general fund balance that is reported as a direct result from the delay in the payment of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action.

**NOTE 20: INTERFUND RECEIVABLES AND PAYABLES**

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

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
General Fund		\$877,774
Special Revenue Fund	\$506,551	
Capital Projects Fund	104,528	
Enterprise Funds	266,695	
	<u>\$877,774</u>	<u>\$877,774</u>

All balances resulted from the time lag between the dates that short-term loans were disbursed and payments between funds were received.

**Township of Union School District**  
**Notes to the Financial Statements**  
**June 30, 2024**

**NOTE 21: TAX ABATEMENT**

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district. The District has identified tax abatement agreements that have been entered into that require disclosure under this statement. It is important to note that the District Tax Levy is guaranteed to be paid in full by the municipalities and that the District collected its full tax levy for Fiscal Year 2024.

**NOTE 22: SUBSEQUENT EVENTS**

The District has evaluated subsequent events occurring after the financial statement date through December 12, 2024 which is the date the financial statements were available to be issued. Based upon this evaluation, the District has determined that no subsequent events needed to be disclosed.

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**REQUIRED SUPPLEMENTARY INFORMATION - Part II**

## **BUDGETARY COMPARISON SCHEDULES**

EXHIBIT "C-1"  
SHEET #1

TOWNSHIP OF UNION SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS AND AMENDMENTS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE/ (UNFAVORABLE)</u>
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$101,603,143		\$101,603,143	\$101,603,143	
Tuition from Individuals	50,000		50,000		(\$50,000)
Unrestricted Miscellaneous Revenues	109,000		109,000	1,484,873	1,375,873
Interest Earned on Current Expense Emergency Res	1		1		(1)
Interest Earned on Maintenance Reserve	1		1		(1)
Interest Earned on Capital Reserve Funds				66,775	66,775
Other Restricted Miscellaneous Revenues				4,945	4,945
Total Local Sources	101,762,145		101,762,145	103,159,736	1,397,591
State Sources:					
Categorical Transportation Aid	1,894,809		1,894,809	1,894,809	
Extraordinary Aid	3,500,000		3,500,000	4,841,446	1,341,446
Categorical Special Education Aid	7,902,964		7,902,964	7,902,964	
Equalization Aid	35,728,306		35,728,306	35,728,306	
Categorical Security Aid	423,870		423,870	423,870	
Other State Aids		\$2,000,000	2,000,000	2,481,733	481,733
On-behalf TPAF Contributions-non-budgeted				20,197,004	20,197,004
On-behalf TPAF N.C.G.I.-non-budgeted				230,336	230,336
Reimbursed TPAF Social Security Contribution-non-budgeted				4,561,388	4,561,388
Post Retirement Medical-non budgeted				5,559,574	5,559,574
Long Term Disability Insurance				8,169	8,169
Total State Sources	49,449,949	2,000,000	51,449,949	83,829,599	32,379,650
Federal Sources:					
Medicaid Reimbursement	196,580		196,580	203,727	7,147
Total Federal Sources	196,580		196,580	203,727	7,147
Total Revenues	\$151,408,674	\$2,000,000	\$153,408,674	\$187,193,062	\$33,784,388
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE:</b>					
Instruction - Regular Programs:					
Kindergarten	\$1,936,014	(\$49,961)	\$1,886,053	\$1,877,629	\$8,425
Grades 1-5	13,958,175	(520,474)	13,437,701	13,437,644	57
Grades 6-8	9,227,075	21,107	9,248,182	9,248,182	
Grades 9-12	12,708,419	(252,578)	12,455,841	12,455,831	10
Regular programs - home instruction:					
Salaries of teachers	73,951	412,573	486,524	486,524	
Purchased professional educational services	\$67,000	(\$25,800)	\$41,200	\$40,400	\$800

TOWNSHIP OF UNION SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Regular programs - undistributed instruction:					
Other salaries for instruction		\$46,313	\$46,313	\$46,210	\$103
Purchased professional - educational services	602,000	4,680,508	5,282,508	5,282,136	372
Purchased technical services	965,328	(40,500)	924,828	917,196	\$7,632
Other purchased services (400 - 500 series)	398,255	(14,363)	383,892	361,696	22,196
General supplies	1,066,744	(147,956)	918,788	821,983	96,805
Textbooks	835,215	(224,269)	610,946	575,267	35,678
Total regular programs	41,838,176	3,884,599	45,722,774	45,550,697	172,078
Instruction - Special Education:					
Learning and/or Language Disabilities:					
Salaries of Teachers	707,144	44,453	751,597	750,698	899
Other salaries for instruction		34,609	34,609	34,609	
General Supplies	4,000	(3,780)	220	213	7
Total Learning and/or Language Disabilities	711,144	75,282	786,426	785,519	906
Behavioral Disabilities:					
Salaries of Teachers	374,921	59,340	434,261	434,132	129
Other Salaries for Instruction	56,858		56,858	56,858	
General Supplies	2,000	(460)	1,540	1,467	73
Total Behavioral Disabilities	433,779	58,880	492,659	492,457	202
Multiple Disabilities:					
Salaries for Teachers	412,483	38,603	451,086	451,018	68
Other Salaries for Instruction	54,417	(6,822)	47,595	47,595	
General Supplies	17,350	10,000	27,350	19,940	7,410
Total Multiple Disabilities	484,250	41,781	526,031	518,553	7,478
Resource Room / Resource Center:					
Salaries of Teachers	7,420,721	(115,146)	7,305,575	7,294,396	11,180
Other salaries for instruction	56,567	(12,384)	44,184	44,183	1
General Supplies	2,400	(2,130)	270	265	5
Total Resource Room / Resource Center	7,479,688	(129,659)	7,350,029	7,338,843	11,185
Autism:					
Salaries of Teachers	560,545	222,357	782,902	780,581	2,321
Other Salaries for Instruction		16,337	16,337	16,337	
General Supplies	27,750	6,450	34,200	32,469	1,731
Total Autism	\$588,295	\$245,144	\$833,439	\$829,386	\$4,052

TOWNSHIP OF UNION SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Preschool Disabilities - Full - Time:					
Salaries of Teachers	\$694,050	(\$32,811)	\$661,239	\$661,239	
Other Salaries for Instruction	5,000	60,352	65,352	65,352	
Supplies and Materials	4,800	(400)	4,400	4,391	\$9
Total Preschool Disabilities - Full - Time	703,850	27,141	730,991	730,982	9
Total Special Education	10,401,006	318,569	10,719,575	10,695,571	24,003
Basic Skills / Remedial:					
Salaries of Teachers	586,596	(101,324)	485,272	483,767	1,505
Total Basic Skills / Remedial	586,596	(101,324)	485,272	483,767	1,505
Bilingual Education Instruction:					
Salaries of Teachers	404,681	(4,298)	400,383	396,034	4,349
Total Bilingual Education Instruction	404,681	(4,298)	400,383	396,034	4,349
Vocational Programs Local Instruction:					
Other Purchased Services (400-500 series)	3,000		3,000	1,767	1,233
General Supplies	11,738		11,738	6,571	5,167
Total Vocational Programs Local Instruction	14,738		14,738	8,339	6,399
School Sponsored Co-Curricular Activities:					
Salaries	245,998	3,495	249,493	249,493	
Supplies and Materials	3,100		3,100		3,100
Other Objects	31,180	(3,254)	27,926	12,527	15,399
Total School Sponsored Co-Curricular Activities	280,278	241	280,519	262,020	18,499
School Sponsored Athletics:					
Salaries	710,496	13,284	723,780	723,780	
Purchased Services (300-500 Series)	161,270		161,270	154,541	6,729
Supplies and Materials	111,720		111,720	108,782	2,938
Other Objects	24,650		24,650	24,223	428
Total School Sponsored Athletics	1,008,136	13,284	1,021,420	\$1,011,326	10,094
Before/After School Programs Instruction:					
Salaries of Teachers	100,000	(100,000)			
Total Before/After School Programs Instruction	100,000	(100,000)			
Total Before/After School Programs	\$100,000	(\$100,000)			

TOWNSHIP OF UNION SCHOOL DISTRICT  
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FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Total Other Instructional Programs	\$2,394,429	(\$192,097)	\$2,202,332	\$2,161,486	\$40,846
Total - Instruction	54,633,611	4,011,070	58,644,681	58,407,753	236,927
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEA's within the State - Regular	50,000	(17,119)	32,881	32,881	
Tuition to Other LEA's within the State - Special	6,286,357	323,600	6,609,957	6,609,279	679
Tuition to County Vocational School District - Regular	867,000	(12,000)	855,000	853,800	1,200
Tuition to County Vocational School District - Sp Ed	32,000	9,928	41,928	39,200	2,728
Tuition to CSSD & Regional Day Schools	170,000	(164,135)	5,865	5,865	
Tuition to Private Schools for the Handicapped w/in State	8,494,905	1,939	8,496,844	8,496,844	
Tuition - State Facilities	91,150		91,150	91,150	
Tuition - Other		893,844	893,844	893,844	
Total Undistributed Expenditures - Instruction	15,991,412	1,036,057	17,027,469	17,022,863	4,607
Attendance and Social Work Services:					
Salaries	225,380	(12,042)	213,338	213,338	
Purchased Professional and Technical Services	97,000	(97,000)			
Other Objects	500	(207)	293	167	126
Total Attendance and Social Work Services	322,880	(109,249)	213,631	213,505	126
Health Services:					
Salaries	928,970	9,631	938,601	938,600	1
Purchased Professional and Technical Services	62,124	(138)	61,986	61,986	
Supplies and Materials	14,553	(3,170)	11,383	11,376	7
Total Health Services	1,005,647	6,323	1,011,970	1,011,962	8
Other Support Services - Speech, OT, PT & Related Services:					
Salaries	1,896,724	(79,701)	1,817,023	1,815,556	1,467
Purchased Professional - Educational Services	4,016,000	371,523	4,387,523	4,387,523	
Supplies and Materials	48,000	12,400	60,400	59,148	1,252
Total Other Support Services - Speech, OT, PT & Related Services	5,960,724	304,223	6,264,947	6,262,227	2,719
Other Support Services - Students - Extra Services					
Salaries	2,993,501	(691,427)	2,302,074	2,269,073	33,000
Total Other Support Services - Students - Extra Services	\$2,993,501	(\$691,427)	\$2,302,074	\$2,269,073	\$33,000

TOWNSHIP OF UNION SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Guidance:					
Salaries of Other Professional Staff	\$2,599,701	(\$203,263)	\$2,396,438	\$2,396,437	\$1
Salaries of Secretarial and Clerical Assistants	302,405	(752)	301,653	301,653	
Supplies and Materials	600		600	138	462
Other Objects	5,565		5,565	5,082	483
Total Guidance	2,908,271	(204,015)	2,704,256	2,703,309	946
Child Study Teams:					
Salaries of Other Professional Staff	2,997,204	68,044	3,065,248	3,064,883	365
Salaries of Secretarial and Clerical Assistants	319,001	(69,576)	249,425	247,919	1,506
Salaries of ABA In Home Therapy	4,100	1,831	5,931	4,561	1,370
Purchased Professional Educational Services	173,330	(48,660)	124,670	124,660	10
Other Purchased Services (400-500 series)	7,000		7,000	6,185	815
Other Objects	1,500	(400)	1,100	1,096	4
Total Child Study Teams	3,502,135	(48,761)	3,453,374	3,449,304	4,071
Improvement of Instruction Services					
Other Support Services - Instructional Staff:					
Salaries of Supervisors of Instruction	1,465,479	(46,750)	1,418,729	1,418,728	
Salaries of Other Professional Staff	60,826	(50,026)	10,800	10,800	
Salaries of Secretarial and Clerical Assts.	163,627	106,878	270,505	270,070	435
Supplies and materials	46,800	15,422	62,222	62,222	
Other Objects	3,393		3,393	3,128	265
Total Improvement of Instruction Services / Other Support Services - Instructional Staff	1,740,125	25,524	1,765,649	1,764,948	700
Educational Media Services / School Library:					
Salaries	690,347	377	690,724	685,383	5,340
Other Objects	13,500	(13,500)			
Total Educational Media Services / School Library	\$703,847	(\$13,123)	\$690,724	\$685,383	\$5,340

TOWNSHIP OF UNION SCHOOL DISTRICT  
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COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS AND AMENDMENTS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE/ (UNFAVORABLE)</u>
Instructional Staff Training Services:					
Other Salaries	\$31,147	(\$29,287)	\$1,860	\$998	\$862
Other Purchased Professional - Educational Services	16,000	90,806	106,806	105,406	1,400
Other Purchased Services (400- 500)	10,000	(2,434)	7,566	7,566	
Total Instructional Staff Training Services	<u>57,147</u>	<u>59,085</u>	<u>116,232</u>	<u>113,970</u>	<u>2,262</u>
Support Services General Administration:					
Salaries	998,228	(204,109)	794,119	791,275	2,843
General Admin. Salaries-Governance Staff (AOE Direct Reports Only)	5,072	(1)	5,072	4,393	678
Unused Vacation Payment to Terminated/Retired Staff		19,321	19,321	19,321	
Legal Services	700,000	(102,943)	597,057	510,875	86,182
Expenditure and Internal Control Audit Fees	65,000	(21,840)	43,160	43,160	
Architectural/Engineering Services	32,818	27,696	60,514	44,566	15,948
Other Purchased Professional Services	12,800	27,865	40,665	39,318	1,347
Other Purchased Technical Services	2,000		2,000	1,888	112
Communications / Telephone	333,563	(46,197)	287,366	271,790	15,577
Miscellaneous Expenditures	1,114,159	(170,769)	943,390	941,577	1,812
General Supplies	22,050	(4,356)	17,694	17,694	
BOE In- House Training/ Meeting Supplies	8,000	(7,565)	435	435	
Judgements against the District	725,000	74,974	799,974	799,974	
Miscellaneous Expenditures	18,001	29,143	47,144	47,144	
BOE Membership Dues and Fees	36,000	(6,829)	29,171	29,171	
Total Support Services General Administration	<u>4,072,691</u>	<u>(385,609)</u>	<u>3,687,082</u>	<u>3,562,584</u>	<u>124,498</u>
Support Services School Administration:					
Salaries of Principals / Asst. Principals	3,186,022	(83,157)	3,102,865	3,102,865	
Salaries of Other Professionals	792,918	(62,936)	729,982	729,981	
Salaries of Secretarial and Clerical Assistants	1,374,801	30,280	1,405,081	1,405,080	
Other Salaries	4,120	1,238	5,358	5,358	
Unused Vacation Payment to Terminated/Retired Staff		18,666.75	18,666.75	18,666.75	
Purchased Professional and Technical Services	5,000	(5,000)			
Other Purchased Services(400-500 series)	10,000	1,101	11,101	6,879	4,222
Supplies and Materials	94,906	(28,420)	66,486	63,800	2,686
Other Objects	97,650	(22,968)	74,682	74,019	663
Total Support Services School Administration	<u>\$5,565,417</u>	<u>(\$151,196)</u>	<u>\$5,414,221</u>	<u>\$5,406,649</u>	<u>\$7,572</u>



TOWNSHIP OF UNION SCHOOL DISTRICT  
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COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS AND AMENDMENTS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE/ (UNFAVORABLE)</u>
Central Service:					
Salaries	\$972,026	(\$84,199)	\$907,827	\$907,826	\$1
Unused Vacation Payment to Terminated/Retired Staff		23,921	23,921	23,921	
Purchased Professional Services	80,500	14,117	94,617	88,111	6,507
Misc. Purch Services (400-500)	17,500	(11,635)	5,865	5,865	
Supplies and Materials	30,211	1,677	31,888	31,888	
Miscellaneous Expenditures	10,000	1,429	11,429	11,429	
Total Central Service	<u>1,110,237</u>	<u>(34,690)</u>	<u>1,075,547</u>	<u>1,069,039</u>	<u>6,508</u>
Administrative Information Technology:					
Salaries	824,336	6,176	830,512	823,632	6,880
Other Purchased Services	73,500	(69,222)	4,278	4,278	
Supplies and Materials	25,000	(9,713)	15,287	15,287	
Total Administrative Information Technology	<u>922,836</u>	<u>(72,759)</u>	<u>850,077</u>	<u>843,197</u>	<u>6,880</u>
Required Maintenance for School Facilities:					
Salaries	1,291,388	(126,075)	1,165,313	1,164,522	791
Unused Vacation Payment to Terminated/Retired Staff		17,529.99	17,529.99	17,529.99	
Cleaning, Repair and Maintenance Services	495,828	(31,774)	464,054	443,079	20,975
General Supplies	356,608	(178,575)	178,033	171,087	6,946
Other Objects	70,000	(19,215)	50,785	48,285	2,500
Total Required Maintenance for School Facilities	<u>\$2,213,824</u>	<u>(\$338,108)</u>	<u>\$1,875,716</u>	<u>\$1,844,503</u>	<u>\$31,213</u>

TOWNSHIP OF UNION SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Custodial Services:					
Salaries	\$3,461,722	(\$109,971)	\$3,351,751	\$3,350,870	\$881
Salaries of Non-Instructional Aides	323,139	4,698	327,837	320,460	7,377
Purchased Professional and Technical Services	34,000	(2,496)	31,504	29,704	1,800
Cleaning, Repair and Maintenance Services	160,000	5,770	165,770	150,000	15,770
Other Purchased Property Services	149,000		149,000	142,014	6,986
General Supplies	153,000	60,417	213,417	152,107	61,309
Energy (Natural Gas)	639,000		639,000	568,031	70,969
Energy (Heat and Electricity)	1,055,000	(247,417)	807,583	511,712	295,871
Interest - Energy Savings Impr Prog Bonds	464,700		464,700	464,700	
Principal - Energy Savings Impr Prog Bonds	425,000		425,000	425,000	
Total Custodial Services	6,864,561	(288,998)	6,575,563	6,114,599	460,963
Care and Upkeep of Grounds:					
Salaries	267,388	14,658	282,046	278,723	3,324
Cleaning, Repair And Maintenance	35,000	(6,220)	28,780	20,090	6,690
General Supplies	43,520	(11,225)	32,295	24,754	7,541
Total Care and Upkeep of Grounds	345,908	(4,787)	341,121	323,567	17,555
Security:					
Salaries	1,364,151	266,293	1,630,444	1,614,439	16,005
Purchased Professional and Technical Services	115,704	(2,511)	113,193	110,722	2,471
Cleaning, Repair, and Maintenance Services	5,000	(5,000)			
General Supplies	30,100	(21,370)	8,730	8,730	
Other Objects	139,071	102,048	241,119	237,744	3,375
Total Security	\$1,654,026	\$339,459	\$1,993,485	\$1,971,634	\$21,851

EXHIBIT "C-1"  
SHEET #9

TOWNSHIP OF UNION SCHOOL DISTRICT  
GENERAL FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Student Transportation Services:					
Salaries of Non-Instructional Aides	\$777,571	(\$40,916)	\$736,655	\$736,654	
Salaries for Pupil Transportation (Between Home and School) - Regular	1,713,610	28,123	1,741,733	1,741,732	\$1
Salaries (Other than H & S)	30,000	34,139	64,139	64,139	
Unused Vacation Payment to Terminated/Retired Staff		17,215	17,215	17,215	
Management Fee- ESC & CTSA Trans. Program	150,000	193,604	343,604	343,604	
Transportation- Other Purchased Prof & Tech	15,000	(3,514)	11,486	11,486	
Cleaning, Repair and Maintenance Services	168,100	(78,196)	89,904	89,904	
Lease Payments	411,996	(64,731)	347,265	347,265	
Contracted Services - Aid in Lieu Payments-NonPub Sch	450,000	35,760	485,760	446,774	38,986
Contracted Services - Aid in Lieu Payments-Charter Sch	60,000	(42,462)	17,539	9,384	8,155
Contract. Serv. - Aid in Lieu Pymts-Choice Sch	75,000	(14,945)	60,055	58,891	1,165
Contracted Services (Other than Between Home and School) - Vendors	134,477	(61,816)	72,661	14,460	58,202
Contract. Serv.(Reg. Students)-ESCs & CTSA's	100,000	(100,000)			
Contracted Services -(Spec.Ed. Students) - ESCs & CTSA's	7,954,580	504,146	8,458,726	8,458,726	
General Supplies	25,000	(9,044)	15,956	15,956	
Transportation Supplies	205,000	(21,923)	183,077	181,528	1,549
Other Objects	3,300		3,300	1,275	2,025
Total Student Transportation Services	12,273,634	375,441	12,649,075	12,538,993	110,082
Allocated Benefits - Employee Benefits:					
Unused vacation pay to Terminated/Retired Staff		161,325	161,325	161,325	
Unused vacation Pay to Terminated/Retired Staff		8,325	8,325	8,325	
Unused vacation Pay to Terminated/Retired Staff		27,595.00	27,595.00	27,595.00	
Unused vacation Pay to Terminated/Retired Staff		8,525	8,525	8,525	
Total Allocated Benefits - Employee Benefits		205,770	205,770	205,770	
Unallocated Benefits - Employee Benefits:					
Social Security Contributions	1,900,000	(180,774)	1,719,226	1,719,225	1
Other Retirement Contributions - PERS	2,500,000	(443,277)	2,056,723	2,011,880	44,843
Other Retirement Contributions - Regular	86,000	(27,219)	58,781	58,781	
Workmen's Compensation	1,079,804	(83,848)	995,956	963,528	32,428
Health Benefits	23,300,704	(2,221,948)	21,078,756	20,175,768	902,988
Tuition Reimbursements	100,000	(15,501)	84,499	84,499	
Unused sick payment	300,000	(300,000)			
Total Unallocated Benefits - Employee Benefits	\$29,266,508	(\$3,272,566)	\$25,993,942	\$25,013,682	\$980,260

TOWNSHIP OF UNION SCHOOL DISTRICT  
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FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS AND AMENDMENTS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE/ (UNFAVORABLE)</u>
On-Behalf TPAF Contributions (Non-Budgeted):					
On-behalf TPAF Contributions-non-budgeted				\$20,197,004	(\$20,197,004)
On-behalf TPAF N.C.G.I.-non-budgeted				230,336	(230,336)
Post Retirement Medical-non budgeted				5,559,574	(5,559,574)
Reimbursed TPAF Social Security Contribution-non-budgeted				4,561,388	(4,561,388)
Long Term Disability Insurance				8,169	(8,169)
Total TPAF Pension/Social Security				30,556,471	(30,556,471)
Total Undistributed Expenditures	\$99,475,331	(\$3,263,408)	\$96,211,924	124,947,234	(28,735,310)
Interest Earned on Maintenance Reserve	1		1		1
Interest Earned on Current Expense Emergency Res	1		1		1
Total General Current Expense	2		2		2
TOTAL EXPENDITURES - CURRENT EXPENSE	154,108,944	747,663	154,856,607	183,354,987	(28,498,381)
CAPITAL OUTLAY:					
Equipment:					
Grades 1-5	37,675	(16,602)	21,073	17,545	3,528
Grades 6-8	26,000	33,985	59,985	56,270	3,714
Grades 9-12 - Equipment	33,400	(2,445)	30,955	30,955	
School Sponsored and Other Instructional Program	28,700		28,700	5,328	23,372
Undistributed Expenditures - Instruction	3,325	(3,325)			
Undist. Expend.-Support Serv. - Child Study Teams	4,000	(2,000)	2,000		2,000
Undistributed-Admin. Info Technology		21,800	21,800	21,587	213
Undistributed-Req. Maint. For Schools	40,000	108,153	148,153	142,218	5,935
Undistributed-Custodial Services	63,000	(38,858)	24,142	22,151	1,991
Undist. Expend. - Care and Upkeep of Grounds	67,000	(57,548)	9,452	6,492	2,960
Undistributed-Security	40,818	(32,107)	8,711	2,890	5,821
School Buses - Regular		105,045	105,045	87,561	17,484
Total Equipment	343,918	116,097	460,015	392,998	67,018
Facilities Acquisition and Construction Services:					
Architectural/engineering services	40,180	71,569	111,749	45,940	65,809
Construction services	135,000	2,065,187	2,200,187	1,215,546	984,642
Assessment for Debt Service on SDA Funding	101,460		101,460	101,460	
Total Facilities Acquisition and Construction Services	\$276,640	\$2,136,756	\$2,413,396	\$1,362,946	\$1,050,451

TOWNSHIP OF UNION SCHOOL DISTRICT  
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IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS AND AMENDMENTS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE/ (UNFAVORABLE)</u>
Assets acquired under installment purchases (non-budgeted)					
Undistributed expenditures:					
Equipment				\$277,913	(\$277,913)
Total assets acquired under capital leases (non-budgeted)				277,913	(277,913)
TOTAL CAPITAL OUTLAY	\$620,558	\$2,252,854	\$2,873,412	2,033,856	839,555
Transfer of funds to charter schools	1,000,517.00	(1,000,517.00)			
TOTAL EXPENDITURES	\$155,730,019	\$2,000,000	\$157,730,018	\$185,388,843	(\$27,658,826)
Excess (deficiency) of revenues over (under) expenditures	(4,321,345)		(4,321,344)	1,804,219	6,125,563
Other financing sources (uses)					
Transfers to grants and entitlements - Local Contribution	(450,180)		(450,180)	(450,180)	
Capital Reserve - Transfer to Capital Projects		(680,856)	(680,856)	(680,856)	
Proceeds from Installment Purchases (non-budgeted)				277,913	277,913
Total other financing sources	(450,180)	(680,856)	(1,131,036)	(853,123)	277,913
Excess of revenues and other financing sources over expenditures and other expenditures and other financing sources	(4,771,525)	(680,856)	(5,452,381)	951,096	6,403,476
Fund balances, July 1	15,477,358		15,477,358	15,477,358	
Fund balances, June 30	\$10,705,833	(\$680,856)	\$10,024,977	\$16,428,454	\$6,403,476
Recapitulation:					
Assigned - year-end encumbrances				\$1,464,712	
Restricted - excess surplus - current year				1,500,000	
Restricted - excess surplus - designated for subsequent year's expenditures				1,970	
Restricted - capital reserve				3,282,037	
Restricted - maintenance reserve				949,999	
Restricted - emergency reserve				725,000	
Restricted - unemployment				1,405,468	
Unassigned fund balance				4,603,941	
Assigned - designated for subsequent years expenditures				2,495,328	
				\$16,428,454	
Reconciliation to governmental funds statements (GAAP):					
Prior Year aid payment not recognized on GAAP basis				(4,542,789)	
Fund balance per governmental funds (GAAP)				\$11,885,665	

TOWNSHIP OF UNION SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
SPECIAL REVENUE FUND  
FOR FISCAL YEARS ENDED JUNE 30, 2024

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
REVENUES:					
State sources	\$8,076,982	\$876,309	\$8,953,291	\$8,136,717	\$816,574
Federal sources	2,924,286	3,711,335	6,635,621	6,531,929	103,691
Other sources		2,130,814	2,130,814	910,072	1,220,741
Total revenues	<u>\$11,001,268</u>	<u>\$6,718,457</u>	<u>\$17,719,725</u>	<u>\$15,578,718</u>	<u>\$2,141,007</u>
EXPENDITURES:					
Instruction:					
Salaries of teachers	\$2,254,906	\$497,642	\$2,752,547	\$2,742,443	\$10,104
Other salaries for instruction	595,152	1,725	596,877	570,113	26,763
Purchased professional & technical services		919,708	919,708	897,185	22,523
Other purchased services		140,456	140,456	130,327	10,130
Tuition	1,719,398	1,588,732	3,308,130	3,308,129	1
General supplies	1,026,899	(391,682)	635,217	544,879	90,338
Textbooks		31,622	31,622	31,008	614
Other objects		488,386	488,386	41,967	446,419
Total instruction	<u>5,596,355</u>	<u>3,276,589</u>	<u>8,872,943</u>	<u>8,266,052</u>	<u>606,891</u>
Support services:					
Other Salaries	106,336	246,720	353,056	347,127	5,929
Salaries of Supervisors of Instruction	94,950	10,334	105,284	105,284	
Salaries of Principals/Program Directors	186,323	12,209	198,532	196,339	2,193
Salaries of Other Professional Staff	390,342	4,762	395,104	392,862	2,242
Salaries of Secretarial and Clerical Assistants	112,463	(71)	112,392	112,392	
Other Salaries	25,644		25,644	25,644	
Salaries of Family/Parent Liaison & Parent Specialist	85,928		85,928	85,928	
Salaries of Master Teachers	209,519		209,519	209,519	
Purchased professional & technical services	72,000	286,463	358,463	198,724	159,739
Purchased professional & educational services	2,364,900	47,178	2,412,078	2,370,787	41,291
Personal services - employee benefits	1,076,978	292,634	1,369,612	1,369,612	
Other purchased services	51,000	55,563	106,563	59,181	47,382
Supplies and materials	205,000	323,572	528,572	296,972	231,601
Scholarships		435,784	435,784	91,800	343,984
Student Activities		1,078,828	1,078,828	598,661	480,167
Other objects	23,710		23,710	6,697	17,013
Total support services	<u>5,005,093</u>	<u>2,793,976</u>	<u>7,799,069</u>	<u>6,467,528</u>	<u>1,331,541</u>
Facilities acquisition & construction services:					
Instructional Equipment	250,000	85,790	335,790	90,412	245,378
Non-Instructional Equipment	600,000	562,103	1,162,103	1,126,129	35,973
	<u>850,000</u>	<u>647,893</u>	<u>1,497,893</u>	<u>1,216,541</u>	<u>281,351</u>
Total expenditures	<u>11,451,448</u>	<u>6,718,457</u>	<u>18,169,905</u>	<u>15,950,122</u>	<u>2,219,783</u>
Other Financing Sources (Uses):					
Transfer from General Fund	450,180		450,180	450,180	
Total Other Financing Sources (Uses)	<u>450,180</u>		<u>450,180</u>	<u>450,180</u>	
Total expenditures and other financing sources (uses)	<u>11,001,268</u>	<u>6,718,457</u>	<u>17,719,725</u>	<u>15,499,942</u>	<u>2,219,783</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$-0-</u>	<u>\$-0-</u>	<u>\$-0-</u>	<u>78,776</u>	<u>\$78,776</u>
Fund Balance, July 1				<u>745,374</u>	
Fund Balance, June 30				<u>\$824,151</u>	
Recapitulation of Balance:					
Restricted:					
Scholarships				\$343,984	
Student Activities				480,167	
Total Fund Balance				<u>\$824,151</u>	

TOWNSHIP OF UNION SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
BUDGET TO GAAP RECONCILIATION  
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	GENERAL FUND	SPECIAL REVENUE FUND
<b>Sources/inflows of resources</b>		
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	\$187,193,062	\$15,578,718
Difference - budget to GAAP Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and related revenue is recognized.		1,772,967
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	3,804,017	587,121
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	<u>(4,542,789)</u>	<u>(658,152)</u>
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	<u>\$186,454,290</u>	<u>\$17,280,654</u>
<b>Uses/outflows of resources</b>		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedules	<u>\$185,388,843</u>	<u>\$15,950,122</u>
Difference - 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 purposes		<u>1,772,967</u>
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	<u>\$185,388,843</u>	<u>\$17,723,089</u>

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**REQUIRED SUPPLEMENTARY INFORMATION - PART III**

**SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR PENSION (GASB 68)**

TOWNSHIP OF UNION SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST TEN YEARS

<u>Measurement Date Ending June 30.</u>	<u>District's Proportion of the Net Pension Liability (Asset)</u>	<u>District's Proportionate Share of the Net Pension Liability (Asset)</u>	<u>District's Covered-Employee Payroll</u>	<u>District's Proportion of the Net Pension Liability (Asset) as a Percentage of It's Covered- Employee Payroll</u>	<u>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
2014	0.1848735643%	\$ 34,613,388	\$ 11,083,954.00	312.28%	52.08%
2015	0.1861144362%	41,778,961	11,766,218	355.08%	47.92%
2016	0.2047483398%	60,640,585	12,413,608	488.50%	40.14%
2017	0.2011942685%	46,834,809	13,144,042	356.32%	44.10%
2018	0.1986593800%	39,115,042	13,558,570	288.49%	53.60%
2019	0.2050093406%	36,939,573	14,313,544	258.07%	56.27%
2020	0.1961688246%	31,990,005	12,400,104	257.98%	58.32%
2021	0.1717762898%	20,349,477	11,853,742	171.67%	70.33%
2022	0.1878885624%	28,354,971	11,761,056	241.09%	62.91%
2023	0.2007771994%	29,081,321	11,788,683	246.69%	65.23%

EXHIBIT "L-2"

TOWNSHIP OF UNION SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS  
PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST TEN YEARS

<u>Fiscal Year</u> <u>Ending</u> <u>June 30,</u>		<u>Contractually</u> <u>Required</u> <u>Contribution</u>		<u>Contributions in</u> <u>Relation to the</u> <u>Contractually</u> <u>Required</u> <u>Contributions</u>		<u>Contribution</u> <u>Deficiency</u> <u>(Excess)</u>		<u>District's</u> <u>Covered-</u> <u>Employee</u> <u>Payroll</u>		<u>Contributions as</u> <u>a Percentage of</u> <u>Covered-</u> <u>Employee</u> <u>Payroll</u>
2015	\$	1,524,071	\$	1,524,071	\$	-0-	\$	11,766,218	\$	12.95%
2016		1,600,845		1,600,845		-0-		12,413,608		12.90%
2017		1,865,776		1,865,776		-0-		13,144,042		14.19%
2018		1,966,877		1,966,877		-0-		13,558,570		14.51%
2019		1,976,019		1,976,019		-0-		14,313,544		13.81%
2020		1,994,147		1,994,147		-0-		12,400,104		16.08%
2021		2,145,990		2,145,990		-0-		11,853,742		18.10%
2022		2,011,700		2,011,700		-0-		11,761,056		17.10%
2023		2,369,365		2,369,365		-0-		11,788,683		20.10%
2024		2,683,442		2,683,442		-0-		12,631,059		21.24%

TOWNSHIP OF UNION SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
TEACHERS PENSION AND ANNUITY FUND  
LAST TEN YEARS

Measurement Date Ending June 30,	District's Proportion of the Net Pension Liability (Asset)		District's Proportionate Share of the Net Pension Liability (Asset)		State's Proportionate Share of the Net Pension Liability (Asset) associated with the District		District's Covered-Employee Payroll		District's Proportionate Share of the Net Pension Liability (Asset) as a percentage of It's Covered- Employee Payroll		State's Proportionate Share of the Total Net Pension Liability associated with the District as a percentage of the District's Covered- Employee Payroll		Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2014	0.4993965717%	\$	-0-	\$	266,911,214	\$	50,438,662	-0-			529.18%		33.64%
2015	0.5121144212%		-0-		323,678,183		52,609,495	-0-			615.25%		28.71%
2016	0.5273323977%		-0-		414,833,252		55,743,331	-0-			744.18%		22.33%
2017	0.5184152520%		-0-		349,534,277		56,538,225	-0-			618.23%		25.41%
2018	0.5310886758%		-0-		337,867,200		56,723,859	-0-			595.64%		26.49%
2019	0.5383778865%		-0-		330,407,591		58,118,053	-0-			568.51%		26.95%
2020	0.5432052525%		-0-		357,694,123		57,542,387	-0-			621.62%		24.60%
2021	0.5177048886%		-0-		248,887,602		55,961,876	-0-			444.74%		35.52%
2022	0.5231598578%		-0-		269,921,272		59,024,819	-0-			457.30%		32.29%
2023	0.5044856583%		-0-		257,452,499		63,519,811	-0-			405.31%		34.68%

EXHIBIT "L-4"

TOWNSHIP OF UNION SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION PART III  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)

Change in benefit terms:

None

Change in assumptions:

The following assumptions were used in calculating the net pension liability in their respective accounting periods:

Measurement Date Ending	Discount Rate	Long-Term Expected Rate of Return	Actuarial Experience Study Period
<u>June 30,</u>			
2023	7.00%	7.00%	07/01/18-06/30/21
2022	7.00%	7.00%	07/01/18-06/30/21
2021	7.00%	7.00%	07/01/14-06/30/18
2020	7.00%	7.00%	07/01/14-06/30/18
2019	6.28%	7.00%	07/01/14-06/30/18
2018	5.66%	7.00%	07/01/11-06/30/14
2017	5.00%	7.00%	07/01/11-06/30/14
2016	3.98%	7.65%	07/01/11-06/30/14
2015	4.90%	7.90%	07/01/08-06/30/11
2014	5.39%	7.90%	07/01/08-06/30/11

TEACHERS PENSION AND ANNUITY FUND (TPAF)

Change in benefit terms:

None

Change in assumptions:

The following assumptions were used in calculating the net pension liability in their respective accounting periods:

Measurement Date Ending	Discount Rate	Long-Term Expected Rate of Return	Actuarial Experience Study Period
<u>June 30,</u>			
2023	7.00%	7.00%	07/01/18-06/30/21
2022	7.00%	7.00%	07/01/18-06/30/21
2021	7.00%	7.00%	07/01/15-06/30/18
2020	5.40%	7.00%	07/01/15-06/30/18
2019	5.60%	7.00%	07/01/15-06/30/18
2018	4.86%	7.00%	07/01/12-06/30/15
2017	4.25%	7.00%	07/01/12-06/30/15
2016	3.22%	7.65%	07/01/12-06/30/15
2015	4.13%	7.90%	07/01/09-06/30/12
2014	4.68%	7.90%	07/01/09-06/30/12

**REQUIRED SUPPLEMENTARY INFORMATION - PART IV**

**SCHEDULE RELATED TO ACCOUNTING AND REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN  
PENSIONS (GASB 75)**



TOWNSHIP OF UNION SCHOOL DISTRICT  
SCHEDULE OF CHANGES IN THE DISTRICT'S  
TOTAL OPEB LIABILITY AND RELATED RATIOS  
LAST SEVEN YEARS

	Measurement Date Ended June 30,						
	2023	2022	2021	2020	2019	2018	2017
Total Non-Employer OPEB Liability - State's Proportionate Share of Total OPEB Liability Associated with the School District							
Balance at 6/30	\$247,127,951	\$293,187,300	\$331,689,754	\$203,622,646	\$220,598,168	\$256,298,313	\$276,132,530
Changes for the year:							
Service cost	10,003,041	13,400,776	16,148,768	9,506,841	8,923,406	10,142,025	12,246,214
Interest	8,856,241	6,549,163	7,605,587	7,362,385	8,766,235	9,437,523	8,137,888
Changes of benefit terms			(312,062)				
Differences between expected and actual experience	(8,353,851)	6,564,031	(56,437,364)	56,208,985	(31,635,870)	(24,270,102)	
Changes in assumptions or other inputs	506,847	(66,294,290)	289,252	60,588,320	3,036,030	(25,314,744)	(34,500,500)
Membership Contributions	226,954	208,111	194,438	175,023	185,285	203,869	218,594
Benefit payments - Net	(6,903,584)	(6,487,140)	(5,991,073)	(5,774,446)	(6,250,608)	(5,898,716)	(5,936,413)
Net changes	4,335,648	(46,059,349)	(38,502,454)	128,067,108	(16,975,522)	(35,700,145)	(19,834,217)
Balance at 6/30	\$251,463,599	\$247,127,951	\$293,187,300	\$331,689,754	\$203,622,646	\$220,598,168	\$256,298,313
Covered Employee Payroll	75,308,494	70,785,875	67,815,618	69,942,491	72,431,597	70,282,429	69,682,267
District's Proportionate Share of the Total Non-Employer OPEB Liability as a percentage of the District's Covered Employee Payroll	-0-	-0-	-0-	-0-	-0-	-0-	-0-
State's Proportionate Share of the Total Non-Employer OPEB Liability associated with the District as a percentage of the District's Covered Employee Payroll	333.91%	349.12%	432.33%	474.23%	281.12%	313.87%	367.81%

Note: Schedule is intended to show ten year trend. Additional years will be reported as they become available.

TOWNSHIP OF UNION SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION PART IV  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

Change in benefit terms:       None

Change in assumptions:

The following assumptions were used in calculating the net OPEB liability  
in their respective accounting periods:

Measurement Date Ending	Discount
<u>June 30,</u>	<u>Rate</u>
2023	3.65%
2022	3.54%
2021	2.16%
2020	2.21%
2019	3.50%
2018	3.87%

**OTHER SUPPLEMENTARY INFORMATION**

## **SPECIAL REVENUE FUND DETAIL STATEMENTS**

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects.

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

	IDEA Basic	IDEA Preschool	High Impact Tutoring	Title I	Title II Part A	Title III	Title IV	CRRSA- ESSER II
<b>REVENUES:</b>								
State sources	\$	\$	\$	\$	\$	\$	\$	\$
Federal sources	2,127,849	66,330	614,000	1,244,509	218,249	105,584	78,119	3,529
Other sources								
<b>Total revenues</b>	<b>\$ 2,127,849</b>	<b>\$ 66,330</b>	<b>\$ 614,000</b>	<b>\$ 1,244,509</b>	<b>\$ 218,249</b>	<b>\$ 105,584</b>	<b>\$ 78,119</b>	<b>\$ 3,529</b>
<b>EXPENDITURES:</b>								
<b>Instruction:</b>								
Salaries of teachers	\$	\$	\$	\$ 447,452	\$ 30,877	\$ 17,685	\$ 6,899	\$
Other Salaries for instruction								
Purchased professional and technical services			614,000	8,791			21,976	
Other purchased services							48,477	
Tuition	2,091,504	66,330						
General supplies				164,685		40,945		3,529
Textbooks								
Other objects								
<b>Total instruction</b>	<b>\$ 2,091,504</b>	<b>\$ 66,330</b>	<b>\$ 614,000</b>	<b>\$ 620,927</b>	<b>\$ 30,877</b>	<b>\$ 58,630</b>	<b>\$ 77,351</b>	<b>\$ 3,529</b>
<b>Support services:</b>								
Salaries	\$	\$	\$	\$ 232,318	\$ 43,191	\$	\$	\$
Salaries of Supervisors of Instruction				5,453				
Salaries of Principals/Program Directors				53,027	8,435	1,853		
Salaries of Other Professional Staff								
Salaries of Secretarial and Clerical Assistants				14,470				
Other salaries								
Salaries of Family/Parent Liaison and Parent Specialists								
Salaries of Master Teachers								
Purchased professional and technical services				24,315	67,192	1,560		
Purchased professional educational services	36,345							
Personal services - employee benefits				240,597	45,416	1,912		
Other purchased services				9,395	10,862	7,325		
Supplies and materials				32,218	12,274	34,305	768	
Scholarships								
Student Activities								
Other objects								
<b>Total support services</b>	<b>\$ 36,345</b>	<b>\$</b>	<b>\$</b>	<b>\$ 611,792</b>	<b>\$ 187,372</b>	<b>\$ 46,955</b>	<b>\$ 768</b>	<b>\$</b>
<b>Facilities acquisition and construction services:</b>								
Instructional Equipment	\$	\$	\$	\$ 11,790	\$	\$	\$	\$
Non-Instructional Equipment								
<b>Total facilities acquisition and construction services:</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$ 11,790</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Total expenditures</b>	<b>\$ 2,127,849</b>	<b>\$ 66,330</b>	<b>\$ 614,000</b>	<b>\$ 1,244,509</b>	<b>\$ 218,249</b>	<b>\$ 105,584</b>	<b>\$ 78,119</b>	<b>\$ 3,529</b>
<b>Other financing sources (uses):</b>								
Transfer from general fund	\$	\$	\$	\$	\$	\$	\$	\$
<b>Total other financing sources (uses)</b>								
<b>Excess (deficiency) of revenues</b>								
<b>Over (under) expenditures</b>								
<b>Fund Balance, July 1</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Fund Balance, June 30</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>

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

	School- Based Mental Health	CRRSA- ESSER II- Learning Acceleration	ARP- ESSER	ARP - ESSER Learning Acceleration	ARP - ESSER Summer Learning & Enrichment	SDA Emergent Needs	ARP - ESSER Mental Health
REVENUES:							
State sources	\$	\$	\$	\$	\$	\$ 364,880	\$
Federal sources	320,104	10,369	205,212	357,586	980		29,213
Other sources							
Total revenues	\$ 320,104	\$ 10,369	\$ 205,212	\$ 357,586	\$ 980	\$ 364,880	\$ 29,213
EXPENDITURES:							
Instruction:							
Salaries of teachers	\$ 66,109	\$	\$	\$ 300,186	\$	\$	\$
Other Salaries for Instruction			932				
Purchased professional and technical services							
Other purchased services	81,850						
Tuition							
General supplies					980		18,919
Textbooks							
Other objects							
Total instruction	\$ 149,959	\$	\$ 932	\$ 300,186	\$ 980	\$	\$ 18,919
Support services:							
Salaries	\$ 47,246	\$ 7,950	\$ 16,422	\$	\$	\$	\$
Salaries of Supervisors of Instruction							
Salaries of Principals/Program Directors							
Salaries of Other Professional Staff							
Salaries of Secretarial and Clerical Assistants							
Other salaries							
Salaries of Family/Parent Liaison and Parent Specialists							
Salaries of Master Teachers							
Purchased professional and technical services	200			57,400			10,294
Purchased professional educational services	11,833						
Personal services - employee benefits	2,289	2,419					
Other purchased services	24,475						
Supplies and materials	84,102		636				
Scholarships							
Student Activities							
Other objects							
Total support services	\$ 170,145	\$ 10,369	\$ 17,057	\$ 57,400	\$	\$	\$ 10,294
Facilities acquisition and construction services:							
Instructional Equipment	\$	\$	\$	\$	\$	\$	\$
Non-Instructional Equipment			187,223			364,880	
Total facilities acquisition and construction services:	\$	\$	\$ 187,223	\$	\$	\$ 364,880	\$
Total expenditures	\$ 320,104	\$ 10,369	\$ 205,212	\$ 357,586	\$ 980	\$ 364,880	\$ 29,213
Other financing sources (uses):							
Transfer from general fund	\$	\$	\$	\$	\$	\$	\$
Total other financing sources (uses)							
Excess (deficiency) of revenues							
Over (under) expenditures							
Fund Balance, July 1	\$	\$	\$	\$	\$	\$	\$
Fund Balance, June 30	\$	\$	\$	\$	\$	\$	\$

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

	Nonpublic Textbooks	Nonpublic Technology	Nonpublic Security	Nonpublic Nursing	Ch. 192 Compensatory Education	Ch. 192 Transportation	Ch. 193 Supplemental Instruction
REVENUES:							
State sources	\$ 31,008	\$ 25,071	\$ 87,486	\$ 26,523	\$ 209,737	\$ 6,785	\$ 10,490
Federal sources							
Other sources							
Total revenues	<u>\$ 31,008</u>	<u>\$ 25,071</u>	<u>\$ 87,486</u>	<u>\$ 26,523</u>	<u>\$ 209,737</u>	<u>\$ 6,785</u>	<u>\$ 10,490</u>
EXPENDITURES:							
Instruction:							
Salaries of teachers	\$	\$	\$	\$	\$	\$	\$
Other Salaries for Instruction							
Purchased professional and technical services					209,737	6,785	10,490
Other purchased services							
Tuition							
General supplies							
Textbooks	31,008						
Other objects		25,071					
Total instruction	<u>\$ 31,008</u>	<u>\$ 25,071</u>	<u>\$</u>	<u>\$</u>	<u>\$ 209,737</u>	<u>\$ 6,785</u>	<u>\$ 10,490</u>
Support services:							
Salaries	\$	\$	\$	\$	\$	\$	\$
Salaries of Supervisors of Instruction							
Salaries of Principals/Program Directors							
Salaries of Other Professional Staff							
Salaries of Secretarial and Clerical Assistants							
Other salaries							
Salaries of Family/Parent Liaison and Parent Specialists							
Salaries of Master Teachers							
Purchased professional and technical services				26,523			
Purchased professional educational services							
Personal services - employee benefits							
Other purchased services							
Supplies and materials			87,486				
Scholarships							
Student Activities							
Other objects							
Total support services	<u>\$</u>	<u>\$</u>	<u>\$ 87,486</u>	<u>\$ 26,523</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Facilities acquisition and construction services:							
Instructional Equipment	\$	\$	\$	\$	\$	\$	\$
Non-Instructional Equipment							
Total facilities acquisition and construction services:	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Total expenditures	<u>\$ 31,008</u>	<u>\$ 25,071</u>	<u>\$ 87,486</u>	<u>\$ 26,523</u>	<u>\$ 209,737</u>	<u>\$ 6,785</u>	<u>\$ 10,490</u>
Other financing sources (uses):							
Transfer from general fund	\$	\$	\$	\$	\$	\$	\$
Total other financing sources (uses)	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>
Excess (deficiency) of revenues Over (under) expenditures	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Fund Balance, July 1	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Fund Balance, June 30	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

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

	Ch. 193 Examination & Classification	Ch. 193 Corrective Speech	ACSERS- Students with Disabilities	Student Activity Funds	Scholarship Funds	Preschool Education Aid	Other Local Programs	TOTAL 2024
REVENUES:								
State sources	\$ 10,617	\$ 13,857	\$ 1,150,295	\$ 697,550	\$ 71,688	\$ 7,350,263	\$ 140,835	\$ 8,136,717
Federal sources								6,531,929
Other sources								910,072
Total revenues	\$ 10,617	\$ 13,857	\$ 1,150,295	\$ 697,550	\$ 71,688	\$ 7,350,263	\$ 140,835	\$ 15,578,718
EXPENDITURES:								
Instruction:								
Salaries of teachers						\$ 1,871,236		\$ 2,742,443
Other Salaries for Instruction						584,063	\$ 6,050	570,113
Purchased professional & technical services	10,617	13,857						897,185
Other purchased services								130,327
Tuition			1,150,295					3,308,129
General supplies						315,403	418	544,879
Textbooks								31,008
Other objects							16,896	41,987
Total instruction	\$ 10,617	\$ 13,857	\$ 1,150,295			\$ 2,750,703	\$ 23,365	\$ 8,266,052
Support services:								
Salaries								347,127
Salaries of Supervisors of Instruction						99,831		105,284
Salaries of Principals/Program Directors						133,025		196,339
Salaries of Other Professional Staff						392,862		392,862
Salaries of Secretarial and Clerical Assistants						97,922		112,392
Other salaries						25,644		25,644
Salaries of Family/Parent Liaison and Parent Specialists						85,928		85,928
Salaries of Master Teachers						209,519		209,519
Purchased professional and technical services						2,770	\$ 8,470	198,724
Purchased professional educational services						2,322,609		2,370,787
Personal services - employee benefits						1,076,978		1,389,612
Other purchased services						7,124		69,181
Supplies and materials						20,183	25,000	296,972
Scholarships					91,800			91,800
Student Activities				598,661				598,661
Other objects						6,897		6,897
Total support services	\$	\$	\$	\$ 598,661	\$ 91,800	\$ 4,481,091	\$ 33,470	\$ 6,467,528
Facilities acquisition & construction services:								
Instructional Equipment						4,622	\$ 74,000	\$ 90,412
Non-Instructional Equipment						564,027	10,000	1,126,129
Total facilities acquisition & construction services						\$ 568,649	\$ 84,000	\$ 1,216,541
Total expenditures	\$ 10,617	\$ 13,857	\$ 1,150,295	\$ 598,661	\$ 91,800	\$ 7,800,443	\$ 140,835	\$ 15,950,122
Other financing sources (uses):								
Transfer from general fund						450,180		450,180
Total other financing sources (uses)						450,180		450,180
Excess (deficiency) of revenues Over (under) expenditures				98,888	(20,112)			78,776
Fund Balance, July 1	\$	\$	\$	\$ 381,278	\$ 364,096	\$	\$	\$ 745,374
Fund Balance, June 30	\$	\$	\$	\$ 480,167	\$ 343,984	\$	\$	\$ 824,151



TOWNSHIP OF UNION SCHOOL DISTRICT  
STUDENT ACTIVITY AGENCY FUND  
SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>BALANCE</u> <u>JULY 1, 2023</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2024</u>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 381,278	\$ 697,550	\$ 598,661	\$ 480,166
Total assets	<u>\$ 381,278</u>	<u>\$ 697,550</u>	<u>\$ 598,661</u>	<u>\$ 480,166</u>
<b>LIABILITIES:</b>				
Due student groups:				
Senior High School:				
Union Township High school activities	\$ 181,363	\$ 331,664	\$ 307,955	\$ 205,072
Athletic Account	97,519	217,529	158,023	157,025
Junior High School:				
Burnett	25,561	37,904	34,351	29,114
Kawameeh	43,594	60,811	55,034	49,371
Elementary Schools:				
Battle Hill	5,324	6,478	6,266	5,536
Central Five - Jefferson	274	2,247	1,853	669
Connecticut Farms	2,643	6,741	4,749	4,635
Franklin	1,532	3,090	1,728	2,894
Hannah Caldwell	7,600	6,385	5,719	8,266
Livingston	7,776	10,979	10,604	8,151
Washington	8,092	13,723	12,380	9,434
Total liabilities	<u>\$ 381,278</u>	<u>\$ 697,550</u>	<u>\$ 598,661</u>	<u>\$ 480,166</u>

## EXHIBIT "E-2"

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

	Budgeted	Actual	Variance
EXPENDITURES:			
Instruction:			
Salaries of Teachers	\$1,871,236	\$1,871,236	
Other Salaries for Instruction	590,127	564,063	26,063
General supplies	380,000	315,403	64,597
Total instruction	2,841,363	2,750,703	90,661
Support Services:			
Salaries of Supervisors of Instruction	99,831	99,831	
Salaries of Principals	133,025	133,025	
Salaries of Other Professional Staff	393,342	392,862	480
Salaries of Secretarial and Clerical Assistants	97,922	97,922	
Other Salaries	25,644	25,644	
Salaries of Community Parent Involvement Specialists	85,928	85,928	
Salaries of Master Teachers	209,519	209,519	
Personal Services - Employee Benefits	1,076,978	1,076,978	
Purchased Educational Services - Contracted Pre-K	2,289,900	2,289,900	
Purchased Professional - Educational Services	75,000	32,709	42,291
Other Purchased Professional Services	72,000	2,770	69,230
Contract Services- Transportation (Field Trips)	35,000	7,124	27,876
Travel	16,000		16,000
Supplies and Materials	202,000	20,183	181,817
Other Objects	23,710	6,697	17,013
Total support services	4,835,799	4,481,091	354,708
Facilities acquisition and const. serv.:			
Instructional Equipment	250,000	4,622	245,378
Noninstructional Equipment	600,000	564,027	35,973
Total facilities acquisition and const. serv.	850,000	568,649	281,351
Total expenditures	\$8,527,162	\$7,800,443	\$726,719

CALCULATION OF BUDGET AND CARRYOVER

Total 2023-24 Preschool Education Aid Allocation	\$6,581,520
Add: Actual PreK Carryover (June 30, 2023)	2,119,554
Add: Budgeted Transfer From General Fund	450,180
Canceled Encumbrances	590
Total Preschool Education Funds Available for 2023-24 Budget	\$9,151,844
Less: 2023-24 Budgeted Prek (Including prior year budgeted carryover)	8,527,162
Available & Unbudgeted Preschool Education Aid Funds as of June 30, 2024	\$624,682
Add: June 30, 2024 Unexpended Preschool Education Aid	726,719
2023-24 actual Carryover-Preschool Education Aid	\$1,351,401
2023-24 Preschool Education Aid Carryover Budgeted for Preschool Programs 2024-25	\$624,092

**CAPITAL PROJECTS FUND DETAIL STATEMENTS**

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

<u>ISSUE/PROJECT TITLE</u>	<u>REVISED AUTHORIZED COST</u>	<u>EXPENDITURES TO DATE</u>		<u>UNEXPENDED BALANCE JUNE 30, 2024</u>
		<u>PRIOR YEAR(S)</u>	<u>CURRENT YEAR</u>	
District-Wide Door Replacement	\$ 434,263	\$ 392,566	\$	\$ 41,697
District-Wide Upgrades - FY 2020	231,000	197,251		33,749
District-Wide Upgrades - FY 2021	330,000	218,295		111,705
Energy Savings Improvement Program	14,950,667	14,189,538	274,137	486,992
NJ Clean Energy Program- Plumbing	1,626,525		1,626,525	
NJ Clean Energy Program- HVAC	1,096,900		114,280	982,620
	<u>\$ 18,669,355</u>	<u>\$ 14,997,650</u>	<u>\$ 2,014,942</u>	<u>\$ 1,656,763</u>

EXHIBIT "F-2"

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

Revenues and financing sources:

NJ Clean Energy Grants	\$ 2,042,569
Capital Reserve transfer to Capital Projects	<u>680,856</u>
Total revenues and financing sources	\$ <u>2,723,425</u>

Expenditures and financing uses:

Purchased professional and technical services	\$ 186,240
Construction services	<u>1,828,702</u>
Total expenditures and Transfers	\$ <u>2,014,942</u>

Excess (deficiency) of revenues over (under) expenditures	\$ <u>708,483</u>
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Net change in fund balances	\$ 708,483
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Fund balance - beginning	<u>948,280</u>
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Fund balance - ending	\$ <u><u>1,656,763</u></u>
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Recapitulation of Fund Balance

Committed:	
Year-end encumbrances	\$ 855,120
Restricted:	
Capital projects	<u>801,643</u>
Fund balance - ending	\$ <u><u>1,656,763</u></u>

Reconciliation to GAAP Basis

Fund balance - budgetary basis	\$ 1,656,763
Less: State Grant Unearned Revenue	<u>(736,965)</u>
Fund balance - GAAP basis (exhibit B-1)	\$ <u><u>919,798</u></u>

TOWNSHIP OF UNION SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS - BUDGETARY BASIS  
DISTRICT-WIDE DOOR REPLACEMENT  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Capital Outlay Transfer	\$ 434,263	\$	\$ 434,263	\$ 434,263
Total revenues	\$ 434,263	\$	\$ 434,263	\$ 434,263
Expenditures and Other Financing Uses				
Purchased professional & technical services	\$ 24,950	\$	\$ 24,950	\$ 24,950
Construction services	367,616		367,616	409,313
Total expenditures	\$ 392,566	\$	\$ 392,566	\$ 434,263
Excess (deficiency) or revenues over (under) expenditures	\$ 41,697	\$	41,697	
Additional project information:				
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Original Authorized Cost	303,000			
Additional Authorized Cost	131,263			
Revised Authorized Cost	434,263			
Percentage Increase over Original Authorized Cost	43%			
Percentage completion	90%			
Original target completion date	12/1/2019			
Revised target completion date	6/30/2022			

TOWNSHIP OF UNION SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS - BUDGETARY BASIS  
DISTRICT-WIDE UPGRADES  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Capital Outlay Transfer	\$ 231,000	\$	\$ 231,000	\$ 231,000
Total revenues	\$ 231,000	\$	\$ 231,000	\$ 231,000
Expenditures and Other Financing Uses				
Purchased professional & technical services	\$	\$	\$	\$ 21,000
Construction services	163,251		163,251	176,000
Transfer to general fund	34,000		34,000	34,000
Total expenditures	\$ 197,251	\$	\$ 197,251	\$ 231,000
Excess (deficiency) or revenues over (under) expenditures	\$ 33,749	\$	\$ 33,749	
Additional project information:				
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Original Authorized Cost	231,000			
Additional Authorized Cost				
Revised Authorized Cost	231,000			
Percentage Increase over Original Authorized Cost				
Percentage completion	85%			
Original target completion date	6/30/2022			
Revised target completion date				

TOWNSHIP OF UNION SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS - BUDGETARY BASIS  
DISTRICT-WIDE UPGRADES  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Capital Outlay Transfer	\$ 330,000	\$	\$ 330,000	\$ 330,000
Total revenues	\$ 330,000	\$	\$ 330,000	\$ 330,000
Expenditures and Other Financing Uses				
Construction services	\$ 218,295	\$	\$ 218,295	\$ 330,000
Total expenditures	\$ 218,295	\$	\$ 218,295	\$ 330,000
Excess (deficiency) or revenues over (under) expenditures	\$ 111,705	\$	\$ 111,705	
Additional project information:				
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Original Authorized Cost	330,000			
Additional Authorized Cost				
Revised Authorized Cost	330,000			
Percentage completion	66%			
Original target completion date	6/30/2022			
Revised target completion date				



TOWNSHIP OF UNION SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS - BUDGETARY BASIS  
ENERGY SAVINGS IMPROVEMENT PROGRAM - PHASE I

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Bond Proceeds	\$ 14,950,667	\$	\$ 14,950,667	\$ 14,950,667
Total revenues	\$ 14,950,667	\$	\$ 14,950,667	\$ 14,950,667
Expenditures and Other Financing Uses				
Purchased professional & technical services	\$ 222,375	\$ 71,960	\$ 294,335	\$ 300,000
Construction services	13,967,163	202,177	14,169,340	14,650,667
Total expenditures	\$ 14,189,538	\$ 274,137	\$ 14,463,675	\$ 14,950,667
Excess (deficiency) or revenues over (under) expenditures	\$ 761,129	\$ (274,137)	\$ 486,992	
Additional project information:				
Grant Date	N/A			
Bond Authorization Date	Various			
Bonds Authorized	12,590,000			
Bonds Issued	12,590,000			
SCC Amount				
Local Share				
Original Authorized Cost	14,950,667			
Additional Authorized Cost				
Revised Authorized Cost	14,950,667			
Percentage Increase over Original Authorized Cost				
Percentage completion	97%			
Original target completion date	6/30/2022			
Revised target completion date	6/30/2023			

TOWNSHIP OF UNION SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS - BUDGETARY BASIS  
NJ CLEAN ENERGY PROGRAM - PLUMBING

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
NJ Clean Energy Grants	\$	\$ 1,219,894	\$ 1,219,894	\$ 1,219,894
Capital Reserve Transfer		406,631	406,631	406,631
Total revenues	\$	\$ 1,626,525	\$ 1,626,525	\$ 1,626,525
Expenditures and Other Financing Uses				
Construction services	\$	\$ 1,626,525	\$ 1,626,525	\$ 1,626,525
Total expenditures	\$	\$ 1,626,525	\$ 1,626,525	\$ 1,626,525
Excess (deficiency) or revenues over (under) expenditures	\$	\$	\$	
Additional project information:				
Grant Amount	1,219,894.00			
Local Share	406,631			
Original Authorized Cost	1,626,525			
Additional Authorized Cost				
Revised Authorized Cost	1,626,525			
Percentage Increase over Original Authorized Cost				
Percentage completion	100%			
Original target completion date	6/30/2024			
Revised target completion date				

TOWNSHIP OF UNION SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND  
PROJECT STATUS - BUDGETARY BASIS  
NJ CLEAN ENERGY PROGRAM - HVAC

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
NJ Clean Energy Grant	\$	\$ 822,675.00	\$ 822,675.00	\$ 822,675.00
Capital Outlay Transfer		274,225.00	274,225.00	274,225.00
Total revenues	\$	\$ 1,096,900.00	\$ 1,096,900.00	\$ 1,096,900.00
Expenditures and Other Financing Uses				
Purchased professional & technical services	\$	\$ 114,280.00	\$ 114,280.00	\$ 146,800.00
Construction services				950,100.00
Total expenditures	\$	\$ 114,280.00	\$ 114,280.00	\$ 1,096,900.00
Excess (deficiency) or revenues over (under) expenditures	\$	\$ 982,620.00	\$ 982,620.00	
Additional project information:				
Grant Amount		822,675.00		
Local Share		274,225.00		
Original Authorized Cost				
Additional Authorized Cost		1,096,900.00		
Revised Authorized Cost		1,096,900.00		
Percentage Increase over Original Authorized Cost				
Percentage completion		10%		
Original target completion date		12/31/2024		
Revised target completion date				

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## **LONG-TERM DEBT SCHEDULES**

The Long-Term schedules are used to reflect the outstanding principal balances of the long-term liabilities of the District. This includes obligations under Serial Bonds, Installment Purchase Contracts and Subscription Based Information Technology Arrangements.

TOWNSHIP OF UNION SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF SERIAL BONDS  
JUNE 30, 2024

<u>ISSUE</u>	<u>DATE OF ISSUE</u>	<u>AMOUNT OF ISSUE</u>	<u>ANNUAL MATURITIES</u>		<u>INTEREST RATE</u>	<u>BALANCE JUNE 30, 2023</u>	<u>RETIRED</u>	<u>BALANCE JUNE 30, 2024</u>
			<u>DATE</u>	<u>AMOUNT</u>				
Refunding School Bonds - Series 2020	10/13/2020	\$ 3,795,000	1/1/2025	335,000	4.000%			
			1/1/2026	335,000	4.000%			
			1/1/2027	350,000	4.000%			
			1/1/2028	360,000	4.000%			
			1/1/2029	365,000	4.000%			
			1/1/2030	370,000	4.000%			
			1/1/2031	370,000	4.000%			
			1/1/2032	365,000	4.000%	\$ 3,175,000	\$ 325,000	\$ 2,850,000
School Energy Savings Obligation Refunding Bonds - Series 2020	12/17/2020	7,555,000	8/15/2024	270,000	4.000%			
			8/15/2025	290,000	4.000%			
			8/15/2026	230,000	4.000%			
			8/15/2027	250,000	4.000%			
			8/15/2028	270,000	4.000%			
			8/15/2029	295,000	4.000%			
			8/15/2030	320,000	4.000%			
			8/15/2031	350,000	4.000%			
			8/15/2032	380,000	4.000%			
			8/15/2033	410,000	4.000%			
			8/15/2034	440,000	4.000%			
			8/15/2035	470,000	4.000%			
			8/15/2036	500,000	4.000%			
			8/15/2037	535,000	4.000%			
			8/15/2038	575,000	4.000%			
			8/15/2039	610,000	4.000%			
			8/15/2040	650,000	4.000%	7,060,000	215,000	6,845,000

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TOWNSHIP OF UNION SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF OBLIGATIONS UNDER INSTALLMENT PURCHASE CONTRACTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

<u>PURPOSE</u>	<u>DATE OF LEASE</u>	<u>TERM OF CONTRACT</u>	<u>AMOUNT OF ORIGINAL CONTRACT PRINCIPAL</u>	<u>INTEREST RATE PAYABLE</u>	<u>BALANCE JULY 1, 2023</u>	<u>ISSUED</u>	<u>RETIRED</u>	<u>BALANCE JUNE 30, 2024</u>
Buses	11/5/2019	5	297,324	2.77%	\$ 61,049	\$	\$ 61,049	\$
Buses	10/15/2020	5	268,750	1.56%	106,365		52,771	53,594
Telecommunications	5/15/2020	3	750,000	1.41%	268,889		66,117	202,771
Buses	7/14/2022	5	1,095,708	2.74%	927,370		145,530	781,840
Buses	10/25/2023	4	277,913	4.57%		277,913	69,134	208,779
					\$ 1,363,672	\$ 277,913	\$ 394,601	\$ 1,246,984



EXHIBIT "I-3"

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

	<u>BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES:				
Local sources:				
Local tax levy	\$ 1,874,000	\$ 1,874,000	\$ 1,874,000	\$
State sources:				
Debt service aid type II				
Total revenues	\$ 1,874,000	\$ 1,874,000	\$ 1,874,000	\$
EXPENDITURES:				
Regular debt service:				
Interest on bonds	\$ 444,000	\$ 444,000	\$ 444,000	\$
Redemption of bond principal	1,430,000	1,430,000	1,430,000	
Total regular debt service-expenditures	\$ 1,874,000	\$ 1,874,000	\$ 1,874,000	\$
Excess (deficiency) of revenues over (under) expenditures	\$	\$	\$	\$
Fund balance, July 1	37,346	37,346	37,346	
Fund balance, June 30	\$ 37,346	\$ 37,346	\$ 37,346	\$

TOWNSHIP OF UNION SCHOOL DISTRICT  
SCHEDULE OF OBLIGATIONS UNDER SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

<u>SERIES</u>	<u>DATE OF ISSUE</u>	<u>AMOUNT OF ISSUE</u>	<u>INTEREST RATE</u>	<u>AMOUNT OUTSTANDING JUNE 30, 2023</u>	<u>ISSUED</u>	<u>RETIRED</u>	<u>AMOUNT OUTSTANDING JUNE 30, 2024</u>
BrainPOP School Subscription	07/01/2022	\$ 80,005	2.194%	\$ 53,650	\$	\$ 26,534	\$ 27,116
Nearpod Licenses	07/01/2022	150,046	1.850%	99,111		49,101	50,010
Emath Platform - Algebra Membership	07/01/2022	36,528	1.850%	24,128		11,954	12,174
Google Workspace License	09/01/2022	92,575	1.850%	73,375		17,843	55,532
Imagine Language & Literacy Licenses	07/01/2022	130,661	2.194%	97,438		31,777	65,661
LinkIt Software Products	07/01/2022	719,848	2.354%	572,998		133,162	439,836
myPerspectives English Language Arts	07/01/2022	254,194	2.194%	169,670		83,915	85,755
SiLAS Software - 10 Schools	09/01/2022	73,646	1.850%	48,646		24,100	24,546
Sophos Cyber Security Software	08/04/2022	206,841	2.354%	206,841		39,723	167,118
Formative Licenses - Union HS	07/01/2022	10,163	1.850%	6,713		3,326	3,387
Genesis Student Information System	07/01/2023	374,286	3.212%		374,286	46,301	327,985
Gizmos Science Department Licenses	12/05/2022	21,362	3.254%	14,012		6,894	7,118
IXL Site License - Math	09/01/2022	27,102	1.850%	17,902		8,869	9,033
Kami District Plan License	08/01/2022	53,025	1.850%	35,025		17,352	17,673
Zoom Education Meeting	07/28/2022	15,024	1.850%	9,924		4,916	5,008
Wixie Subscription	07/24/2022	15,466	1.850%	10,216		5,061	5,155
TLC - Library Solutions Software	07/01/2022	69,403	1.850%	56,033		13,625	42,408
Cisco Security Software	07/01/2022	95,147	2.194%	63,042		31,179	31,863
Cisco System Software	07/01/2022	606,557	2.194%	501,727		93,822	407,905
Intensified Algebra	07/01/2022	33,426	1.850%	22,079		10,938	11,141
PLTW Participation	07/01/2022	15,859	1.850%	10,507		5,206	5,301
Total				\$ 2,093,040	\$ 374,286	\$ 665,598	\$ 1,801,728

**STATISTICAL SECTION**  
**(UNAUDITED)**

TOWNSHIP OF UNION SCHOOL DISTRICT  
STATISTICAL SECTION

<u>Contents</u>	<u>Page</u>
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 to J-4
Revenue Capacity:	
These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	J-5 to 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 to 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.	J-14 to J-15
Operating Information:	
These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	J-16 to J-20

Sources

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

TOWNSHIP OF UNION SCHOOL DISTRICT  
NET POSITION BY COMPONENT  
UNAUDITED

	Fiscal Year Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Governmental activities										
Net investment in capital assets	\$ 77,263,624	\$ 73,072,017	\$ 68,904,271	\$ 57,671,651	\$ 73,459,183	\$ 74,076,190	\$ 74,901,201	\$ 69,521,056	\$ 66,817,323	\$ 66,419,122
Restricted	9,025,673	10,917,012	16,355,044	21,913,373	10,289,802	5,405,186	5,156,593	16,685,083	21,523,970	26,714,466
Unrestricted (deficit)	(28,588,207)	(30,866,946)	(38,015,298)	(43,808,416)	(48,159,338)	(46,626,549)	(45,053,851)	(42,540,373)	(36,583,405)	(39,152,868)
Total governmental activities net position	<u>\$ 59,701,091</u>	<u>\$ 53,122,083</u>	<u>\$ 47,244,017</u>	<u>\$ 35,778,608</u>	<u>\$ 35,589,647</u>	<u>\$ 32,854,827</u>	<u>\$ 35,003,943</u>	<u>\$ 43,665,766</u>	<u>\$ 51,757,888</u>	<u>\$ 53,980,720</u>
Business-type activities										
Net investment in capital assets	\$ 1,616,412	\$ 985,862	\$ 1,014,924	\$ 776,039	\$ 818,105	\$ 812,620	\$ 823,161	\$ 819,426	\$ 579,360	\$ 840,238
Unrestricted	361,916	1,140,390	1,316,124	803,842	153,158	303,752	452,546	504,928	1,336,305	1,413,476
Total business-type activities net position	<u>\$ 1,978,329</u>	<u>\$ 2,126,252</u>	<u>\$ 2,331,048</u>	<u>\$ 1,579,881</u>	<u>\$ 971,263</u>	<u>\$ 1,116,372</u>	<u>\$ 1,275,707</u>	<u>\$ 1,324,354</u>	<u>\$ 2,215,665</u>	<u>\$ 2,253,714</u>
District-wide										
Net investment in capital assets	\$ 78,880,037	\$ 74,057,879	\$ 69,919,195	\$ 58,447,690	\$ 74,277,288	\$ 74,888,810	\$ 75,724,362	\$ 70,340,482	\$ 67,696,683	\$ 67,259,360
Restricted	9,025,673	10,917,012	16,355,044	21,913,373	10,289,802	5,405,186	5,156,593	16,685,083	21,523,970	26,714,466
Unrestricted (deficit)	(28,226,290)	(29,726,556)	(36,699,174)	(43,002,574)	(48,008,180)	(46,322,797)	(44,601,305)	(42,035,445)	(35,247,100)	(37,738,392)
Total district net position	<u>\$ 61,679,420</u>	<u>\$ 55,248,334</u>	<u>\$ 49,575,065</u>	<u>\$ 37,358,489</u>	<u>\$ 36,560,910</u>	<u>\$ 33,971,199</u>	<u>\$ 36,279,650</u>	<u>\$ 44,990,120</u>	<u>\$ 53,973,553</u>	<u>\$ 56,234,434</u>

Source: ACFR Schedule A-1

TOWNSHIP OF UNION SCHOOL DISTRICT  
CHANGES IN NET POSITION  
(UNAUDITED)

	Fiscal Year Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>EXPENSES</b>										
Governmental activities:										
Instruction										
Regular	\$ 74,913,309	\$ 72,415,591	\$ 70,396,168	\$ 80,258,951	\$ 68,991,187	\$ 71,648,152	\$ 77,805,228	\$ 79,393,892	\$ 70,648,204	\$ 60,751,603
Special education	34,097,421	31,738,035	29,908,050	33,583,913	30,123,808	19,878,494	21,311,083	21,277,414	18,918,112	14,052,549
Other instruction	5,086,887	5,223,628	5,556,311	7,124,470	6,672,430	5,968,480	8,380,690	8,016,714	7,428,413	5,990,569
Support Services:										
Tuition						13,218,157	12,670,283	10,198,341	8,946,007	7,596,480
Student & instruction related services	32,809,390	31,179,797	28,207,089	29,360,033	26,188,636	22,801,372	24,400,356	19,753,092	17,763,555	19,628,392
General administrative services	3,959,835	3,294,326	2,923,307	2,950,266	3,286,800	3,022,813	3,115,368	4,394,509	2,777,974	3,666,127
School administrative services	8,584,157	8,389,290	8,484,509	9,770,728	8,700,031	7,561,387	7,412,288	6,602,185	6,919,671	8,639,564
Central services and information technology	2,078,533	1,178,151	1,120,822	1,883,434	2,223,623	3,386,289	3,330,408	2,715,148	2,044,175	
Plant operations and maintenance	10,901,578	6,858,012	7,831,827	11,380,575	11,313,235	12,359,449	13,784,468	13,091,671	11,532,667	14,374,411
Student transportation services	13,345,785	12,588,149	10,359,537	10,346,262	7,697,206	8,059,568	7,956,901	7,555,417	5,943,785	7,718,450
Interest on long-term debt	(92,048)	686,288	473,192	605,758	635,170	719,095	798,995	1,037,076	814,673	1,155,993
Capital Outlay						928,733	712,743	481,027	379,000	
Unallocated amortization						1,603,755	101,460	74,805	951,182	
Unallocated depreciation	1,398,187	794,641	325,756	154,045	80,876					63,625
Total governmental activities expenses	\$ 187,081,034	\$ 174,344,908	\$ 185,598,566	\$ 187,428,424	\$ 165,912,803	\$ 170,976,724	\$ 181,760,269	\$ 174,591,291	\$ 155,067,418	\$ 143,637,743
Business-type activities:										
Food Service	\$ 4,763,510	\$ 4,908,414	\$ 4,417,006	\$ 2,089,975	\$ 2,752,023	\$ 3,309,698	\$ 3,303,360	\$ 3,342,381	\$ 3,256,197	\$ 2,973,746
Total business-type activities expense	\$ 4,763,510	\$ 4,908,414	\$ 4,417,006	\$ 2,089,975	\$ 2,752,023	\$ 3,309,698	\$ 3,303,360	\$ 3,342,381	\$ 3,256,197	\$ 2,973,746
Total district expenses	\$ 191,844,545	\$ 179,253,322	\$ 190,015,572	\$ 189,518,399	\$ 168,664,826	\$ 174,286,422	\$ 185,063,629	\$ 177,933,672	\$ 158,323,615	\$ 146,611,489
<b>PROGRAM REVENUES</b>										
Governmental activities:										
Charges for services	\$ 697,550	\$ 815,593	\$ 343,648	\$ 343,648	\$ 221,780	\$ 191,385	\$ 113,032	\$ 113,032	\$ 150,214	\$
Operating grants and contributions	33,122,755	34,982,280	40,201,785	55,799,261	37,827,972	48,689,313	53,491,509	48,459,115	36,896,315	22,660,690
Total governmental activities program revenues	\$ 33,820,305	\$ 35,797,873	\$ 40,545,433	\$ 56,142,929	\$ 37,827,972	\$ 48,911,093	\$ 53,604,541	\$ 48,572,147	\$ 37,046,529	\$ 22,660,690
Business-type activities:										
Charges for services										
Food Service	\$ 1,638,888	\$ 1,651,909	\$ 256,997	\$ 9,877	\$ 1,173,002	\$ 1,429,670	\$ 1,521,825	\$ 1,630,647	\$ 1,617,053	\$ 1,570,430
Operating grants and contributions	2,955,487	3,045,758	4,959,716	2,606,890	1,428,421	1,712,479	1,727,977	1,679,296	1,597,231	1,499,038
Total business-type activities program revenues	\$ 4,594,375	\$ 4,697,667	\$ 5,126,713	\$ 2,616,567	\$ 2,601,423	\$ 3,142,149	\$ 3,249,802	\$ 3,309,943	\$ 3,214,284	\$ 3,069,468
Total district program revenues	\$ 38,414,681	\$ 40,495,540	\$ 45,672,146	\$ 58,759,495	\$ 40,429,395	\$ 52,053,242	\$ 56,854,343	\$ 51,882,090	\$ 40,260,813	\$ 25,730,158

TOWNSHIP OF UNION SCHOOL DISTRICT  
CHANGES IN NET POSITION  
UNAUDITED

	Fiscal Year Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<u>NET (EXPENSE)/REVENUE</u>										
Governmental activities	\$ (153,260,729)	\$ (138,746,035)	\$ (125,043,133)	\$ (131,285,496)	\$ (128,084,831)	\$ (122,065,631)	\$ (128,077,375)	\$ (126,019,144)	\$ (118,020,889)	\$ (120,977,053)
Business-type activities	(169,135)	(211,747)	709,707	528,592	(150,600)	(167,549)	(53,558)	(32,438)	(41,913)	95,722
Total district-wide net expense	<u>\$ (153,429,864)</u>	<u>\$ (138,957,782)</u>	<u>\$ (124,333,426)</u>	<u>\$ (130,756,904)</u>	<u>\$ (128,235,430)</u>	<u>\$ (122,233,180)</u>	<u>\$ (128,130,933)</u>	<u>\$ (126,051,582)</u>	<u>\$ (118,062,802)</u>	<u>\$ (120,881,331)</u>
<u>GENERAL REVENUES AND OTHER CHANGES</u>										
<u>IN NET POSITION</u>										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 101,603,143	\$ 97,142,109	\$ 95,524,677	\$ 93,403,084	\$ 91,571,651	\$ 89,776,128	\$ 87,700,754	\$ 85,981,132	\$ 84,295,227	\$ 81,661,987
Taxes levied for debt service	1,874,000	3,542,477	3,165,876	2,889,483	2,749,240	2,767,366	2,808,184	2,814,225	2,790,533	2,828,639
Grants and contributions	52,148,878	41,544,891	37,129,455	35,253,115	33,682,659	26,513,994	28,340,927	27,779,891	28,081,549	36,395,653
Miscellaneous income	4,258,068	2,301,738	688,534	41,977	546,648	859,027	565,687	458,834	630,748	701,969
Transfers	(44,352)	(41,839)		(129,165)				892,940		
Total governmental activities	<u>\$ 159,839,738</u>	<u>\$ 144,489,376</u>	<u>\$ 136,508,542</u>	<u>\$ 131,256,494</u>	<u>\$ 128,550,198</u>	<u>\$ 119,916,515</u>	<u>\$ 119,415,552</u>	<u>\$ 117,927,022</u>	<u>\$ 115,798,057</u>	<u>\$ 121,588,248</u>
Business-type activities:										
Miscellaneous income	\$ 21,212	\$ 6,950	\$ 2,865	\$ 961	\$ 5,490	\$ 8,214	\$ 4,911	\$ 7,757	\$ 3,864	\$ 2,676
Transfers			38,595	81,065				(858,630)		
Total business-type activities	<u>\$ 21,212</u>	<u>\$ 6,950</u>	<u>\$ 41,461</u>	<u>\$ 82,026</u>	<u>\$ 5,490</u>	<u>\$ 8,214</u>	<u>\$ 4,911</u>	<u>\$ (850,873)</u>	<u>\$ 3,864</u>	<u>\$ 2,676</u>
Total district-wide	<u>\$ 159,860,950</u>	<u>\$ 144,496,326</u>	<u>\$ 136,550,003</u>	<u>\$ 131,340,521</u>	<u>\$ 128,555,689</u>	<u>\$ 119,924,729</u>	<u>\$ 119,420,463</u>	<u>\$ 117,068,149</u>	<u>\$ 115,801,921</u>	<u>\$ 121,590,924</u>
<u>CHANGE IN NET POSITION</u>										
Governmental activities	\$ 6,579,009	\$ 5,743,341	\$ 11,465,409	\$ (27,001)	\$ 465,367	\$ (2,149,116)	\$ (8,661,823)	\$ (8,092,122)	\$ (2,222,832)	\$ 611,195
Business-type activities	(147,923)	(204,796)	751,168	608,618	(145,109)	(159,335)	(48,647)	(891,311)	(38,049)	98,398
Total district	<u>\$ 6,431,086</u>	<u>\$ 5,538,544</u>	<u>\$ 12,216,577</u>	<u>\$ 581,617</u>	<u>\$ 320,258</u>	<u>\$ (2,308,451)</u>	<u>\$ (8,710,470)</u>	<u>\$ (8,983,433)</u>	<u>\$ (2,260,881)</u>	<u>\$ 709,593</u>

Source: ACFR Schedule A-2

TOWNSHIP OF UNION SCHOOL DISTRICT  
FUND BALANCES - GOVERNMENTAL FUNDS  
(UNAUDITED)

	Fiscal Year Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
General Fund										
Restricted	\$ 5,817,013	\$ 8,405,837	\$ 9,013,382	\$ 7,403,532	\$ 6,776,248	\$ 4,775,182	\$ 5,106,228	\$ 16,618,331	\$ 16,283,943	\$ 11,329,281
Committed										7,066,626
Assigned	1,464,712	817,520	3,746,320	595,739	2,517,598	1,174,609	865,930	1,094,429	2,563,838	43,823
Unassigned	4,603,941	2,449,984	3,932,941	3,961,607	202,065	189,457	525,976	353,566		
Total general fund	<u>\$ 11,885,665</u>	<u>\$ 11,673,341</u>	<u>\$ 16,691,643</u>	<u>\$ 11,960,778</u>	<u>\$ 8,495,911</u>	<u>\$ 6,139,248</u>	<u>\$ 6,498,134</u>	<u>\$ 18,066,326</u>	<u>\$ 18,847,781</u>	<u>\$ 18,439,730</u>
All Other Governmental Funds										
Restricted	\$ 926,175	\$ 1,599,657	\$ 1,365,789	\$ 1,562,705	\$ 57,998	\$	\$ 50,365	\$ 66,752	\$ 5,240,027	\$ 6,254,300
Committed	855,120	131,344	2,267,900	12,398,743		630,004	428,768	557,404	326,388	
Assigned					94,604					970,244
Unassigned/(Deficit)	(658,152)	(587,121)	(439,164)	(373,386)	(316,047)	(229,318)				
Total all other governmental funds	<u>\$ 1,123,143</u>	<u>\$ 1,143,880</u>	<u>\$ 3,194,525</u>	<u>\$ 13,578,062</u>	<u>\$ (163,445)</u>	<u>\$ 400,686</u>	<u>\$ 479,133</u>	<u>\$ 624,156</u>	<u>\$ 5,566,415</u>	<u>\$ 7,224,544</u>

Source: ACFR Schedule B-1



**TOWNSHIP OF UNION SCHOOL DISTRICT**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS**  
**UNAUDITED**

	Fiscal Year Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>Revenues</b>										
Tax levy	\$ 103,477,143	\$ 100,684,586	\$ 98,690,553	\$ 96,092,567	\$ 94,320,891	\$ 92,543,494	\$ 90,508,938	\$ 88,795,357	\$ 87,085,760	\$ 84,490,626
Tuition charges				28,777	52,264					
Interest on capital reserve	66,775	8,139	4,199	10,318	26,011					
Interest on investments	969,078	133,400	132,049	112,895	300,471					
Miscellaneous	1,477,693	1,126,797	820,253	689,929	167,902	1,131,157	799,501	631,348	806,283	701,969
State sources	91,777,999	80,188,133	73,190,454	64,404,868	59,276,996	56,824,648	50,901,333	47,736,891	46,495,876	44,421,420
Federal sources	9,145,861	8,764,152	7,471,057	6,257,187	3,274,309	3,468,106	3,039,377	2,900,950	2,915,231	3,041,273
<b>Total revenue</b>	<b>\$ 206,914,549</b>	<b>\$ 190,925,207</b>	<b>\$ 180,308,565</b>	<b>\$ 167,596,541</b>	<b>\$ 157,418,844</b>	<b>\$ 153,967,605</b>	<b>\$ 145,249,149</b>	<b>\$ 140,064,546</b>	<b>\$ 137,303,150</b>	<b>\$ 132,655,288</b>
<b>Expenditures</b>										
Instruction										
Regular Instruction	\$ 51,755,324	\$ 48,580,781	\$ 43,224,362	\$ 43,753,120	\$ 41,085,048	\$ 40,808,573	\$ 40,272,135	\$ 39,625,679	\$ 38,667,742	\$ 39,720,263
Special education instruction	12,853,405	12,362,706	11,579,136	12,152,882	11,662,722	9,896,763	10,083,236	9,689,681	9,454,266	9,423,068
Other instruction	2,181,486	2,285,962	2,314,240	3,691,641	3,182,271	3,395,827	4,446,171	4,115,339	4,199,877	3,929,942
Support Services:										
Tuition	17,022,863	15,140,404	12,432,816	11,787,010	12,057,596	13,095,665	12,577,721	11,977,151	10,875,321	7,596,460
Student & instruction related services	24,690,400	23,393,442	18,312,269	16,754,506	16,610,395	15,057,359	14,961,615	13,891,265	13,162,243	13,016,826
General administrative services	3,562,584	3,431,472	2,818,926	2,502,346	2,662,201	2,475,400	2,260,776	2,234,559	2,431,836	2,367,839
School Administrative services	5,406,649	5,179,394	4,714,573	4,795,699	4,867,258	5,226,792	5,440,401	5,284,613	4,891,270	5,571,724
Central services & administrative tech.	1,912,236	2,069,904	1,836,748	1,799,934		1,264,877	1,192,343	1,069,061	933,813	
Plant operations and maintenance	10,254,303	9,614,107	9,195,258	8,309,086	9,046,000	9,325,469	9,514,488	9,763,807	9,184,486	9,412,268
Student transportation services	12,538,993	13,127,298	10,156,257	9,349,577	6,318,880	6,931,928	6,535,648	6,394,379	5,407,232	5,177,319
Unallocated employee benefits	55,775,923	54,040,777	54,006,035	46,301,437	42,500,948	42,004,997	39,715,639	35,871,544	34,277,386	30,814,981
Capital outlay	7,192,709	6,338,141	12,638,184	3,623,292	1,205,476	2,568,493	7,471,941	4,731,691	2,157,793	3,665,503
Debt service:										
Principal	1,430,000	2,635,000	2,480,000	2,215,000	2,190,000	2,175,000	2,105,000	2,045,000	1,960,000	1,890,000
Interest and other charges	444,000	1,025,200	802,431	552,305	673,750	757,350	833,250	905,900	949,943	1,105,575
Cost of Issue of Refunding Bonds				144,470						
Charter Schools										218,845
<b>Total expenditures</b>	<b>\$ 207,000,874</b>	<b>\$ 199,224,586</b>	<b>\$ 186,511,236</b>	<b>\$ 167,732,304</b>	<b>\$ 154,062,543</b>	<b>\$ 154,982,493</b>	<b>\$ 157,410,364</b>	<b>\$ 147,399,669</b>	<b>\$ 138,553,228</b>	<b>\$ 133,910,613</b>
<b>Excess (Deficiency) of revenues over (under) expenditures</b>	<b>\$ (86,326)</b>	<b>\$ (8,299,379)</b>	<b>\$ (6,202,673)</b>	<b>\$ (135,763)</b>	<b>\$ 3,356,301</b>	<b>\$ (1,014,888)</b>	<b>\$ (12,161,215)</b>	<b>\$ (7,335,123)</b>	<b>\$ (1,250,078)</b>	<b>\$ (1,255,325)</b>
<b>Other Financing sources (uses)</b>										
Capital leases (non-budgeted)	277,913	1,095,708	550,000	268,750	297,324	577,555	448,000	735,144		
Refunding Bond Proceeds				23,835,000						
Original Issue Premium, net				4,106,370						
Payment to Refunding Escrow Agent				(12,846,233)						
Transfers in	1,131,036	425,251	937,290	600,582	553,309	1,140,000	531,834	8,023,766	464,804	
Transfers out	(1,131,036)	(425,251)	(937,290)	(681,647)	(553,309)	(1,140,000)	(531,834)	(7,147,501)	(464,804)	
<b>Total other financing sources (uses)</b>	<b>\$ 277,913</b>	<b>\$ 1,095,708</b>	<b>\$ 550,000</b>	<b>\$ 15,282,822</b>	<b>\$ 297,324</b>	<b>\$ 577,555</b>	<b>\$ 448,000</b>	<b>\$ 1,611,409</b>	<b>\$</b>	<b>\$</b>
<b>Net change in fund balances</b>	<b>\$ 191,587</b>	<b>\$ (7,203,671)</b>	<b>\$ (5,652,673)</b>	<b>\$ 15,147,059</b>	<b>\$ 3,653,626</b>	<b>\$ (437,333)</b>	<b>\$ (11,713,215)</b>	<b>\$ (5,723,714)</b>	<b>\$ (1,250,078)</b>	<b>\$ (1,255,325)</b>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>0.94%</b>	<b>1.90%</b>	<b>1.69%</b>	<b>1.69%</b>	<b>1.87%</b>	<b>1.92%</b>	<b>1.96%</b>	<b>8.33%</b>	<b>2.13%</b>	<b>2.30%</b>

Source: ACFR Schedule B-2

EXHIBIT "J-5"

TOWNSHIP OF UNION SCHOOL DISTRICT  
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE  
(UNAUDITED)

<u>Fiscal Year</u> <u>Ended June 30,</u>		<u>Tuition</u>		<u>Interest On</u> <u>Investments</u>		<u>Prior Year</u> <u>Refunds</u>		<u>Rentals</u>		<u>Misc.</u>		<u>Total</u>
2024	\$	146,984	\$	989,878	\$	55,691	\$	22,550	\$	269,770	\$	1,484,873
2023		42,160		144,027		98,148		37,915		154,797		477,046
2022		16,194		169,748		45,890		42,028		255,873		529,733
2021		28,777		138,003		7,762		659		209,313		384,515
2020		52,264		326,482		44,840		22,137		62,987		508,710
2019		171,267		375,004		203,581		37,119		72,875		859,846
2018		191,385		233,431		219,384		39,997		94,836		779,033
2017		113,032		194,943		112,700		32,300		339,718		792,693
2016		150,214		18,592		222,237		33,814		128,689		553,546
2015		136,115		60,683		333,935		42,549		25,936		599,218

Source: District Records

TOWNSHIP OF UNION SCHOOL DISTRICT  
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY - UNION  
UNAUDITED

<u>Fiscal Year</u> <u>Ended</u> <u>December 31,</u>	<u>Vacant Land</u>	<u>Residential</u>	<u>Commercial</u>	<u>Industrial</u>	<u>Apartment</u>	<u>Total</u> <u>Assessed Value</u>	<u>Tax Exempt</u> <u>Property</u>	<u>Public</u> <u>Utilities (a)</u>	<u>Net</u> <u>Valuation</u> <u>Taxable</u>	<u>Est. Actual</u> <u>(County Equalized</u> <u>Value)</u>	<u>Total Direct</u> <u>School</u> <u>Tax Rate (b)</u>
2023	\$ 9,318,000	\$ 759,600,500	\$ 177,308,200	\$ 64,634,900	\$ 24,801,900	\$ 1,035,663,500	\$ 243,965,200	\$ 1,062,962	\$ 1,036,726,462	\$ 10,011,025,166	\$ 10.404
2022	9,022,300	749,983,100	186,451,200	64,683,200	24,801,900	1,034,951,700	241,730,300	1,089,495	1,036,041,195	9,684,482,196	9.986
2021	10,557,500	749,319,200	189,643,200	64,960,600	24,940,800	1,039,421,300	213,886,000	1,223,658	1,040,644,958	7,239,273,368	9.675
2020	10,273,400	747,994,200	192,700,100	65,813,700	24,802,300	1,041,583,700	208,612,100	1,380,240	1,042,963,940	6,982,286,068	9.214
2019	7,836,600	745,957,200	190,645,900	66,716,100	23,656,000	1,034,811,800	195,912,900	1,414,534	1,036,226,334	6,701,384,331	9.103
2018	6,086,400	744,964,800	189,266,800	69,478,800	22,773,600	1,032,570,400	196,215,800	1,452,617	1,034,023,017	6,428,188,642	8.950
2017	7,914,100	743,548,000	186,518,100	68,853,900	21,752,900	1,028,587,000	187,830,100	1,482,416	1,030,069,416	6,272,037,939	8.787
2016	8,171,500	741,892,000	188,646,000	70,590,000	20,807,900	1,030,107,400	188,170,200	1,533,331	1,031,640,731	6,032,620,003	8.607
2015	8,549,400	742,161,900	190,863,500	70,630,300	20,603,500	1,032,808,600	187,627,400	1,454,499	1,034,263,099	6,127,489,228	8.420
2014	6,348,400	741,128,900	185,346,700	69,774,800	20,572,300	1,023,171,100	185,224,600	1,437,411	1,024,608,511	6,023,633,409	8.247

Source: District records Tax list summary & Municipal Tax Assessor

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

Reassessment occurs when ordered by the County Board of Taxation

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

(b): Tax rates are per \$100

TOWNSHIP OF UNION SCHOOL DISTRICT  
DIRECT AND OVERLAPPING PROPERTY TAX RATES - UNION  
UNAUDITED

Calendar Year Ended December 31,	Township of Union			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate (a)	General Obligation Debt Service (b)	Total Direct School Tax Rate	Township of Union	Union County	
2023	\$ 10.216	\$ 0.188	\$ 10.404	\$ 8.255	\$ 3.692	\$ 22.351
2022	9.635	0.351	9.986	7.842	3.841	21.669
2021	9.335	0.340	9.675	7.631	3.610	20.916
2020	8.956	0.258	9.214	7.416	3.372	20.002
2019	8.838	0.265	9.103	7.267	3.363	19.733
2018	8.682	0.268	8.950	7.150	3.298	19.398
2017	8.514	0.273	8.787	7.037	3.287	19.111
2016	8.330	0.275	8.605	6.698	3.144	18.447
2015	8.150	0.270	8.420	6.739	3.175	18.334
2014	5.315	2.932	8.247	6.528	3.149	17.924

Source: District Records and Municipal Tax Collector  
(Rates are per \$100 of assessed value)

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 calculated as follows: the prebudget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

(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.

EXHIBIT "J-8"

TOWNSHIP OF UNION SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAX PAYERS - UNION  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

Taxpayer	2024			2015		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Union Mill Run, LLC	\$ 10,930,700	1	1.05%	\$ 10,450,000	1	1.02%
Mcminn-L. Robbins, Trustee	8,880,800	2	0.86%	8,966,000	2	0.87%
Union 22 Plaza	8,601,400	3	0.83%	8,902,400	3	0.86%
Edison UNNJ001, LLC	5,332,300	4	0.51%			
Union UE, LLC	5,126,000	5	0.49%	8,500,000	4	0.82%
I&G Direct Real Estate 45	4,977,400	6	0.48%			
Liberty Hall Joint Venture	3,855,600	7	0.37%	3,855,600	8	0.37%
VNO 2445 Springfield Ave.	3,841,300	8	0.37%	6,300,000	6	0.61%
Union Medical Plaza, LLC	3,682,900	9	0.36%			
Greenleaf at Union, LLC	3,493,600	10	0.34%			
MERCK Corporation				6,708,100	5	0.65%
Bed, Bath & Beyond				5,127,700	7	0.50%
Island Southeast Union				3,538,900	9	0.34%
Target Corporation				3,372,700	10	0.33%
Total	\$ 58,722,000		5.66%	\$ 65,721,400		6.37%

EXHIBIT "J-9"

TOWNSHIP OF UNION SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
UNAUDITED

<u>Fiscal Year</u> <u>Ended</u> <u>June 30.</u>	<u>Taxes Levied</u> <u>for the</u> <u>Fiscal Year</u>	<u>Collected within the Fiscal Year of the Levy</u>		<u>Collections in</u> <u>Subsequent Years</u>
		<u>Amount</u>	<u>Percentage</u> <u>of Levy</u>	
2024	\$ 103,477,143	\$ 103,477,143	100.00%	-
2023	100,684,586	100,684,586	100.00%	-
2022	98,690,553	98,690,553	100.00%	-
2021	96,092,567	96,092,567	100.00%	-
2020	94,320,891	94,320,891	100.00%	-
2019	92,543,494	92,543,494	100.00%	-
2018	90,508,938	90,508,938	100.00%	-
2017	88,795,357	88,795,357	100.00%	-
2016	87,085,760	87,085,760	100.00%	-
2015	84,490,626	84,490,626	100.00%	-

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

Note: 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 is the amount voted upon or certified prior to the end of the school year.

TOWNSHIP OF UNION SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities		Total District	Percentage of Personal Income (a)	Per Capita (a)
	General Obligation Bonds (b)	Installment Purchase Contracts			
2024	\$ 19,385,000	\$ 1,246,984	\$ 20,631,984	0.44%	\$ 340
2023	21,240,000	1,363,672	22,603,672	0.48%	373
2022	23,875,000	718,270	24,593,270	0.57%	411
2021	26,355,000	786,992	27,141,992	0.66%	454
2020	17,367,000	1,025,026	18,392,026	0.47%	314
2019	19,557,000	703,387	20,260,387	0.54%	346
2018	21,732,000	599,663	22,331,663	0.62%	382
2017	23,837,000	485,967	24,322,967	0.69%	417
2016	25,882,000		25,882,000	0.77%	449
2015	27,842,000		27,842,000	0.87%	484

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

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

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

(b) Includes Early Retirement Incentive Plan (ERIP) refunding if applicable.

EXHIBIT "J-11"

TOWNSHIP OF UNION SCHOOL DISTRICT  
RATIOS OF NET BONDED DEBT OUTSTANDING  
(UNAUDITED)

Fiscal Year Ended June 30,	<u>General Bonded Debt Outstanding</u>		Percentage of Actual Taxable Value (a) of Property	Per Capita (b)
	<u>General Obligation Bonds</u>	<u>Net General Bonded Debt Outstanding</u>		
2024	\$ 19,385,000	\$ 19,385,000	0.21%	\$ 319
2023	21,240,000	21,240,000	0.25%	350
2022	23,875,000	23,875,000	0.38%	441
2021	26,355,000	26,355,000	1.89%	333
2020	17,367,000	17,367,000	2.11%	370
2019	19,557,000	19,557,000	2.31%	402
2018	21,732,000	21,732,000	2.50%	442
2017	23,837,000	23,837,000	2.69%	481
2016	25,882,000	25,882,000	2.93%	520
2015	27,842,000	27,842,000	3.11%	554

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

(a) See Exhibit J-6 for property tax data.

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



EXHIBIT "J-12"

TOWNSHIP OF UNION SCHOOL DISTRICT  
DIRECT AND 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 Union	\$ 156,470,636	100%	\$ 156,470,636
Other debt Union County	526,817,242	2.60%	<u>13,719,211</u>
Township of Union School District Direct Debt	21,025,000	100%	<u>21,025,000</u>
Total direct and overlapping debt			<u>\$ 191,214,847</u>

Source: Municipal Chief Financial Officer, County Treasurer's Office

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

(a) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within

TOWNSHIP OF UNION SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
(UNAUDITED)

Legal Debt Margin Calculation for Year 2024:

Equalized Valuation Basis

Calendar Year	UNION
2023	\$9,941,899,135
2022	9,714,217,757
2021	8,238,653,207
	<u>\$27,894,770,099</u>
Average Equalized Valuation of Taxable Property	<u>\$9,298,256,700</u>
Debt Limit (4% (a) of average equalization value)	\$371,930,268
Total Net Debt Applicable to Limit	<u>19,385,000</u>
Legal Debt Margin	<u>\$352,545,268</u>

	Fiscal Year Ending June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Debt Limit	\$371,930,268	\$369,866,546	\$299,373,231	\$278,062,177	\$265,160,456	\$252,476,580	\$246,783,560	\$243,843,854	\$243,452,334	\$243,843,854
Total Net Debt Applicable To Limit	<u>19,385,000</u>	<u>21,240,000</u>	<u>23,875,000</u>	<u>26,355,000</u>	<u>17,367,000</u>	<u>19,557,000</u>	<u>21,732,000</u>	<u>25,882,000</u>	<u>23,837,000</u>	<u>25,882,000</u>
Legal Debt Margin	<u>\$352,545,268</u>	<u>\$348,626,546</u>	<u>\$275,498,231</u>	<u>\$251,707,177</u>	<u>\$247,793,456</u>	<u>\$232,919,580</u>	<u>\$225,051,560</u>	<u>\$217,961,854</u>	<u>\$219,615,334</u>	<u>\$217,961,854</u>
Total Net Debt Applicable to the Limit as a % of Debt Limit	5.21%	5.74%	7.97%	9.48%	6.55%	7.75%	8.81%	10.61%	9.79%	10.61%

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

EXHIBIT "J-14"

TOWNSHIP OF UNION SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
(UNAUDITED)

<u>Year</u>	<u>Population (a)</u>	<u>Personal Income (b)</u>	<u>Per Capita Personal Income (c)</u>	<u>Unemployment Rate (d)</u>
2023	60,676	\$4,648,752,416	\$76,616.00	4.50%
2022	60,620	4,668,164,340	77,007.00	3.80%
2021	59,800	4,338,071,400	72,543.00	6.40%
2020	59,745	4,114,458,915	68,867.00	9.90%
2019	58,541	3,942,502,186	67,346.00	3.50%
2018	58,631	3,772,435,802	64,342.00	4.20%
2017	58,476	3,624,225,528	61,978.00	4.40%
2016	58,326	3,534,322,296	60,596.00	4.90%
2015	57,624	3,374,980,056	58,569.00	5.60%
2014	57,538	3,193,991,918	55,511.00	6.40%

Source:

(a) Population information provided by the NJ Dept. of Labor and Workforce Development.

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

(c) Per capita personal income by municipality estimated based upon US Department of Commerce, Bureau of Economic Analysis.

(d) Unemployment data provided by the NJ Dept. of Labor and Workforce Development.

TOWNSHIP OF UNION SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS - CURRENT YEAR AND NINE YEARS AGO - UNION  
UNAUDITED

Employer	2024			2015		
	# of Employees	Rank (Optional)	Percentage of Total Employment	# of Employees	Rank (Optional)	Percentage of Total Employment
NOT AVAILABLE						
	0		0.00%	0		0.00%

Source: Municipal Records

TOWNSHIP OF UNION SCHOOL DISTRICT  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
(UNAUDITED)

<u>Function/Program</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Instruction										
Regular	470	478	471	472	508	471	535	542	527	579
Special education	117	119	104	137	132	132	140	244	199	163
Support Services:										
Student & instruction related services	262	250	222	209	208	225	236	142	234	246
General administration	5	7	7	6	9	10	11	11	12	14
School administrative services	37	40	72	62	52	50	48	50	49	44
Central services	14	14	14	11	11	12	10	10	9	11
Administrative Information Technology	8	7	7	7	7	7	8	7	5	6
Plant operations and maintenance	137	136	122	112	119	141	117	126	140	159
Pupil transportation	42	42	68	82	82	89	76	75	83	80
Total	<u>1,092</u>	<u>1,093</u>	<u>1,087</u>	<u>1,098</u>	<u>1,128</u>	<u>1,137</u>	<u>1,181</u>	<u>1,207</u>	<u>1,258</u>	<u>1,302</u>

Source: District Personnel Records

TOWNSHIP OF UNION SCHOOL DISTRICT  
OPERATING STATISTICS  
(UNAUDITED)

Fiscal Year	Enrollment	Operating Expenditures (a)	Cost Per Pupil	% Change	Teaching Staff (b)	Teacher/Pupil Ratio			Average Daily Enrollment (c)	Average Daily Attendance (c)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary School	Middle School	High School				
2024	7,771	\$185,388,843	23,856	3.98%	650	1:10	1:10	1:10	7,731	7,216	2.59%	93.34%
2023	7,739	177,565,585	22,944	7.37%	597	1:10	1:10	1:10	7,536	7,015	2.77%	93.09%
2022	7,532	160,951,475	21,369	2.32%	575	1:10	1:10	1:10	7,333	6,809	3.11%	92.85%
2021	7,311	152,689,516	20,885	1.47%	609	1:10	1:10	1:10	7,112	6,880	(1.18%)	96.74%
2020	7,113	146,409,055	20,583	(2.11%)	697	1:10	1:10	1:10	7,197	6,868	1.24%	95.43%
2019	7,109	149,483,650	21,027	3.09%	697	1:10	1:10	1:10	7,109	6,752	(1.36%)	94.98%
2018	7,207	147,000,173	20,397	7.66%	733	1:11	1:11	1:11	7,207	6,859	(0.33%)	95.17%
2017	7,231	136,989,478	18,945	3.11%	732	1:11	1:11	1:11	7,231	6,857	(0.47%)	94.83%
2016	7,265	133,485,492	18,374	11.57%	735	1:11	1:11	1:11	7,265	6,911	(3.21%)	95.13%
2015	7,506	123,615,831	16,469	9.75%	742	1:11	1:11	1:11	7,506	7,134	(0.03%)	95.04%

Sources: District records, ASSA

Note: Enrollment based on annual October district count.

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

TOWNSHIP OF UNION SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION

UNAUDITED

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<u>District Building</u>										
<u>Elementary</u>										
Battle Hill										
Square Feet	57,375	57,375	57,375	57,375	57,375	57,375	57,375	57,375	57,375	57,375
Capacity (students)	387	387	387	387	387	387	387	387	387	387
Enrollment	417	417	382	398	398	398	409	414	398	428
Connecticut Farms										
Square Feet	57,740	57,740	57,740	57,740	57,740	57,740	57,740	57,740	57,740	57,740
Capacity (students)	513	513	513	513	513	513	513	513	513	513
Enrollment	411	423	421	358	358	358	397	407	417	422
Franklin										
Square Feet	58,635	58,635	58,635	58,635	58,635	58,635	58,635	58,635	58,635	58,635
Capacity (students)	581	581	581	581	581	581	581	581	581	581
Enrollment	445	448	447	450	450	450	421	451	431	442
Hamilton										
Square Feet	35,328	35,328	35,328	35,328	35,328	35,328	35,328	35,328	35,328	35,328
Capacity (students)	312	312	312	312	312	312	312	312	312	312
Enrollment										
Hannah Caldwell										
Square Feet	87,000	87,000	87,000	87,000	87,000	87,000	87,000	87,000	87,000	87,000
Capacity (students)	550	550	550	550	550	550	550	550	550	550
Enrollment	802	815	771	574	574	574	494	529	582	619
Livingston										
Square Feet	48,600	48,600	48,600	48,600	48,600	48,600	48,600	48,600	48,600	48,600
Capacity (students)	525	525	525	525	525	525	525	525	525	525
Enrollment	487	475	463	400	400	400	433	424	440	432
Washington										
Square Feet	64,615	64,615	64,615	64,615	64,615	64,615	64,615	64,615	64,615	64,615
Capacity (students)	656	656	656	656	656	656	656	656	656	656
Enrollment	577	574	570	559	559	559	598	613	608	608
Jefferson / Central Five										
Square Feet	68,940	68,940	68,940	68,940	68,940	68,940	68,940	68,940	68,940	68,940
Capacity (students)	660	660	660	660	660	660	660	660	660	660
Enrollment	560	564	524	526	526	526	562	533	535	558
<u>Middle School</u>										
Burnet										
Square Feet	167,163	167,163	167,163	167,163	167,163	167,163	167,163	167,163	167,163	167,163
Capacity (students)	1,036	1,036	1,036	1,036	1,036	1,036	1,036	1,036	1,036	1,036
Enrollment	978	957	979	1,028	1,028	1,028	977	983	978	1,034
Kawameeh										
Square Feet	105,202	105,202	105,202	105,202	105,202	105,202	105,202	105,202	105,202	105,202
Capacity (students)	822	822	822	822	822	822	822	822	822	822
Enrollment	726	729	712	701	701	701	685	681	675	637
<u>High School</u>										
Union High School										
Square Feet	358,161	358,161	358,161	358,161	358,161	358,161	358,161	358,161	358,161	358,161
Capacity (students)	2,228	2,228	2,228	2,228	2,228	2,228	2,228	2,228	2,228	2,228
Enrollment	2,368	2,337	2,263	2,207	2,207	2,207	2,151	2,195	2,200	2,324
<u>Other</u>										
Field House										
Square Feet	11,316	11,316	11,316	11,316	11,316	11,316	11,316	11,316	11,316	11,316
Capacity (students)										
Enrollment										
Administration Building										
Square Feet	25,200	25,200	25,200	25,200	25,200	25,200	25,200	25,200	25,200	25,200
Number of Schools at June 30, 2024										
Elementary - 8										
Middle School - 2										
Senior High School - 1										
Other - 2										

Source: District records

TOWNSHIP OF UNION - SCHOOL DISTRICT  
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
LAST TEN FISCAL YEARS  
(UNAUDITED)

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

School Facilities	Project # (s)	Fiscal Year Ending June 30,									
		2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Battle Hill	N/A	\$ 14,418	\$ 20,615	\$ 34,438	\$ 33,782	\$ 24,391	\$ 24,162	\$ 22,808	\$ 30,734	\$ 40,104	\$ 73,357
Connecticut Farms	N/A	20,931	61,844	40,957	39,116	52,759	52,263	27,543	43,952	39,367	24,923
Franklin	N/A	16,319	41,230	48,645	45,500	36,469	36,126	49,654	52,318	39,365	28,093
Hamilton	N/A	28,430	82,459	29,055	30,604	69,529	68,876	31,713	35,103	24,200	24,466
Central Five	N/A	84,288	41,230	62,472	61,155	34,971	34,643	28,400	30,623	29,675	31,168
Livingston	N/A	40,453	41,230	62,944	54,260	39,759	39,386	30,708	58,510	18,623	31,437
Washington	N/A	24,060	41,230	58,846	52,310	36,459	36,116	32,987	66,072	47,952	53,611
Kawameeh	N/A	44,916	61,844	62,677	59,685	58,283	57,735	43,176	48,634	95,588	45,850
Union High School	N/A	123,604	206,148	214,593	183,431	180,998	179,297	162,364	172,422	165,450	232,820
Burnet	N/A	45,592	82,459	159,276	84,063	70,034	69,376	72,094	78,879	105,698	45,042
Hannah Caldwell	N/A	78,651	61,844	93,637	88,285	58,784	58,231	74,896	71,422	76,162	76,683
Total School Facilities		\$ 521,662	\$ 742,133	\$ 867,540	\$ 732,191	\$ 662,436	\$ 656,211	\$ 576,343	\$ 688,669	\$ 682,184	\$ 667,451
District-Wide Facilities *		\$ 1,322,841	\$ 1,319,348	\$ 1,181,249	\$ 1,134,727	\$ 1,224,786	\$ 1,213,271	\$ 1,232,342	\$ 1,276,906	\$ 1,308,333	\$ 1,288,245
Grand Total		\$ 1,844,503	\$ 2,061,481	\$ 2,048,789	\$ 1,866,918	\$ 1,887,222	\$ 1,869,482	\$ 1,808,685	\$ 1,965,575	\$ 1,990,517	\$ 1,955,696



TOWNSHIP OF UNION SCHOOL DISTRICT  
INSURANCE SCHEDULE  
JUNE 30, 2024  
(UNAUDITED)

<u>Company</u>	<u>Type of Coverage</u>	<u>Coverage</u>	<u>Deductible</u>
NJSIG	Property Blanket Building & Contents- Replacement Cost Values	\$ 270,182,201	\$ 5,000
NJSIG	Excess Liability		
	-General Aggregate	11,000,000	
	-Automobile Liability	11,000,000	
	-Including Auto Physical Damage	ACV based on Schedule	1,000
	-Employee Benefits Liability	11,000,000	
NJSIG	Worker's Compensation & Employer's Liability		
	Excess Worker's Compensation	Statutory	
	Excess Employer's Liability	3,000,000 per acc.	
NJSIG	Commercial Crime Coverage		
	-Faithful Performance	1,000,000	1,000
	-Forgery & Alteration, Employee Theft	500,000	1,000
	-Money & Securities (inside/outside)	100,000	1,000
	-Money orders/Counterfeit	100,000	1,000
	-Computer Fraud	1,000,000	1,000
RSUI	School Board Legal Liability and Employer Practices Liability	5,000,000 EPLI	350,000 75,000
Mid-Continent	Underground Storage Tank	1,000,000 / 2,000,000	5,000
QBE/US Fire	Student Accident Insurance	1,000,000	1,000
	Surety Bonds		
	- Business Administrator/Board Secretary	470,000	
	- Treasurer of School Monies	530,000	
	- Assistant Board Secretary	50,000	

Source: District Records \ (Insurance Broker)

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**SINGLE AUDIT SECTION**



**SUPLEE, CLOONEY & COMPANY LLC**

**CERTIFIED PUBLIC ACCOUNTANTS**

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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities and each major fund of the Township of Union School District (the "District") as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's financial statements, and have issued our report thereon dated December 12, 2024.

***Internal Control Over Financial Reporting***

In planning and performing our audit of the financial statements, we considered the District's 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 Township of Union School District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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.

## SUPLEE, CLOONEY & COMPANY LLC

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

### ***Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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*. We noted other matters that have been reported to the Union Board of Education of the Union School District in a separate Auditor's Management Report on Administrative Findings – Financial and Compliance dated December 12, 2024.

### ***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.

  
CERTIFIED PUBLIC ACCOUNTANTS

  
PUBLIC SCHOOL ACCOUNTANT NO. 962

December 12, 2024



**SUPLEE, CLOONEY & COMPANY LLC**

**CERTIFIED PUBLIC ACCOUNTANTS**

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

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

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

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

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

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

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

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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 the *New Jersey OMB State Grant Compliance Supplement*. Our responsibilities under those standards, the Uniform Guidance and the New Jersey OMB State Grant Compliance Supplement 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.

## **SUPLEE, CLOONEY & COMPANY LLC**

### ***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.

### ***Auditor's Responsibilities for the Audit of Compliance***

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

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, the Uniform Guidance and New Jersey OMB State Grant Compliance Supplement, 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 the New Jersey OMB State Grant Compliance Supplement, 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.

## SUPLEE, CLOONEY & COMPANY LLC

### ***Report on Internal Control Over Compliance***

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

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

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

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

  
CERTIFIED PUBLIC ACCOUNTANTS

  
PUBLIC SCHOOL ACCOUNTANT NO. 962

December 12, 2024



TOWNSHIP OF UNION SCHOOL DISTRICT  
 SCHEDULE A - EXPENDITURES  
 FOR THE FISCAL YEAR ENDING JUNE 30, 2024

FEDERAL AGENCY	FEDERAL FUND NUMBER	STATE OR PROJECT NUMBER	GRANT PERIOD	AWARD AMOUNT	BALANCE AT JUNE 30, 2023	CARRYOVER AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	SUBRECIPIENT BUDGETARY EXPENDITURES	ADJUSTMENT	(ACCOUNTS RECEIVABLE)	BALANCE AT JUNE 30, 2024	DUE TO GRANTOR
<b>Enterprise Funds</b>													
<b>U.S. Department of Agriculture</b>													
<b>Passed-through State Department of Education:</b>													
<b>Child Nutrition Cluster:</b>													
10.555	231N304N1089	N/A	07/01/2022 - 06/30/2023	\$ 330,208	\$ 10,378	\$	\$	\$ (10,378)	\$	\$	\$	\$	\$
10.555	241N304N1089	N/A	07/01/2022 - 06/30/2023	382,891			382,891	(387,238)				15,602	
10.555	241N304N1089	N/A	07/01/2022 - 06/30/2023	1,955,549	(86,486)		36,486				(86,778)		
10.555	241N304N1089	N/A	07/01/2022 - 06/30/2023	1,876,567	(2,842)		1,793,219	(1,876,897)					
10.555	241N304N1089	N/A	07/01/2022 - 06/30/2023	59,375			2,842	(61,852)			(2,742)		
10.555	241N304N1089	N/A	07/01/2022 - 06/30/2023	61,862	(18,511)		99,139						
10.555	241N304N1089	N/A	07/01/2022 - 06/30/2023	1,154,585			273,114	(282,704)			(20,890)		
10.555	241N304N1089	N/A	07/01/2022 - 06/30/2023	282,704			175,292	(2,183,544)			(107,111)	15,602	
10.555	241N304N1089	N/A	07/01/2022 - 06/30/2023	175,292			2,804,504	(3,256)					
10.555	241N304N1089	N/A	07/01/2022 - 06/30/2023	3,256			19,186	(32)			(32)		
10.555	241N304N1089	N/A	07/01/2022 - 06/30/2023	15,420			42,142	(42,474)					
<b>Total Child Nutrition Cluster</b>													
10.649	202121S00841	N/A	07/01/2022 - 06/30/2023	3,256			3,256	(3,256)					
10.649	202121S00841	N/A	07/01/2022 - 06/30/2023	19,186			19,186	(19,186)					
10.185	N/A	N/A	07/01/2022 - 06/30/2023	15,420			42,142	(42,474)					
<b>Total Enterprise Fund</b>													
93.778	2005NJSAP	N/A	07/01/2023 - 06/30/2024	203,727			203,727	(203,727)					
<b>General Fund</b>													
<b>U.S. Department of Education</b>													
<b>Passed-through State Department of Education:</b>													
<b>Medical Assistance Program (SEM)</b>													
<b>Total General Fund</b>													
<b>Special Revenue Fund</b>													
<b>U.S. Department of Education</b>													
<b>LD E.A. Part 8 Special Education Cluster:</b>													
84.027	H027A203100	IDEA529023	07/01/2022 - 06/30/2023	2,011,504	\$ (117,137)	\$	\$ 117,137	\$ (2,127,849)	\$	\$	\$ (24,316)	\$	\$
84.027	H027A203100	IDEA529023	07/01/2022 - 06/30/2023	2,151,840	(680)		2,151,840	(2,151,840)					
84.027	H027A203100	IDEA529023	07/01/2022 - 06/30/2023	58,666	(5,920)		58,666	(5,920)					
84.173	H173A20114	IDEA529024	07/01/2022 - 06/30/2023	66,330			66,330	(66,330)					
84.173	H173A20114	IDEA529024	07/01/2022 - 06/30/2023	2,293,051	(123,737)		2,293,051	(2,344,178)			(24,316)		
<b>Total Special Education Cluster</b>													
84.010	S010A20030	ESSE529023	07/01/2022 - 06/30/2023	1,223,063	\$ (409,382)	\$ (7,538)	\$ 648,635	\$ (211,081)	\$	\$ (20,033)	\$	\$	\$
84.010	S010A20030	ESSE529023	07/01/2022 - 06/30/2023	1,345,348		7,538	676,076	(1,033,427)			(20,033)		
84.367A	S367A20029	ESSE529023	07/01/2022 - 06/30/2023	213,889	(81,605)		87,122	(2,617)					
84.367A	S367A20029	ESSE529023	07/01/2022 - 06/30/2023	224,398	(29,468)		102,864	(215,531)			(112,787)		
84.365	S365A20030	ESSE529023	07/01/2022 - 06/30/2023	115,451			75,483	(86,512)					
84.365	S365A20030	ESSE529023	07/01/2022 - 06/30/2023	23,293	(57,288)		57,288	(1,560)			(28,118)		
84.424	S424A20031	ESSE529023	07/01/2022 - 06/30/2023	138,828			67,634	(75,115)			(1,590)		
84.424	S424A20031	ESSE529023	07/01/2022 - 06/30/2023	90,100			1,152,860	(1,648,481)			(10,485)		
<b>Total E.S.E.A.</b>													
84.184	BC45 E20E0460	N/A	06/05/2022 - 11/30/2023	375,000			101,085	(101,085)					
84.184	BC45 E20E0460	N/A	12/01/2023 - 12/31/2024	435,000			237,040	(320,104)			(85,084)		
<b>Total School Based Mental Health</b>													
<b>Education Stabilization Fund</b>													
84.425D	S425D20027	N/A	03/01/2020 - 09/30/2023	797,365	(6,713)		39,081	(3,529)					
84.425D	S425D20027	N/A	03/01/2020 - 09/30/2023	2,375,652	(949,310)		39,389	(10,369)					
84.425D	S425D20027	N/A	03/01/2020 - 09/30/2023	180,834	(28,030)		9,520	(5,920)					
84.425D	S425D20027	N/A	03/01/2020 - 09/30/2023	45,000	(19,040)		2,785,072	(224,512)			(1,086,143)		
84.425D	S425D20027	N/A	03/01/2020 - 09/30/2023	6,883,072	(3,742,773)		18,421	(3,680)			(84,096)		
84.425D	S425D20027	N/A	03/01/2020 - 09/30/2023	46,752	(17,441)		18,421	(800)					
84.425D	S425D20027	N/A	03/01/2020 - 09/30/2023	85,501	(25,512)		37,563	(9,813)			(742)		
<b>Total Education Stabilization Fund</b>													
<b>U.S. Department of Treasury</b>													
<b>Passed-through State Department of Education:</b>													
<b>Coronavirus Relief Fund:</b>													
21.027	SLRFD0E1BES	N/A	07/01/2022 - 06/30/2023	422,139	\$ (211,069)	\$	\$ 211,069	\$	\$	\$	\$ (875,146)	\$	\$
21.027	SLRFD0E1BES	N/A	07/01/2022 - 06/30/2023	1,190,296			575,149	(1,150,260)					
21.027	SLRFD0E1BES	N/A	07/01/2022 - 06/30/2023	614,000			706,213	(1,758,295)			(1,381,787)		
<b>Total Special Revenue Fund</b>													
<b>Total Expenditures at Federal Awards</b>													
<b>Total Special Revenue Fund</b>													
<b>Total Expenditures at Federal Awards</b>													

See accompanying notes to schedules of expenditures of federal awards and state financial assistance.



**Township of Union School District**  
**Notes to the Schedules of Expenditures of Federal Awards**  
**and State Financial Assistance**  
**Year Ended June 30, 2024**

**NOTE 1:      GENERAL**

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

**NOTE 2:      BASIS OF ACCOUNTING**

The accompanying schedules of expenditures of awards and federal awards and state financial assistance are presented on the budgetary basis of accounting with the exceptions 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 of the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10 percent *de minimis* indirect cost rate as allowed under the Uniform Guidance.

**NOTE 3:      RELATIONSHIP TO BASIC FINANCIAL STATEMENTS**

The basic financial statements present the general fund and special revenue fund on a GAAP basis. Budgetary comparison statements or schedule (RSI) are presented for the general fund and special revenue fund to demonstrate finance-regulated 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 state aid payment in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes, that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment 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 GAAP basis does not. The special revenue fund also recognizes the last state aid payment in the current budget year, consistent with N.J.S.A. 18A:22-44.2.

**Township of Union School District**  
**Notes to the Schedules of Expenditures of Federal Awards**  
**and State Financial Assistance**  
**Year Ended June 30, 2024**

**NOTE 3:      RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)**

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$738,772) for the general fund and \$1,655,055 for the special revenue fund. See the notes to the required supplementary information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Federal awards and state financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$203,727	\$83,829,599	\$84,033,326
Special Revenue Fund	6,531,929	8,136,717	14,668,645
Capital Projects Fund		1,305,604	1,305,604
Food Service Fund	<u>2,831,017</u>	<u>124,470</u>	<u>2,955,487</u>
Total Awards & Financial Assistance	\$9,566,673	\$93,396,390	\$102,963,063
GAAP Adjustment	<u>2,410,204</u>	<u>(1,493,921)</u>	<u>916,283</u>
Total: GAAP Basis	<u>\$11,976,877</u>	<u>\$91,902,469</u>	<u>\$103,879,346</u>

**NOTE 4:      RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS**

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

**NOTE 5:      OTHER**

Revenues and expenditures reported in the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF pension contributions, post-retirement medical benefits and long-term disability insurance represents the amount paid by the state on behalf of the district for the year ended June 30, 2024. TPAF Social Security contributions represent the amount reimbursed by the state for the employer's share of Social Security contributions for TPAF members for the year ended June 30, 2024.

**Township of Union School District**  
**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2024**

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

**Financial Statements**

- |     |  |            |
|-----|--|------------|
| (1) | Type of Auditor's Report Issued:   | Unmodified |
| (2) | Internal Control Over Financial Reporting:   |            |
| (a) | Material weakness identified?  | No         |
| (b) | Significant deficiencies identified that are not considered to be material weaknesses? | No         |
| (3) | Noncompliance material to basic financial statements noted?                            | No         |

**Federal Program(s)**

- |     |  |            |
|-----|--|------------|
| (1) | Internal Control Over Major Federal Programs:  |            |
| (a) | Material weakness identified?  | No         |
| (a) | Significant deficiencies identified that are not considered to be material weaknesses?                 | No         |
| (2) | Type of Auditor's Report issued on compliance for major federal program(s)?                            | Unmodified |
| (3) | Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? | No         |
| (4) | Identification of Major Federal Program(s):  |            |

<u>Program</u>	<u>ALN</u>
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Child Nutrition Cluster:

National School Lunch Program	10.555
National School Lunch Program- Commodities	10.555
HHFKA Performance Based reimbursement	10.555
National School Breakfast Program	10.553

High Impact Tutoring	21.027
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- |     |   |     |
|-----|---|-----|
| (5) | Program Threshold Determination:                                    |     |
|     | Type A Federal Program Threshold > \$750,000.00                     |     |
|     | Type B Federal Program Threshold <= \$750,000.00                    |     |
| (6) | Auditee qualified as a low-risk auditee under the Uniform Guidance? | Yes |

**Township of Union School District**  
**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2024**

**Section I – Summary of Auditor's Results (Continued)**

**State Program(s)**

- (1) Internal Control Over Major State Programs:
- (a) Material weakness identified? No
- (b) Significant deficiencies identified that are not considered to be material weaknesses? No
- (2) Type of Auditor's Report issued on compliance for major state program(s)? Unmodified
- (3) Any audit findings disclosed that are required to be reported in accordance with N.J. OMB Circular 15-08? No
- (4) Identification of Major State Program(s):
- | <u>Program</u>                    | <u>Grant Number</u>  |
|-----------------------------------|----------------------|
| State Aid Cluster:                |                      |
| Equalization Aid                  | 24-495-034-5120-078  |
| Categorical Special Education Aid | 24-495-034-5120-089  |
| Categorical Security Aid          | 24-495-034-5120-084  |
| N.J. Clean Energy Grant           | SSB-VEEVP-7046-12324 |
- (5) Program Threshold Determination:
- Type A State Program Threshold > \$2,022,039
- Type B State Program Threshold <= \$2,022,039
- (6) Auditee qualified as a low-risk auditee under NJ OMB Circular 15-08? Yes

**Township of Union School District**  
**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2024**

**Section II – Financial Statement Audit – Reported Findings Under Government Auditing Standards**

**Internal Control Findings**

None Reported

**Compliance Findings**

None Reported

**Section III – Findings and Questioned Costs Relative to Major Federal and State Programs**

Federal Programs – None Reported

State Programs – None Reported

**Township of Union School District**  
**Schedule of Prior Year Audit Findings**

There were no prior year findings.