CLEMENTON SCHOOL DISTRICT



CLEMENTON BOARD OF EDUCATION
CAMDEN COUNTY, NEW JERSEY

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2025

20250

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INTRODUCTORY SECTION

January 21, 2026

Honorable President and
Members of the Board of Education
Clementon School District
County of Camden, New Jersey

Dear Board Members:

The annual comprehensive financial report of the Clementon School District ("District") for the fiscal year ending June 30, 2025, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education ("Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present the financial position and results of the operation 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: introductory, financial, statistical, and Single Audit. The introductory section includes this transmittal letter, the District's organizational chart, and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo a Single Audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), and the State of New Jersey Circular 15-08 OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. 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, is included in the Single Audit section of this report.

1. <u>REPORTING ENTITY AND ITS SERVICES</u>: Clementon School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds of the District are included in this report. The Clementon Board of Education and its school constitute the District's reporting entity.

The District provided educational services for grades Pre-Kindergarten through grade 8 in our building. Through a send/receive relationship with the Pine Hill School District, we provide programs for our students in grades 9-12, including Special Education. The District completed the 2024-2025 fiscal year with an average enrollment of 613 students. The following details the changes in the student enrollment of the District over the last eleven (11) years.

Average District Enrollment			
Fiscal Year	Student Enrollment	Inrease/Decrease	Percentage Change
2024-2025	613	-2	-0.01
2023-2024	615	24	1.04
2022-2023	591	39	1.07
2021-2022	552	-6	-1.2
2020-2021	558	61	10.9
2019-2020	497	12	2.4
2018-2019	485	39	8.7
2017-2018	446	0	0
2016-2017	446	-18	4.2
2015-2016	465	36	8.6
2014-2015	428	-26	5

2. ECONOMIC CONDITION AND OUTLOOK: The Borough of Clementon is considered to be small in size, with an area of only two square miles. The Borough is comprised of approximately 1280 acres and is estimated to be 90% developed, with 85% of the developed area being residential, 10% commercial and 5% industrial.

The history of the Borough of Clementon centers on its six lakes. In the early 1900's, it was a favorite spot for summer vacationers with a bustling downtown area and its famed amusement park, Clementon Lake Park. The Clementon Lake Park has recently closed operations, and the status of the ownership is unknown as of this report. Many stores and businesses have left the Borough in favor of shopping malls and large commercial office buildings, as well as online purchasing. This has resulted in the majority of the land becoming residential. Population estimates of the Borough and the 2020 census reveal an increase in the number of residents in recent years. Estimates of July 1, 2012, place the population at 4,959, while the 2020 census shows 5,338, an increase of 7.6%. An indication of this can be seen in the increase in students enrolled at Clementon School District.

Clementon educates students in preschool through high school, entering into a send/receive relationship with the Pine Hill School District for the programs for 9th through 12th graders. Our enrollment of Pre-K - 8th grade students has increased for the 2024-25 school year. Clementon students enrolled at Overbrook High School in Pine Hill are 197. Clementon students enrolled at Camden County Vocational School are 58.

2. ECONOMIC CONDITION AND OUTLOOK (CONT'D): A projection study was completed each year to determine preschool enrollment in an effort to reach the universe. The Hispanic population is continuing to grow, and the Bangladesh population is rising within the community. In the past 5 years, the Clementon school district enrollment has increased by over 145 students, with the Hispanic population increasing by 62%. Additionally, in the past 5 years, the low-income families have increased by 9%.

3. MAJOR INITIATIVES: Clementon School District completed extensive renovations this past summer and completed expanding our preschool expansion programs. Clementon added a fourth in building classrooms, providing another 15 preschool student spots. Clementon School is in the process of opening an early learning center and is on the way to submitting to the state for approval now that a property has been found.

Facilities and safety improvements

- Painting
- Camera Replacement
- Intercom replacements
- Tree Removal
- Landscaping
- Board Office
- Main Office reconfiguration
- Music Lab
- Additional Staff Bathroom Added

Projects to be completed within the upcoming year include:

- Early Learning Center
- Bathroom Renovations
- HVAC
- LED Lighting
- Sensory Room

As the community grows and technology increases, we will continue to upgrade the building and grounds for the safety and security of the students and staff of Clementon.

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 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 recognized that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal and state financial assistance, the District is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to these 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 control structure, including that portion related to federal and state financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.

5. BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for capital improvements and accounted for in the capital projects fund. The final budget amount, as amended for the fiscal year, is reflected in the financial section.

An encumbrance account system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as an assignment of fund balance on June 30, 2025.

6. ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Financial Statements", Note 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 has adopted a cash management plan, which requires it to deposit public funds in public depositories protected from loss under the provisions of the Government Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

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

9. OTHER INFORMATION: State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Bowman & Company LLP was selected by the Board. In addition to meeting the requirements set forth in State statutes, the audit was also designed to meet the requirements of the Uniform Guidance and State Treasury Circular Letter 15-08 OMB. The auditor's report on the basic financial statements, 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 the report.

10. ACKNOWLEDGEMENTS: We would like to express our appreciation to the members of the Clementon Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing full support to the development and maintenance of our financial operation.

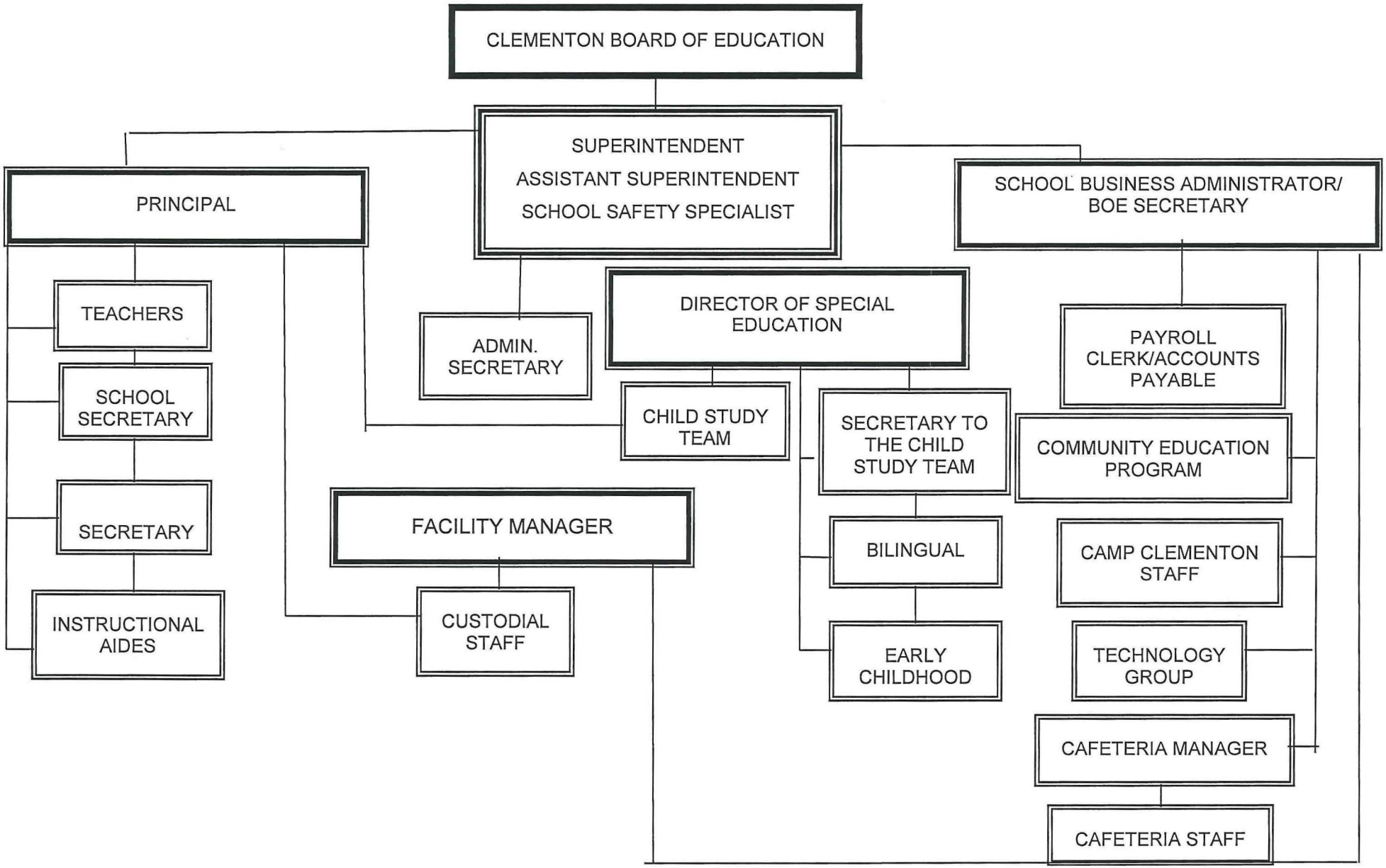
Respectfully submitted,

Kathleen Haines

Kathleen Haines
Superintendent

Bruno Berenato
School Business Administrator/
Board Secretary

CLEMENTON BOARD OF EDUCATION
ORGANIZATIONAL CHART



CLEMENTON SCHOOL DISTRICT
CLEMENTON, NJ

Roster of Officials

June 30, 2025

Members of the Board of Education	Term Expires
Katherine Anderson, President	2026
Randall Freiling, Vice President	2026
Lisa Michalowski	2025
Danielle Aubry	2025
Leslie Golden	2026
Christy Weaver	2027
Gilbert Geary	2027
Shakera Snyder	2025
Asmar Bouie	2027

Other Officials

Kathleen Haines, Superintendent of Schools
Bruno Berenato, School Business Administrator / Board Secretary

CLEMENTON SCHOOL DISTRICT
CLEMENTON, NJ

Consultants and Advisors

June 30, 2025

Audit Firm

Bowman & Company LLP
601 White Horse Road
Voorhees, New Jersey 08043

Attorney

Frank Cavallo, Jr., Esquire
Parker McCay, P.A.
9000 Midlantic Drive, Suite 300
Mount Laurel, New Jersey 08054

Official Depository

TD Bank, N.A.
1701 Route 70 East
Cherry Hill, New Jersey 08034

Medical

Family Medicine Association
979 N. Black Horse Pike
Williamstown, New Jersey 08094

Insurance Broker

Brown & Brown Consulting Group
24 Arnett Avenue
Lambertville, New Jersey 08530

Burlington County Joint Insurance Pool
6000 Sagemore Drive, Suite 6203
P.O. Box 489
Marlton, New Jersey 08053

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Clementon School District
Clementon, New Jersey 08021

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, and each major fund of the Clementon School District, in the County of Camden, State of New Jersey, as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of the Clementon School District, in the County of Camden, State of New Jersey, as of June 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Emphasis of Matter

Change in Accounting Principle

As described in note 1 to the financial statements, during the fiscal year ended June 30, 2025, the School District adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. Our opinion is not modified with respect to this matter.

Restatement of Prior Period Financial Statements

Because of the implementation of GASB Statement No. 101, net position of governmental activities as of July 1, 2024 on the statement of activities has been restated, as discussed in note 19 to the financial statements. Our opinion is not modified with respect to this matter.

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Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of the School District's proportionate share of the net pension liability, schedule of the School District's pension contributions, and schedule of changes in the School District's total OPEB liability and related ratios, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

Required Supplementary Information (Cont'd)

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 Clementon School District's basic financial statements. The combining statements and related major fund supporting statements and schedules, are presented for purposes of additional analysis, as required by the Office of School Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, respectively, are also 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 statements and related major fund supporting statements and schedules, and schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 21, 2026 on our consideration of the Clementon School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Clementon School District's internal control over financial reporting or on compliance.

Other Reporting Required by *Government Auditing Standards* (Cont'd)

That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Clementon School District's internal control over financial reporting and compliance.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Carol A McAllister

Carol A. McAllister
Certified Public Accountant
Public School Accountant No. CS 238400

Voorhees, New Jersey
January 21, 2026

REQUIRED SUPPLEMENTARY INFORMATION

PART I

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the Clementon School District (hereafter referred to as the "School District"), we offer readers of the School District's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2025. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the information furnished in our letter of transmittal, notes to the basic financial statements, and financial statements to enhance their understanding of the School District's financial performance.

FINANCIAL HIGHLIGHTS

- The net position of the School District, which represents the difference between the summation of assets and deferred outflows of resources, and the summation of liabilities and deferred inflows of resources, totaled $12,396,849.06 at the close of the current fiscal year. Of this amount, $12,047,116.81 represents net position of governmental activities and $349,732.25 for business-type activities.

- As of the close of the current fiscal year, the School District's governmental funds reported combined ending fund balances of $6,894,829.04, an increase of $1,424,127.15, or twenty-six percent (26%), in comparison with the prior fiscal year.

- At the end of the current fiscal year, unassigned fund balance for the general fund was a deficit of $931,158.23, which represents a thirteen percent (13%) increase from that of the prior fiscal year. Maintaining fund balance is vital for the School District's cash flow. Additional information as to the cause of this unassigned deficit fund balance can be found in note 17 to the financial statements.

USING THIS ANNUAL COMPREHENSIVE FINANCIAL REPORT

This annual comprehensive financial report consists of a series of financial statements. The statement of net position and the statement of activities provide information about the activities of the School District as a whole and present a longer-term view of the School District's finances. Fund financial statements for the governmental activities tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the School District's operations in more detail than the government-wide statements by providing information about the School District's most significant funds.

Reporting the School District as a Whole

One of the most important questions asked about the School District's finances is, "Is the School District as a whole better off or worse off as a result of the fiscal year's activities?". The statement of net position and the statement of activities report information about the School District as a whole and about its activities in a way that helps answer this question. These statements include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current fiscal year's revenues and expenses are taken into account regardless of when cash is received or paid.

USING ANNUAL COMPREHENSIVE FINANCIAL REPORT (CONT'D)

Reporting the School District as a Whole (Cont'd)

These two statements report the School District's net position and changes in it. You can think of the School District's net position - which represents the difference between the summation of assets and deferred outflows of resources, and the summation of liabilities and deferred inflows of resources - as one way to measure the School District's financial health, or financial position. Over time, increases or decreases in the School District's net position is one indicator of whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the School District's property tax base and the condition of the School District's capital assets, to assess the overall health of the School District.

In the statement of net position and the statement of activities, we divide the School District into two kinds of activities, those being governmental activities and business-type activities. In the governmental activities, this is where all of the School District's basic services are reported and are supported from property taxes and intergovernmental revenues. The business-type activities of the School District include a food service program and a Camp Clementon Community Education program and are supported from user fees and charges.

Reporting the School District's Most Significant Funds

The fund financial statements provide detailed information about the most significant funds, not the School District as a whole. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The School District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the School District can be divided into two categories: governmental funds and proprietary funds.

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

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

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

The School District adopts an annual budget for its general fund and special revenue fund. Budgetary comparison schedules have been provided to demonstrate compliance with these budgets.

USING ANNUAL COMPREHENSIVE FINANCIAL REPORT (CONT'D)

Reporting the School District's Most Significant Funds (Cont'd)

Proprietary Funds - The School District maintains one type of proprietary fund; that being an enterprise fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The School District uses an enterprise fund to account for its food service and Camp Clementon Community Education programs.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the food service and Camp Clementon Community Education school programs, which are all considered to be major funds.

Notes to the Financial Statements - the notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

THE SCHOOL DISTRICT AS A WHOLE

During fiscal year 2025, the School District's net position increased by $639,209.21, increasing from $11,757,639.85 in fiscal year 2024 to $12,396,849.06 in fiscal year 2025. Our analysis that follows focuses on the net position (Table 1) and changes in net position (Table 2) of the School District's governmental-type activities and business-type activities.

In total, assets increased by $2,156,863.16, deferred outflows of resources increased by $24,234.00, liabilities increased by $1,553,536.96, and deferred inflows of resources decreased by $11,649.00. The decrease in deferred outflows of resources, was primarily attributable to the changes in the School District's pension liabilities (pensions - see note 8).

TABLE 1
NET POSITION

	Governmental Activities		Business-Type Activities		Government-wide Totals		Government-wide	
	2025	2024 *	2025	2024	2025	2024 *	Change	% Change
Current and Other Assets	$ 7,072,620.76	$ 5,853,858.32	$ 261,200.81	$ 463,072.06	$ 7,333,821.57	$ 6,316,930.38	$ 1,016,891.19	16.1%
Capital Assets	7,852,385.96	6,753,850.96	151,231.01	109,794.04	8,003,616.97	6,863,645.00	1,139,971.97	16.6%
Total Assets	14,925,006.72	12,607,709.28	412,431.82	572,866.10	15,337,438.54	13,180,575.38	2,156,863.16	16.4%
Deferred Outflows of Resources	340,194.00	315,960.00	-	-	340,194.00	315,960.00	24,234.00	7.7%
Other Liabilities	528,256.34	521,922.92	62,699.57	21,086.17	590,955.91	543,009.09	47,946.82	8.8%
Long-Term Liabilities Outstanding	2,619,802.57	1,114,212.44			2,619,802.57	1,114,212.44	1,505,590.13	135.1%
Total Liabilities	3,148,058.91	1,636,135.36	62,699.57	21,086.17	3,210,758.48	1,657,221.53	1,553,536.95	93.7%
Deferred Inflows of Resources	70,025.00	81,674.00	-	-	70,025.00	81,674.00	(11,649.00)	-14.3%
Net Investment in Capital Assets	7,852,385.96	6,753,850.96	151,231.01	109,794.04	8,003,616.97	6,863,645.00	1,139,971.97	16.6%
Restricted	7,825,987.27	6,146,142.80			7,825,987.27	6,146,142.80	1,679,844.47	27.3%
Unrestricted (Deficit)	(3,631,256.42)	(1,694,133.84)	198,501.24	441,985.89	(3,432,755.18)	(1,252,147.95)	(2,180,607.23)	-174.1%
Net Position	$ 12,047,116.81	$ 11,205,859.92	$ 349,732.25	$ 551,779.93	$ 12,396,849.06	$ 11,757,639.85	$ 639,209.21	5.4%

* Prior Year is not consistent due to the change in accounting principle for implementation of GASBS 101, Compensated Absences.

THE SCHOOL DISTRICT AS A WHOLE (CONT'D)

$8,003,616.97 of the School District's total net position at the end of the current fiscal year reflects its net investment in capital assets (i.e., land, buildings, and equipment). This component represents capital assets, net of accumulated depreciation, and net of outstanding balances of borrowings used for the acquisition, construction, or improvements of those assets. The School District uses these assets to provide educational services to students; consequently, these assets are not available for future spending. Although the School District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from sources since the capital assets themselves cannot be used to liquidate these liabilities.

An additional component of the School District's net position in the amount of $7,825,987.27 represents resources that are restricted. These amounts consist of amounts restricted for emergencies, maintenance, excess surplus, legal reserves, unemployment, and capital projects. Additional information on the School District's restricted net position can be found in note 18 in the notes to the financial statements.

The third and final component of net position is unrestricted. This component represents resources and uses that do not meet the criteria of the aforementioned two components of net position. At the end of the current fiscal year, the School District's unrestricted net position was in a deficit in the amount of $3,432,755.18. The deficit is primarily due to the delay of the June state aid payments and the recording of long-term liabilities for compensated absences and net pension liability.

Such long-term liabilities are funded by the School District on a pay-as-you-go basis, meaning these liabilities are funded only to the extent that the current fiscal year's contractual obligations can be satisfied. See note 7 in the notes to the financial statements for further detail regarding long-term liabilities.

Table 2 illustrates the changes in net position of the School District's governmental-type activities and business-type activities.

During fiscal year 2025, the School District's total revenues increased by $690,525.72, increasing from $21,813,229.75 in fiscal year 2024 to $22,503,755.47 in fiscal year 2025. The net change in total revenues is largely attributable to the following:

- Federal and State Aid – Unrestricted increased from fiscal year 2024 by $4,138,226.31, 42.6%
- Charges for Services decreased from fiscal year 2024 by $238,063.81, 63.9%
- Operating Grants and Contributions decreased from fiscal year 2024 by $1,884,241.69, 35.4%
- Capital grants and contributions decreased from fiscal year 2024 by $1,448,879.50, 100%

Property taxes constituted approximately twenty-one percent (21%) of total revenues for the School District for the fiscal year 2025. In addition, unrestricted federal and state aid constituted approximately sixty-two percent (62%) of total revenues for the School District.

Lastly, charges for services, operating and capital grants and contributions, interest and investment earnings, and miscellaneous income constituted approximately eighteen percent (18%) of total revenues for the School District.

THE SCHOOL DISTRICT AS A WHOLE (CONT'D)

TABLE 2
CHANGES IN NET POSITION

	Governmental Activities		Business-Type Activities		Government-wide Totals		Government-wide	
	2025	2024 *	2025	2024	2025	2024 *	Change	% Change
REVENUES:								
Program Revenues:								
Charges for Services	$ 44,015.60	$ 268,996.48	$ 90,623.84	$ 103,706.77	$ 134,639.44	$ 372,703.25	$ (238,063.81)	-63.9%
Operating Grants and Contributions	3,040,414.36	4,932,078.82	401,889.09	394,466.32	3,442,303.45	5,326,545.14	(1,884,241.69)	-35.4%
Capital Grants and Contributions		1,488,879.50				1,488,879.50	(1,488,879.50)	-100.0%
General Revenues:								
Property Taxes:								
Levied for General Purposes	4,638,010.00	4,547,069.00			4,638,010.00	4,547,069.00	90,941.00	2.0%
Federal and State Aid - Unrestricted	13,848,419.84	9,710,193.53			13,848,419.84	9,710,193.53	4,138,226.31	42.6%
Interest and Investment Earnings - Unrestricted	131,826.87	154,374.16	2,427.88	6,665.67	134,254.75	161,039.83	(26,785.08)	-16.6%
Interest and Investment Earnings - Restricted	57,932.29	28,585.07			57,932.29	28,585.07	29,347.22	102.7%
Miscellaneous	45,065.06	178,214.43	3,130.64		48,195.70	178,214.43	(130,018.73)	-73.0%
Transfers	200,000.00	-			200,000.00	-	200,000.00	-
Total Revenues	22,005,684.02	21,308,390.99	498,071.45	504,838.76	22,503,755.47	21,813,229.75	690,525.72	3.2%
EXPENSES:								
Instruction	5,877,884.27	5,906,789.86			5,877,884.27	5,906,789.86	(28,905.59)	-0.5%
Support Services	13,591,847.42	12,381,542.05			13,591,847.42	12,381,542.05	1,210,305.37	9.8%
Transfer of Funds to Charter School	93,657.00	103,859.00			93,657.00	103,859.00	(10,202.00)	-9.8%
Unallocated Depreciation		38,843.99			-	38,843.99	(38,843.99)	-100.0%
Food Service			481,983.46	517,838.98	481,983.46	517,838.98	(35,855.52)	-6.9%
Camp Clementon Community Education			18,135.67	16,473.85	18,135.67	16,473.85	1,661.82	10.1%
Transfers			200,000.00		200,000.00	-	200,000.00	-
Total Expenses	19,563,388.69	18,431,034.90	700,119.13	534,312.83	20,263,507.82	18,965,347.73	1,298,160.09	6.8%
Change in Net Position	2,442,295.33	2,877,356.09	(202,047.68)	(29,474.07)	2,240,247.65	2,847,882.02	$ (607,634.37)	-21.3%
Net Position, July 1, as Previously Reported	11,205,859.92	8,328,503.83	551,779.93	581,254.00	11,757,639.85	8,909,757.83		
Prior Period Adjustment	(1,601,038.44)				(1,601,038.44)	-		
Net Position, July 1, as Restated	9,604,821.48	8,328,503.83	551,779.93	581,254.00	10,156,601.41	8,909,757.83		
Net Position, June 30	$ 12,047,116.81	$ 11,205,859.92	$ 349,732.25	$ 551,779.93	$ 12,396,849.06	$ 11,757,639.85		

* Prior Year is not consistent due to the change in accounting principle for implementation of GASBS 101, *Compensated Absences* .

During fiscal year 2025, the School District's total expenses increased by $1,298,160.09, increasing from $18,965,347.73 in fiscal year 2024 to $20,263,507.82 in fiscal year 2025. The net increase is largely attributable to the following:

- an increase of costs for support services in the amount of $1,210,305.37, or 9.8%, attributable to increases in tuition costs, student and instruction related services, employee benefits, and capital outlay.

THE SCHOOL DISTRICT'S FUNDS

Governmental Funds

As the School District completed the fiscal year, its governmental funds reported a combined fund balance of $6,894,829.04, which is an increase over last fiscal year's total of $1,424,127.15. Of the combined ending fund balances of $6,894,829.04, the deficit unassigned fund balance was $931,158.23 (see note 17 for cause of deficit). The remainder of fund balance is restricted / assigned to indicate that it is not available for new spending because it has already been assigned as follows: (1) restricted for capital reserve ($5,709,315.40), (2) restricted for legal reserves ($600,858.56), (3) restricted for emergency reserve ($179,741.77), (4) restricted for maintenance reserve ($509,080.00), (5) restricted for unemployment compensation ($172,718.00), (6) restricted for excess surplus ($645,858.56).

THE SCHOOL DISTRICT'S FUNDS (CONT'D)

Governmental Funds (Cont'd)

General fund - The general fund is the general operating fund of the School District and is used to account for the inflows and outflows its of financial resources. The acquisition of certain capital assets, such as equipment, is accounted for in the general fund when it is responsible for the financing of such expenditures. At the end of the current fiscal year, unassigned fund balance of the general fund was in a deficit in the amount of $931,158.23. As previously stated, the deficit is primarily due to the delay of the June state aid payments (see note 17 to the financial statements).

During the current fiscal year, the fund balance of the School District's general fund increased by $1,427,405.79, or twenty-six percent (26%).

Special revenue fund - The special revenue fund is used to account for and report the proceeds of specific revenue sources, such as state or federal government grants, that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Total expenditures, resulting from these programs totaled $2,550,981.88, which was a decrease of $1,395,805.57 compared to the expenditures of the previous fiscal year, which totaled $3,946,787.45, which is mainly due to the education stabilization funds grand period ending.

Proprietary Funds (Enterprise Funds)

Food service fund - as the School District completed the fiscal year, the School District's total net position of the food service fund was $281,555.20, which was comprised of $151,231.01 of net investment in capital assets and $130,324.19 of unrestricted net position.

During the current fiscal year, the net position of the School District's food service fund increased by $6,574.87, or two percent (2.0%). The increase in net position primarily resulted from the increase in operating revenues resulting from other sales and the decrease in operating expenses resulting from salaries, purchased professional and technical services, and supplies and materials.

Camp Clementon Community Education Fund - as the School District completed the fiscal year, the School District's total net position of the Camp Clementon Community Education Fund was unrestricted in the amount of $68,177.05, a decrease of $208,622.55. The camp discontinued operations and the school district outsourced its before and after care beginning in fiscal year 2023, however, the community education program continues to operate.

THE SCHOOL DISTRICT'S FUNDS (CONT'D)

General Fund Budgetary Highlights

The final budgetary basis revenue estimate was $18,334,395.00, which was the same as the original budgeted estimate. Total budgeted revenues realized equaled $21,053,757.58, which was $2,719,362.58 in excess of the budget estimate. This excess was directly attributable to the School District's on-behalf T.P.A.F. pension contributions (normal cost, post-retirement medical, and long-term disability) and reimbursed T.P.A.F. social security contributions, which totaled $2,002,637.00 and $415,778.67, respectively.

The final budgetary basis expenditure appropriation estimate was $19,803,259.59, which was the same as the original budgeted estimate. Actual expenditures and other financing uses incurred of $19,483,570.99 were under the final budget estimate by $318,688.60. This overall postive variance resulted mainly from monies budgeted for various expenses that were not expended netted with the School District's on-behalf T.P.A.F. pension contributions and reimbursed T.P.A.F. social security contributions discussed in the paragraph above.

Special Revenue Fund Budgetary Highlights

The final budgetary basis revenue and expenditure estimates was $2,602,070.23, which was an increase of $13,206.40 from the original budgeted estimate.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The School District's net investment in capital assets for its governmental and business-type activities as of June 30, 2025 amounts to a historical cost of $17,189,409.97 or $8,003,616.97 net of accumulated depreciation (see Table 3). This net investment in capital assets includes land, construction in progress, land improvements, buildings and building improvements, and machinery and equipment. Net capital assets increased by $1,139,971.97 in fiscal year 2025 from fiscal year 2024. The primary factors affecting the net change in net capital assets are as follows:

- current year additions in construction in progress in the amount of $488,852.00, land improvements in the amount of $600,264.00, buildings and building improvements in the amount of 52,715.00, and machinery and equipment in the amount of 501,616.97.

TABLE 3
CAPITAL ASSETS AT FISCAL YEAR END
(NET OF ACCUMULATED DEPRECIATION)

	Governmental Activities		Business-Type Activities		Government-wide Totals	
	2025	2024	2025	2024	2025	2024
Land	$ 188,131.00	$ 188,131.00			$ 188,131.00	$ 188,131.00
Construction in Progress		77,000.00				77,000.00
Land Improvements	627,462.00	47,855.00			627,462.00	47,855.00
Buildings and Building Improvements	6,197,361.00	5,990,119.00	$ 36,679.00	$ 37,645.00	6,234,040.00	6,027,764.00
Machinery and Equipment	839,431.96	450,745.96	114,552.01	72,149.04	953,983.97	522,895.00
Total	$ 7,852,385.96	$ 6,753,850.96	$ 151,231.01	$ 109,794.04	$ 8,003,616.97	$ 6,863,645.00

Additional information on the School District's capital assets can be found in note 6.

CAPITAL ASSET AND DEBT ADMINISTRATION (CONT'D)

Debt

General Serial Bonds. At the end of the current fiscal year, the School District had no total bonded debt outstanding.

Compensated Absences. At the end of the current fiscal year, the liability for compensated absences was $1,828,203.19. Compensated absences are those absences for which employees will be paid, such as sick leave. Additional information on compensated absences can be found in note 13 to the financial statements.

Net Pension Liability. At the end of the current fiscal year, the liability for pension was $1,018,224.00. The School District's annual required contribution to the Public Employees' Retirement System are budgeted and paid on an annual basis. For additional details on the net pension liability, see note 8 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

For the fiscal year 2025, the School District was able to sustain its budget through property taxes, federal and state sources, and other various revenue sources. Approximately twenty-one percent (21%) of total revenue is from property taxes, while sixty-two percent (62%) of the School District's revenue is from federal, state, and local sources.

CONTACTING THE SCHOOL DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the Clementon School District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Bruno Berenato, School Business Administrator / Board Secretary, at the Clementon School District, 4 Audubon Avenue, Clementon, New Jersey 08012, or email at berenatob@clemsd.org.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

CLEMENTON SCHOOL DISTRICT
Statement of Net Position
June 30, 2025

	Governmental Activities	Business-Type Activities	Total
ASSETS:			
Cash and Cash Equivalents	$ 5,321,333.37	$ 240,566.86	$ 5,561,900.23
Internal Balances	27,907.05	(27,907.05)	
Accounts Receivable	586,443.33	41,690.79	628,134.12
Inventory		6,850.21	6,850.21
Restricted Assets:			
Cash and Cash Equivalents	1,136,937.01		1,136,937.01
Capital Assets, net	7,852,385.96	151,231.01	8,003,616.97
Total Assets	14,925,006.72	412,431.82	15,337,438.54
DEFERRED OUTFLOWS OF RESOURCES:			
Related to Pensions	340,194.00		340,194.00
LIABILITIES:			
Accounts Payable:			
Other	146,418.73	62,699.57	209,118.30
Pensions	123,820.00		123,820.00
Unearned Revenue	31,372.99		31,372.99
Noncurrent Liabilities:			
Due within One Year	226,644.62		226,644.62
Due beyond One Year	2,619,802.57		2,619,802.57
Total Liabilities	3,148,058.91	62,699.57	3,210,758.48
DEFERRED INFLOWS OF RESOURCES:			
Related to Pensions	70,025.00		70,025.00
NET POSITION:			
Net Investment in Capital Assets	7,852,385.96	151,231.01	8,003,616.97
Restricted for:			
Emergency	179,741.77		179,741.77
Maintenance	509,080.00		509,080.00
Excess Surplus	645,626.52		645,626.52
Capital Projects	5,709,315.40		5,709,315.40
Unemployment Compensation	172,718.00		172,718.00
Scholarships	500.00		500.00
Student Activities	8,147.02		8,147.02
Other Purposes	600,858.56		600,858.56
Unrestricted (Deficit)	(3,631,256.42)	198,501.24	(3,432,755.18)
Total Net Position	$ 12,047,116.81	$ 349,732.25	$ 12,396,849.06

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

CLEMENTON SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2025

Functions / Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Business-Type Activities	Net (Expense) Revenue and Changes in Net Position: Total
Governmental Activities:							
Instruction:							
Regular	$ 4,315,781.70		$ 980,771.00		$ (3,335,010.70)		$ (3,335,010.70)
Special Education	1,405,880.25	$ 39,191.20			(1,366,689.05)		(1,366,689.05)
Other Special Instruction	103,810.55				(103,810.55)		(103,810.55)
Other Instruction	52,411.77				(52,411.77)		(52,411.77)
Support Services:							
Tuition	5,041,182.12				(5,041,182.12)		(5,041,182.12)
Student and Instruction Related Services	2,916,027.27	4,824.40	1,094,223.69		(1,816,979.18)		(1,816,979.18)
Other Administrative Services	489,065.17				(489,065.17)		(489,065.17)
School Administrative Services	441,722.86				(441,722.86)		(441,722.86)
Plant Operations and Maintenance	843,049.51				(843,049.51)		(843,049.51)
Pupil Transportation	853,308.40				(853,308.40)		(853,308.40)
Personal Services - Employee Benefits	3,007,492.09		965,419.67		(2,042,072.42)		(2,042,072.42)
Transfer of Funds to Charter School	93,657.00				(93,657.00)		(93,657.00)
Total Governmental Activities	19,563,388.69	44,015.60	3,040,414.36	$ -	(16,478,958.73)	$ -	(16,478,958.73)
Business-Type Activities:							
Food Service	481,983.46	86,669.24	401,889.09			6,574.87	6,574.87
Camp Clementon Community Education	18,135.67	3,954.60				(14,181.07)	(14,181.07)
Total Business-Type Activities	500,119.13	90,623.84	401,889.09	-	-	(7,606.20)	(7,606.20)
Total Government	$ 20,063,507.82	$ 134,639.44	$ 3,442,303.45	$ -	(16,478,958.73)	(7,606.20)	(16,486,564.93)
General Revenues:							
Property Taxes:							
Levied for General Purposes					4,638,010.00		4,638,010.00
Federal and State Aid - Unrestricted					13,848,419.84		13,848,419.84
Interest and Investment Earnings - Unrestricted					131,826.87	2,427.88	134,254.75
Interest and Investment Earnings - Restricted					57,932.29		57,932.29
Miscellaneous					45,065.06	3,130.64	48,195.70
Transfers					200,000.00	(200,000.00)	
Total General Revenues					18,921,254.06	(194,441.48)	18,726,812.58
Change in Net Position					2,442,295.33	(202,047.68)	2,240,247.65
Net Position, July 1					11,205,859.92	551,779.93	11,757,639.85
Prior Period Adjustment					(1,601,038.44)	-	(1,601,038.44)
Net Position, July 1 (Restated)					9,604,821.48	551,779.93	10,156,601.41
Net Position, June 30					$ 12,047,116.81	$ 349,732.25	$ 12,396,849.06

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

FUND FINANCIAL STATEMENTS

CLEMENTON SCHOOL DISTRICT
Governmental Funds
Balance Sheet
June 30, 2025

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
ASSETS:				
Cash and Cash Equivalents	$ 5,500,657.50	$ 9,598.42		$ 5,510,255.92
Cash and Cash Equivalents - Capital Reserve	948,014.46			948,014.46
Interfunds Account Receivable:				
General Fund		1,910.85		1,910.85
Enterprise Fund	27,907.05			27,907.05
Intergovernmental Accounts Receivable:				
Federal		129,309.10		129,309.10
State	442,862.23	14,272.00		457,134.23
Total Assets	$ 6,919,441.24	$ 155,090.37	$ -	$ 7,074,531.61
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Interfunds Account Payable:				
Special Revenue Fund	1,910.85			1,910.85
Intergovernmental Accounts Payable:				
State		115,070.36		115,070.36
Payroll Deductions and Withholdings Payable	31,348.37			31,348.37
Unearned Revenue		31,372.99		31,372.99
Total Liabilities	33,259.22	146,443.35	-	179,702.57
Fund Balances:				
Restricted:				
Capital Reserve - Designated for Subsequent Years Expenditures	1,101,471.00			1,101,471.00
Capital Reserve	4,607,844.40			4,607,844.40
Emergency Reserve	179,741.77			179,741.77
Maintenance Reserve	509,080.00			509,080.00
Excess Surplus -- Current Year	645,626.52			645,626.52
Unemployment Compensation	172,718.00			172,718.00
Legal Reserve	600,858.56			600,858.56
Scholarships		500.00		500.00
Student Activities		8,147.02		8,147.02
Unassigned (Deficit)	(931,158.23)			(931,158.23)
Total Fund Balances	6,886,182.02	8,647.02	-	6,894,829.04
Total Liabilities and Fund Balances	$ 6,919,441.24	$ 155,090.37	$ -	

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 fund financial statements. The cost of the capital assets is $16,886,015.96 and the accumulated depreciation is $9,033,630.00.	7,852,385.96
Deferred outflows of resources - related to pensions	340,194.00
Deferred inflows of resources - related to pensions	(70,025.00)
Accounts payable related to pensions are not liquidated with current financial resources; therefore, such amounts are not recorded in the fund financial statements.	(123,820.00)
Long-term liabilities, including compensated absences payable and pension liability are not due and payable in the current period and therefore are not reported in the fund financial statements.	(2,846,447.19)
Net Position of Governmental Activities	$ 12,047,116.81

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

CLEMENTON SCHOOL DISTRICT
Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2025

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
REVENUES:				
Local Tax Levy	$ 4,638,010.00			$ 4,638,010.00
Tuition Charges	39,191.20			39,191.20
Interest Earned on Restricted Funds	53,242.41			53,242.41
Other Restricted Miscellaneous Revenues	4,689.88			4,689.88
Miscellaneous Revenues	176,891.93			176,891.93
Federal Sources	25,020.49	$ 800,348.88		825,369.37
State Sources	15,895,778.87	1,620,681.96		17,516,460.83
Local Sources		4,824.40		4,824.40
Total Revenues	20,832,824.78	2,425,855.24	$ -	23,258,680.02
EXPENDITURES:				
Current:				
Regular Instruction	2,986,286.49	980,771.00		3,967,057.49
Special Education Instruction	1,405,880.25			1,405,880.25
Other Special Instruction	103,810.55			103,810.55
Other Instruction	52,411.77			52,411.77
Support Services and Undistributed Costs:				
Tuition	5,041,182.12			5,041,182.12
Student and Instruction Related Services	1,642,033.83	1,224,174.73		2,866,208.56
Other Administrative Services	439,248.14			439,248.14
School Administrative Services	441,722.86			441,722.86
Plant Operations and Maintenance	793,232.46			793,232.46
Pupil Transportation	853,308.40			853,308.40
Personal Services - Employee Benefits	4,380,121.27			4,380,121.27
Capital Outlay	1,250,675.85	346,036.15		1,596,712.00
Transfer of Funds to Charter Schools	93,657.00			93,657.00
Total Expenditures	19,483,570.99	2,550,981.88	-	22,034,552.87
Excess (Deficiency) of Revenues over Expenditures	1,349,253.79	(125,126.64)	-	1,224,127.15
OTHER FINANCING SOURCES (USES):				
Transfer to Special Revenue Fund - PreK	(121,848.00)	121,848.00		
Transfer from Community Education	200,000.00			200,000.00
Total Other Financing Sources (Uses)	78,152.00	121,848.00	-	200,000.00
Net Change in Fund Balances	1,427,405.79	(3,278.64)	-	1,424,127.15
Fund Balance, July 1	5,458,776.23	11,925.66	-	5,470,701.89
Fund Balance, June 30	$ 6,886,182.02	$ 8,647.02	$ -	$ 6,894,829.04

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

CLEMENTON 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, 2025

Amounts reported for governmental activities in the statement of activities are different because:		
Net Change in Fund Balances - Governmental Funds		$ 1,424,127.15
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.		
Depreciation Expense	$ (498,177.00)	
Capital Outlays	1,596,712.00	
		1,098,535.00
In the statement of activities, certain operating expenses, (e.g., compensated absences), are measured by the amounts incurred during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). This amount is the net effect of these differences in the treatment of these items.		(97,619.82)
Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period.		17,253.00
Change in Net Position of Governmental Activities		$ 2,442,295.33

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

CLEMENTON SCHOOL DISTRICT
Proprietary Funds
Business-Type Activities - Enterprise Funds
Combining Statement of Net Position
June 30, 2025

	Business-Type Activities Enterprise Funds		
	Food Service	Camp Clementon Community Education	Total
ASSETS:			
Current Assets:			
Cash and Cash Equivalents	$ 146,191.93	$ 94,374.93	$ 240,566.86
Intergovernmental Accounts Receivable:			
Federal	39,532.19		39,532.19
State	1,717.32		1,717.32
Accounts Receivable - Due to Students	441.28		441.28
Inventory:			
Food	885.52		885.52
Supplies	1,054.21		1,054.21
Commodities	4,910.48		4,910.48
Total Current Assets	194,732.93	94,374.93	289,107.86
Noncurrent Assets:			
Capital Assets:			
Machinery and Equipment	303,394.01		303,394.01
Less: Accumulated Depreciation	(152,163.00)		(152,163.00)
Total Capital Assets (Net of Accumulated Depreciation)	151,231.01	-	151,231.01
Total Noncurrent Assets	151,231.01	-	151,231.01
Total Assets	345,963.94	94,374.93	440,338.87
LIABILITIES:			
Current Liabilities:			
Accounts Payable - Due to Students	2,289.09		2,289.09
Accounts Payable - Other	39,502.01	20,908.47	60,410.48
Interfund Accounts Payable:			
General Fund	22,617.64	5,289.41	27,907.05
Total Current Liabilities	64,408.74	26,197.88	90,606.62
Total Liabilities	64,408.74	26,197.88	90,606.62
NET POSITION:			
Net Investment in Capital Assets	151,231.01		151,231.01
Unrestricted	130,324.19	68,177.05	198,501.24
Total Net Position	$ 281,555.20	$ 68,177.05	$ 349,732.25

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

CLEMENTON SCHOOL DISTRICT
Proprietary Funds
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
For the Fiscal Year Ended June 30, 2025

	Business-Type Activities Enterprise Funds		
	Food Service	Camp Clementon Community Education	Total
OPERATING REVENUES:			
Charges for Services:			
Daily Sales - Reimbursable Programs			
School Lunch	$ 31,590.00		$ 31,590.00
School Breakfast	4,272.50		4,272.50
Daily Sales - Non-Reimbursable Programs			
Adult and Alacarte Sales	38,459.39		38,459.39
Other Sales	12,347.35		12,347.35
Tuition and Fees		$ 3,954.60	3,954.60
Total Operating Revenues	86,669.24	3,954.60	90,623.84
OPERATING EXPENSES:			
Food Service Management Company Salaries	152,140.21		152,140.21
Personnel Services - Salaries	39,836.00	11,548.89	51,384.89
Food Service Management Company Employee Benefits	42,550.78		42,550.78
Personnel Services - Employee Benefits	3,047.45	956.68	4,004.13
Purchased Professional and Technical Services	30,650.00		30,650.00
Other Purchased Services	2,648.50		2,648.50
Supplies and Materials	15,562.39	5,630.10	21,192.49
Depreciation	5,299.00		5,299.00
Cost of Sales:			
Reimbursable Program	156,357.03		156,357.03
Non-Reimbursable Program	18,741.16		18,741.16
Miscellaneous Expenditures	15,150.94		15,150.94
Total Operating Expenses	481,983.46	18,135.67	500,119.13
Operating Income (Loss)	(395,314.22)	(14,181.07)	(409,495.29)
NONOPERATING REVENUES (EXPENSES):			
State Sources:			
State School Lunch Program	7,754.68		7,754.68
State School Breakfast Program	1,051.50		1,051.50
State EIE - Working Class Families State Supplement - Breakfast	2,398.55		2,398.55
State EIE - Working Class Families State Supplement - Lunch	9,547.81		9,547.81
Summer Food Service Program	102.20		102.20
P-EBT Administrative Cost Reimbursement	321.50		321.50
Federal Sources:			
Summer Food Service Program	2,986.80		2,986.80
Healthy Hunger Free Kids Act	6,239.97		6,239.97
National School Lunch Program	257,137.22		257,137.22
National School Lunch Program - Snacks Program	10,160.37		10,160.37
National School Breakfast Program	67,574.62		67,574.62
Food Distribution Program	34,402.18		34,402.18
Local Food for Schools (LFS) Cooperative Program	1,890.19		1,890.19
P-EBT Administrative Cost Reimbursement	321.50		321.50
Interest and Investment Revenue		2,427.88	2,427.88
Other Miscellaneous		3,130.64	3,130.64
Total Nonoperating Revenues (Expenses)	401,889.09	5,558.52	407,447.61
Income (Loss) before Contributions and Transfers (Carried Forward)	6,574.87	(8,622.55)	(2,047.68)

(Continued)

CLEMENTON SCHOOL DISTRICT
Proprietary Funds
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
For the Fiscal Year Ended June 30, 2025

	Business-Type Activities Enterprise Funds		
	Food Service	Camp Clementon Community Education	Total
Income (Loss) before Contributions and Transfers (Brought Forward)	$ 6,574.87	$ (8,622.55)	$ (2,047.68)
CONTRIBUTIONS AND TRANSFERS:			
Transfer to General Fund		(200,000.00)	(200,000.00)
Total Contributions and Transfers	-	(200,000.00)	(200,000.00)
Change in Net Position	6,574.87	(208,622.55)	(202,047.68)
Net Position, July 1	274,980.33	276,799.60	551,779.93
Net Position, June 30	$ 281,555.20	$ 68,177.05	$ 349,732.25

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

CLEMENTON SCHOOL DISTRICT
Proprietary Funds
Business-Type Activities - Enterprise Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2025

	Business-Type Activities Enterprise Funds		
	Food Service	Camp Clementon Community Education	Total
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from Customers and Users	$ 127,841.36	$ 3,954.60	$ 131,795.96
Payments to Suppliers	(433,790.76)	(5,630.10)	(439,420.86)
Payments to Employees	(39,836.00)	(11,548.89)	(51,384.89)
Payments for Employee Benefits	(3,047.45)	(956.68)	(4,004.13)
Net Cash Provided by (Used in) Operating Activities	(348,832.85)	(14,181.07)	(363,013.92)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Federal Sources	360,751.46		360,751.46
State Sources	19,992.22		19,992.22
Transfer from General Fund		3,130.64	3,130.64
Net Cash Provided by (Used in) Noncapital Financing Activities	380,743.68	3,130.64	383,874.32
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Capital Contribution:			
Purchases of Capital Assets	(46,735.97)		(46,735.97)
Net Cash Provided by (used in) Capital and Related Financing Activities	(46,735.97)	-	(46,735.97)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest and Investment Revenue		2,427.88	2,427.88
Net Cash Provided by (Used in) Investing Activities	-	2,427.88	2,427.88
Net Increase (Decrease) in Cash and Cash Equivalents	(14,825.14)	(8,622.55)	(23,447.69)
Cash and Cash Equivalents, July 1	161,017.07	102,997.48	264,014.55
Cash and Cash Equivalents, June 30	$ 146,191.93	$ 94,374.93	$ 240,566.86
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:			
Operating Income (Loss)	$ (395,314.22)	$ (14,181.07)	$ (409,495.29)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:			
Depreciation	5,299.00		5,299.00
(Increase) Decrease in Other Accounts Receivable	(441.28)		(441.28)
(Increase) Decrease in Inventories for Resale	10.25		10.25
Increase (Decrease) in Accounts Payable	41,613.40		41,613.40
Total Adjustments	46,481.37	-	46,481.37
Net Cash Provided by (Used in) Operating Activities	$ (348,832.85)	$ (14,181.07)	$ (363,013.92)

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

CLEMENTON SCHOOL DISTRICT
Notes to Financial Statements
For the Fiscal Year Ended June 30, 2025

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Clementon School District (the "School District") have been prepared to conform with accounting principles generally accepted in the United States of America ("GAAP") as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant of these policies.

Description of the Financial Reporting Entity

The School District is a Type II district located in the County of Camden, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education (the "Board"). The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three member's terms expire each year. The Superintendent is appointed by the Board to act as executive officer of the School District. The purpose of the School District is to educate students in grades Pre-K through 8 at its one school. The School District has an approximate enrollment at June 30, 2025 of 613.

The primary criterion for including activities within the School District's reporting entity, as set forth in Section 2100 of the Governmental Accounting Standards Board *Codification of Governmental Accounting and Financial Reporting Standards*, is the degree of oversight responsibility maintained by the School District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The financial statements include all funds of the School District over which the Board exercises operating control.

Government-wide and Fund Financial Statements

The School District's basic financial statements consist of government-wide statements, and fund financial statements which provide a more detailed level of financial information.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by property taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are specifically associated with a service, program, or department and, therefore, clearly identifiable to a particular function. It is the policy of the School District to not allocate indirect expenses to functions in the statement of activities. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Property taxes and other items not properly included among program revenues are reported instead as general revenues.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Government-wide and Fund Financial Statements (Cont'd)

In regards to the fund financial statements, the School District segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. Fund financial statements report detailed information about the School District. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a single column.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Property taxes are recognized as revenues in the year for which they are levied. The Camden County Board of Taxation is responsible for the assessment of properties, and the respective municipal tax collector is responsible for the collection of property taxes. Assessments are certified and property taxes are levied on January 1. Property tax payments are due February 1, May 1, August 1 and November 1. Unpaid property taxes are considered delinquent the following January 1 and are then subject to municipal lien. In accordance with New Jersey State Statute, the School District is entitled to receive moneys under an established payment schedule, and any unpaid amount is considered as an accounts receivable. The governing body of each municipality is required to pay over to the School District, within forty (40) days after the beginning of the school year, twenty percent (20%) of the moneys from school tax due. Thereafter, but prior to the last day of the school year, the municipality must pay the balance of moneys from school tax due for school purposes in such amounts as requested, with certain limitations, from time to time by the School District, within thirty days after each request.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are deemed both available and measurable. Available means when revenues are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School District considers revenues to be available if they are collected within sixty (60) days of the end of the current fiscal year. Measurable means that the amount of revenue can be determined. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, tuition, reimbursable-type grants, and interest associated with the current fiscal year are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal year. All other revenue items are considered to be measurable and available only when cash is received by the School District.

The School District reports the following major governmental funds:

General Fund **-** The general fund is the primary operating fund of the School 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 classified in the capital outlay sub-fund.

As required by the New Jersey State Department of Education, the School District includes budgeted capital outlay in this fund. Accounting principles generally accepted in the United States of America, 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.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)

The School District reports the following major governmental funds (cont'd):

***General Fund (Cont'd)* -** Resources for budgeted capital outlay purposes are normally derived from State of New Jersey aid, ad valorem tax revenues, and appropriated fund balance. Expenditures are those which result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to, or remodeling of buildings, and the purchase of built-in equipment.

***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 expenditures for specified purposes other than debt service or capital projects.

***Capital Projects Fund* -** The capital projects fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures 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 New Jersey Economic Development Authority grants, temporary notes, serial bonds which are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election, or from the general fund by way of transfers from capital outlay or the capital reserve account.

Proprietary funds are used to account for the School District's ongoing organizations and activities, which are operated and financed in a manner similar to those found in the private sector. The measurement focus is upon the determination of net income. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All items not meeting this definition are reported as nonoperating revenues and expenses.

The School District reports the following major proprietary funds:

Enterprise Funds

***Food Service Fund* -** This fund accounts for the financial transactions related to the food service operations of the School District.

***Camp Clementon Community Education Fund* -** This fund accounts for the financial activity related to the providing of services for community education, activities and events.

As a rule, the effect of internal/interfund activity has been eliminated from the government-wide financial statements.

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Budgets / Budgetary Control

Annual appropriated budgets are prepared in the spring of each fiscal year for the general and special revenue funds, and are submitted to the county office of education. In accordance with P.L. 2011, c. 202, the School District passed a resolution to move the school board election to the first Tuesday after the first Monday in November, starting in November of 2012, to be held simultaneously with the general election. As a result, a vote is not required on the School District's general fund tax levy for the budget year, other than the general fund tax levy required to support a proposal for additional funds, if any. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line-item accounts within each fund. Line-item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23A-16.2(f)1. Transfers of appropriations may be made by school board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23A-13.3.

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 revenue recognition of the one or more June state aid payments for budgetary purposes only, and the special revenue fund. 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, school districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. 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 budgetary basis. The budgetary basis differs from GAAP in that the budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

The budget, as detailed on exhibit C-1 and exhibit C-2 includes all amendments to the adopted budget, if any.

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounting, as presented in the general fund budgetary comparison schedule and the special revenue fund budgetary comparison schedule, to the GAAP basis of accounting as presented in the statement of revenues, expenditures and changes in fund balances - governmental funds. Note that the School District does not report encumbrances outstanding at fiscal year-end as expenditures in the general fund since the general fund budget follows the modified accrual basis of accounting, with the exception of the aforementioned revenue recognition policy for the one or more June state aid payments.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded to assign a portion of the applicable appropriation, is utilized for budgetary control purposes. Encumbrances are a component of fund balance 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 governmental funds, other than the special revenue fund, which have not been previously restricted, committed, or assigned, should be included within committed or assigned fund balance, as appropriate.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Encumbrances (Cont'd)

Open encumbrances in the special revenue fund, however, for which the School District has received advances of grant awards, are reflected on 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.

Cash, Cash Equivalents and Investments

Cash and cash equivalents, for all funds, include petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. Such is the definition of cash and cash equivalents used in the statement of cash flows for the proprietary funds. U.S. treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost. All other investments are stated at fair value.

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

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the amount of their deposits to the governmental units.

Inventories

Inventories are valued at cost, which approximates market. The costs are determined on a first-in, first-out method.

The cost of inventories in the governmental fund financial statements is recorded as expenditures when purchased rather than when consumed.

Inventories recorded on the government-wide financial statements and in the proprietary fund types are recorded as expenses when consumed rather than when purchased.

Tuition Receivable

Tuition charges were established by the School District based on estimated costs. The charges are subject to adjustment when the final costs are determined.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Lease Receivable

Lease receivables recorded on the government-wide financial statement, in the governmental funds, and in the proprietary fund types represents a contract that conveys control of the right to use the School District's (lessor) nonfinancial asset. At the commencement of the lease term, the lessor recognizes a lease receivable and a deferred inflow of resources. The lease receivable is measured at the present value of lease payments expected to be received during the lease term. The School District was not a lessor during the fiscal year ended June 30, 2025.

Prepaid Expenses

Prepaid expenses recorded on the government-wide financial statements and in the proprietary fund types represent payments made to vendors for services that will benefit periods beyond June 30, 2025. The School District had no prepaid expenses for the fiscal year ended June 30, 2025.

In the governmental fund financial statements, however, payments for prepaid items are fully recognized as expenditures in the fiscal year of payment. No asset for the prepayment is created, and no expenditure allocation to future accounting periods is required (*non-allocation method*). This is consistent with the basic governmental concept that only expendable financial resources are reported by a specific fund.

Short-Term Interfund Receivables / Payables

Short-term interfund receivables / payables (internal balances) represent amounts that are owed, other than charges for goods or services rendered to / from a particular fund within the School District, and that are due within one year. Such balances are eliminated in the statement of net position to minimize the grossing up of internal balances, thus leaving a net amount due between the governmental and business-type activities that are eliminated in the total government column.

Capital Assets

Capital assets represent the cumulative amount of capital assets used by the School District. Purchased capital assets are recorded as expenditures in the governmental fund financial statements and are capitalized at cost on the government-wide statement of net position and proprietary fund statement of net position. Intangible right to use assets (lease and subscription assets) are recorded as expenditures in the governmental fund financial statements. Lease assets are measured on the government-wide statement of net position and proprietary fund statement of net position at the amount of the initial measurement of the related lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. Subscription assets are recorded as expenditures in the governmental fund financial statements. Subscription assets are measured on the government-wide statement of net position and proprietary fund statement of net position at the amount of the initial measurement of the related subscription liability, plus any payments associated with the arrangement made to the vendor at the commencement of the subscription term and capitalizable initial implementation costs. In the case of gifts or contributions, such capital assets are recorded at acquisition value at the time received.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Capital Assets (Cont'd)

The School District's capitalization threshold is $2,000.00. Other costs incurred for repairs and maintenance are expensed as incurred. All reported capital assets, except land and construction in progress, are depreciated using the straight-line method over the useful life of the assets. Lease and subscription assets are amortized in a systematic and rational manner over the shorter of the lease and subscription term or the useful life of the underlying assets. The useful lives of the School District's capital assets are as follows:

Description	Estimated Lives
Land Improvements	15 - 30 Years
Buildings and Improvements	5 - 50 Years
Machinery and Equipment	5 - 25 Years

The School District does not possess any infrastructure assets.

Deferred Outflows of Resources and Deferred Inflows of Resources

The statement of net position and the balance sheet for governmental funds reports separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources, reported after total assets, represents a reduction of net position that applies to a future period(s) and will be recognized as an outflow of resources (expense) at that time. Deferred inflows of resources, reported after total liabilities, represents an acquisition of net position that applies to a future period(s) and will be recognized as an inflow of resources (revenue) at that time.

Transactions are classified as deferred outflows of resources and deferred inflows of resources only when specifically prescribed by the Governmental Accounting Standards Board (GASB) standards. The School District is required to report the following as deferred outflows of resources and deferred inflows of resources: defined benefit pension plans.

Tuition Payable

Tuition charges for the fiscal years ended June 30, 2025 and 2024 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

Unearned Revenue

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied and is recorded as a liability until the revenue is both measurable and the School District is eligible to realize the revenue.

Accrued Salaries and Wages

Certain School District employees who provide services to the School District over the ten-month academic year have the option to have their salaries evenly disbursed during the entire twelve-month year. New Jersey statutes require that these earned but undisbursed amounts be retained in a separate bank account.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Compensated Absences

Compensated absences are payments or settlements to employees for accumulated time such as paid time off (PTO), sick leave, vacation leave, compensatory time, and certain types of sabbatical leave. A liability for compensated absences is recognized for leave that is attributable to services already rendered, accumulates, and that is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

The entire compensated absence liability, including applicable salary-related payments, is reported on the government-wide financial statements. Examples of salary-related payments include the employer share of Social Security and Medicare taxes. The portion related to employees in the proprietary funds is recorded at the fund level. The current portion is the amount estimated to be used in the following fiscal year. The governmental funds use the current financial resources measurement focus, and therefore expenditures are recognized for the amount that normally would be liquidated with expendable available financial resources, as payments come due each period, for example, use of leave or as a result of employee resignations and retirements. Compensated absences not recorded at the fund level represent a reconciling item between the fund level and government-wide presentations.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities, and long-term obligations payable from proprietary funds are reported on the proprietary fund 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, claims and judgments, compensated absences, special termination benefits, and contractually required pension contributions that will be paid from governmental funds, are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources. Bonds are recognized as a liability on the governmental fund financial statements when due.

Net Position

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

Net Investment in Capital Assets - This component represents capital assets, net of accumulated depreciation or amortization of intangible capital assets, net of outstanding balances of borrowings used for the acquisition, construction, or improvement of those assets.

Restricted - Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Unrestricted - Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Fund Balance

The School District reports fund balance in classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The School District's classifications, and policies for determining such classifications, are as follows:

Nonspendable **-** The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, such as inventories and prepaid amounts.

Restricted **-** The restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation.

Committed **-** The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision-making authority, which, for the School District, is the Board of Education. Such formal action consists of an affirmative vote by the Board of Education, memorialized by the adoption of a resolution. Once committed, amounts cannot be used for any other purpose unless the Board of Education removes, or changes, the specified use by taking the same type of action (resolution) it employed to previously commit those amounts.

Assigned **-** The assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. *Intent* is expressed by either the Board of Education or by the business administrator, to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes. Such authority of the business administrator is established by way of a formal job description for the position and standard operating procedures, approved by the Board of Education.

Unassigned **-** The unassigned fund balance classification 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 is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

When expenditures are incurred for purposes for which both restricted and unrestricted fund balances are available, it is the policy of the School District to spend restricted fund balances first. Moreover, when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used, it is the policy of the School District to spend fund balances, if appropriate, in the following order: committed, assigned, then unassigned.

Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures / expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources / uses in governmental funds and after non-operating revenues / expenses in proprietary funds. Reimbursements from funds responsible for particular expenditures / expenses to the funds that initially paid for them are not presented on the financial statements.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Impact of Recently Issued Accounting Principles

Recently Issued and Adopted Accounting Pronouncements

The School District implemented the following GASB Statement for the fiscal year ended June 30, 2025:

Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures

Because of the implementation of GASB Statement No. 101, the School District has reported and disclosed compensated absences in accordance with the Statement (notes 7 and 13).

Recently Issued Accounting Pronouncements

The Governmental Accounting Standards Board (GASB) has issued the following statement that has an effective date that may affect future financial presentations:

Statement No. 103, *Financial Reporting Model Improvement*. The objective of this Statement is to improve key components of the financial reporting model. The purposes of the improvements are to (a) enhance the effectiveness of the financial reporting model in providing information that is essential for decision making and assessing a government's accountability and (b) address certain application issues identified through pre-agenda research conducted by the GASB. The Statement will become effective for the School District in the fiscal year ending June 30, 2026. Management is currently evaluating whether or not this Statement will have an impact on the basic financial statements.

Note 2: CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the School District's deposits might not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first $250,000.00 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the School District in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds, salary withholdings, and student activity funds, or funds that may pass to the School District relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized.

As of June 30, 2025, the School District's bank balances of $7,138,044.53 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	$ 7,138,044.53

Note 3: CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the School District 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 School District's approved Long Range Facilities Plan ("LRFP"). Upon submission of the LRFP to the Department, a school district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at fiscal year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A school district may also appropriate additional amounts when the express approval of the voters has been obtained by either a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the fiscal year is as follows:

Beginning Balance, July 1, 2024		$ 3,685,382.05
Increased by:		
Interest Earnings	$ 23,933.35	
Deposits:		
Board Resolution, June 12, 2025	2,000,000.00	
		2,023,933.35
Ending Balance, June 30, 2025		$ 5,709,315.40

The June 30, 2025 LRFP balance of local support costs of uncompleted projects at June 30, 2025 is 33,136,697.00.

Note 4: ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2025 consisted of accounts (fees for services) and intergovernmental awards / grants. All receivables are considered collectible in full due to the stable condition of federal and state programs, the current fiscal year guarantee of federal funds, and the regulated budgetary control of governmental entities in New Jersey.

Accounts receivable as of fiscal year end for the School District's individual major funds, in the aggregate, are as follows:

	Governmental Funds			Proprietary Funds		
Description	General Fund	Special Revenue Fund	Total Governmental Activities	Food Service Fund	Total Business-Type Activities	Total
Federal Awards		$ 129,309.10	$ 129,309.10	$ 39,532.19	$ 39,532.19	$ 168,841.29
State Awards	$ 442,862.23	14,272.00	457,134.23	1,717.32	1,717.32	458,851.55
Other				441.28	441.28	441.28
Total	$ 442,862.23	$ 143,581.10	$ 586,443.33	$ 41,690.79	$ 41,690.79	$ 628,134.12

Note 5: INVENTORY

Inventory recorded at June 30, 2025 in business-type activities on the government-wide statement of net position, and on the food service enterprise fund statement of net position, consisted of the following:

Food	$ 885.52
Supplies	1,054.21
Commodities	4,910.48
	$ 6,850.21

Note 6: CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2025 is as follows:

Governmental Activities:	Balance July 1, 2024	Increases	Transfers	Decreases	Balance June 30, 2025
Capital Assets, not being Depreciated:					
Land	$ 188,131.00				$ 188,131.00
Construction in Progress	77,000.00	$ 488,852.00	$ (565,852.00)	$ -	
Total Capital Assets, not being Depreciated	265,131.00	488,852.00	(565,852.00)	-	188,131.00
Capital Assets, being Depreciated:					
Land Improvements	252,953.00	600,264.00			853,217.00
Buildings and Building Improvements	13,637,647.00	52,715.00	565,852.00		14,256,214.00
Machinery and Equipment	1,133,572.96	454,881.00			1,588,453.96
Total Capital Assets, being Depreciated	15,024,172.96	1,107,860.00	565,852.00	-	16,697,884.96
Total Capital Assets, Cost	15,289,303.96	1,596,712.00	-	-	16,886,015.96
Less Accumulated Depreciation for:					
Land Improvements	(205,098.00)	(20,657.00)			(225,755.00)
Buildings and Building Improvements	(7,647,528.00)	(411,325.00)			(8,058,853.00)
Machinery and Equipment	(682,827.00)	(66,195.00)			(749,022.00)
Total Accumulated Depreciation	(8,535,453.00)	(498,177.00)	-	-	(9,033,630.00)
Total Capital Assets, being Depreciated, Net	6,488,719.96	609,683.00	565,852.00	-	7,664,254.96
Governmental Activities Capital Assets, Net	$ 6,753,850.96	$ 1,098,535.00	$ -	$ -	$ 7,852,385.96

Note 6: CAPITAL ASSETS (CONT'D)

Capital asset activity for the fiscal year ended June 30, 2025 is as follows (Cont'd):

	Balance July 1, 2024	Increases	Transfers	Decreases	Balance June 30, 2025
Business-Type Activities:					
Capital Assets, being Depreciated:					
Buildings and Improvements	$ 38,611.00				$ 38,611.00
Machinery and Equipment	218,047.04	$ 46,735.97	$ -	$ -	264,783.01
Total Capital Assets, being Depreciated	256,658.04	46,735.97	-	-	303,394.01
Total Capital Assets, Cost	256,658.04	46,735.97	-	-	303,394.01
Less Accumulated Depreciation for:					
Buildings and Improvements	(966.00)	(966.00)			(1,932.00)
Machinery and Equipment	(145,898.00)	(4,333.00)			(150,231.00)
Total Accumulated Depreciation	(146,864.00)	(5,299.00)	-	-	(152,163.00)
Total Capital Assets, being Depreciated, Net	109,794.04	41,436.97	-	-	151,231.01
Business-Type Activities Capital Assets, Net	$ 109,794.04	$ 41,436.97	$ -	$ -	$ 151,231.01

Depreciation expense was charged to functions / programs of the School District as follows:

Governmental Activities:	
Regular Instruction	$ 348,724.21
Student and Instruction Related Services	49,817.03
Other Administrative Services	49,817.05
Plant Operations and Maintenance	49,818.71
Total Depreciation Expense - Governmental Activities	$ 498,177.00
Business-Type Activities:	
Food Service	$ 5,299.00
Total Depreciation Expense - Business-Type Activities	$ 5,299.00

Note 7: LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2025, the following changes occurred in long-term obligations for governmental activities:

	(Restated) Balance July 1, 2024	Additions	Deductions	Balance June 30, 2025	Due within One Year
Governmental Activities:					
Other Liabilities:					
Compensated Absences	$ 1,730,583.37	$ 97,619.82 *	$ -	$ 1,828,203.19	$ 226,644.62
Net Pension Liability	1,014,352.00	382,763.00	(378,871.00)	1,018,244.00	
Total Other Liabilities	2,744,935.37	480,382.82	(378,871.00)	2,846,447.19	226,644.62
Governmental Activities Long-Term Liabilities	$ 2,744,935.37	$ 480,382.82	$ (378,871.00)	$ 2,846,447.19	$ 226,644.62

* The change in compensated absences liability is presented as a net change.

Note 7: LONG-TERM LIABILITIES (CONT'D)

The net pension liability is liquidated by the general fund.

Bonds Authorized but not Issued - As of June 30, 2025, the School District had no authorizations to issue additional bonded debt.

Compensated Absences - Refer to note 13 for a description of the School District's policy.

Net Pension Liability - For details on the net pension liability, refer to note 8. The School District's annual required contribution to the Public Employees' Retirement System is budgeted and paid from the general fund on an annual basis.

Note 8: PENSION PLANS

A substantial number of the School District's employees participate in one of the following defined benefit pension plans: the Teachers' Pension and Annuity Fund ("TPAF") and the Public Employees' Retirement System ("PERS"), which are administered by the New Jersey Division of Pensions and Benefits (the "Division"). In addition, several School District employees participate in the Defined Contribution Retirement Program, which is a defined contribution pension plan. The DCRP is administered by Empower.

Each of the aforementioned plans have a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements, required supplementary information, and detailed information about the PERS and TPAF plans' fiduciary net position that can be obtained by writing to or at the following website:

State of New Jersey, Department of the Treasury
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295
https://www.state.nj.us/treasury/pensions/financial-reports.shtml

General Information about the Pension Plans

Plan Descriptions

Teachers' Pension and Annuity Fund - The Teachers' Pension and Annuity Fund is a cost-sharing multiple-employer defined benefit pension plan, with a special funding situation, which was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66. The State of New Jersey ("State") is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. The TPAF's designated purpose is to provide retirement, death, and disability benefits to certain qualified members. Membership in the TPAF is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, who have titles that are unclassified, professional and certified. The TPAF Board of Trustees is primarily responsible for the administration of the Plan.

Public Employees' Retirement System - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan that was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The PERS' designated purpose is to provide retirement, death, and disability benefits to certain qualified members. Membership in the PERS is mandatory for substantially all full-time employees of the School District, provided the employee is not required to be a member of another state-administered retirement system or other state pensions fund or local jurisdiction's pension fund. The PERS' Board of Trustees is primarily responsible for the administration of the PERS.

Note 8: PENSION PLANS (CONT'D)

General Information about the Pension Plans (Cont'd)

Plan Descriptions (Cont'd)

Defined Contribution Retirement Program - The Defined Contribution Retirement Program is a multiple-employer defined contribution pension fund established on July 1, 2007 under the provisions of P.L. 2007, c. 92 and P.L. 2007, c. 103, and expanded under the provisions of P.L. 2008, c. 89 and P.L. 2010, c. 1. The DCRP is a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) § 401(a) et seq., and is a "governmental plan" within the meaning of IRC § 414(d). The DCRP provides retirement benefits for eligible employees and their beneficiaries. Individuals covered under DCRP are state or local officials who are elected or appointed on or after July 1, 2007; employees enrolled in TPAF or PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees enrolled in New Jersey State Police Retirement System (SPRS) or the Police and Firemen's Retirement System (PFRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in TPAF or PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least $5,000.00 annually; and employees otherwise eligible to enroll in TPAF or PERS after May 21, 2010 who do not work the minimum number of hours per week required for tiers 4 or 5 enrollment, but who earn salary of at least $5,000.00 annually.

Vesting and Benefit Provisions

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

The following represents the membership tiers for TPAF:

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

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

Note 8: PENSION PLANS (CONT'D)

General Information About the Pension Plans (Cont'd)

Vesting and Benefit Provisions (Cont'd)

Public Employees' Retirement System - The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after 10 years of service.

The membership tiers for PERS are the same as previously noted for TPAF.

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

Defined Contribution Retirement Program - Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and nonforfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and nonforfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

Contributions

Teachers' Pension and Annuity Fund - The contribution policy is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate was 7.50% in State fiscal year 2024. The State's contribution is based on an actuarially determined amount, which includes the normal cost and an amortization of the unfunded accrued liability. For fiscal year 2024, the State's pension contribution was more than the actuarial determined amount.

Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the School District and all other related non-contributing employers. No normal or accrued liability contribution by the School District has been required over several preceding fiscal years. These on-behalf contributions by the State of New Jersey are considered a special funding situation, under the definition of GASB 68, *Accounting and Financial Reporting for Pensions.*

The School District's contractually required contribution rate for the fiscal year ended June 30, 2025 was 28.60% of the School District's covered payroll, of which 0.00% of payroll was required from the School District and 100.00% of payroll was required from the State of New Jersey. The School District was not required to contribute to the pension plan during the fiscal year ended June 30, 2025 because of the 100.00% special funding situation with the State of New Jersey.

Note 8: PENSION PLANS (CONT'D)

General Information About the Pension Plans (Cont'd)

Contributions (Cont'd)

Teachers' Pension and Annuity Fund (Cont'd) - Based on the most recent TPAF measurement date of June 30, 2024, the State's contractually required contribution, on-behalf of the School District, to the pension plan for the fiscal year ended June 30, 2025 was $1,612,645.00 and was paid by April 1, 2025. School District employee contributions to the Plan during the fiscal year ended June 30, 2025 were $425,297.98.

Public Employees' Retirement System - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate was 7.50% in State fiscal year 2024. Employers' contributions are based on an actuarially determined amount, which includes the normal cost and an amortization of the unfunded accrued liability.

Special Funding Situation Component - Under N.J.S.A. 43:15A, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. One of such legislations, which legally obligate the State, is Chapter 133, P.L. 2001. This legislation increased the accrual rate from 1/60 to 1/55. In addition, it lowered the age required for a veteran benefit equal to 1/55 of highest 12-month compensation for each year of service from 60 to 55. Chapter 133, P.L. 2001 also established the Benefit Enhancement Fund (BEF) to fund the additional annual employer normal contribution due to the State's increased benefits. If the assets in the BEF are insufficient to cover the normal contribution for the increased benefits for a valuation period, the State will pay such amount for both the State and local employers. The amounts contributed on behalf of the local participating employers under this legislation is considered to be 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 under this legislation directly to the Plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to disclose in the notes to the financial statements of the local participating employers related to this legislation.

The School District's contractually required contribution rate for the fiscal year ended June 30, 2025 was 9.88% of the School District's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2024, the School District's contractually required contribution to the pension plan for the fiscal year ended June 30, 2025 was $101,968.00 and was paid by April 1, 2025. School District employee contributions to the Plan during the fiscal year ended June 30, 2025 were $95,991.34.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the School District, under Chapter 133, P.L. 2001, for the fiscal year ended June 30, 2025 was .26% of the School District's covered payroll.

Based on the most recent PERS measurement date of June 30, 2024, the State's contractually required contribution, under Chapter 133, P.L. 2001, on-behalf of the School District, to the pension plan for the fiscal year ended June 30, 2025 was $3,283.00. For the prior year measurement date of June 30, 2023, the State's contractually required contribution, under Chapter 133, P.L. 2001, on-behalf of the School District, to the pension plan for the year ended June 30, 2024 was $3,163.00.

Note 8: PENSION PLANS (CONT'D)

General Information About the Pension Plans (Cont'd)

Contributions (Cont'd)

Defined Contribution Retirement Program - The contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with P.L. 2007, C. 92, and P.L. 2007, C. 103, Plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the School District contributes 3% of the employees' base salary, for each pay period.

For the fiscal year ended June 30, 2025, employee contributions totaled $6,240.71, and the School District recognized pension expense, which equaled the required contributions, of $3,404.02.

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

Teachers' Pension and Annuity Fund

Pension Liability - At June 30, 2025, the School District was not required to report a liability for its proportionate share of the net pension liability for TPAF because of the 100% special funding situation by the State of New Jersey.

The State's proportionate share of net pension liability, however, attributable to the School District is as follows:

Proportionate Share of Net Pension Liability	$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Employer	18,440,321.00
	$ 18,440,321.00

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023. The total pension liability was calculated using updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2024. For the June 30, 2024 measurement date, the School District's proportion of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. At the June 30, 2024 measurement date, the School District proportion was 0.00% due to the 100% special funding situation with the State of New Jersey; however, the State's proportionate share of the TPAF net pension liability associated with the School District was .0373096239%, which was an increase of .0018118602% from its proportion measured as of June 30, 2023.

Pension (Benefit) Expense - For the fiscal year ended June 30, 2025, the State's proportionate share of the pension (benefit) expense, associated with the School District, calculated by the Plan as of June 30, 2024 measurement date, was ($67,267.00).

Note 8: PENSION PLANS (CONT'D)

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

Public Employees' Retirement System

Pension Liability - At June 30, 2025, there is no net pension liability associated with the special funding situation under Chapter 133, P.L. 2001, as there was no accumulated difference between the annual additional normal cost and the actual State contribution through the valuation date. The School District reported a liability of $1,018,244.00 for its proportionate share of the net pension liability for PERS. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023. The total pension liability was calculated using updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2024. The School District's proportion of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2024 measurement date, the School District's proportion was .0074936772%, which was an increase of .0004906027% from its proportion measured as of June 30, 2023.

Pension (Benefit) Expense - For the fiscal year ended June 30, 2025, the School District recognized pension (benefit) expense of $84,715.00, in the government-wide financial statements. This pension expense was based on the pension plan's June 30, 2024 measurement date.

For the fiscal year ended June 30, 2025, the State's proportionate share of the pension (benefit) expense, associated with the School District, under Chapter 133, P.L. 2001, calculated by the Plan as of June 30, 2024 measurement date, was $3,283.00. This on-behalf expense has been recognized by the School District in the government-wide financial statements.

Deferred Outflows and Inflows of Resources - At June 30, 2025, the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows Resources
Differences between Expected and Actual Experience	$ 20,397.00	$ 2,711.00
Changes of Assumptions	1,265.00	11,585.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	47,213.00
Changes in Proportion and Differences between Contribution and Proportionate Share of Contributions	194,712.00	8,516.00
Contributions Subsequent to the Measurement Date	123,820.00	-
	$ 340,194.00	$ 70,025.00

Note 8: PENSION PLANS (CONT'D)

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

Public Employees' Retirement System (Cont'd)

Deferred Outflows and Inflows of Resources (Cont'd) - Deferred outflows of resources in the amount of $123,820.00 will be included as a reduction of the net pension liability in the subsequent fiscal year, June 30, 2026. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending June 30,	
2026	$ 17,209.00
2027	100,122.00
2028	21,967.00
2029	5,588.00
2030	1,463.00
	$ 146,349.00

The other deferred outflows of resources and deferred inflows of resources related to pensions will be amortized over the following number of years:

	Deferred Outflows of Resources	Deferred Inflows of Resources		Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience			Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:			Year of Pension Plan Deferral:		
June 30, 2019	5.21	-	June 30, 2020	5.00	-
June 30, 2020	5.16	-	June 30, 2021	-	5.00
June 30, 2021	-	5.13	June 30, 2022	5.00	-
June 30, 2022	-	5.04	June 30, 2023	-	5.00
June 30, 2023	5.08	-	June 30, 2024	-	5.00
June 30, 2024	5.08	-	Changes in Proportion		
Changes of Assumptions			Year of Pension Plan Deferral:		
Year of Pension Plan Deferral:			June 30, 2019	5.21	5.21
June 30, 2019	-	5.21	June 30, 2020	5.16	5.16
June 30, 2020	-	5.16	June 30, 2021	5.13	5.13
June 30, 2021	5.13	-	June 30, 2022	5.04	5.04
June 30, 2022	-	5.04	June 30, 2023	5.08	5.08
			June 30, 2024	5.08	5.08

Note 8: PENSION PLANS (CONT'D)

Actuarial Assumptions

The net pension liabilities were measured as of June 30, 2024 and the total pension liabilities used to calculate the net pension liability were determined by an actuarial valuation as of July 1, 2023. The total pension liabilities were calculated using updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2024. The actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	TPAF	PERS
Inflation Rate:		
Price	2.75%	2.75%
Wage	3.25%	3.25%
Salary Increases:	2.75% - 5.65% Based on Years of Service	2.75% - 6.55% Based on Years of Service
Investment Rate of Return	7.00%	7.00%
Period of Actuarial Experience Study upon which Actuarial Assumptions were Based	July 1, 2018 - June 30, 2021	July 1, 2018 - June 30, 2021

For TPAF, 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.

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

Note 8: PENSION PLANS (CONT'D)

Actuarial Assumptions (Cont'd)

For TPAF and PERS, in accordance with State statute, the long-term expected rate of return on Plan investments (7.00% at the June 30, 2024 measurement date) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic rates of return for each major asset class included in TPAF's and PERS' target asset allocation as of the June 30, 2024 measurement date are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	28.00%	8.63%
Non-US Developed Markets Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging Market Equity	5.50%	10.66%
Private Equity	13.00%	12.40%
Real Estate	8.00%	10.95%
Real Assets	3.00%	8.20%
High Yield	4.50%	6.74%
Private Credit	8.00%	8.90%
Investment Grade Credit	7.00%	5.37%
Cash Equivalents	2.00%	3.57%
U.S. Treasuries	4.00%	3.57%
Risk Mitigation Strategies	3.00%	7.10%
	100.00%	

Discount Rate -

Teachers' Pension and Annuity Fund - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. 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 would 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 projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to projected benefit payments in determining the total pension liability.

Note 8: PENSION PLANS (CONT'D)

Actuarial Assumptions (Cont'd)

Discount Rate (Cont'd) -

Public Employees' Retirement System - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. 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 would 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 Proportionate Share of Net Pension Liability to Changes in the Discount Rate

Teachers' Pension and Annuity Fund (TPAF) - As previously mentioned TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. As such, the proportionate share of the net pension liability as of June 30, 2024, the Plan's measurement date, attributable to the School District is $0.00. The following, however, presents the net pension liability of the State as of June 30, 2024 (Plan's measurement date), attributable to the School District, calculated using the discount rate of 7.00% as well as what the State's 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:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Proportionate Share of the Net Pension Liability	$ -	$ -	$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Employer	21,918,932.00	18,440,321.00	15,510,673.00
	$ 21,918,932.00	$ 18,440,321.00	$ 15,510,673.00

Public Employees' Retirement System (PERS) - The following presents the School District's proportionate share of the net pension liability at June 30, 2024, the Plan's measurement date, calculated using a discount rate of 7.00%, as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Proportionate Share of the Net Pension Liability	$ 1,352,996.00	$ 1,018,244.00	$ 733,372.00

Note 8: PENSION PLANS (CONT'D)

Pension Plan Fiduciary Net Position

For purposes of measuring the net pension liability, deferred outflows of resources, deferred inflows of resources related to pensions, and pension expense, information about the respective fiduciary net position of the TPAF and PERS and additions to/deductions from TPAF and PERS' respective fiduciary net position have been determined on the same basis as they are reported by TPAF and PERS. Accordingly, 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.

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN

General Information about the OPEB Plan

Plan Description and Benefits Provided - The State Health Benefit Local Education Retired Employees Plan (the "OPEB Plan") is a multiple-employer defined benefit OPEB plan, with a special funding situation, that is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75 - *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions*. The OPEB Plan is administered by the State of New Jersey Division of Pensions and Benefits (the "Division") and is part of the New Jersey State Health Benefits Program (SHBP). The Division issues a publicly available financial report that includes financial statements and required supplementary information which can be obtained by writing to or at the following website:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295
https://www.nj.gov/treasury/pensions/financial-reports.shtml

The OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

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

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D)

STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)

General Information about the OPEB Plan (Cont'd)

Employees Covered by Benefit Terms - At June 30, 2024, the OPEB Plan's measurement date, the entire State Health Benefit Local Education Retired Employees OPEB Plan consisted of the following members.

Active Plan Members	219,185
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	153,556
Inactive Plan Members Entitled to but Not Yet Receiving Benefit Payments	-
	372,741

Total Non-Employer OPEB Liability

The State of New Jersey, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to the OPEB Plan for qualified retired TPAF, PERS, PFRS and ABP pension participants. The School District's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the School District did not recognize any portion of the collective net OPEB liability on the statement of net position.

The State's proportionate share of the net OPEB liability associated with the School District as of June 30, 2025 was $23,919,291.00. Since the OPEB liability associated with the School District is 100% attributable to the State, the OPEB liability will be referred to as the total non-employer OPEB liability.

The total non-employer OPEB liability was measured as of June 30, 2024, and was determined by an actuarial valuation as of June 30, 2023, which was rolled forward to June 30, 2024. For the June 30, 2024 measurement date, the State's proportionate share of the non-employer OPEB liability associated with the School District was .0400989743%, which was an increase of .0003160115% from its proportion measured as of June 30, 2023.

Actuarial Assumptions and Other Inputs - The actuarial assumptions and other inputs vary for each plan member depending on the pension plan in which the member is enrolled. The actuarial valuation at June 30, 2023, which was rolled forward to June 30, 2024, used the following actuarial assumptions, applied to all periods in the measurement:

Salary Increases -

	TPAF/ABP *	PERS *	PFRS *
Salary Increases	2.75% to 5.65%	2.75% to 6.55%	3.25% to 16.25%

* based on service years

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D)

STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)

Total Non-Employer OPEB Liability (Cont'd)

Actuarial Assumptions and Other Inputs (Cont'd) -

Mortality Rates - 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.

Experience Studies - The actuarial assumptions used in the July 1, 2023 valuation, which was rolled forward to June 30, 2024, were based on the results of actuarial experience studies for the periods July 1, 2018 to June 30, 2021 for TPAF, PERS, and PFRS.

Health Care Trend Assumptions - For pre-Medicare medical benefits, the trend rate is initially 7.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 19.36% in fiscal year 2027 and decreases to 4.50% in fiscal year 2034. For HMO the trend is increasing to 22.88% in fiscal year 2027 and decreases to 4.50% in fiscal year 2034. For prescription drug benefits, the initial trend rate is 12.25% and decreases to a 4.50% long-term trend rate after nine years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Discount Rate - The discount rate for June 30, 2024 measurement date was 3.93%. 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

The below table summarizes the State's proportionate share of the change in the total non-employer OPEB liability associated with the School District:

Balance at June 30, 2024		$ 20,831,023.00
Changes for the Year:		
Service Cost	$ 841,198.00	
Interest Cost	787,366.00	
Changes in Benefit Terms	-	
Difference between Expected and Actual Experience	250,957.00	
Changes in Assumptions	1,789,481.00	
Member Contributions	20,590.00	
Gross Benefit Payments	(601,324.00)	
Net Changes		3,088,268.00
Balance at June 30, 2025		$ 23,919,291.00

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D)

STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)

Changes in the Total Non-Employer OPEB Liability (Cont'd)

Differences between expected and actual experience reflect an increase in liability for the measurement period from June 30, 2023 to June 30, 2024 due to changes in the census and premium and claims experience.

Changes in assumptions reflect an increase in the liability for the measurement period from June 30, 2023 to June 30, 2024 due to the combined effect of the discount rate change; and changes in the trend update.

Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Discount Rate - The State's proportionate share of the total non-employer OPEB liability as of June 30, 2024, associated with the School District, using a discount rate of 3.93%, as well as using a discount rate that is 1% lower or 1% higher than the current rate used is as follows:

	1% Decrease (2.93%)	Current Discount Rate (3.93%)	1% Increase (4.93%)
State of New Jersey's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the Employer	$ 28,014,612.00	$ 23,919,291.00	$ 20,625,802.00

Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Healthcare Cost Trend Rates - The State's proportionate share of the total non-employer OPEB liability as of June 30, 2024, associated with the School District, using a healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rate used is as follows:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
State of New Jersey's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the Employer	$ 19,924,944.00	$ 23,919,291.00	$ 29,122,192.00

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

OPEB Expense - For the fiscal year ended June 30, 2025, the School District recognized $545,442.00 in OPEB expense and revenue, in the government-wide financial statements, for the State's proportionate share of the OPEB Plan's OPEB expense, associated with the School District. This expense and revenue was based on the OPEB Plan's June 30, 2024 measurement date.

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D)

STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the Total Non-Employer OPEB Liability (Cont'd)

Deferred Outflows and Inflows of Resources - In accordance with GASBS No. 75, the School District's proportionate share of the OPEB liability is zero. As such, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources by the School District; however, at June 30, 2025, the State's proportionate share of the total non-employer OPEB liability's deferred outflows of resources and deferred inflows of resources, associated with School District, from the following sources are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between Expected and Actual Experience	$ 2,557,886.00	$ 4,466,908.00
Changes of Assumptions	4,011,894.00	4,676,586.00
Changes in Proportion	552,588.00	1,251,336.00
	$ 7,122,368.00	$ 10,394,830.00

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 School District, will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30,	
2026	$ (1,035,758.00)
2027	(887,325.00)
2028	(579,981.00)
2029	(5,520.00)
2030	(662,112.00)
Thereafter	(101,766.00)
	$ (3,272,462.00)

Note 10: ON-BEHALF PAYMENTS

For the fiscal year ended June 30, 2025, the School District has recognized as revenues and expenditures on-behalf payments made by the State for normal costs and post-retirement medical costs related to TPAF, in the fund financial statements. The amounts recognized as revenues and expenditures in the fund financial statements for normal costs, non-contributory insurance, post-retirement medical costs, and long-term disability insurance were $1,530,125.00, $18,954.00, $452,642.00, and $916.00, respectively.

Note 11: RISK MANAGEMENT

The School 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.

New Jersey Unemployment Compensation Insurance - The School District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the School 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 School District is billed quarterly for amounts due to the State.

The following is a summary of the activity of the School District's unemployment claims for the current and previous two fiscal years:

					Ending Balance	
Fiscal Year Ended June 30,	School District Contributions	Employee Contributions	Interest Income	Claims Incurred	Claims Payable	Restricted Fund Balance
2025	$ -	$ 14,340.30	$ 4,689.88	$ 24,997.40	$ -	$172,718.00
2024	-	11,956.71	5,331.54	14,673.65	4,832.00	173,853.22
2023	21,000.00	10,641.00	3,065.69	19,718.17	7,548.94	168,521.68

Joint Insurance Fund - The School District is a member of the Burlington County Insurance Pool Joint Insurance Fund (BCIP JIF). The Fund provides its members with the following coverage:

Building and Contents
General and Automobile Liability
Workers' Compensation
Boiler and Machinery
Blanket Crime including Public Employee Dishonesty
Educators Legal Liability
Pollution Liability
Cyber Liability
Crisis Protection & Disaster Management Services

The following coverages are provided to the Fund's member local units by their membership in the School Pool for Excess Liability Limits Joint Insurance Fund (SPELL JIF):

Excess Property and Crime
Excess General Liability and Automobile Liability
Excess Workers' Compensation
Excess Educators Legal Liability

Contributions to the Fund, including a reserve for contingencies, are payable in two installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Banking and Insurance may order additional assessments to supplement the Fund's claim, loss retention, or administrative accounts to assure the payment of the Fund's obligations.

The School District's agreement with the Fund provides that the Fund will be self-sustaining through member premiums and will reinsure through the School Pool for Excess Liability Limits Joint Insurance Fund, which is an insurance pool formed by all the other joint insurance funds.

For more information regarding claims, coverages and deductibles, the Fund publishes its own financial report that can be obtained from:

Burlington County Insurance Pool Joint Insurance Fund
6000 Sagemore Drive, Suite 6203
Marlton, New Jersey 08053

Note 12: DEFERRED COMPENSATION

The School District offers its employees a choice of four deferred compensation plans created in accordance with Internal Revenue Code Sections 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. The plan administrator is The Omni Financial Group.

Note 13: COMPENSATED ABSENCES

School District employees who are employed for ten months are entitled to ten paid sick leave days per fiscal school year. School District employees who are employed for twelve months are entitled to twelve paid sick leave days per fiscal school year. Unused sick leave may be accumulated and carried forward to the subsequent years. School District employees are entitled to two personal days that may be carried forward to subsequent years. Vacation days not used during the year may not be accumulated and carried forward. Benefits paid in any future year will be calculated according to formulas outlined in the School Districts' agreements with the various employee unions and included in the current years' budget.

The liability for vested compensated absences is recorded within those funds as the benefits accrue to employees. At June 30, 2025, the liability for compensated absences reported on the government-wide statement of net position was $1,828,203.19. At June 30, 2025, no liability existed for compensated absences in the proprietary fund.

Note 14: INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfunds - The composition of interfund balances as of June 30, 2025 is as follows:

Fund	Interfunds Receivable	Interfunds Payable
General	$ 27,907.05	$ 1,910.85
Special Revenue	1,910.85	
Enterprise		27,907.05
Totals	$ 29,817.90	$ 29,817.90

The interfund receivables and payables above predominately resulted from payments made by certain funds on behalf of other funds. During the fiscal year 2026, the School District expects to liquidate such interfunds, depending upon the availability of cash flow.

Transfers -

	Transfer In: Special Revenue Fund	Transfer In: General Fund
Transfer Out:		
General Fund	$ 121,848.00	
Camp Clementon Community Education Fund		200,000.00
Total Transfers	$ 121,848.00	$200,000.00

During the fiscal year ended June 30, 2025, the General Fund transferred $121,848.00 to the Special Revenue Fund for the local share of Preschool Education Aid. The Camp Clementon Community Education Fund transferred $200,000.00 to the General Fund as a result of reduced operations in Camp Clementon program.

Note 15: CONTINGENCIES

Grantor Agencies - Amounts received or receivable from grantor agencies could be subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the School District expects such amount, if any, to be immaterial.

Litigation - The School District is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the School District, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

Note 16: CONCENTRATIONS

The School District depends on financial resources flowing from, or associated with, both the federal government and the State of New Jersey. As a result of this dependency, the School District is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and State laws and federal and State appropriations.

Note 17: DEFICIT FUND BALANCES

The School District has a deficit unassigned fund balance of ($931,158.23) in the general fund as of June 30, 2025 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, school districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school 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, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the School District cannot recognize the June state aid payment on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the June state aid payments, the unassigned general fund balance deficit does not alone indicate that the School District is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unassigned general fund balance that is reported as a direct result from a delay in the June payments of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The School District unassigned deficit in the GAAP funds statements of ($931,158.23) is less than the June state aid payments.

Note 18: FUND BALANCES

RESTRICTED

As stated in note 1, the restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources by either of the following: (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation. Specific restrictions of the School District's fund balance are summarized as follows on the next page.

Note 18: FUND BALANCES (CONT'D)

RESTRICTED (CONT'D)

General Fund

For Capital Reserve Account - As of June 30, 2025, the balance in the capital reserve account is $4,607,844.40. These funds are restricted for future capital outlay expenditures for capital projects in the School District's approved Long Range Facilities Plan (LRFP). Additionally, $1,101,471.00 of Capital Reserve has been designated for utilization in the 2025-2026 budget.

For Emergency Reserve - As of June 30, 2025, the balance in the emergency reserve is $179,741.77. These funds are restricted for the purpose of financing unanticipated general fund expenditures required for a thorough and efficient education in accordance with N.J.S.A. 18A:7F-41c(1). The balance of the restricted fund balance is not permitted to exceed $250,000.00, or one percent (1%) of the School District's general fund budget up to a maximum of $1,000,000.00, whichever is greater. Deposits may be made to the emergency reserve account at budget time, or by board resolution at year end of any unanticipated revenue or unexpended line-item appropriation, or both. Withdrawals from the emergency reserve require approval by the Commissioner.

For Maintenance Reserve Account - As of June 30, 2025, the balance in the maintenance reserve account is $509,080.00. These funds are restricted for the required maintenance of school facilities in accordance with the Educational Facilities Construction and Financing Act (EFCFA) (N.J.S.A. 18A:7G-9) as amended by P.L. 2004, c. 73 (S1701).

For Excess Surplus - In accordance with N.J.S.A. 18A:7F-7, as amended, the designation of restricted fund balance - excess surplus is the result of a required calculation. New Jersey school districts are required to restrict general fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2025 is $645,626.56.

For Unemployment Compensation - Pursuant to N.J.S.A. 43:21-7.3(g), the School District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method" (see note 11). As a result, there exists at June 30, 2025 a restricted fund balance from employer contributions in the amount of $172,718.00 for future unemployment claims.

For Legally Restricted Appropriations - In accordance with N.J.A.C. 6A:23A-8.5(j), the School District adopted a resolution to legally restrict fund balance in the amount of $600,858.56 which represents funds received from the Estate of John Zawinski. These funds are restricted to be used for the benefit of the students of Clementon School District. These funds have been restricted by the Board to be used for the purchase of solar panels, an electronic sign for the school, playground equipment and science lab equipment. As of June 30, 2025, $600,858.56 has been restricted for this purpose.

Special Revenue Fund

For Scholarships - The School District reports fund balance resulting from the receipt of an endowment to be used for scholarships for future teachers. These funds are required to be used as restricted by the donor. The balance of these funds as of June 30, 2025 is $500.00.

For Student Activities - In accordance with N.J.A.C. 6A:23A-16.12(c), each school district shall ensure through adoption of a formal board policy that all financial and bookkeeping controls are adequate to ensure appropriate fiscal accountability and sound business practices for funds collected for student activities. As such, borrowing from student activity funds is prohibited. The balance of these funds as of June 30, 2025 is $8,147.02.

Note 18: FUND BALANCES (CONT'D)

UNASSIGNED

As stated in note 1, the unassigned fund balance classification represents fund balance that has not been restricted, committed, or assigned to specific purposes. The School District's unassigned fund balance is summarized as follows:

General Fund - As of June 30, 2025, the unassigned fund balance of the general fund was a deficit of ($931,158.23). The deficit is a result from a delay in the payment of state aid until the following fiscal year. As stated in note 17, since the State is recording the June state aid payments in the subsequent fiscal year, the School District cannot recognize the June state aid payment on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the June state aid payments, the general fund balance deficit does not alone indicate that the School District is facing financial difficulties. The unassigned deficit on the GAAP financial statements of ($931,158.23) is less than the last state aid payment.

Note 19: RESTATEMENT OF PRIOR PERIOD FINANCIAL STATEMENTS

During the fiscal year ended June 30, 2025, the School District adopted a change in accounting principle because of the implementation of new authoritative pronouncement, Governmental Accounting Standards Board (GASB) Statement No. 101*, Compensated Absences*. As a result, net position as of July 1, 2024 has been restated. The following table illustrates the restatement.

	Governmental Activities
Beginning Net Position as Previously Reported at July 1, 2024	$ 11,205,859.92
Prior Period Adjustments:	
Implementation of GASB Statement No. 101:	
Noncurrent Liabilities:	
Compensated Absences	(1,601,038.44)
Net Position as Restated, July 1, 2024	$ 9,604,821.48

REQUIRED SUPPLEMENTARY INFORMATION
PART II

BUDGETARY COMPARISON SCHEDULES

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2025

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	$ 4,638,010.00		$ 4,638,010.00	$ 4,638,010.00	
Tuition	38,776.00		38,776.00	39,191.20	$ 415.20
Other Restricted Miscellaneous Revenues				4,689.88	4,689.88
Unrestricted Miscellaneous Revenues	35,000.00		35,000.00	176,891.93	141,891.93
Interest Earned on Inheritance Reserve				24,873.81	24,873.81
Interest Earned on Current Expense Emergency Reserve	50.00		50.00	4,435.25	4,385.25
Interest Earned on Maintenance Reserve	250.00		250.00		(250.00)
Interest Earned on Capital Reserve	450.00		450.00	23,933.35	23,483.35
Total - Local Sources	4,712,536.00	$ -	4,712,536.00	4,912,025.42	199,489.42
Federal Sources:					
Medicaid Reimbursement	34,979.00		34,979.00	25,020.49	(9,958.51)
Total - Federal Sources	34,979.00	-	34,979.00	25,020.49	(9,958.51)
State Sources:					
Special Education Categorical Aid	861,459.00		861,459.00	861,459.00	
Equalization Aid	11,826,063.00		11,826,063.00	11,826,063.00	
Security Aid	367,720.00		367,720.00	367,720.00	
Transportation Aid	220,959.00		220,959.00	220,959.00	
Extraordinary Aid	310,679.00		310,679.00	337,751.00	27,072.00
Other State Aids:					
Additional Nonpublic School Transportation Aid				3,269.00	3,269.00
Department of Children and Families Education Services - Tuition				78,955.00	78,955.00
Menstrual Product Reimbursement				2,120.00	2,120.00
On-Behalf TPAF Pension Contributions - Normal Cost (non-budgeted)				1,530,125.00	1,530,125.00
On-Behalf TPAF Non-Contributory Group Insurance (non-budgeted)				18,954.00	18,954.00
On-Behalf TPAF Pension Contributions - Post-Retirement Medical (non-budgeted)				452,642.00	452,642.00
On-Behalf TPAF Pension Contributions - Long-Term Disability Insurance (non-budgeted)				916.00	916.00
Reimbursed TPAF Social Security Contributions (non-budgeted)				415,778.67	415,778.67
Total - State Sources	13,586,880.00	-	13,586,880.00	16,116,711.67	2,529,831.67
Total Revenues	18,334,395.00	-	18,334,395.00	21,053,757.58	2,719,362.58

(Continued)

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2025

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction:					
Kindergarten - Salaries of Teachers	$ 309,495.00	$ (7,000.00)	$ 302,495.00	$ 301,137.20	$ 1,357.80
Grades 1-5 - Salaries of Teachers	1,507,657.00	(38,618.50)	1,469,038.50	1,469,038.00	0.50
Grades 6-8 - Salaries of Teachers	917,982.00	49,593.50	967,575.50	894,905.55	72,669.95
Regular Programs - Home Instruction:					
Salaries of Teachers	7,000.00	817.00	7,817.00	5,743.94	2,073.06
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	15,000.00		15,000.00	6,751.43	8,248.57
Purchased Professional - Educational Services	252,613.00		252,613.00	84,990.78	167,622.22
Purchased Technical Services	16,400.00	2,795.20	19,195.20	17,926.80	1,268.40
Other Purchased Services (400-500 Series)	27,500.00	6,235.59	33,735.59	33,735.36	0.23
General Supplies	179,941.00	(9,030.79)	170,910.21	153,607.50	17,302.71
Textbooks	38,776.00	(4,792.00)	33,984.00	17,398.08	16,585.92
Other Objects	9000.00		9,000.00	8,126.78	873.22
Total Regular Programs - Instruction	3,281,364.00	-	3,281,364.00	2,993,361.42	288,002.58
Special Education - Instruction:					
Behavioral Disabilities:					
Salaries of Teachers	66,616.00	100.00	66,716.00	66,716.00	
Purchased Professional - Education Services	120,000.00	(27,722.16)	92,277.84	42,445.52	49,832.32
General Supplies	1,000.00		1,000.00	105.28	894.72
Total Behavioral Disabilities	187,616.00	(27,622.16)	159,993.84	109,266.80	50,727.04
Multiple Disabilities:					
Salaries of Teachers	192,788.00	8,700.00	201,488.00	194,851.12	6,636.88
Other Salaries for Instruction	62,400.00	190,717.30	253,117.30	241,837.86	11,279.44
Purchased Professional - Education Services	500,000.00	(149,568.75)	350,431.25	119,951.70	230,479.55
General Supplies	4,500.00	530.61	5,030.61	5,030.61	
Total Multiple Disabilities	759,688.00	50,379.16	810,067.16	561,671.29	248,395.87

(Continued)

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2025

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Special Education - Instruction (Cont'd):					
Resource Room / Resource Center:					
Salaries of Teachers	$ 749,167.00	$ (25,167.00)	$ 724,000.00	$ 699,069.16	$ 24,930.84
Other Salaries for Instruction	30,000.00		30,000.00	30,000.00	
Purchased Professional-Educational Services	30,000.00		30,000.00		30,000.00
General Supplies	1,500.00	(647.67)	852.33	730.63	121.70
Total Resource Room / Resource Center	810,667.00	(25,814.67)	784,852.33	729,799.79	55,052.54
Home Instruction:					
Salaries of Teachers	5,000.00	516.00	5,516.00	5,142.37	373.63
Total Home Instruction	5,000.00	516.00	5,516.00	5,142.37	373.63
Total Special Education - Instruction	1,762,971.00	(2,541.67)	1,760,429.33	1,405,880.25	354,549.08
Bilingual Education - Instruction:					
Salaries of Teachers	120,672.00	2,410.00	123,082.00	103,478.88	19,603.12
General Supplies	200.00	131.67	331.67	331.67	
Total Bilingual Education - Instruction	120,872.00	2,541.67	123,413.67	103,810.55	19,603.12
School-Sponsored Cocurricular / Extracurricular Activities - Instruction:					
Salaries	15,500.00	7,993.00	23,493.00	23,492.00	1.00
Purchased Services (300-500 Series)	500.00		500.00		500.00
Supplies and Materials	6,000.00	(350.00)	5,650.00	1,635.37	4,014.63
Total School-Sponsored Cocurricular / Extracurricular Activities - Instruction	22,000.00	7,643.00	29,643.00	25,127.37	4,515.63
School-Sponsored Athletics - Instruction:					
Salaries	24,200.00		24,200.00	23,504.99	695.01
Purchased Services (300-500 Series)	9,500.00	(8,299.41)	1,200.59	1,200.00	0.59
Supplies and Materials	10,000.00	579.41	10,579.41	2,579.41	8,000.00
Total School-Sponsored Athletics - Instruction	43,700.00	(7,720.00)	35,980.00	27,284.40	8,695.60
Total Instruction	5,230,907.00	(77.00)	5,230,830.00	4,555,463.99	675,366.01

(Continued)

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2025

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Undistributed Expenditures - Instruction:					
Tuition to Other LEA's Within the State - Regular	$ 4,041,202.00	$ 198,136.20	$ 4,239,338.20	$ 4,239,227.16	$ 111.04
Tuition to Other LEA's Within the State - Special	365,863.00	(214,636.20)	151,226.80	29,992.70	121,234.10
Tuition to County Vocational School District - Regular	176,288.00		176,288.00	109,284.80	67,003.20
Tuition to CSSD and Regional Day Schools		205,411.62	205,411.62	205,347.37	64.25
Tuition to Private Schools for the Disabled - Within State	905,521.00	(188,911.62)	716,609.38	457,330.09	259,279.29
Total Undistributed Expenditures - Instruction	5,488,874.00	-	5,488,874.00	5,041,182.12	447,691.88
Undistributed Expenditures - Attendance and Social Work:					
Salaries	42,020.00	2,400.00	44,420.00	44,419.42	0.58
Purchased Professional and Technical Services	27,016.00	(7,352.19)	19,663.81	19,662.83	0.98
Total Undistributed Expenditures - Attendance and Social Work	69,036.00	(4,952.19)	64,083.81	64,082.25	1.56
Undistributed Expenditures - Health Services:					
Salaries	123,652.00	4,716.29	128,368.29	128,232.28	136.01
Purchased Professional and Technical Services	11,325.00	4,303.69	15,628.69	15,428.44	200.25
Supplies and Materials	5,000.00	3,951.57	8,951.57	8,951.57	
Total Undistributed Expenditures - Health Services	139,977.00	12,971.55	152,948.55	152,612.29	336.26
Undistributed Expenditures - Speech, OT, PT and Related Services:					
Salaries	129,466.00	1,616.00	131,082.00	131,082.00	
Purchased Professional - Educational Services	61,400.00	(2,844.52)	58,555.48	50,274.03	8,281.45
Supplies and Materials	800.00		800.00	96.21	703.79
Total Undistributed Expenditures - Speech, OT, PT and Related Services	191,666.00	(1,228.52)	190,437.48	181,452.24	8,985.24
Undistributed Expenditures - Other Support Services - Students - Extraordinary Services:					
Purchased Professional - Educational Services	282,000.00	-	282,000.00	237,730.84	44,269.16
Total Undistributed Expenditures - Other Support Services - Students - Extraordinary Services	282,000.00	-	282,000.00	237,730.84	44,269.16

(Continued)

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2025

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Undistributed Expenditures - Guidance:					
Students - Regular:					
Salaries of Other Professional Staff	$ 121,032.00	$ 100.00	$ 121,132.00	$ 121,132.00	
Supplies and Materials	8,200.00	(2,624.84)	5,575.16	3,295.19	$ 2,279.97
Total Undistributed Expenditures - Guidance	129,232.00	(2,524.84)	126,707.16	124,427.19	2,279.97
Undistributed Expenditures - Child Study Team:					
Salaries of Other Professional Staff	369,850.00		369,850.00	348,691.92	21,158.08
Salaries of Secretarial and Clerical Assistants	41,360.00	2,900.00	44,260.00	44,218.45	41.55
Purchased Professional - Educational Services	29,400.00		29,400.00	20,747.25	8,652.75
Supplies and Materials	23,444.00	(2,900.00)	20,544.00	9,569.83	10,974.17
Total Undistributed Expenditures - Child Study Team	464,054.00	-	464,054.00	423,227.45	40,826.55
Undistributed Expenditures - Improvement of Instruction Services:					
Salaries of Other Professional Staff	172,290.00		172,290.00	149,250.00	23,040.00
Total Undistributed Expenditures - Improvement of Instruction Services	172,290.00	-	172,290.00	149,250.00	23,040.00
Undistributed Expenditures - Educational Media Services / School Library:					
Salaries	63,466.00	17,850.00	81,316.00	81,316.00	
Salaries of Technology Coordinators	169,393.00	-	169,393.00	169,392.48	0.52
Purchased Professional and Technical Services	64,320.00	(4,266.00)	60,054.00	53,122.19	6,931.81
Supplies and Materials	25,000.00	(17,850.00)	7,150.00	430.90	6,719.10
Total Undistributed Expenditures - Educational Media Services / School Library	322,179.00	(4,266.00)	317,913.00	304,261.57	13,651.43
Undistributed Expenditures - Instructional Staff Training Services:					
Purchased Professional - Educational Services	4,500.00		4,500.00	1,200.00	3,300.00
Other Purchased Services (400-500 Series)	2,000.00		2,000.00		2,000.00
Other Objects	6,750.00		6,750.00	3,790.00	2,960.00
Total Undistributed Expenditures - Instructional Staff Training Services	13,250.00	-	13,250.00	4,990.00	8,260.00

(Continued)

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2025

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Undistributed Expenditures - Support Services - General Administration:					
Salaries	$ 178,549.00	$ 0.20	$ 178,549.20	$ 178,549.20	
Legal Services	55,000.00	3,738.77	58,738.77	34,474.83	$ 24,263.94
Audit Fees	55,000.00	(2,099.00)	52,901.00	52,901.00	
Architectural/Engineering Services	25,000.00	(24,000.00)	1,000.00		
Other Purchased Professional Services	10,000.00	(2,164.88)	7,835.12	3,905.71	3,929.41
Purchased Technical Services	6,000.00	13,190.56	19,190.56	19,190.56	
Communications / Telephone	65,200.00	(1,089.74)	64,110.26	56,005.47	8,104.79
Travel		1,089.74	1,089.74	1,089.74	
BOE Other Purchased Services	15,500.00		15,500.00	5,538.00	9,962.00
Miscellaneous Purchased Services (400-500)	23,000.00	(12,665.65)	10,334.35	6,140.00	4,194.35
General Supplies	18,800.00		18,800.00	9,989.54	8,810.46
BOE In-House Training / Meeting Supplies	1,500.00		1,500.00	934.68	565.32
Miscellaneous Expenditures	2,650.00		2,650.00	2,599.35	50.65
BOE Membership Dues and Fees	7,000.00		7,000.00	6,480.15	519.85
Total Undistributed Expenditures - Support Services - General Administration	463,199.00	(24,000.00)	439,199.00	377,798.23	60,400.77
Undistributed Expenditures - Support Services - School Administration:					
Salaries of Principals / Assistant Principals	145,500.00		145,500.00	138,191.43	7,308.57
Salaries of Secretarial and Clerical Assistants	34,261.00	4,000.00	38,261.00	31,665.81	6,595.19
Other Purchased Services (400-500 Series)	2,000.00	(2,000.00)			
Supplies and Materials	4,000.00	(200.00)	3,800.00	551.38	3,248.62
Other Objects	3,850.00	(1,800.00)	2,050.00	2,050.00	
Total Undistributed Expenditures - Support Services - School Administration	189,611.00	-	189,611.00	172,458.62	17,152.38
Undistributed Expenditures - Central Services:					
Salaries	254,966.00		254,966.00	229,961.09	25,004.91
Purchased Professional Services - Public Relation Costs		24,000.00	24,000.00	24,000.00	
Purchased Technical Services	3,450.00		3,450.00	1,550.00	1,900.00
Miscellaneous Purchased Services (400-500 Series)	7,000.00		7,000.00	417.44	6,582.56
Supplies and Materials	18,500.00	77.00	18,577.00	10,342.41	8,234.59
Miscellaneous Expenditures	3,000.00		3,000.00	2,993.30	6.70
Total Undistributed Expenditures - Central Services	286,916.00	24,077.00	310,993.00	269,264.24	41,728.76

(Continued)

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2025

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Undistributed Expenditures - Administration Information Technology:					
Purchased Technical Services	$ 20,000.00	$ (6,489.87)	$ 13,510.13		$ 13,510.13
Supplies and Materials	20,000.00	6,489.87	26,489.87	$ 26,445.91	43.96
Total Undistributed Expenditures - Administration Information Technology	40,000.00	-	40,000.00	26,445.91	13,554.09
Undistributed Expenditures - Operation and Maintenance of Plant Services:					
Undistributed Expenditures - Required Maintenance for School Facilities:					
Cleaning, Repair, and Maintenance Services	83,500.00	52,343.88	135,843.88	135,843.79	0.09
General Supplies	70,000.00	(8,168.00)	61,832.00	61,831.83	0.17
Total Undistributed Expenditures - Required Maintenance for School Facilities	153,500.00	44,175.88	197,675.88	197,675.62	0.26
Undistributed Expenditures - Custodial Services:					
Salaries	329,832.00	(5,014.56)	324,817.44	281,248.87	43,568.57
Salaries - Lunch Aides	50,000.00	(31,087.00)	18,913.00	18,614.07	298.93
Cleaning, Repair, and Maintenance Services	50,200.00	(3,883.44)	46,316.56	38,603.11	7,713.45
Other Purchased Property Services	18,000.00	1,426.00	19,426.00	18,177.62	1,248.38
Insurance	45,000.00	(1,934.89)	43,065.11	43,065.00	0.11
General Supplies	20,000.00	788.89	20,788.89	20,788.67	0.22
Energy (Electricity)	130,000.00		130,000.00	128,081.25	1,918.75
Other Objects	2,000.00		2,000.00	1,260.00	740.00
Total Undistributed Expenditures - Custodial Services	645,032.00	(39,705.00)	605,327.00	549,838.59	55,488.41
Undistributed Expenditures - Care and Upkeep of Grounds:					
Cleaning, Repair, and Maintenance Services	42,000.00	(3,017.51)	38,982.49	38,981.74	0.75
General Supplies	5,000.00	1,736.51	6,736.51	6,736.51	
Total Undistributed Expenditures - Care and Upkeep of Grounds	47,000.00	(1,281.00)	45,719.00	45,718.25	0.75
Total Undistributed Expenditures - Operation and Maintenance of Plant Services	845,532.00	3,189.88	848,721.88	793,232.46	55,489.42

(Continued)

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2025

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Undistributed Expenditures - Student Transportation Services:					
Management Fee - ESC and CTSA Transportation Program	$ 40,000.00	$ 1,216.00	$ 41,216.00	$ 41,215.24	$ 0.76
Contracted Services - (Between Home and School) - Vendors	90,000.00		90,000.00		90,000.00
Contracted Services - (Other than Between Home and School) - Vendors	30,000.00	(8,744.43)	21,255.57	19,710.00	1,545.57
Contracted Services (Between Home and School) - Joint Agreements	85,000.00	2,171.00	87,171.00	87,170.97	0.03
Contracted Services (Regular Students) - ESCs and CTSAs	260,000.00		260,000.00	224,375.78	35,624.22
Contracted Services (Special Education Students) - ESCs and CTSAs	462,000.00	8,744.43	470,744.43	470,744.43	
Contracted Services - Aid in Lieu Payments - Nonpublic Schools	22,000.00		22,000.00	10,091.98	11,908.02
Contracted Services - Aid in Lieu Payments - Charter Schools	4,000.00		4,000.00		4,000.00
Contracted Services - Aid in Lieu Payments - Choice Schools	10,000.00	(4,405.88)	5,594.12		5,594.12
Total Undistributed Expenditures - Student Transportation Services	1,003,000.00	(1,018.88)	1,001,981.12	853,308.40	148,672.72
Personal Services - Employee Benefits:					
Unallocated Benefits - Employee Benefits:					
Social Security Contributions	85,000.00	38,648.06	123,648.06	120,537.32	3,110.74
T.P.A.F. Contributions - ERIP	17,000.00	(9,717.32)	7,282.68		7,282.68
Other Retirement Contributions - PERS	80,000.00	29,969.00	109,969.00	105,011.06	4,957.94
Unemployment Compensation	6,000.00		6,000.00	4,564.16	1,435.84
Workmen's Compensation	56,802.00		56,802.00	51,639.00	5,163.00
Health Benefits	1,965,870.59	(55,441.76)	1,910,428.83	1,621,662.39	288,766.44
Tuition Reimbursements	40,000.00		40,000.00	6,000.00	34,000.00
Other Employee Benefits	65,000.00	(20,128.98)	44,871.02	37,791.67	7,079.35
Unused Sick Payment to Terminated/Retired Staff		14,500.00	14,500.00	14,500.00	
Total Unallocated Benefits - Employee Benefits	2,315,672.59	(2,171.00)	2,313,501.59	1,961,705.60	351,795.99
On-Behalf Contributions (non-budgeted):					
On-Behalf TPAF Pension Contributions - Normal Cost (non-budgeted)				1,530,125.00	(1,530,125.00)
On-Behalf TPAF Non-Contributory Group Insurance (non-budgeted)				18,954.00	(18,954.00)
On-Behalf TPAF Pension Contributions - Post-Retirement Medical (non-budgeted)				452,642.00	(452,642.00)
On-Behalf TPAF Pension Contributions - Long-Term Disability Insurance (non-budgeted)				916.00	(916.00)
Reimbursed TPAF Social Security Contributions (non-budgeted)				415,778.67	(415,778.67)
Total On-Behalf Contributions	-	-	-	2,418,415.67	(2,418,415.67)
Total Personal Services - Employee Benefits	2,315,672.59	(2,171.00)	2,313,501.59	4,380,121.27	(2,066,619.68)
Total Undistributed Expenditures	12,416,488.59	77.00	12,416,565.59	13,555,845.08	(1,140,279.49)

(Continued)

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2025

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Interest on Capital Reserve	$ 450.00		$ 450.00		$ 450.00
Interest on Maintenance Reserve	250.00		250.00		250.00
Interest on Current Expense Emergency Reserve	50.00		50.00		50.00
Total General Current Expense	17,648,145.59	$ -	17,648,145.59	$ 18,111,309.07	(464,163.48)
Equipment:					
Undistributed Expenditures:					
Required Maintenance for School Facilities	125,000.00		125,000.00	123,352.40	1,647.60
Total Equipment	125,000.00	-	125,000.00	123,352.40	1,647.60
Facilities Acquisition and Construction Services:					
Architectural / Engineering Services	445,314.00		445,314.00	255,457.41	189,856.59
Construction Services	1,456,139.00		1,456,139.00	864,791.11	591,347.89
Assessment for Debt Service on SDA Funding	35,004.00		35,004.00	35,004.00	
Total Facilities Acquisition and Construction Services	1,936,457.00	-	1,936,457.00	1,155,252.52	781,204.48
Total Capital Outlay	2,061,457.00	-	2,061,457.00	1,278,604.92	782,852.08
Transfer of Funds to Charter Schools	93,657.00	-	93,657.00	93,657.00	
Total Expenditures	19,803,259.59	-	19,803,259.59	19,483,570.99	318,688.60
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,468,864.59)	-	(1,468,864.59)	1,570,186.59	3,038,051.18
Other Financing Sources (Uses):					
Transfers - Special Revenue Fund (Local Contribution)	(121,848.00)		(121,848.00)	(121,848.00)	
Transfers - Community Education	200,000.00		200,000.00	200,000.00	
Total Other Financing Sources (Uses)	78,152.00	-	78,152.00	78,152.00	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,390,712.59)	-	(1,390,712.59)	1,648,338.59	3,038,051.18
Fund Balances, July 1	6,543,082.73	-	6,543,082.73	6,543,082.73	-
Fund Balances, June 30	$ 5,152,370.14	$ -	$ 5,152,370.14	$ 8,191,421.32	$ 3,038,051.18

(Continued)

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2025

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
Recapitulation:					
Restricted:					
Capital Reserve:					
Designated for Subsequent Year's Expenditures				$ 1,101,471.00	
Capital Reserve				4,607,844.40	
Emergency Reserve				179,741.77	
Maintenance Reserve				509,080.00	
Excess Surplus:					
Current Year				645,626.52	
Legal Reserve				600,858.56	
Unemployment Compensation				172,718.00	
Unassigned				374,081.07	
				8,191,421.32	
Reconciliation to Governmental Funds Statements (GAAP):					
Fiscal Year 2025 Last State Aid Payments not Recognized on GAAP Basis				(1,305,239.30)	
Fund Balance per Governmental Funds (GAAP)				$ 6,886,182.02	

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part II
Special Revenue Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2025

	Original Budget	Budget Transfers / Modifications	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Revenue from Local Sources	$ 11,425.66	$ 5,324.40	$ 16,750.06	$ 4,824.40	$ (11,925.66)
Total - Local Sources	11,425.66	5,324.40	16,750.06	4,824.40	(11,925.66)
Federal Sources:					
Title I, Part A	455,073.00		455,073.00	384,253.70	(70,819.30)
Title II, Part A	68,149.00		68,149.00	32,141.18	(36,007.82)
Title III, Part A, Immigrant	1,490.00		1,490.00	399.92	(1,090.08)
I.D.E.A. Part B, Basic	177,253.00		177,253.00	177,253.00	
I.D.E.A. Part B, Preschool	4,786.17		4,786.17	1,037.33	(3,748.84)
Education Stabilization Fund:					
ARP Evidence Based Summer Learning and Enrichment	33,858.00	4,078.82	37,936.82	37,936.82	
ARP Evidence Based Comprehensive Beyond the School Day	22,697.79	(4,066.79)	18,631.00	18,631.00	
ARP NJTSS Mental Health Support Staffing	5,015.00	(12.03)	5,002.97	5,002.97	
ARP Homeless	943.00		943.00	943.00	
ARP High Impact Tutoring	10,235.21	7,882.00	18,117.21	16,828.00	(1,289.21)
Total - Federal Sources	779,500.17	7,882.00	787,382.17	674,426.92	(112,955.25)
State Sources:					
Preschool Education Aid	1,797,938.00		1,797,938.00	1,620,681.96	(177,256.04)
Total - State Sources	1,797,938.00	-	1,797,938.00	1,620,681.96	(177,256.04)
Total Revenues	2,588,863.83	13,206.40	2,602,070.23	2,299,933.28	(302,136.95)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	586,887.79	2,717.52	589,605.31	544,786.28	44,819.03
Other Salaries for Instruction	150,000.00	(79,183.00)	70,817.00	70,100.00	717.00
Purchased Professional - Educational Services	130,000.00	(19,572.30)	110,427.70	110,427.70	
Other Purchased Services	5,000.00	(427.70)	4,572.30		4,572.30
Tuition	177,253.00		177,253.00	177,253.00	
Supplies and Materials	26,863.38	(13,879.49)	12,983.89	7,527.25	5,456.64
General Supplies	130,493.00	(24,424.00)	106,069.00	70,676.77	35,392.23
Total Instruction	1,206,497.17	(134,768.97)	1,071,728.20	980,771.00	90,957.20

(Continued)

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part II
Special Revenue Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2025

	Original Budget	Budget Transfers / Modifications	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Support Services:					
Salaries	$ 61,123.00	$ (8,643.25)	$ 52,479.75	$ 17,812.75	$ 34,667.00
Salaries of Supervisors of Instruction	68,500.00		68,500.00	68,499.84	0.16
Salaries of Program Directors	12,500.00		12,500.00	12,499.92	0.08
Salaries of Other Professional Staff	50,316.00	3,579.00	53,895.00	53,394.88	500.12
Salaries of Secretarial and Clerical Assistants	25,000.00		25,000.00	24,999.84	0.16
Other Salaries	43,506.00		43,506.00	43,505.74	0.26
Preschool Education Aid SS Master Teacher	112,891.00	(30,000.00)	82,891.00	72,890.80	10,000.20
Preschool Education Aid SS Family Liaison		15,534.00	15,534.00	15,534.00	
Personnel Services - Employee Benefits	357,613.00	189,674.61	547,287.61	547,285.60	2.01
Purchased Professional and Technical Services	32,746.00	(20.59)	32,725.41	31,384.59	1,340.82
Purchased Professional Educational Services - Head Start	283,770.00	(83,000.00)	200,770.00	182,496.11	18,273.89
Other Purchased Professional Services - Educational Services	2,000.00	(2,000.00)			
Purchased Property Services - PEA SS Cleaning	75,000.00	(73,685.90)	1,314.10	1,313.42	0.68
Other Purchased Services	943.00		943.00	943.00	
Contracted Services - Transportation Other than Between Home and School	5,000.00	(3,438.00)	1,562.00	1,466.00	96.00
Travel	1,000.00	438.00	1,438.00	1,438.00	
Supplies and Materials	92,000.00	(64,790.80)	27,209.20	14,685.24	12,523.96
Other Objects	2,000.00	(2,000.00)			
Scholarships Awarded		1,217.39	1,217.39		1,217.39
Student Activities	11,425.66	4,107.01	15,532.67	8,103.04	7,429.63
Total Support Services	1,237,333.66	(53,028.53)	1,184,305.13	1,098,252.77	86,052.36
Facilities Acquisition and Construction Services:					
Instructional Equipment	50,000.00	(24,831.00)	25,169.00	25,168.25	0.75
Non-Instructional Equipment	95,033.00	225,834.90	320,867.90	320,867.90	
Total Facilities Acquisition and Construction Services	145,033.00	201,003.90	346,036.90	346,036.15	0.75
Total Expenditures	2,588,863.83	13,206.40	2,602,070.23	2,425,059.92	177,010.31
Other Financing Sources:					
Transfer from General Fund - PreK	121,848.00		121,848.00	121,848.00	
Total Other Financing Sources	121,848.00	-	121,848.00	121,848.00	-
Total Expenditures and Other Financing Sources	2,467,015.83	13,206.40	2,480,222.23	2,303,211.92	177,010.31
Excess (Deficit) of Revenues Over Expenditures	$ -	$ -	$ -	(3,278.64)	$ (125,126.64)
Fund Balance, July 1				11,925.66	
Fund Balance, June 30				$ 8,647.02	
Recapitulation:					
Restricted:					
Scholarships				$ 500.00	
Student Activities				8,147.02	
Total Fund Balance				$ 8,647.02	
Reconciliation to Governmental Funds Statements (GAAP):					
Fiscal Year 2025 Last State Aid Payments Not Recognized on GAAP Basis				$ 130,424.70	
Unearned Fiscal Year 2025 Restricted State Aid Last State Aid Payments Not Recognized on GAAP Basis				(130,424.70)	
Fund Balance per Governmental Funds (GAAP)				$ 8,647.02	

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part II
Budgetary Comparison Schedule
Note to Required Supplementary Information
For the Fiscal Year Ended June 30, 2025

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

	General Fund	Special Revenue Fund
Sources / Inflows of Resources:		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule (C-series)	$ 21,053,757.58	$ 2,299,933.28
Differences - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Current Year		-
Prior Year		125,921.96
The Restricted State Aids recorded in the Special Revenue Fund are realized utilizing the budgetary basis which dictates that revenue must equal expenditures and differs from GAAP which recognizes the revenue once the eligibility criteria are met as specified in Note 1 and GASB 33.		
Current Year		130,424.70
Prior Year		(121,372.50)
The June 2024 State aid payments are recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33) received July 2024.	1,084,306.50	121,372.50
The June 2025 State aid payments are recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33) received July 2025.	(1,305,239.30)	(130,424.70)
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (B-2)	$ 20,832,824.78	$ 2,425,855.24
Uses / Outflows of Resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule (C-series)	$ 19,483,570.99	$ 2,425,059.92
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		125,921.96
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (B-2)	$ 19,483,570.99	$ 2,550,981.88

REQUIRED SUPPLEMENTARY INFORMATION
PART III

SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR PENSIONS

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part III
Schedule of the School District's Proportionate Share of the Net Pension Liability
Public Employees' Retirement System (PERS)
Last Ten Plan Years

	Measurement Date Ended June 30,				
	2024	2023	2022	2021	2020
School District's Proportion of the Net Pension Liability	0.0074936772%	0.0070030745%	0.0062274393%	0.0054979172%	0.0056752159%
School District's Proportionate Share of the Net Pension Liability	$ 1,018,244.00	$ 1,014,352.00	$ 939,806.00	$ 651,311.00	$ 925,479.00
School District's Covered Payroll (Plan Measurement Period)	$ 595,752.00	$ 552,600.00	$ 451,196.00	$ 413,972.00	$ 423,532.00
School District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	170.92%	183.56%	208.29%	157.33%	218.51%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	68.22%	65.23%	62.91%	70.33%	58.32%

	Measurement Date Ended June 30,				
	2019	2018	2017	2016	2015
School District's Proportion of the Net Pension Liability	0.0056273974%	0.0055911622%	0.0057389238%	0.0064557544%	0.0071451352%
School District's Proportionate Share of the Net Pension Liability	$ 1,013,972.00	$ 1,100,872.00	$ 1,335,930.00	$ 1,912,009.00	$ 1,603,940.00
School District's Covered Payroll (Plan Measurement Period)	$ 394,188.00	$ 382,580.00	$ 409,736.00	$ 466,980.00	$ 509,880.00
School District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	257.23%	287.75%	326.05%	409.44%	314.57%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	56.27%	53.60%	48.10%	40.14%	47.93%

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part III
Schedule of the School District's Contributions
Public Employees' Retirement System (PERS)
Last Ten Fiscal Years

	Fiscal Year Ended June 30,				
	2025	2024	2023	2022	2021
Contractually Required Contribution	$ 123,820.00	$ 101,968.00	$ 93,598.00	$ 78,531.00	$ 64,387.00
Contributions in relation to the Contractually Required Contribution	(123,820.00)	(101,968.00)	(93,598.00)	(78,531.00)	(64,387.00)
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -
School District's Covered Payroll (Fiscal Year)	$ 1,253,299.00	$ 713,681.00	$ 552,882.00	$ 495,716.00	$ 437,724.00
Contributions as a Percentage of School District's Covered Payroll	9.88%	14.29%	16.93%	15.84%	14.71%

	Fiscal Year Ended June 30,				
	2020	2019	2018	2017	2016
Contractually Required Contribution	$ 62,084.00	$ 54,738.00	$ 55,614.00	$ 53,165.00	$ 57,352.00
Contributions in relation to the Contractually Required Contribution	(62,084.00)	(54,738.00)	(55,614.00)	(53,165.00)	(57,352.00)
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -
School District's Covered Payroll (Fiscal Year)	$ 404,463.00	$ 399,619.00	$ 384,723.00	$ 377,234.00	$ 395,592.00
Contributions as a Percentage of School District's Covered Payroll	15.35%	13.70%	14.46%	14.09%	14.50%

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part III
Schedule of the School District's Proportionate Share of the Net Pension Liability
Teachers' Pension and Annuity Fund (TPAF)
Last Ten Plan Years

	Measurement Date Ended June 30,				
	2024	2023	2022	2021	2020
School District's Proportion of the Net Pension Liability	0.00%	0.00%	0.00%	0.00%	0.00%
State's Proportion of the Net Pension Liability associated with the School District	100.00%	100.00%	100.00%	100.00%	100.00%
	100.00%	100.00%	100.00%	100.00%	100.00%
School District's Proportionate Share of the Net Pension Liability	$ -	$ -	$ -	$ -	$ -
State's Proportionate Share of the Net Pension Liability associated with the School District	18,440,321.00	18,115,456.00	16,305,870.00	15,273,914.00	20,978,076.00
	$ 18,440,321.00	$ 18,115,456.00	$ 16,305,870.00	$ 15,273,914.00	$ 20,978,076.00
School District's Covered Payroll (Plan Measurement Period)	$ 5,401,480.00	$ 5,105,892.00	$ 4,514,712.00	$ 4,255,340.00	$ 4,170,472.00
School District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	0.00%	0.00%
State's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	341.39%	354.80%	361.17%	358.94%	503.01%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	37.99%	34.68%	32.29%	35.52%	24.60%

	Measurement Date Ended June 30,				
	2019	2018	2017	2016	2015
School District's Proportion of the Net Pension Liability	0.00%	0.00%	0.00%	0.00%	0.00%
State's Proportion of the Net Pension Liability associated with the School District	100.00%	100.00%	100.00%	100.00%	100.00%
	100.00%	100.00%	100.00%	100.00%	100.00%
School District's Proportionate Share of the Net Pension Liability	$ -	$ -	$ -	$ -	$ -
State's Proportionate Share of the Net Pension Liability associated with the School District	20,712,426.00	21,399,120.00	20,381,989.00	25,317,979.00	21,584,095.00
	$ 20,712,426.00	$ 21,399,120.00	$ 20,381,989.00	$ 25,317,979.00	$ 21,584,095.00
School District's Covered Payroll (Plan Measurement Period)	$ 4,284,792.00	$ 4,044,256.00	$ 4,010,992.00	$ 3,654,788.00	$ 3,813,492.00
School District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	0.00%	0.00%
State's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	483.39%	529.12%	508.15%	692.73%	565.99%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	26.95%	26.49%	25.41%	22.33%	28.71%

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part III
Schedule of the School District's Contributions
Teachers' Pension and Annuity Fund (TPAF)
Last Ten Fiscal Years

This schedule is not applicable. The School District is not required to make any contributions towards TPAF.

There is a special funding situation where the State of New Jersey pays 100% of the required contributions.

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part III
Notes to Required Supplementary Information - Part III
For the Fiscal Year Ended June 30, 2025

Teachers' Pension and Annuity Fund (TPAF)

Changes in Benefit Terms:

Chapter 121, P.L. 2023 permits teachers, as well as professional staff members who provide special services, who have retired from TPAF to return to employment for up to two years without reenrollment in the TPAF if employment commences during the 2023-2024 school year.

Changes in Assumptions:

The discount rate used as of June 30 measurement date is as follows:

Year	Rate	Year	Rate
2024	7.00%	2019	5.60%
2023	7.00%	2018	4.86%
2022	7.00%	2017	4.25%
2021	7.00%	2016	3.22%
2020	5.40%	2015	4.13%

The long-term expected rate of return used as of June 30 measurement date is as follows:

Year	Rate	Year	Rate
2024	7.00%	2019	7.00%
2023	7.00%	2018	7.00%
2022	7.00%	2017	7.00%
2021	7.00%	2016	7.65%
2020	7.00%	2015	7.90%

Public Employees' Retirement System (PERS)

Changes in Benefit Terms:

Chapter 249, P.L. 2023 extends provisions of Chapter 498, P.L. 2021 for calendar years 2023 or 2024 to allow for a temporary return to employment by a former employee of the Legislature after retirement from PERS.

Changes in Assumptions:

The discount rate used as of June 30 measurement date is as follows:

Year	Rate	Year	Rate
2024	7.00%	2019	6.28%
2023	7.00%	2018	5.66%
2022	7.00%	2017	5.00%
2021	7.00%	2016	3.98%
2020	7.00%	2015	4.90%

The long-term expected rate of return used as of June 30 measurement date is as follows:

Year	Rate	Year	Rate
2024	7.00%	2019	7.00%
2023	7.00%	2018	7.00%
2022	7.00%	2017	7.00%
2021	7.00%	2016	7.65%
2020	7.00%	2015	7.90%

REQUIRED SUPPLEMENTARY INFORMATION
PART IV

SCHEDULE RELATED TO ACCOUNTING AND REPORTING FOR POSTEMPLOYMENT BENEFITS

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information
Schedule of Changes in the School District's Total OPEB Liability and Related Ratios
Last Eight Plan Years

Total Non-Employer OPEB Liability - State's Proportionate Share of the Total OPEB Liability Associated with the School District	**Measurement Date Ended June 30, 2024**	**2023**	**2022**	**2021**
Changes for the Year:				
Service Cost	$ 841,198.00	$ 797,270.00	$ 980,653.00	$ 1,187,300.00
Interest Cost	787,366.00	733,643.00	539,048.00	620,673.00
Changes in Benefit Terms	-	-	-	(25,467.00)
Difference between Expected and Actual Experience	250,957.00	(529,373.00)	867,972.00	(5,374,668.00)
Changes in Assumptions	1,789,481.00	41,987.00	(5,456,544.00)	23,605.00
Member Contributions	20,590.00	18,801.00	17,129.00	15,868.00
Gross Benefit Payments	(601,324.00)	(571,887.00)	(533,943.00)	(488,916.00)
Net Change in Total Non-Employer OPEB Liability	3,088,268.00	490,441.00	(3,585,685.00)	(4,041,605.00)
Total Non-Employer OPEB Liability - July 1	20,831,023.00	20,340,582.00	23,926,267.00	27,967,872.00
Total Non-Employer OPEB Liability - June 30	$ 23,919,291.00	$ 20,831,023.00	$ 20,340,582.00	$ 23,926,267.00
School District's Covered Payroll (Plan Measurement Period)	$ 5,870,704.00	$ 5,056,515.00	$ 4,793,709.00	$ 4,192,730.00
State's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the School District as a Percentage of Covered Payroll	407.43%	411.96%	424.32%	570.66%

Total Non-Employer OPEB Liability - State's Proportionate Share of the Total OPEB Liability Associated with the School District	**Measurement Date Ended June 30, 2020**	**2019**	**2018**	**2017**
Changes for the Year:				
Service Cost	$ 623,036.00	$ 637,264.00	$ 711,381.00	$ 862,128.00
Interest Cost	603,451.00	754,858.00	848,891.00	739,138.00
Changes in Benefit Terms				
Difference between Expected and Actual Experience	5,252,291.00	(3,405,671.00)	(3,001,541.00)	
Changes in Assumptions	5,108,769.00	251,272.00	(2,193,740.00)	(3,167,442.00)
Member Contributions	14,758.00	15,335.00	17,667.00	19,826.00
Gross Benefit Payments	(486,898.00)	(517,320.00)	(511,174.00)	(538,409.00)
Net Change in Total Non-Employer OPEB Liability	11,115,407.00	(2,264,262.00)	(4,128,516.00)	(2,084,759.00)
Total Non-Employer OPEB Liability - July 1	16,852,465.00	19,116,727.00	23,245,243.00	25,330,002.00
Total Non-Employer OPEB Liability - June 30	$ 27,967,872.00	$ 16,852,465.00	$ 19,116,727.00	$ 23,245,243.00
School District's Covered Payroll (Plan Measurement Period)	$ 4,013,208.00	$ 3,783,443.00	$ 3,898,215.00	$ 3,790,590.00
State's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the School District as a Percentage of Covered Payroll	696.90%	445.43%	490.40%	613.24%

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

CLEMENTON SCHOOL DISTRICT
Required Supplementary Information - Part IV
Notes to Required Supplementary Information - Part IV
For the Fiscal Year Ended June 30, 2025

Changes in Benefit Terms:
None.

Changes in Assumptions:

The discount rate used as of June 30 measurement date is as follows:

Year	Rate	Year	Rate
2024	3.93%	2020	2.21%
2023	3.65%	2019	3.50%
2022	3.54%	2018	3.87%
2021	2.16%	2017	3.58%

In addition to changes in the discount rate, other factors that affected the valuation of the net OPEB liability included trend update.

For pre-Medicare medical benefits, the trend rate is initially 7.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 19.36% in fiscal year 2027 and decreases to 4.50% in fiscal year 2034. For HMO, the trend is increasing to 22.88% in fiscal year 2027 and decreases to 4.50% in fiscal year 2034. For prescription drug benefits, the initial trend rate is 12.25% and decreases to a 4.50% long-term trend rate after nine years. For the Medicare Part B reimbursement, the trend is 5.00%.

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND

CLEMENTON SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2025

		Education Stabilization Fund					Every Student Succeeds Act (E.S.S.A.)							
	Total	Based Comprehensive Beyond the School Day	Summer Learning	Mental Health Support Staffing	Homeless	High Impact Tutoring	Title I, Part A	Title II, Part A, Improving Teacher Quality	Title III	I.D.E.A. Part B, Basic	I.D.E.A. Part B, Preschool	Preschool Education Aid	Scholarship Fund	Student Activity Fund
REVENUES:														
Federal Sources	$ 674,426.92	$ 18,631.00	$ 37,936.82	$ 5,002.97	$ 943.00	$ 16,828.00	$ 384,253.70	$ 32,141.18	$ 399.92	$ 177,253.00	$ 1,037.33			
State Sources	1,620,681.96											$ 1,620,681.96		
Local Sources	4,824.40													$ 4,824.40
Total Revenues	2,299,933.28	18,631.00	37,936.82	5,002.97	943.00	16,828.00	384,253.70	32,141.18	399.92	177,253.00	1,037.33	1,620,681.96	$ -	4,824.40
EXPENDITURES:														
Instruction:														
Salaries of Teachers	544,786.28	516.00	37,936.82			16,231.00	218,773.00					271,329.46		
Other Salaries for Instruction	70,100.00											70,100.00		
Purchased Professional - Educational Services	110,427.70											110,427.70		
Tuition	177,253.00									177,253.00				
Supplies and Materials	7,527.25					597.00		5,493.00	399.92		1,037.33			
General Supplies	70,676.77						503.66					70,173.11		
Total Instruction	980,771.00	516.00	37,936.82	-	-	16,828.00	219,276.66	5,493.00	399.92	177,253.00	1,037.33	522,030.27	-	-
Support Services:														
Salaries	17,812.75	17,554.75						258.00						
Salaries of Supervisors of Instruction	68,499.84											68,499.84		
Salaries of Program Directors	12,499.92											12,499.92		
Salaries of Other Professional Staff	53,394.88											53,394.88		
Salaries of Secretarial and Clerical Assistants	24,999.84											24,999.84		
Other Salaries	43,505.74											43,505.74		
Salaries of Community Parent Involvement Spec	15,534.00											15,534.00		
PEA SS Master	72,890.80											72,890.80		
Personnel Services - Employee Benefits	547,285.60	560.25		8.56			150,291.80					396,424.99		
Purchased Professional and Technical Services	31,384.59			4,994.41				26,390.18						
Purchased Professional Educational Services - Head Start	182,496.11											182,496.11		
Purchased Property Services - PEA SS Cleaning	1,313.42											1,313.42		
Other Purchased Services (400-500 series)	943.00				943.00									
Contracted Services - Transportation Other than Between Home and School - Field Trips	1,466.00											1,466.00		
Travel	1,438.00											1,438.00		
Supplies and Materials	14,685.24						14,685.24							
Student Activities	8,103.04												717.39	7,385.65
Total Support Services	1,098,252.77	18,115.00	-	5,002.97	943.00	-	164,977.04	26,648.18	-	-	-	874,463.54	717.39	7,385.65
Facilities Acquisition and Construction Services:														
Instructional Equipment	25,168.25											25,168.25		
Non-Instructional Equipment	320,867.90											320,867.90		
Total Facilities Acquisition and Construction Services	346,036.15	-	-	-	-	-	-	-	-	-	-	346,036.15	-	-
Total Expenditures	2,425,059.92	18,631.00	37,936.82	5,002.97	943.00	16,828.00	384,253.70	32,141.18	399.92	177,253.00	1,037.33	1,742,529.96	717.39	7,385.65
Other Financing Sources:														
Transfer from General Fund - PreK	121,848.00											121,848.00		
Total Other Financing Sources	121,848.00	-	-	-	-	-	-	-	-	-	-	121,848.00	-	-
Total Expenditures and Other Financing Sources	2,303,211.92	18,631.00	37,936.82	5,002.97	943.00	16,828.00	384,253.70	32,141.18	399.92	177,253.00	1,037.33	1,620,681.96	717.39	7,385.65
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,278.64)	-	-	-	-	-	-	-	-	-	-	-	(717.39)	(2,561.25)
Fund Balance, July 1	11,925.66	-	-	-	-	-	-	-	-	-	-	-	1,217.39	10,708.27
Fund Balance, June 30	$ 8,647.02	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 500.00	$ 8,147.02

CLEMENTON SCHOOL DISTRICT
Special Revenue Fund
Schedule of Preschool Education Aid
Budgetary Basis
For the Fiscal Year Ended June 30, 2025

	Original Budget	Budget Amendment	Final Budget	Actual	Variance
EXPENDITURES:					
Instruction:					
Salaries of Teachers	$ 290,020.00	$ (12,991.00)	$ 277,029.00	$ 271,329.46	$ 5,699.54
Other Salaries for Instruction	150,000.00	(79,183.00)	70,817.00	70,100.00	717.00
Purchased Professional - Educational Services	130,000.00	(19,572.30)	110,427.70	110,427.70	
Other Purchased Services (400-500 series)	5,000.00	(427.70)	4,572.30		4,572.30
General Supplies	125,000.00	(39,282.00)	85,718.00	70,173.11	15,544.89
Total Instruction	700,020.00	(151,456.00)	548,564.00	522,030.27	26,533.73
Support Services:					
Salaries of Supervisors of Instruction	68,500.00		68,500.00	68,499.84	0.16
Salaries of Program Directors	12,500.00		12,500.00	12,499.92	0.08
Salaries of Other Professional Staff	50,316.00	3,579.00	53,895.00	53,394.88	500.12
Salaries of Secretarial and Clerical Assistants	25,000.00		25,000.00	24,999.84	0.16
Other Salaries	43,506.00		43,506.00	43,505.74	0.26
PEA SS Family/Parent Liaison		15,534.00	15,534.00	15,534.00	
PEA SS Master	112,891.00	(30,000.00)	82,891.00	72,890.80	10,000.20
Personnel Services - Employee Benefits	221,402.00	175,025.00	396,427.00	396,424.99	2.01
Purchased Professional Educational Services - Head Start	283,770.00	(83,000.00)	200,770.00	182,496.11	18,273.89
Other Purchased Professional Services - Educational Services	2,000.00	(2,000.00)			
Cleaning, Repair and Maintenance Services	75,000.00	(73,685.90)	1,314.10	1,313.42	0.68
Contracted Services - Transportation Other than Between Home and School - Field Trips	5,000.00	(3,438.00)	1,562.00	1,466.00	96.00
Travel	1,000.00	438.00	1,438.00	1,438.00	
Supplies and Materials	50,000.00	(50,000.00)			
Other Objects	2,000.00	(2,000.00)			
Total Support Services	952,885.00	(49,547.90)	903,337.10	874,463.54	28,873.56
Facilities Acquisition and Construction Services:					
Instructional Equipment	50,000.00	(24,831.00)	25,169.00	25,168.25	0.75
Non-Instructional Equipment	95,033.00	225,834.90	320,867.90	320,867.90	
Total Facilities Acquisition and Construction Services	145,033.00	201,003.90	346,036.90	346,036.15	0.75
Total Expenditures	$ 1,797,938.00	$ -	$ 1,797,938.00	$ 1,742,529.96	$ 55,408.04

Calculation of Budget and Carryover

Total Revised 2024-2025 Preschool Education Aid Allocation	$ 1,304,247.00
Add: Actual Preschool Education Aid Carryover (June 30, 2024)	344,957.15
Budgeted Transfer from General Fund 2024-2025	121,848.00
Total Preschool Education Aid Funds Available for 2024-2025 Budget	1,771,052.15
Less: 2024-2025 Budgeted Preschool Education Aid (Including Prior Year Budgeted Carryover)	(1,797,938.00)
Available and Unbudgeted Preschool Education Aid Funds as of June 30, 2025	(26,885.85)
Add: June 30, 2025 Unexpended Preschool Education Aid	55,408.04
2025-2026 Carryover - Preschool Education Aid	$ 28,522.19
2024-2025 Preschool Education Aid Carryover Budgeted in 2025-2026	$ -

CAPITAL PROJECTS FUND

CLEMENTON SCHOOL DISTRICT
Capital Projects Fund
Summary Schedule of Project Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2025

Project Title / Issue	Original Date	Budgetary Appropriations	GAAP Expenditures to Date: Prior Years	GAAP Expenditures to Date: Current Year	Unexpended Balance June 30, 2025
HVAC System Upgrades	March 21, 2024	$ 2,179,118.79	$ -	-	$ 2,179,118.79
Local Share Transferred from Capital Reserve in Future Years		1,101,471.21			
		$ 3,280,590.00			

Reconciliation to Governmental Funds Statements (GAAP):	
Unexpended Balance as of June 30, 2025	$ 2,179,118.79
SDA Grant Revenue Not Recognized on a GAAP Basis	(2,179,118.79)
Fund Balance (Deficit) per Governmental Funds (GAAP)	$ -

CLEMENTON SCHOOL DISTRICT
Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis
For the Fiscal Year Ended June 30, 2025

Revenues and Other Financing Sources	
State Sources - SDA Grant	$ -
Local Share - Transfer from Capital Reserve	
Total Revenues and Other Financing Sources	-
Expenditures and Other Financing Uses	
Legal Fees	
Architect Fees	
Construction Services	
Total Expenditures and Other Financing Uses	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	-
Fund Balances, July 1	2,179,118.79
Fund Balances, June 30	$ 2,179,118.79
Reconciliation to Governmental Funds Statements (GAAP):	
Unexpended Balance as of June 30, 2025	$ 2,179,118.79
SDA Grant Revenue Not Recognized on a GAAP Basis	(2,179,118.79)
Fund Balance (Deficit) per Governmental Funds (GAAP)	$ -

CLEMENTON SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
HVAC System Upgrades
From Inception and for the Fiscal Year Ended June 30, 2025

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources - SDA Grant	$ 2,179,118.79	$ -	$ 2,179,118.79	$ 2,179,118.79
Local Share - Transfer from Capital Reserve			-	1,101,471.21
Total Revenues and Other Financing Sources	2,179,118.79	-	2,179,118.79	3,280,590.00
Expenditures and Other Financing Uses:				
Legal Fees				54,090.00
Architect Fees				256,500.00
Construction Services				2,970,000.00
Total Expenditures and Other Financing Uses	-	-	-	3,280,590.00
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	$ 2,179,118.79	$ -	$ 2,179,118.79	$ -

Additional Project Information:	
Project Number	0880-010-23-G5XV
Grant Date	March 21, 2024
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	$ 3,280,590.00
Additional Authorized Cost	N/A
Revised Authorized Cost	$ 3,280,590.00
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	0.00%
Original Target Completion Date	September 1, 2025
Revised Target Completion Date	N/A

PROPRIETARY FUNDS

CLEMENTON SCHOOL DISTRICT
Proprietary Funds
Business-Type Activities - Enterprise Funds
Combining Statement of Net Position
June 30, 2025

	Food Service	Camp Clementon Community Education	Total
ASSETS:			
Current Assets:			
Cash and Cash Equivalents	$ 146,191.93	$ 94,374.93	$ 240,566.86
Intergovernmental Accounts Receivable:			
Federal	39,532.19		39,532.19
State	1,717.32		1,717.32
Accounts Receivable - Due Students	441.28		441.28
Inventory:			
Food	885.52		885.52
Supplies	1,054.21		1,054.21
Commodities	4,910.48		4,910.48
Total Current Assets	194,732.93	94,374.93	289,107.86
Noncurrent Assets:			
Capital Assets:			
Machinery and Equipment	303,394.01		303,394.01
Less: Accumulated Depreciation	(152,163.00)		(152,163.00)
Total Capital Assets (Net of Accumulated Depreciation)	151,231.01	-	151,231.01
Total Noncurrent Assets	151,231.01	-	151,231.01
Total Assets	345,963.94	94,374.93	440,338.87
LIABILITIES:			
Current Liabilities:			
Accounts Payable - Due Students	2,289.09		2,289.09
Accounts Payable - Other	39,502.01	20,908.47	60,410.48
Interfund Accounts Payable:			
General Fund	22,617.64	5,289.41	27,907.05
Total Current Liabilities	64,408.74	26,197.88	90,606.62
Total Liabilities	64,408.74	26,197.88	90,606.62
NET POSITION:			
Net Investment in Capital Assets	151,231.01		151,231.01
Unrestricted	130,324.19	68,177.05	198,501.24
Total Net Position	$ 281,555.20	$ 68,177.05	$ 349,732.25

CLEMENTON SCHOOL DISTRICT
Proprietary Funds
Business-Type Activities - Enterprise Funds
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
For the Fiscal Year Ended June 30, 2025

	Food Service	Camp Clementon Community Education	Total
OPERATING REVENUES:			
Charges for Services:			
Daily Sales - Reimbursable Programs			
School Lunch	$ 31,590.00		$ 31,590.00
School Breakfast	4,272.50		4,272.50
Daily Sales - Non-Reimbursable Programs			
Adult and Alacarte Sales	38,459.39		38,459.39
Other Sales	12,347.35		12,347.35
Tuition and Fees		$ 3,954.60	3,954.60
Total Operating Revenues	86,669.24	3,954.60	90,623.84
OPERATING EXPENSES:			
Food Service Management Company Salaries	152,140.21		152,140.21
Personnel Services - Salaries	39,836.00	11,548.89	51,384.89
Food Service Management Company Employee Benefits	42,550.78		42,550.78
Personnel Services - Employee Benefits	3,047.45	956.68	4,004.13
Purchased Professional and Technical Services	30,650.00		30,650.00
Other Purchased Services	2,648.50		2,648.50
Supplies and Materials	15,562.39	5,630.10	21,192.49
Depreciation	5,299.00		5,299.00
Cost of Sales:			
Reimbursable Program	156,357.03		156,357.03
Non-Reimbursable Program	18,741.16		18,741.16
Miscellaneous Expenditures	15,150.94		15,150.94
Total Operating Expenses	481,983.46	18,135.67	500,119.13
Operating Income (Loss)	(395,314.22)	(14,181.07)	(409,495.29)
NONOPERATING REVENUES (EXPENSES):			
State Sources:			
State School Lunch Program	7,754.68		7,754.68
State School Breakfast Program	1,051.50		1,051.50
State EIE - Working Class Families State Supplement - Breakfast	2,398.55		2,398.55
State EIE - Working Class Families State Supplement - Lunch	9,547.81		9,547.81
Summer Food Service Program	102.20		102.20
P-EBT Administrative Cost Reimbursement	321.50		321.50
Federal Sources:			
Summer Food Service Program	2,986.80		2,986.80
Healthy Hunger Free Kids Act	6,239.97		6,239.97
National School Lunch Program	257,137.22		257,137.22
National School Lunch Program - Supply Chain Assistance			
National School Lunch Program - Snacks Program	10,160.37		10,160.37
National School Breakfast Program	67,574.62		67,574.62
Food Distribution Program	34,402.18		34,402.18
Local Food for Schools (LFS) Cooperative Program	1,890.19		1,890.19
P-EBT Administrative Cost Reimbursement	321.50		321.50
Interest and Investment Revenue		2,427.88	2,427.88
Other Miscellaneous		3,130.64	3,130.64
Total Nonoperating Revenues (Expenses)	401,889.09	5,558.52	407,447.61
Income (Loss) before Contributions and Transfers (Carried Forward)	6,574.87	(8,622.55)	(2,047.68)

(Continued)

CLEMENTON SCHOOL DISTRICT
Proprietary Funds
Business-Type Activities - Enterprise Funds
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
For the Fiscal Year Ended June 30, 2025

	Food Service	Camp Clementon Community Education	Total
Income (Loss) before Contributions and Transfers (Brought Forward)	$ 6,574.87	$ (8,622.55)	$ (2,047.68)
CONTRIBUTIONS AND TRANSFERS:			
Transfer to General Fund		(200,000.00)	(200,000.00)
Total Contributions, Discontinued Operations, and Transfers	-	(200,000.00)	(200,000.00)
Change in Net Position	6,574.87	(208,622.55)	(202,047.68)
Net Position, July 1	274,980.33	276,799.60	551,779.93
Net Position, June 30	$ 281,555.20	$ 68,177.05	$ 349,732.25

CLEMENTON SCHOOL DISTRICT
Proprietary Funds
Business-Type Activities - Enterprise Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2025

	Food Service	Camp Clementon Community Education	Total
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from Customers and Users	$ 127,841.36	$ 3,954.60	$ 131,795.96
Payments to Suppliers	(433,790.76)	(5,630.10)	(439,420.86)
Payments to Employees	(39,836.00)	(11,548.89)	(51,384.89)
Payments for Employee Benefits	(3,047.45)	(956.68)	(4,004.13)
Net Cash Provided by (Used in) Operating Activities	(348,832.85)	(14,181.07)	(363,013.92)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Federal Sources	360,751.46		360,751.46
State Sources	19,992.22		19,992.22
Transfer to General Fund		3,130.64	3,130.64
Net Cash Provided by (Used in) Noncapital Financing Activities	380,743.68	3,130.64	383,874.32
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Purchases of Capital Assets	(46,735.97)		(46,735.97)
Net Cash Provided by (used in) Capital and Related Financing Activities	(46,735.97)	-	(46,735.97)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest and Investment Revenue		2,427.88	2,427.88
Net Cash Provided by (Used in) Investing Activities	-	2,427.88	2,427.88
Net Increase (Decrease) in Cash and Cash Equivalents	(14,825.14)	(8,622.55)	(23,447.69)
Cash and Cash Equivalents, July 1	161,017.07	102,997.48	264,014.55
Cash and Cash Equivalents, June 30	$ 146,191.93	$ 94,374.93	$ 240,566.86
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:			
Operating Income (Loss)	$ (395,314.22)	$ (14,181.07)	$ (409,495.29)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:			
Depreciation	5,299.00		5,299.00
(Increase) Decrease in Other Accounts Receivable	(441.28)		(441.28)
(Increase) Decrease in Inventories	10.25		10.25
Increase (Decrease) in Accounts Payable	41,613.40		41,613.40
Total Adjustments	46,481.37	-	46,481.37
Net Cash Provided by (Used in) Operating Activities	$ (348,832.85)	$ (14,181.07)	$ (363,013.92)

STATISTICAL SECTION

FINANCIAL TRENDS INFORMATION

Financial trends information is intended to assist the user in understanding and assessing how the School District's financial position has changed over time. Please refer to the following exhibits for a historical view of the School District's financial performance.

CLEMENTON SCHOOL DISTRICT
Net Position by Component
Last Ten Fiscal Years (Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2025 **	2024	2023	2022	2021 *	2020	2019	2018	2017	2016
Governmental Activities:										
Net Investment in Capital Assets	$ 7,852,385.96	$ 6,753,850.96	$ 4,920,681.80	$ 5,063,614.61	$ 5,249,142.61	$ 5,540,325.41	$ 5,729,908.86	$ 5,637,348.25	$ 3,824,343.91	$ 3,482,552.28
Restricted	7,825,987.27	6,146,142.80	4,508,108.13	3,764,608.49	2,937,511.50	1,918,394.33	2,305,364.66	2,709,827.49	3,427,861.70	2,871,048.01
Unrestricted (Deficit)	(3,631,256.42)	(1,694,133.84)	(1,100,286.10)	(1,499,212.68)	(1,542,502.50)	(1,370,276.95)	(1,840,940.29)	(1,333,780.07)	(1,154,633.92)	(1,790,250.71)
Total Governmental Activities Net Position	$ 12,047,116.81	$ 11,205,859.92	$ 8,328,503.83	$ 7,329,010.42	$ 6,644,151.61	$ 6,088,442.79	$ 6,194,333.23	$ 7,013,395.67	$ 6,097,571.69	$ 4,563,349.58
Business-Type Activities:										
Net Investment in Capital Assets	$ 151,231.01	$ 109,794.04	$ 30,218.00	$ 32,236.00	$ 34,251.00	$ 39,235.00	$ 40,275.00	$ 34,105.00	$ 42,580.00	$ 39,957.00
Unrestricted	198,501.24	441,985.89	551,036.00	525,686.31	389,470.06	355,287.46	298,812.40	285,915.78	205,167.14	162,897.12
Total Business-Type Activities Net Position	$ 349,732.25	$ 551,779.93	$ 581,254.00	$ 557,922.31	$ 423,721.06	$ 394,522.46	$ 339,087.40	$ 320,020.78	$ 247,747.14	$ 202,854.12
Government-Wide:										
Net Investment in Capital Assets	$ 8,003,616.97	$ 6,863,645.00	$ 4,950,899.80	$ 5,095,850.61	$ 5,283,393.61	$ 5,579,560.41	$ 5,770,183.86	$ 5,671,453.25	$ 3,866,923.91	$ 3,522,509.28
Restricted	7,825,987.27	6,146,142.80	4,508,108.13	3,764,608.49	2,937,511.50	1,918,394.33	2,305,364.66	2,709,827.49	3,427,861.70	2,871,048.01
Unrestricted (Deficit)	(3,432,755.18)	(1,252,147.95)	(549,250.10)	(973,526.37)	(1,153,032.44)	(1,014,989.49)	(1,542,127.89)	(1,047,864.29)	(949,466.78)	(1,627,353.59)
Total Government-Wide Net Position	$ 12,396,849.06	$ 11,757,639.85	$ 8,909,757.83	$ 7,886,932.73	$ 7,067,872.67	$ 6,482,965.25	$ 6,533,420.63	$ 7,333,416.45	$ 6,345,318.83	$ 4,766,203.70

*For the fiscal year ended June 30, 2021, the School District adopted GASBS No. 84, which required the School District to report several funds that were previously reported as fiduciary fund type as governmental activities and governmental fund type. Balances prior to June 30, 2021 are shown as originally reported and have not been restated for this adoption.

**For the fiscal year ended June 30, 2025, the School District adopted GASB No. 101, which required the School District to measure and recognize additional compensated absences liabilities not previously reported under prior guidance. Balances prior to June 30, 2025 are shown as originally reported and have not been restated for this adoption.

Source: Annual Comprehensive Financial Report Exhibit A-1

CLEMENTON SCHOOL DISTRICT
Changes in Net Position
Last Ten Fiscal Years (Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2025 **	2024	2023	2022	2021 *	2020	2019	2018	2017	2016
Expenses:										
Governmental Activities:										
Instruction:										
Regular	$ 4,315,781.70	$ 4,525,823.88	$ 4,112,761.90	$ 3,677,745.69	$ 3,245,493.42	$ 2,982,827.39	$ 3,039,360.91	$ 2,992,142.08	$ 3,017,969.92	$ 2,854,815.19
Special Education	1,405,880.25	1,205,222.18	1,035,474.16	1,144,129.68	867,030.33	884,987.01	730,938.95	632,035.47	717,919.36	758,730.08
Other Special Instruction	103,810.55	115,969.00	95,948.00	91,432.75	55,828.49	54,435.60	56,520.76	54,295.19	7,921.49	31,795.67
Other Instruction	52,411.77	59,774.80	49,975.67	40,378.91	8,973.47	38,100.57	45,085.34	42,993.84	41,031.02	42,687.21
Support Services:										
Tuition	5,041,182.12	4,895,783.88	4,447,008.71	3,606,208.75	3,509,889.81	3,606,633.83	3,674,111.41	3,177,266.96	2,991,727.96	3,329,269.36
Student and Instruction Related Services	2,916,027.27	2,204,209.11	1,736,580.80	1,274,968.78	934,304.39	1,037,910.78	1,046,658.31	964,116.34	999,211.81	838,316.18
Other Administrative Services	489,065.17	617,234.92	476,084.12	443,960.13	389,508.93	386,058.41	371,901.08	367,156.78	445,153.24	340,974.56
School Administrative Services	441,722.86	443,508.53	395,991.87	349,585.94	328,351.37	321,782.38	321,564.65	339,414.71	316,789.44	337,847.31
Plant Operations and Maintenance	843,049.51	620,519.63	629,259.81	540,414.52	640,499.29	472,875.90	434,502.73	467,719.20	451,146.25	487,696.41
Pupil Transportation	853,308.40	767,941.64	671,777.27	511,864.29	355,491.90	661,686.78	1,003,319.45	602,152.19	669,000.31	572,523.78
Personal Services - Employee Benefits	3,007,492.09	2,772,893.38	2,396,201.04	3,127,734.29	4,239,967.23	3,133,109.29	4,842,441.89	4,255,315.41	3,882,449.25	3,269,088.52
Capital Outlay		59,450.96		122,030.00						
Transfer of Funds to Charter School	93,657.00	103,859.00	51,142.00	31,078.00	48,940.00	45,836.00	229,180.53	150,249.00	165,573.00	51,507.00
Interest on Long-term Debt								15,982.71	26,656.13	33,659.89
Unallocated Depreciation		38,843.99	31,119.33	30,756.42	30,029.41	34,108.59	37,960.64	34,022.02	30,225.71	33,210.28
Total Governmental Activities Expenses	19,563,388.69	18,431,034.90	16,129,324.68	14,992,288.15	14,654,308.04	13,660,352.53	15,833,546.65	14,094,861.90	13,762,774.89	12,982,121.44
Business-Type Activities:										
Food Service	481,983.46	517,838.98	379,979.98	307,246.49	210,989.85	236,623.40	258,773.53	236,351.53	243,719.71	234,792.20
Camp Clementon Community Education	18,135.67	16,473.85	52,430.73	59,211.72	5,685.28	101,742.50	118,259.37	62,726.50	67,660.28	67,410.28
Total Business-Type Activities Expense	500,119.13	534,312.83	432,410.71	366,458.21	216,675.13	338,365.90	377,032.90	299,078.03	311,379.99	302,202.48
Total Government-Wide Expenses	$ 20,063,507.82	$ 18,965,347.73	$ 16,561,735.39	$ 15,358,746.36	$ 14,870,983.17	$ 13,998,718.43	$ 16,210,579.55	$ 14,393,939.93	$ 14,074,154.88	$ 13,284,323.92
Program Revenues:										
Governmental Activities:										
Charges for Services	$ 44,015.60	$ 268,996.48	$ 61,608.80	$ 97,669.98	$ 14,217.47	$ 58,235.70	$ 91,532.84	$ 75,125.00	$ 164,803.78	$ 129,958.73
Operating Grants and Contributions	3,040,414.36	4,932,078.82	3,102,070.04	1,505,813.56	2,253,087.71	1,185,649.22	3,899,213.46	3,511,420.72	3,067,622.78	2,371,018.47
Capital Grants and Contributions		1,488,879.50	150,478.19	122,030.00						
Total Governmental Activities Program Revenues	3,084,429.96	6,689,954.80	3,314,157.03	1,725,513.54	2,267,305.18	1,243,884.92	3,990,746.30	3,586,545.72	3,232,426.56	2,500,977.20
Business-Type Activities:										
Charges for Services										
Food Service	86,669.24	98,124.27	103,815.60	34,335.51	2,325.42	49,453.65	64,798.68	61,382.42	57,967.44	56,797.56
Camp Clementon Community Education	3,954.60	5,582.50	8,996.52	107,832.68		132,579.54	132,540.65	131,460.66	118,672.79	102,073.80
Operating Grants and Contributions	401,889.09	394,466.32	337,283.33	358,087.62	239,747.94	208,398.66	195,842.65	178,279.87	179,632.78	181,049.17
Total Business-Type Activities Program Revenues	492,512.93	498,173.09	450,095.45	500,255.81	242,073.36	390,431.85	393,181.98	371,122.95	356,273.01	339,920.53
Total Government-Wide Program Revenues	$ 3,576,942.89	$ 7,188,127.89	$ 3,764,252.48	$ 2,225,769.35	$ 2,509,378.54	$ 1,634,316.77	$ 4,383,928.28	$ 3,957,668.67	$ 3,588,699.57	$ 2,840,897.73
Net (Expense) / Revenue:										
Governmental Activities	$ (16,478,958.73)	$ (11,741,080.10)	$ (12,815,167.65)	$ (13,266,774.61)	$ (12,387,002.86)	$ (12,416,467.61)	$ (11,842,800.35)	$ (10,508,316.18)	$ (10,530,348.33)	$ (10,481,144.24)
Business-Type Activities	(7,606.20)	(36,139.74)	17,684.74	133,797.60	25,398.23	52,065.95	16,149.08	72,044.92	44,893.02	37,718.05
Total Government-Wide Net Expense	$ (16,486,564.93)	$ (11,777,219.84)	$ (12,797,482.91)	$ (13,132,977.01)	$ (12,361,604.63)	$ (12,364,401.66)	$ (11,826,651.27)	$ (10,436,271.26)	$ (10,485,455.31)	$ (10,443,426.19)
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Property Taxes, Levied for General Purposes	$ 4,638,010.00	$ 4,547,069.00	$ 4,457,911.00	$ 4,457,911.00	$ 4,457,911.00	$ 4,370,501.00	$ 4,284,805.00	$ 4,200,789.00	$ 4,159,197.03	$ 4,118,079.04
Property Taxes, Levied for Debt Service								456,409.00	446,537.01	432,389.00
Federal and State Aid - Unrestricted	13,848,419.84	9,710,193.53	9,232,717.38	9,460,137.01	8,248,395.63	7,705,412.25	6,597,777.53	6,462,178.70	6,497,913.76	6,450,408.88
Interest and Investment Earnings - Unrestricted	131,826.87	154,374.16	75,329.32	7,445.41	33,467.83	12,240.81	28,076.68	12,283.79	6,276.89	
Interest and Investment Earnings - Restricted	57,932.29	28,585.07	11,866.09	653.43	6,170.04	7,326.66	9,557.96	1,368.14		
Miscellaneous	45,065.06	178,214.43	36,837.27	25,486.57	29,465.89	150,903.45	103,520.74	261,111.53	955,244.75	230,609.99
Gain (Loss) on Disposal of Capital Assets									(599.00)	
Transfers	200,000.00							30,000.00		
Total Governmental Activities	18,921,254.06	14,618,436.19	13,814,661.06	13,951,633.42	12,775,410.39	12,310,577.17	11,023,737.91	11,424,140.16	12,064,570.44	11,231,486.91

(Continued)

CLEMENTON SCHOOL DISTRICT
Changes in Net Position
Last Ten Fiscal Years (Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2025 **	2024	2023	2022	2021 *	2020	2019	2018	2017	2016
General Revenues and Other Changes in Net Position (Cont'd):										
Business-Type Activities:										
Interest and Investment Earnings - Unrestricted	$ 2,427.88	$ 6,665.67	$ 5,646.95	$ 403.65	$ 3,800.37	$ 3,369.11	$ 2,917.54	$ 228.72	$ -	$ -
Miscellaneous	3,130.64									
Transfers	(200,000.00)									
Total Business-Type Activities	(194,441.48)	6,665.67	5,646.95	403.65	3,800.37	3,369.11	2,917.54	228.72	-	-
Total Government-Wide	$ 18,726,812.58	$ 14,625,101.86	$ 13,820,308.01	$ 13,952,037.07	$ 12,779,210.76	$ 12,313,946.28	$ 11,026,655.45	$ 11,424,368.88	$ 12,064,570.44	$ 11,231,486.91
Change in Net Position:										
Governmental Activities	$ 2,442,295.33	$ 2,877,356.09	$ 999,493.41	$ 684,858.81	$ 388,407.53	$ (105,890.44)	$ (819,062.44)	$ 915,823.98	$ 1,534,222.11	$ 750,342.67
Business-Type Activities	(202,047.68)	(29,474.07)	23,331.69	134,201.25	29,198.60	55,435.06	19,066.62	72,273.64	44,893.02	37,718.05
Total Government-Wide	$ 2,240,247.65	$ 2,847,882.02	$ 1,022,825.10	$ 819,060.06	$ 417,606.13	$ (50,455.38)	$ (799,995.82)	$ 988,097.62	$ 1,579,115.13	$ 788,060.72

*For the fiscal year ended June 30, 2021, the School District adopted GASBS No. 84, which required the School District to report several funds that were previously reported as fiduciary fund type as governmental activities and governmental fund type. Balances prior to June 30, 2021 are shown as originally reported and have not been restated for this adoption.

**For the fiscal year ended June 30, 2025, the School District adopted GASB No. 101, which required the School District to measure and recognize additional compensated absences liabilities not previously reported under prior guidance. Balances prior to June 30, 2025 are shown as originally reported and have not been restated for this adoption.

Source: Annual Comprehensive Financial Report Exhibit A-2

CLEMENTON SCHOOL DISTRICT
Fund Balances, Governmental Funds
Last Ten Fiscal Years (Modified Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2025	2024	2023	2022	2021 *	2020	2019	2018	2017	2016
General Fund:										
Restricted	$ 7,817,340.25	$ 6,134,217.14	$ 4,493,939.86	$ 3,741,076.70	$ 2,909,936.70	$ 1,918,394.33	$ 2,305,364.66	$ 2,709,826.98	$ 3,427,861.19	$ 2,871,047.51
Committed								557,823.88	836,442.68	
Assigned	-	390,712.59	383,884.80	6,835.30	54,476.77	530,075.50	199,133.45	206,640.69	120,077.47	313,617.70
Unassigned (Deficit)	(931,158.23)	(1,066,153.50)	(404,448.37)	(293,664.41)	(179,070.27)	(377,245.00)	(373,921.50)	(316,811.40)	(300,499.10)	(325,882.70)
Total General Fund	$ 6,886,182.02	$ 5,458,776.23	$ 4,473,376.29	$ 3,454,247.59	$ 2,785,343.20	$ 2,071,224.83	$ 2,130,576.61	$ 3,157,480.15	$ 4,083,882.24	$ 2,858,782.51
All Other Governmental Funds:										
Restricted	$ 8,647.02	$ 11,925.66	$ 14,168.27	$ 23,531.79	$ 27,574.80	$ -	$ -	$ 0.51	$ 0.51	$ 0.50
Unassigned (Deficit)	-					(2,620.64)	(6,212.50)	(10,491.60)	(1,830.98)	(9,617.30)
Total All Other Governmental Funds	$ 8,647.02	$ 11,925.66	$ 14,168.27	$ 23,531.79	$ 27,574.80	$ (2,620.64)	$ (6,212.50)	$ (10,491.09)	$ (1,830.47)	$ (9,616.80)

* For the fiscal year ended June 30, 2021, the School District implemented GASBS No. 84, and because of this implementation the School District has determined that certain activities that were previously reported in the fiduciary fund now meet the criteria for reporting as governmental activities. Balances prior to June 30, 2021 are shown as originally reported and have not been restated for this adoption.

Source: Annual Comprehensive Financial Report Exhibit B-1

CLEMENTON SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years (Modified Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2025	2024	2023	2022	2021 *	2020	2019	2018	2017	2016
Revenues:										
Local Tax Levy	$ 4,638,010.00	$ 4,547,069.00	$ 4,457,911.00	$ 4,457,911.00	$ 4,457,911.00	$ 4,370,501.00	$ 4,284,805.00	$ 4,657,198.00	$ 4,605,734.04	$ 4,550,468.04
Tuition Charges	39,191.20	259,722.25	53,121.03	91,537.67	5,786.82	58,235.70	91,532.84	75,125.00	164,803.78	129,958.73
Interest Earned on Restricted Funds	53,242.41	23,253.53	8,800.40	454.18	4,246.81	7,326.66	9,557.96	1,368.14		
Other Restricted Miscellaneous Revenues	4,689.88	5,331.54	3,065.69	199.25	1,923.23					
Unrestricted Miscellaneous Revenues	176,891.93	332,588.59	112,166.59	32,931.98	62,933.72	163,144.26	131,597.42	273,395.32	961,521.64	230,609.99
Federal Sources	825,369.37	2,552,058.10	1,301,037.56	1,064,786.07	649,849.82	475,621.04	527,740.76	509,180.16	542,751.66	411,118.78
State Sources	17,516,460.83	14,941,328.75	12,322,624.05	10,153,163.50	8,679,135.52	8,032,530.72	7,877,749.74	7,635,662.26	7,460,515.88	7,350,083.57
Local Sources	4,824.40	9,274.23	8,487.77	9,132.31	8,930.65	2,994.71	4,154.49			
Total Revenue	23,258,680.02	22,670,625.99	18,267,214.09	15,810,115.96	13,870,717.57	13,110,354.09	12,927,138.21	13,151,928.88	13,735,327.00	12,672,239.11
Expenditures:										
Current:										
Instruction:										
Regular Instruction	3,967,057.49	4,256,504.84	3,885,045.85	3,462,320.33	3,013,667.44	2,722,132.80	2,782,807.98	2,748,063.92	2,799,056.38	2,610,277.74
Special Education Instruction	1,405,880.25	1,205,222.18	1,035,474.16	1,144,129.68	867,030.33	884,987.01	730,938.95	632,035.47	717,919.36	751,033.10
Other Special Instruction	103,810.55	115,969.00	95,948.00	91,432.75	55,828.49	54,435.60	56,520.76	54,295.19	7,921.49	31,795.67
Other Instruction	52,411.77	59,774.80	49,975.67	40,378.91	8,973.47	38,100.57	45,085.34	42,993.84	41,031.02	42,687.21
Support Services and Undistributed Costs:										
Tuition	5,041,182.12	4,895,783.88	4,447,008.71	3,606,208.75	3,509,889.81	3,606,633.83	3,674,111.41	3,177,266.96	2,991,727.96	3,329,269.36
Student and Instruction Related Services	2,866,208.56	2,204,209.11	1,736,580.80	1,274,968.78	934,304.39	1,037,910.78	1,046,658.31	964,116.34	999,211.81	838,316.18
Other Administrative Services	439,248.14	578,392.24	444,965.83	413,204.73	359,480.53	351,950.97	333,941.73	332,759.14	430,645.45	303,593.97
School Administrative Services	441,822.86	443,508.53	395,991.87	349,585.94	328,351.37	321,782.38	337,712.15	339,011.02	316,392.21	337,621.25
Plant Operations and Maintenance	793,232.46	581,676.94	598,141.52	509,659.13	610,470.89	443,924.75	396,543.36	433,789.61	423,361.12	453,776.54
Pupil Transportation	853,308.40	767,941.64	671,777.27	511,864.29	355,491.90	661,686.78	1,003,319.45	602,152.19	669,000.31	572,523.78
Personal Services - Employee Benefits	4,380,121.27	4,193,574.38	3,677,143.04	3,588,393.29	3,192,171.23	2,850,393.29	2,840,783.89	2,469,206.41	2,267,521.07	2,228,510.35
Capital Outlay	1,596,712.00	2,281,052.12	168,254.19	122,030.00	9,105.20	146,339.25	472,159.30	1,714,643.50	226,542.76	82,935.30
Transfer of Funds to Charter Schools	93,657.00	103,859.00	51,142.00	31,078.00	48,940.00	45,836.00	229,180.53	150,249.00	165,573.00	51,507.00
Debt Service:										
Principal								449,000.00	432,000.00	422,000.00
Interest and Other Charges								7,409.00	14,537.00	21,499.50
Total Expenditures	22,034,652.87	21,687,468.66	17,257,448.91	15,145,254.58	13,293,705.05	13,166,114.01	13,949,763.16	14,116,991.59	12,502,440.94	12,077,346.95
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,224,027.15	983,157.33	1,009,765.18	664,861.38	577,012.52	(55,759.92)	(1,022,624.95)	(965,062.71)	1,232,886.06	594,892.16
Other Financing Sources (Uses):										
Transfers In	200,000.00							30,000.00		(2,339.90)
Transfers Outs										2,339.90
Total Other Financing Sources (Uses)	200,000.00	-	-	-	-	-	-	30,000.00	-	-
Net Change in Fund Balances	$ 1,424,027.15	$ 983,157.33	$ 1,009,765.18	$ 664,861.38	$ 577,012.52	$ (55,759.92)	$ (1,022,624.95)	$ (935,062.71)	$ 1,232,886.06	$ 594,892.16
Debt Service as a Percentage of Noncapital Expenditures	-	-	-	-	-	-		3.7%	3.6%	3.7%

* For the fiscal year ended June 30, 2021, the School District implemented GASBS No. 84, and because of this implementation the School District has determined that certain activities that were previously reported in the fiduciary fund now meet the criteria for reporting as governmental activities. Balances prior to June 30, 2021 are shown as originally reported and have not been restated for this adoption.

Source: Annual Comprehensive Financial Report Exhibit B-2

CLEMENTON SCHOOL DISTRICT
General Fund - Unrestricted Miscellaneous Revenues by Source
Last Ten Fiscal Years (Modified Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
E-Rate Reimbursements		$ 6,067.38	$ 6,067.38	$ 12,544.80		$ 7,987.20	$ 12,992.10	$ 14,858.31	$ 56,536.68	$ 25,175.69
Book Fine										
Cancellation of Accrued Wages										139,001.24
Endowment Donation									840,442.68	
Insurance Reimbursements / Surplus		4,400.00	3,000.00		$ 3,000.00					
Interest on Investments	$ 189,759.16	129,541.09	75,329.32		35,279.68	22,352.39	3,404.38	12,283.79	6,276.89	
Miscellaneous	14,054.81	19,565.60	20,668.66	8,867.26	6,168.87	25,079.28	16,360.61	3,529.31	33.60	927.09
Refunds			7,101.23					3,990.17	1,527.00	10,216.10
Rent						19,618.24	24,000.00			
Refund of Prior Year's Expenditures	30,477.80	55,816.52		3,667.31	15,941.35	21,944.66	7,960.94	218,971.49	32,809.07	10,086.54
Solar Renewable Energy Credits	532.45	117,198.00		407.20	1,708.80	66,162.49	26,872.81	19,762.25	23,895.72	37,061.68
Tuition					835.02					8,141.65
	$ 234,824.22	$ 332,588.59	$ 112,166.59	$ 25,486.57	$ 62,933.72	$ 163,144.26	$ 91,590.84	$ 273,395.32	$ 961,521.64	$ 230,609.99

Source: School District Records

REVENUE CAPACITY INFORMATION

Revenue capacity information is intended to assist users in understanding and assessing the factors affecting the School District's ability to generate revenues. Please refer to the following exhibits for a historical view of these factors and how they relate to the School District's ability to generate revenues.

CLEMENTON SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property
Last Ten Years
Unaudited

Year Ended Dec. 31	Vacant Land	Residential	Farm	Qfarm	Commercial	Apartment	Total Assessed Value	Public Utilities [1]	Net Valuation Taxable	Tax-Exempt Property	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate [2]
2025	$ 4,274,000.00	$ 203,519,900.00	$ 160,600.00	$ 3,800.00	$ 33,771,600.00	$ 15,864,300.00	$ 257,594,200.00	$ 67.00	$ 257,594,267.00	$ 51,326,300.00	$ 389,030,975.00	$ 1.917
2024	5,740,600.00	200,875,500.00	160,600.00	4,500.00	34,502,300.00	15,864,300.00	257,147,800.00	-	257,147,800.00	37,214,700.00	343,444,638.00	1.768
2023	4,333,600.00	199,952,030.00	160,600.00	4,300.00	36,724,900.00	15,864,300.00	257,039,730.00	-	257,039,730.00	32,562,200.00	316,839,723.00	1.734
2022	3,942,000.00	197,729,770.00	160,600.00	6,300.00	33,866,000.00	15,709,300.00	251,413,970.00	-	251,413,970.00	30,142,500.00	278,171,376.00	1.734
2021	4,183,500.00	196,121,490.00	160,600.00	6,300.00	33,737,200.00	15,709,300.00	249,918,390.00	-	249,918,390.00	31,629,600.00	257,938,255.00	1.784
2020	4,172,800.00	195,421,110.00	160,600.00	6,300.00	33,872,800.00	15,709,300.00	249,342,910.00	-	249,342,910.00	31,249,800.00	257,977,215.00	1.770
2019	4,119,300.00	195,228,760.00	160,600.00	6,300.00	33,984,900.00	15,709,300.00	249,209,160.00	-	249,209,160.00	31,058,100.00	253,419,658.00	1.737
2018	4,385,900.00	194,608,100.00	160,600.00	6,300.00	33,734,900.00	15,709,300.00	248,605,100.00	-	248,605,100.00	31,147,100.00	250,906,664.00	1.798
2017	5,410,700.00	216,159,900.00	179,500.00	6,000.00	36,902,600.00	14,435,000.00	273,093,700.00	-	273,093,700.00	40,491,100.00	248,107,958.00	1.695
2016	5,307,700.00	218,920,200.00	179,500.00	6,000.00	41,833,000.00	14,435,000.00	280,681,400.00	-	280,681,400.00	37,170,200.00	259,589,006.00	1.631

[1] taxable value of communication equipment.

[2] tax rates are per $100.00 of assessed valuation.

Source: Camden County Board of Taxation

CLEMENTON SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates
Last Ten Years
(Rate per $100 of Assessed Value)
Unaudited

Year Ended Dec. 31	School District Direct Rate			Overlapping Rates		
	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate	Borough of Clementon	Camden County	Total Direct and Overlapping Tax Rate
2025	$ 1.801	$ -	$ 1.801	$ 1.953	$ 0.906	$ 4.660
2024	1.768	-	1.768	1.853	0.873	4.494
2023	1.734	-	1.734	1.793	0.887	4.414
2022	1.773	-	1.773	1.717	0.868	4.358
2021	1.784	-	1.784	1.697	0.871	4.352
2020	1.770	-	1.770	1.650	0.879	4.299
2019	1.718	-	1.718	1.605	0.809	4.132
2018	1.706	0.092	1.798	1.597	0.901	4.296
2017	1.531	0.165	1.696	1.408	0.775	3.879
2016	1.474	0.157	1.631	1.292	0.814	3.737

Source: Municipal Tax Collector

CLEMENTON SCHOOL DISTRICT
Principal Property Tax Payers
Current Year and Nine Years Ago
Unaudited

	2025			2016		
Taxpayer	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Silver Lake Manor LLC	$ 7,277,800.00	1	2.83%	$ 7,041,800.00	1	2.51%
Clementon Lake Holding LLC	4,933,800.00	2	1.92%	5,250,000.00	2	
Chestnut Arm Realty LLC	4,261,200.00	3	1.66%	3,826,900.00	3	1.36%
Medici LLC	2,700,000.00	4	1.05%	3,250,000.00	4	
First Northern Star	2,032,700.00	5	0.79%	2,608,100.00	5	0.93%
YF Lincoln Holdings & Lincoln Ct Apts	1,889,800.00	6	0.73%			
Daniel G. Kamin White Horse Pike LLC	1,865,100.00	7	0.73%	1,995,000.00	7	0.71%
Clementon Equities LLC	1,736,000.00	8	0.68%	2,062,900.00	6	0.73%
Three B Self Storage Limited	1,736,000.00	9	0.68%	1,872,400.00	8	0.67%
168 White Horse Assets LLC	1,700,000.00	10	0.66%			
Clementon Norse LLC				1,500,000.00	9	0.53%
Mt. Carmel Land Co				681,000.00	10	0.24%
Total	$ 30,132,400.00		11.72%	$ 30,088,100.00		7.69%

Source: Municipal Tax Assessor

CLEMENTON SCHOOL DISTRICT
Property Tax Levies and Collections
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	School District Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the the Levy [1] Amount	Percentage of Levy	Collections in Subsequent Years
2025	$ 4,638,010.00	$ 4,638,010.00	100.00%	$ -
2024	4,547,069.00	4,168,146.62	91.67%	378,922.38
2023	4,457,911.00	4,457,911.00	100.00%	-
2022	4,457,911.00	4,086,417.50	91.67%	371,493.50
2021	4,457,911.00	4,414,206.00	99.02%	43,705.00
2020	4,370,501.00	4,370,501.00	100.00%	
2019	4,284,805.00	4,284,805.00	100.00%	
2018	4,657,198.00	4,657,198.00	100.00%	
2017	4,605,734.04	4,605,734.04	100.00%	
2016	4,550,468.04	4,550,468.04	100.00%	

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

Source: School District Records

DEBT CAPACITY INFORMATION

Debt capacity information is intended to assist users in understanding and assessing the School District's debt burden and its ability to issue additional debt. Please refer to the following exhibits for a historical view of the School District's outstanding debt and its debt capacity.

CLEMENTON SCHOOL DISTRICT
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Governmental Activities General Obligation Bonds [1]	Business-Type Activities [2]	Total School District	Percentage of Personal Income [3]	Per Capita [4]
2025	-	-	-		-
2024	-	-	-	-	-
2023	-	-	-	-	-
2022	-	-	-	-	-
2021	-	-	-	-	-
2020	-	-	-	-	-
2019	-	-	-	-	-
2018	-	-	-		-
2017	$ 449,000.00	-	$ 449,000.00	0.18%	$ 91.54
2016	881,000.00	-	881,000.00	0.37%	179.69

Sources:

[1] School District Records

[2] No outstanding debt exists for business-type activities

[3] Personal income has been estimated based upon the municipal population and per capita

[4] Per Capita calculation based upon population information provided by the New Jersey Department of Labor and Workforce Development

CLEMENTON SCHOOL DISTRICT
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	General Bonded Debt Outstanding: General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding [1]	Percentage of Net Assessed Valuation Taxable [2]	Per Capita [3]
2025			-	-	-
2024	-	-	-	-	-
2023	-	-	-	-	-
2022	-	-	-	-	-
2021	-	-	-	-	-
2020	-	-	-	-	-
2019	-	-	-	-	-
2018	-	-	-	-	-
2017	$ 449,000.00	-	$ 449,000.00	0.16%	$ 91.54
2016	881,000.00	-	881,000.00	0.31%	179.69

Sources:

[1] School District Records

[2] Net Assessed Valuation provided by Abstract of Ratables, County Board of Taxation

[3] Per Capita calculation based upon population information provided by the New Jersey Department of Labor and Workforce Development

CLEMENTON SCHOOL DISTRICT
Direct and Overlapping Governmental Activities Debt
As of December 31, 2024
Unaudited

	Gross Debt	Deductions	Statutory Net Debt Outstanding	Net Debt Outstanding Allocated to Clementon Borough
Municipal Debt: [1]				
Clementon School District	$ -	$ -		
Self-Liquidating Purposes	5,582,633.09	5,582,633.09		
Municipal / County General Obligations	4,439,471.98		$ 4,439,471.98	$ 4,439,471.98
	10,022,105.07	5,582,633.09	4,439,471.98	4,439,471.98
Overlapping Debt Apportioned to the Municipality:				
County of Camden: [2]				
General:				
Bonds	61,099,583.00	38,846,103.00 [3]	22,253,480.00	144,573.22 [5]
Notes	12,980,000.00		12,980,000.00	84,326.60 [5]
Loan Agreements	307,080,000.00		307,080,000.00	1,994,993.31 [5]
Bonds Issued by Other Public Bodies Guaranteed by the County	220,129,800.00	220,129,800.00 [4]		
	601,289,383.00	258,975,903.00	342,313,480.00	2,223,893.13
	$ 611,311,488.07	$ 264,558,536.09	$ 346,752,951.98	$ 6,663,365.11

Sources:

[1] December 31, 2024 Annual Debt Statement - Clementon Borough

[2] County of Camden

[3] includes reserve for payment of bonds, other accounts receivable, and general obligation pension refunding bonds

[4] deductible in accordance with N.J.S. 40:37A-80

[5] Such debt is allocated as a proportion of the Borough's share of the total 2024 Equalized Value, which is .65%. The source for this computation was the 2024 Table of Equalized Valuations, which is supplied by the New Jersey Division of Taxation

CLEMENTON SCHOOL DISTRICT
Legal Debt Margin Information
Last Ten Fiscal Years
Unaudited

Legal Debt Margin Calculation for Fiscal Year 2025:

Equalized Valuation Basis: [1]		
2024		$ 379,722,091.00
2023		339,999,643.00
2022		308,976,244.00
	[A]	$ 1,028,697,978.00
Average equalized valuation of taxable property	[A/3]	$ 342,899,326.00
Debt limit (3% of average equalization value) [2]	[B]	$ 10,286,979.78
Total Net Debt Applicable to Limit	[C]	-
Legal Debt Margin	[B-C]	$ 10,286,979.78

	Fiscal Year Ended June 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Debt limit	$ 10,286,979.78	$ 9,246,110.36	$ 11,214,104.93	$ 10,520,330.33	$ 10,204,269.47	$ 10,128,339.40	$ 10,116,351.79	$ 10,179,588.88	$ 9,616,208.71	$ 9,393,048.25
Total net debt applicable to limit [3]	-	-	-	-	-	-	-	-	449,000.00	881,000.00
Legal debt margin	$ 10,286,979.78	$ 9,246,110.36	$ 11,214,104.93	$ 10,520,330.33	$ 10,204,269.47	$ 10,128,339.40	$ 10,116,351.79	$ 10,179,588.88	$ 9,167,208.71	$ 8,512,048.25
Total net debt applicable to the limit as a percentage of debt limit	-	-	-	-	-	-	-		4.67%	9.38%

Sources:

[1] 2024 Annual Debt Statement - Clementon Borough

[2] Limit set by N.J.S.A. 18A:24-19 for a K through 8 district

[3] School District Records

DEMOGRAPHIC AND ECONOMIC INFORMATION

Demographic and economic information is intended (1) to assist users in understanding the socioeconomic environment within which the School District operates and (2) to provide information that facilitates comparisons of financial statement information over time and among school districts. Please refer to the following exhibits for a historical view of the demographic and economic statistics and factors prevalent in the location in which the School District operates.

CLEMENTON SCHOOL DISTRICT
Demographic and Economic Statistics
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Population [1]	Personal Income [2]	Per Capita Personal Income [3]	Unemployment Rate [4]
2025	5,600	Unavailable	Unavailable	7.1%
2024	5,465	Unavailable	Unavailable	5.0%
2023	5,333	$ 346,575,671.00	$ 64,987.00	6.7%
2022	5,321	329,843,469.00	61,989.00	4.4%
2021	4,951	302,793,258.00	61,158.00	7.4%
2020	4,959	281,309,193.00	56,727.00	11.0%
2019	4,952	264,560,600.00	53,425.00	4.9%
2018	4,926	254,240,712.00	51,612.00	5.4%
2017	4,905	244,681,020.00	49,884.00	5.7%
2016	4,903	237,329,715.00	48,405.00	6.2%

Sources:

[1] Population information provided by the NJ Dept. of Labor and Workforce Development

[2] Personal income has been estimated based upon the municipal population and per capita personal income

[3] Per Capita personal income by municipality-estimated based upon the 2015-2024 Census published by the US Bureau of Economic Analysis

[4] Unemployment data provided by the NJ Dept. of Labor and Workforce Development

** information not available.*

CLEMENTON SCHOOL DISTRICT
Principal Non-Governmental Employers
Current Year and Nine Years Ago
Unaudited

	2025			2016		
Employer	**Employees**	**Rank**	**Percentage of Total Employment**	**Employees**	**Rank**	**Percentage of Total Employment**
Cooper University Health System	7,000	1	34.73%	7,000	1	31.04%
Virtua Health System	2,500	2	12.40%	2,000	4	8.87%
Diocese of Camden				1,250	9	5.54%
Global Aluminum (USA)				1,000	10	4.43%
Campbell Soup Company	2,300	3	11.41%	2,000	5	8.87%
Our Lady of Lourdes Health System	2,000	4	9.92%	1,600	8	7.10%
American Water	2,000	5	9.92%	2,000	2	8.87%
Bancroft NeuroHealth				2,000	3	8.87%
T.D.Bank, N.A.	1,300	6	6.45%			
Jefferson Health System (Kennedy)	1,256	7	6.23%	1,700	7	7.54%
Aluminum Shapes	1,000	8	4.96%			
NJ Protocall, Inc				2,000	6	8.87%
Lockheed Martin	800	9	3.97%			
	20,156		100.00%	22,550		100.00%

Source: County of Camden
Employee information for the Borough is not available

OPERATING INFORMATION

Operating information is intended to provide contextual information about the School District's operations and resources to assist readers in using financial statement information to understand and assess the School District's economic condition. Please refer to the following exhibits for a historical view of the factors and statistics pertinent to the School District's operations.

CLEMENTON SCHOOL DISTRICT
Full-Time Equivalent School District Employees by Function/Program
Last Ten Fiscal Years
Unaudited

	Fiscal Year Ended June 30,									
Function / Program	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Instruction:										
Regular Instruction	58	56	51	51	47	50	51	53	53	52
Support Services:										
Student and Instruction Related Services	23	18	17	17	12	12	12	11	11	11
School Administrative Services	5	5	3	3	3	3	3	3	3	3
General and Business Administrative Services	9	9	7	4	4	4	4	5	5	6
Plant Operations and Maintenance	8	8	8	6	5	5	5	5	5	4
Camp Clementon Community Education	1	1	1	5	5	5	5	5	5	5
Total	104	97	87	86	76	79	80	82	82	81

Source: School District Records

CLEMENTON SCHOOL DISTRICT
Operating Statistics
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures *	Cost Per Pupil	Percentage Change	Teaching Staff (Certified)	Pupil / Teacher Ratio Elementary	Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
2025	591	$ 20,344,283.87	$ 34,423.49	10.57%	58	1:10	579.2	568.0	-3.43%	98.07%
2024	620	19,302,557.54	31,133.16	7.99%	56	1:11	599.8	553.4	6.19%	92.27%
2023	591	17,038,052.72	28,829.19	8.53%	51	1:16	564.8	522.2	-1.26%	92.46%
2022	569	15,114,176.58	26,562.70	11.99%	51	1:11	572.0	526.0	8.17%	91.96%
2021	558	13,235,659.85	23,719.82	-9.14%	51	1:12	528.8	507.6	6.51%	95.99%
2020	497	12,973,938.76	26,104.50	-4.44%	47	1:10	496.5	476.9	2.39%	96.05%
2019	485	13,248,423.33	27,316.34	3.05%	50	1:09	484.9	445.9	8.78%	91.96%
2018	445	11,795,690.09	26,507.17	1.13%	51	1:09	445.8	423.8	-0.01%	95.07%
2017	445	11,663,788.18	26,210.76	5.99%	51	1:09	445.8	423.8	-4.03%	95.07%
2016	465	11,499,405.15	24,729.90	-4.37%	51	1:07	464.5	438.2	7.20%	94.34%

Source: School District Records

* operating expenditures equal total expenditures less capital outlay, transfer to charter school, and debt service.

CLEMENTON SCHOOL DISTRICT
School Building Information
Last Ten Fiscal Years
Unaudited

	Fiscal Year Ended June 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
School District Building:										
Elementary:										
Clementon Elementary School (1980)										
Square Feet	80,120	80,120	80,120	80,120	80,120	80,120	79,937	79,937	79,937	79,937
Functional Capacity (students)	700	700	700	700	700	700	700	700	700	700
Enrollment	591	620	591	569	558	497	485	445	445	435
Other:										
Central Administration (1946)										
Square Feet	850	850	850	850	850	850	850	850	850	850
Functional Capacity (students)	-	-	-	-	-	-	-	-	-	-
Enrollment	-	-	-	-	-	-	-	-	-	-

Number of Schools at June 30, 2025
Elementary = 1

Note: Year of original construction is shown in parentheses. Enrollment is based on the annual October School District count. Function Capacity is based on the F.E.S. Formula utilizing New Jersey Department of Education guidelines

Source: School District Records

CLEMENTON 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

		Fiscal Year Ended June 30,									
		2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
* School Facilities	Project # (s)										
Clementon Elementary School	N/A	$ 197,675.62	$ 48,137.52	$ 95,777.10	$ 44,153.96	$ 165,158.07	$ 38,598.00	$ 36,438.44	$ 21,712.42	$ 27,637.43	$ 40,700.66
Total School Facilities		$ 197,675.62	$ 48,137.52	$ 95,777.10	$ 44,153.96	$ 165,158.07	$ 38,598.00	$ 36,438.44	$ 21,712.42	$ 27,637.43	$ 40,700.66

* School facilities as defined under EFCFA (N.J.A.C. 6A:26-1.2 and N.J.A.C. 6:24-1.3).

Source: School District Records

CLEMENTON SCHOOL DISTRICT
Insurance Schedule
June 30, 2025
Unaudited

	Coverage	Self-Insured Retention	Deductible
School Package Policy [1]			
Building and Contents (All Locations):			
Limits of Liability per Occurrence	$ 175,000,000.00	$ 250,000.00	$ 500.00
General and Automobile Liability	27,000,000.00	250,000.00	
Workers' Compensation	Statutory	250,000.00	
Boiler and Machinery	125,000,000.00		1,000.00
Crime	500,000.00	250,000.00	500.00
Educators Legal Liability	27,000,000.00	250,000.00	
Pollution Liability	3,000,000.00		25,000.00
Cyber Liability	2,000,000.00		50,000.00
Crisis Protection & Disaster Management Services	1,000,000.00		10,000.00
Surety Bonds [2]			
Board Secretary	225,000.00		

[1] Burlington County Insurance Pool Joint Insurance Fund

[2] Selective Surety Company of America

Source: School District Records

SINGLE AUDIT SECTION

Exhibit K-1

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

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Clementon School District
Clementon, New Jersey 08021

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial statement audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, and each major fund of the Clementon School District, in the County of Camden, State of New Jersey, as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated January 21, 2026. Our report on the financial statements included an emphasis of matter paragraph describing the adoption of a new accounting principle and an additional paragraph on the restatement of the prior period financial statements resulting from the new accounting principle.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Clementon School District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the Clementon 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

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Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Clementon School 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*, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, and federal and state awarding agencies and pass-through entities, in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Carol A McAllister

Carol A. McAllilster
Certified Public Accountant
Public School Accountant No. CS 238400

Voorhees, New Jersey
January 21, 2026

Exhibit K-2

REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND STATE OF NEW JERSEY CIRCULAR 15-08-OMB

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Clementon School District
Clementon, New Jersey 08021

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Clementon School District's, in the County of Camden, State of New Jersey, compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* and the *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on each of the School District's major federal and state programs for the fiscal year ended June 30, 2025. The School 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 Clementon School District, in the County of Camden, State of New Jersey, complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2025.

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; audit requirements as prescribed by the Office of School 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* (Uniform Guidance); and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Our responsibilities under those standards, the Uniform Guidance, and State of New Jersey Circular 15-08-OMB, 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 School 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 School District's compliance with the compliance requirements referred to above.

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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 School 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 School 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 auditing standards generally accepted in the United States of America; *Government Auditing Standards*; the Office of School Finance, Department of Education, State of New Jersey; Uniform Guidance; and State of New Jersey Circular 15-08-OMB, 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 judgement made by a reasonable user of the report on compliance about the School District's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards*, the Uniform Guidance, and State of New Jersey Circular 15-08-OMB, 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 School 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 School 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 State of New Jersey Circular 15-08-OMB, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal and state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or 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 and 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 and 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 State of New Jersey Circular 15-08-OMB. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Carol A McAllister

Carol A. McAllister
Certified Public Accountant
Public School Accountant No. CS 238400

Voorhees, New Jersey
January 21, 2026

CLEMENTON SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards, Schedule A
For the Fiscal Year Ended June 30, 2025

Federal Grantor / Pass-through Grantor / Program or Cluster Title	Federal Assistance Listing Number	Additional Award Identification	Federal FAIN Number	Pass-Through Entity Identifying Number	Program or Award Amount	Grant Period From	Grant Period To	Balance June 30, 2024	Carryover / (Walkover) Amount	Cash Received	Budgetary Expenditures: Pass-Through Funds	Budgetary Expenditures: Direct Funds	Budgetary Expenditures: Total Budgetary Expenditures	Passed-Through to Subrecipients	Adjustments (a)	Repayment of Prior Years' Balances	Balance June 30, 2025: (Accounts Receivable)	Balance June 30, 2025: Unearned Revenue	Balance June 30, 2025: Due to Grantor
General Fund:																			
U.S. Department of Health and Human Services:																			
Passed-through State Department of Health and Human Services:																			
Medical Assistance Program (Medicaid)	93.778	N/A	2005NJ5MAP	100-054-7540-211	$ 25,020.49	07/01/24	06/30/25	$ -	$ -	$ 25,020.49	$ (25,020.49)	$ -	$ (25,020.49)	$ -	$ -	$ -	$ -	$ -	$ -
Total Medical Assistance Program (Medicaid) Cluster								-	-	25,020.49	(25,020.49)	-	(25,020.49)	-	-	-	-	-	-
Total General Fund								-	-	25,020.49	(25,020.49)	-	(25,020.49)	-	-	-	-	-	-
Special Revenue Fund:																			
U.S. Department of Education:																			
Passed-through State Department of Education:																			
E.S.S.A.:																			
Title I Grants to Local Educational Agencies	84.010	N/A	S010A240030	ESEA-2890-25	455,073.00	07/01/24	09/30/25		(164,448.47)	398,249.00	(384,253.70)		(384,253.70)				(150,453.17)		
Title I Grants to Local Educational Agencies	84.010	N/A	S010A230030	ESEA-2890-24	403,752.00	07/01/23	09/30/24	(164,448.47)	164,448.47										
Total Title I Grants to Local Educational Agencies								(164,448.47)	-	398,249.00	(384,253.70)	-	(384,253.70)	-	-	-	(150,453.17)	-	-
Supporting Effective Instruction State Grants (Title II)	84.367	84.367A	S367A240029	ESEA-2890-25	44,925.00	07/01/24	09/30/25		15,014.37	36,243.00	(32,141.18)		(32,141.18)					19,116.19	
Supporting Effective Instruction State Grants (Title II)	84.367	84.367A	S367A230029	ESEA-2890-24	40,267.00	07/01/23	09/30/24	15,014.37	(15,014.37)										
Total Supporting Effective Instruction State Grants								15,014.37	-	36,243.00	(32,141.18)	-	(32,141.18)	-	-	-	-	19,116.19	-
English Language Acquisition Grants (Title III)	84.365	84.365A	S365A240030	ESEA-1280-25	1,490.00	07/01/24	09/30/25		(1,204.25)	2,017.00	(399.92)		(399.92)					412.83	
English Language Acquisition Grants (Title III)	84.365	84.365A	S365A230030	ESEA-1280-24	2,360.00	07/01/23	09/30/24	(1,204.25)	1,204.25										
Total Supporting Effective Instruction State Grants								(1,204.25)	-	2,017.00	(399.92)	-	(399.92)	-	-	-	-	412.83	-
Special Education Cluster (IDEA):																			
Special Education Grants to States (IDEA, Part B)	84.027	84.027A	H027A240100	IDEA-2890-25	177,253.00	07/01/24	09/30/25			177,253.00	(177,253.00)		(177,253.00)						
Special Education Grants to States (IDEA, Part B)	84.027	84.027A	H027A230100	IDEA-2890-24	173,935.00	07/01/23	09/30/24												
Total Special Education - Grants to States (IDEA, Part B)								-	-	177,253.00	(177,253.00)	-	(177,253.00)	-	-	-	-	-	-
Special Education Preschool Grants IDEA Preschool)	84.173	N/A	H173A240114	IDEA-2890-25	4,266.00	07/01/24	09/30/25		(3,874.83)	7,000.00	(1,037.33)		(1,037.33)					2,087.84	
ARP Special Education Grants to States (ARP IDEA Preschool)	84.173	COVID-19, 84.173X	H173A230114	IDEA-2890-24	6,364.00	07/01/23	09/30/24	(3,874.83)	3,874.83										
Total Special Education - Preschool Grants (IDEA Preschool)								(3,874.83)	-	7,000.00	(1,037.33)	-	(1,037.33)	-	-	-	-	2,087.84	-
Total Special Education Cluster (IDEA)								(3,874.83)	-	184,253.00	(178,290.33)	-	(178,290.33)	-	-	-	-	2,087.84	-
Education Stabilization Fund (ESF):																			
Coronavirus Aid, Relief, and Economic Security Act (CARES Act):																			
Elementary and Secondary School Emergency Relief Fund (ESSER)	84.425	COVID-19, 84.425D	S425D200027	Unknown	229,721.00	03/13/20	09/30/22			1,540.00					(1,540.00)				
American Rescue Plan Act:																			
Elementary and Secondary School Emergency Relief Fund (ESSER)	84.425	COVID-19, 84.425U	S425U210027	Unknown	2,005,469.00	03/13/20	09/30/24	(105,051.96)		112,569.00					(7,517.04)				
Accelerated Learning Coach and Educator Support	84.425	COVID-19, 84.425U	S425U210027	Unknown	75,336.00	03/13/20	09/30/24	(11,700.00)		12,564.00					(864.00)				
Evidence Based Summer Learning and Enrichment	84.425	COVID-19, 84.425U	S425U210027	Unknown	40,000.00	03/13/20	09/30/23	183.92		33,858.00	(37,936.82)		(37,936.82)		3,894.90				
Evidence Based Comprehensive Beyond the School Day	84.425	COVID-19, 84.425U	S425U210027	Unknown	40,000.00	03/13/20	09/30/23	(4,304.21)		28,510.00	(18,631.00)		(18,631.00)		(5,574.79)				
New Jersey Tiered System of Supports (NJTSS) Mental Health Support Staff	84.425	COVID-19, 84.425U	S425U210027	Unknown	45,000.00	03/13/20	09/30/24	(7,175.00)		12,190.00	(5,002.97)		(5,002.97)		(12.03)				
ESSER – Homeless Children and Youth	84.425	COVID-19, 84.425W	S425W210031	Unknown	14,174.00	03/13/20	09/30/24	(413.34)		622.00	(943.00)		(943.00)		734.34				
High Impact Tutoring	84.425	COVID-19, 84.425V	S425V210031	Unknown	97,000.00	01/03/22	09/30/24	(20,481.79)		36,035.00	(16,828.00)		(16,828.00)		802.00		(472.79)		
Total Education Stabilization Fund								(148,942.38)	-	237,888.00	(79,341.79)	-	(79,341.79)	-	(10,076.62)	-	(472.79)	-	-
Total U.S. Department of Education - Pased-through N.J. State Department of Education								(303,455.56)	-	858,650.00	(674,426.92)	-	(674,426.92)	-	(10,076.62)	-	(150,925.96)	21,616.86	-
Total Special Revenue Fund								(303,455.56)	-	858,650.00	(674,426.92)	-	(674,426.92)	-	(10,076.62)	-	(150,925.96)	21,616.86	-
Enterprise Fund:																			
U.S. Department of Agriculture:																			
Passed-through State Department of Agriculture:																			
Child Nutrition Cluster:																			
Non-Cash Assistance:																			
National School Lunch Program - Food Distribution Program	10.555	N/A	251NJ304N1099	Unknown	34,402.18	07/01/24	06/30/25			34,402.18	(34,402.18)		(34,402.18)						
Total Non-Cash Assistance								-	-	34,402.18	(34,402.18)	-	(34,402.18)	-	-	-	-	-	-
Cash Assistance:																			
National School Lunch Program (NSLP):																			
National School Lunch Program	10.555	N/A	251NJ304N1099	100-010-3350-026	257,137.22	07/01/24	06/30/25			242,101.40	(257,137.22)		(257,137.22)				(15,035.82)		
National School Lunch Program	10.555	N/A	241NJ304N1099	100-010-3350-026	246,485.90	07/01/23	06/30/24	(14,395.94)									(14,395.94)		
National School Lunch Program - Snacks Program	10.555	N/A	251NJ304N1099	100-010-3350-026	10,160.37	07/01/24	06/30/25			9,751.39	(10,160.37)		(10,160.37)				(408.98)		
National School Lunch Program - Snacks Program	10.555	N/A	241NJ304N1099	100-010-3350-026	11,752.65	07/01/23	06/30/24	(441.09)									(441.09)		
Healthy Hunger Free Kids Act	10.555	N/A	251NJ304N1099	100-010-3350-026	6,239.97	07/01/24	06/30/25			5,883.03	(6,239.97)		(6,239.97)				(356.94)		
Healthy Hunger Free Kids Act	10.555	N/A	251NJ304N1099	100-010-3350-026	5,671.20	07/01/23	06/30/24	(327.36)									(327.36)		
Total Cash Assistance								(15,164.39)	-	257,735.82	(273,537.56)	-	(273,537.56)	-	-	-	(30,966.13)	-	-
Total National School Lunch Program								(15,164.39)	-	292,138.00	(307,939.74)	-	(307,939.74)	-	-	-	(30,966.13)	-	-

(Continued)

CLEMENTON SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards, Schedule A
For the Fiscal Year Ended June 30, 2025

Federal Grantor / Pass-through Grantor / Program or Cluster Title	Federal Assistance Listing Number	Additional Award Identification	Federal FAIN Number	Pass-Through Entity Identifying Number	Program or Award Amount	Grant Period From	Grant Period To	Balance June 30, 2024	Carryover / (Walkover) Amount	Cash Received	Budgetary Expenditures: Pass-Through Funds	Budgetary Expenditures: Direct Funds	Budgetary Expenditures: Total Budgetary Expenditures	Passed-Through to Subrecipients	Adjustments (a)	Repayment of Prior Years' Balances	Balance June 30, 2025: (Accounts Receivable)	Balance June 30, 2025: Unearned Revenue	Balance June 30, 2025: Due to Grantor
U.S. Department of Agriculture (Cont'd):																			
Passed-through State Department of Agriculture (Cont'd):																			
Child Nutrition Cluster (Cont'd):																			
Cash Assistance (Cont'd):																			
School Breakfast Program (SBP):																			
National School Breakfast Program	10.553	N/A	251NJ304N1099	100-010-3350-028	$ 67,574.62	07/01/24	06/30/25	$ -	$ -	$ 63,414.97	$ (67,574.62)	$ -	$ (67,574.62)	$ -	$ -	$ -	$ (4,159.65)	$ -	$ -
National School Breakfast Program	10.553	N/A	241NJ304N1099	100-010-3350-028	68,180.47	07/01/23	06/30/24	(3,954.17)									(3,954.17)		
Total School Breakfast Program								(3,954.17)	-	63,414.97	(67,574.62)	-	(67,574.62)	-	-	-	(8,113.82)	-	-
Summer Food Service Program for Children (SFSPC):																			
Summer Food Service Program for Children (SFSPC)	10.559	COVID-19	251NJ314N1050	100-010-3350-033	2,986.80	07/01/24	06/30/25			2,986.80	(2,986.80)		(2,986.80)						
Summer Food Service Program for Children (SFSPC)	10.559	COVID-19	241NJ314N1050	100-010-3350-033	1,328.61	07/01/22	06/30/23	(452.24)									(452.24)		
Total Summer Food Service Program for Children (SFSPC)								(452.24)	-	2,986.80	(2,986.80)	-	(2,986.80)	-	-	-	(452.24)	-	-
Total Child Nutrition Cluster								(19,570.80)	-	358,539.77	(378,501.16)	-	(378,501.16)	-	-	-	(39,532.19)	-	-
Local Food for Schools Cooperative Agreement Program	10.185	N/A	AM22CPLFS000C015	100-010-3350-123	1,890.19	07/01/24	06/30/25			1,890.19	(1,890.19)		(1,890.19)						
Total Local Food for Schools Cooperative Agreement Program								-	-	1,890.19	(1,890.19)	-	(1,890.19)	-	-	-	-	-	-
Summer Electronic Benefit Transfer Program for Children	10.646	N/A	202424N180341	100-010-3350-129	321.50	07/01/24	06/30/25			321.50	(321.50)		(321.50)						
Total Summer Electronic Benefit Transfer Program for Children								-	-	321.50	(321.50)	-	(321.50)	-	-	-	-	-	-
Total Enterprise Fund								(19,570.80)	-	360,751.46	(380,712.85)	-	(380,712.85)	-	-	-	(39,532.19)	-	-
Total Federal Financial Assistance								$ (323,026.36)	$ -	$ 1,244,421.95	$ (1,080,160.26)	$ -	$ (1,080,160.26)	$ -	$ (10,076.62)	$ -	$ (190,458.15)	$ 21,616.86	$ -

(a) see note 6 to the schedules of expenditures of federal awards and state financial assistance.

The accompanying Notes to Financial Statements and Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance are an integral part of this schedule.

CLEMENTON SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance, Schedule B
For the Fiscal Year Ended June 30, 2025

State Grantor / Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From	Grant Period To	Balance June 30, 2024 Unearned Revenue / (Accounts Receivable)	Balance June 30, 2024 Due to Grantor	Carryover / (Walkover) Amount	Cash Received	Total Budgetary Expenditures	Passed-Through to Subrecipients	Adjustments	Repayment of Prior Years' Balances	Balance June 30, 2025 (Accounts Receivable)	Balance June 30, 2025 Unearned Revenue	Balance June 30, 2025 Due to Grantor	(Memo Only) Budgetary Receivable June 30, 2025	(Memo Only) Cumulative Total Expenditures
General Fund:																	
New Jersey Department of Education:																	
Current Expense:																	
State Aid - Public:																	
Equalization Aid	495-034-5120-078	$ 11,826,063.00	07/01/24	06/30/25	$ -	$ -	$ -	$ 10,663,392.88	$ (11,826,063.00)	$ -	$ -	$ -	$ (1,162,670.12)	$ -	$ -	$ (1,162,670.12)	$ (11,826,063.00)
Equalization Aid	495-034-5120-078	10,368,926.00	07/01/23	06/30/24	(1,016,489.99)			1,016,489.99					-				(10,368,926.00)
Special Education Categorical Aid	495-034-5120-089	861,459.00	07/01/24	06/30/25				776,765.33	(861,459.00)				(84,693.67)			(84,693.67)	(861,459.00)
Special Education Categorical Aid	495-034-5120-089	477,574.00	07/01/23	06/30/24	(46,817.69)			46,817.69					-				(477,574.00)
Security Aid	495-034-5120-084	367,720.00	07/01/24	06/30/25				331,567.90	(367,720.00)				(36,152.10)			(36,152.10)	(367,720.00)
Security Aid	495-034-5120-084	135,485.00	07/01/23	06/30/24	(13,281.91)			13,281.91					-				(135,485.00)
Total State Aid - Public					(1,076,589.59)	-	-	12,848,315.70	(13,055,242.00)	-	-	-	(1,283,515.89)	-	-	(1,283,515.89)	(24,037,227.00)
Transportation Aid:																	
Transportation Aid	495-034-5120-014	220,959.00	07/01/24	06/30/25				199,235.59	(220,959.00)				(21,723.41)			(21,723.41)	(220,959.00)
Transportation Aid	495-034-5120-014	78,718.00	07/01/23	06/30/24	(7,716.91)			7,716.91					-				(78,718.00)
Additional Nonpublic School Transportation Aid	495-034-5120-014	3,269.00	07/01/24	06/30/25					(3,269.00)				(3,269.00)				(3,269.00)
Additional Nonpublic School Transportation Aid	495-034-5120-014	4,091.00	07/01/23	06/30/24	(4,091.00)			4,091.00					-				(4,091.00)
Total Transportation Aid					(11,807.91)	-	-	211,043.50	(224,228.00)	-	-	-	(24,992.41)	-	-	(21,723.41)	(307,037.00)
Extraordinary Aid:																	
Extraordinary Aid	495-034-5120-044	337,751.00	07/01/24	06/30/25					(337,751.00)				(337,751.00)				(337,751.00)
Extraordinary Aid	495-034-5120-044	282,493.00	07/01/23	06/30/24	(282,493.00)			282,493.00					-				(282,493.00)
Total Extraordinary Aid					(282,493.00)	-	-	282,493.00	(337,751.00)	-	-	-	(337,751.00)	-	-	-	(620,244.00)
Payments for Institutionalized Children:																	
Payments for Institutionalized Children	495-034-5120-005	78,955.00	07/01/24	06/30/25					(78,955.00)				(78,955.00)				(78,955.00)
Payments for Institutionalized Children	495-034-5120-005	6,750.00	07/01/23	06/30/24	(6,750.00)			6,750.00					-				(6,750.00)
Total Payments for Institutionalized Children					(6,750.00)	-	-	6,750.00	(78,955.00)	-	-	-	(78,955.00)	-	-	-	(85,705.00)
Menstrual Products School Reimbursement Program:																	
Menstrual Products School Reimbursement Program	495-034-5120-168	2,120.00	07/01/24	06/30/25					(2,120.00)				(2,120.00)				(2,120.00)
Total Menstrual Products School Reimbursement Program					-	-	-	-	(2,120.00)	-	-	-	(2,120.00)	-	-	-	(2,120.00)
Reimbursed TPAF Social Security Contributions:																	
Reimbursed TPAF Social Security Contributions	495-034-5094-003	415,778.67	07/01/24	06/30/25				365,836.17	(415,778.67)				(49,942.50)				(415,778.67)
Reimbursed TPAF Social Security Contributions	495-034-5094-003	384,474.21	07/01/23	06/30/24	(18,638.04)			18,638.04					-				(384,474.21)
Total Reimbursed TPAF Social Security Contributions					(18,638.04)	-	-	384,474.21	(415,778.67)	-	-	-	(49,942.50)	-	-	-	(800,252.88)
New Jersey Department of the Treasury:																	
On-Behalf TPAF Pension Contributions - Post-Retirement Medical (non-budgeted)	495-034-5094-001	452,642.00	07/01/24	06/30/25				452,642.00	(452,642.00)								(452,642.00)
On-Behalf TPAF Pension Contributions - Normal Cost (non-budgeted)	495-034-5094-002	1,530,125.00	07/01/24	06/30/25				1,530,125.00	(1,530,125.00)								(1,530,125.00)
On-Behalf TPAF Non-contributory Insurance	495-034-5094-004	18,954.00	07/01/24	06/30/25				18,954.00	(18,954.00)								(18,954.00)
On-Behalf TPAF Pension Contributions - Long-Term Disability Insurance (non-budgeted)	495-034-5094-004	916.00	07/01/24	06/30/25				916.00	(916.00)								(916.00)
Total On-Behalf TPAF Pension Contributions (non-budgeted)					-	-	-	2,002,637.00	(2,002,637.00)	-	-	-	-	-	-	-	(2,002,637.00)
Total General Fund					(1,396,278.54)	-	-	15,735,713.41	(16,116,711.67)	-	-	-	(1,775,156.80)	-	-	(1,305,239.30)	(27,853,102.88)
Special Revenue Fund:																	
New Jersey Department of Education:																	
Preschool Education Aid:																	
Preschool Education Aid	495-034-5120-086	1,304,247.00	07/01/24	06/30/25			344,957.15	1,173,822.30	(1,620,681.96)				(130,424.70)	28,522.19		(130,424.70)	(1,620,681.96)
Preschool Education Aid	495-034-5120-086	1,213,725.00	07/01/23	06/30/24	226,940.65		(344,957.15)	121,372.50			(3,356.00)		-				(1,213,725.00)
Total Preschool Education Aid					226,940.65	-	-	1,295,194.80	(1,620,681.96)	-	(3,356.00)	-	(130,424.70)	28,522.19	-	(130,424.70)	(2,834,406.96)
New Jersey Schools Development Authority (SDA):																	
Emergent Capital Maintenance Needs Grant	N/A	14,272.00	07/01/23	06/30/24	(14,272.00)					-	-	-	(14,272.00)				
Total Emergent Capital Maintenance Needs Grant					(14,272.00)	-	-	-	-	-	-	-	(14,272.00)	-	-	-	-
New Jersey Department of Community Affairs:																	
Local Recreational Improvement Grant:																	
Local Recreational Improvement Grant	495-022-8330-668	77,000.00	04/25/24	04/30/26	(77,000.00)			77,000.00					-				
Total Local Recreational Improvement Grant					(77,000.00)	-	-	77,000.00	-	-	-	-	-	-	-	-	-
Total Special Revenue Fund					135,668.65	-	-	1,372,194.80	(1,620,681.96)	-	(3,356.00)	-	(144,696.70)	28,522.19	-	(130,424.70)	(2,834,406.96)
Enterprise Fund:																	
New Jersey Department of Agriculture:																	
State School Lunch Program:																	
State School Lunch Program	495-010-3350-001	4,732.68	07/01/24	06/30/25				4,461.14	(4,732.68)				(271.54)				(4,732.68)
State School Lunch Program	495-010-3350-001	4,823.98	07/01/23	06/30/24	(278.90)								(278.90)				(4,823.98)
State School Reduced Lunch Program	495-010-3350-002	3,022.00	07/01/24	06/30/25				2,847.20	(3,022.00)				(174.80)				(3,022.00)
State School Reduced Lunch Program	495-010-3350-002	2,961.20	07/01/23	06/30/24	(174.00)								(174.00)				(2,961.20)
State School Extended Income Eligibility Lunch Program	495-010-3350-006	9,547.81	07/01/24	06/30/25				9,034.53	(9,547.81)				(513.28)				(9,547.81)
State School Reduced Breakfast Program	495-010-3350-002	1,051.50	07/01/24	06/30/25				988.80	(1,051.50)				(62.70)				(1,051.50)
State School Reduced Breakfast Program	495-010-3350-002	1,029.90	07/01/23	06/30/24	(62.70)								(62.70)				(1,029.90)
State School Extended Income Eligibility Breakfast Program	495-010-3350-006	2,398.55	07/01/24	06/30/25				2,236.85	(2,398.55)				(161.70)				(2,398.55)
Summer Food Service Program	495-010-3350-005	102.20	07/01/24	06/30/25				102.20	(102.20)								(102.20)
Summer Food Service Program	495-010-3350-005	52.00	07/01/22	06/30/23	(17.70)								(17.70)				(52.00)
Total State School Lunch Program					(533.30)	-	-	19,670.72	(20,854.74)	-	-	-	(1,717.32)	-	-	-	(29,721.82)
Summer Electronic Benefit Transfer Program for Children:																	
Summer Electronic Benefit Transfer Program for Children	100-010-3370-003	321.50	07/01/24	06/30/25				321.50	(321.50)								(321.50)
Total Summer Electronic Benefit Transfer Program for Children					-	-	-	321.50	(321.50)	-	-	-	-	-	-	-	(321.50)
Total Enterprise Fund					(533.30)	-	-	19,992.22	(21,176.24)	-	-	-	(1,717.32)	-	-	-	(30,043.32)
Total State Financial Assistance					$ (1,261,143.19)	$ -	$ -	$ 17,127,900.43	(17,758,569.87)	$ -	$ (3,356.00)	$ -	$ (1,921,570.82)	$ 28,522.19	$ -	$ (1,435,664.00)	$ (30,717,553.16)
Less: State Financial Assistance not subject to Calculation for Major Program Determination for State Single Audit:																	
General Fund (Non-Cash Assistance):																	
New Jersey Department of Education:																	
On-Behalf TPAF Pension Contributions - Post-Retirement Medical (non-budgeted)	495-034-5094-001	452,642.00	07/01/24	06/30/25					452,642.00								
On-Behalf TPAF Pension Contributions - Normal Cost (non-budgeted)	495-034-5094-002	1,530,125.00	07/01/24	06/30/25					1,530,125.00								
On-Behalf TPAF Non-contributory Insurance	495-034-5094-004	18,954.00	07/01/24	06/30/25					18,954.00								
On-Behalf TPAF Pension Contributions - Long-Term Disability Insurance (non-budgeted)	495-034-5094-004	916.00	07/01/24	06/30/25					916.00								
Total General Fund (Non-Cash Assistance)									2,002,637.00								
Total State Financial Assistance subject to Major Program Determination for State Single Audit									$ (15,755,932.87)								

The accompanying Notes to Financial Statements and Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance are an integral part of this schedule.

CLEMENTON SCHOOL DISTRICT
Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2025

Note 1: BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal awards and state financial assistance ("the schedules") include federal and state award activity of the Clementon School District (hereafter referred to as the "School District"). The School District is defined in note 1 to the School District's basic financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid.* All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies, are included on the schedules. Because these schedules present only a selected portion of the operations of the School District, they are not intended to and do not present the financial position and changes in operations of the School District.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedules are presented using the budgetary basis of accounting, with the following exception: programs recorded in the enterprise fund are presented using the accrual basis of accounting. These bases of accounting are described in note 1 to the School District's basic financial statements. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, wherein certain types of expenditures are not allowed or are limited as to reimbursement. The expenditures reflected in the schedules are presented at the federal and state participation level; thus, any matching portion is not included.

Note 3: INDIRECT COST RATE

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

Note 4: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

Note 4: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONT'D)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is $220,932.80 for the general fund and $(125,921.96) for the special revenue fund. See exhibit C-3, notes to required supplementary information, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

The revenues reported on a GAAP basis from the basic financial statements with a reconciliation to the reported amounts on the schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are presented as follows:

Fund	Federal	State	Total
General	$ 25,020.49	$ 15,895,778.87	$ 15,920,799.36
Special Revenue	800,348.88	1,620,681.96	2,421,030.84
Food Service	380,712.85	21,176.24	401,889.09
GAAP Basis Revenues	1,206,082.22	17,537,637.07	18,743,719.29
GAAP Adjustments:			
State Aid Payments	-	220,932.80	220,932.80
Encumbrances	(125,921.96)	-	(125,921.96)
	(125,921.96)	220,932.80	95,010.84
Total Awards and Financial Assistance Expended	$ 1,080,160.26	$ 17,758,569.87	$ 18,838,730.13

Note 5: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

Note 6: ADJUSTMENTS

Amounts reported in the column entitled "adjustments" represent differences incurred in the liquidation of encumbrances charged as budgetary basis expenditures and minor rounding adjustments.

Note 7: REIMBURSED AND ON-BEHALF PAYMENTS

During the fiscal year ended June 30, 2025, the School District was the recipient of federal and state assistance that represented either a reimbursement to the School District or payments made on-behalf of the School District. Revenues and expenditures reported under the federal food distribution program represent the current year value received and the current year distribution, respectively, of American-grown United States Department of Agriculture foods utilized in the School District's food service program. TPAF Social Security Contributions represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year. Lastly, the School District has recognized as revenues and expenditures on-behalf payments made by the State for normal costs, non-contributory insurance, post-retirement medical costs, and long-term disability insurance related to TPAF members.

Note 8: MAJOR PROGRAMS

Major programs are identified in the *Summary of Auditor's Results* section of the *Schedule of Findings and Questioned Costs.*

CLEMENTON SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2025

Section 1- Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	yes x no
Significant deficiency(ies) identified?	yes x none reported
Noncompliance material to financial statements noted?	yes x no

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	yes x no
Significant deficiency(ies) identified?	yes x none reported
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Section 516 of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance)?	yes x no

Identification of major programs:

Assistance Listing Number(s)	FAIN Number(s)	Name of Federal Program or Cluster
		Child Nutrition Cluster:
10.553	251NJ304N1099	School Breakfast Program
10.555	251NJ304N1099	National School Lunch Program
10.559	251NJ314N1050	Summer Food Service Program for Children (SFSPC)
		Special Education Cluster (IDEA):
84.027	H027A240100	Special Education Grants to States (IDEA, Part B)
84.173	H173A240114	Special Education Preschool Grants IDEA Preschool)

Dollar threshold used to distinguish between type A and type B programs:	$ 750,000.00
Auditee qualified as low-risk auditee?	yes x no

CLEMENTON SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2025

Section 1- Summary of Auditor's Results (Cont'd)

State Financial Assistance

Internal control over major programs:	
Material weakness(es) identified?	yes x no
Significant deficiency(ies) identified?	yes x none reported
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with New Jersey Circular 15-08-OMB?	yes x no

Identification of major programs:

State Grant / Project #	Name of State Program
	State Aid - Public -
495-034-5120-078	Equalization Aid
495-034-5120-089	Special Education Categorical Aid
495-034-5120-084	Security Aid
495-034-5120-014	Transportation Aid

Dollar threshold used to distinguish between type A and type B programs:	$ 750,000.00
Auditee qualified as low-risk auditee?	yes x no

CLEMENTON SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2025

Section 2- Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements related to financial statements for which *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, requires.

No Current Year Findings.

Section 3- Schedule of Federal Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, material instances of noncompliance, including questioned costs, and significant instances of abuse related to the audit of major Federal programs, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

No Current Year Findings.

Section 4- Schedule of State Financial Assistance Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, material instances of noncompliance, including questioned costs, and significant instances of abuse related to the audit of major State programs, as required by State of New Jersey Circular 15-08-OMB.

No Current Year Findings.

CLEMENTON SCHOOL DISTRICT
Summary Schedule of Prior Year Audit Findings
and Questioned Costs as Prepared by Management

This section identifies the status of prior year findings related to the financial statements and federal awards and state financial assistance that are required to be reported in accordance with *Government Auditing Standards*, Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and State of New Jersey Circular 15-08-OMB.

FINANCIAL STATEMENT FINDINGS

Finding No. 2024-001

Condition
The financial records/general ledger of the School District were not complete, reconciled to supporting documentation, or maintained in order to produce financial statements in accordance with generally accepted accounting principles. Numerous adjusting journal entries were necessary in order to achieve proper presentation of the financial statements.

Current Status
The finding has been resolved.

Finding No. 2024-002

Condition
The School District's Food Service Fund Net Cash Resources exceeded its three months average expenditures by $4,565.34.

Current Status
The finding has been resolved.

FEDERAL AWARDS

No Prior Year Findings.

STATE FINANCIAL ASSISTANCE PROGRAMS

No Prior Year Findings.