BOARD OF EDUCATION
TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

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

Prepared by

Laura Allen, CPA, Board Secretary/School Business Administrator
and
The School Business Administrator's Staff
of the Monroe Township Board of Education

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INTRODUCTORY SECTION

MONROE TOWNSHIP BOARD OF EDUCATION
Middlesex County, New Jersey

423 Buckelew Avenue
Monroe Township, NJ 08831
732-521-1500

DR. ADAM LAYMAN
Acting Superintendent
of Schools

LAURA ALLEN, CPA
Board Secretary/
School Business Administrator

January 9, 2026

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

Dear Members of the Board of Education:

The Annual Comprehensive Financial Report (ACFR) of the Monroe Township School District (the "District") for the fiscal year ended June 30, 2025, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (the "Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups 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 required supplemental information, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal awards (Uniform Guidance) and New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Information related to this single audit, including the independent auditor's report on the internal control structure and compliance with applicable laws and findings and recommendations, are included in the single audit section of this report.

1) SCHOOL DISTRICT ORGANIZATION: Located in Middlesex County, the Monroe Township School District receives children from Monroe Township grades Pre-K through 12 and Jamesburg Borough for grades 9 through 12. The district provides education to 6,691 students. Regarding Monroe Township, the municipality contains a land area of approximately 41.94 square miles.

An elected 10-member Board of Education including the Jamesburg representative member serves as the policy maker for the School District. The Board adopts an annual budget and directly approves all expenditures, which serve as the basis for control over and authorization for all expenditures of District funds.

The Superintendent is the Chief Executive Officer of the School District, responsible to the Board for total educational and support operations. The Board Secretary is the Chief Financial Officer of the School District, responsible to the Board for maintaining all financial records, issuing warrants in payment of liabilities incurred by the School District, acting as custodian of all School District funds, and investing idle funds as permitted by New Jersey law.

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

The District provides a full range of educational services appropriate to grade levels Pre-K through 12. These include regular, vocational and special education. The District completed the 2024-2025 fiscal year with an average daily enrollment of 6,691 students, which is 187 students less than the previous year's average daily enrollment. The following details the changes in the average daily enrollment of the District over the last ten (10) years.

Fiscal Year	Average Daily Enrollment	Percent Change
2024 - 25	6,691	2.72%
2023 - 24	6,878	0.65%
2022 - 23	6,922	0.55%
2021 - 22	6,884	0.86%
2020 – 21	6,944	0.30%
2019 – 20	6,924	1.69%
2018 – 19	6,809	0.30%
2017 – 18	6,786	0.70%
2016 – 17	6,740	3.82%
2015 – 16	6,492	2.50%

3) MAJOR INITIATIVES: The Monroe Township Board of Education commits itself to all children by preparing them to reach their full potential and to function in a global society through a preeminent education. The Monroe Public Schools, in collaboration with the members of the community, shall ensure that all children receive an exemplary education by well-trained committed staff in a safe and orderly environment. Our belief is that all decisions are made on the premise that children come first.

The State of NJ has revised the New Jersey Student Learning Standards and we have revised our curriculum to adhere to those standards as well as incorporated College and Career Ready Practices. All classrooms use resources and curriculum to prepare students for statewide assessments as well as prepare students for college, life, and career. Additional offerings include but are not limited to an evolving definition of balanced literacy and readers and writers workshop models, developing online formative assessment system, implementation of social and emotional practices and restorative practices to support students, and the continuation of a 1:1 iPad learning device environment at our high school. Technology is available and utilized throughout the K-12 classrooms and teachers follow the technology standards to ensure that all students are introduced and have adequate time to practice skills. The Gifted and Talented program for grades K-8 will continue in 2024-2025 which includes programs for eligible students as well as the inclusion of the cluster grouping program from grades two through five. The district revised and wrote curricula for courses to align to the standards and best practices utilizing the Rubicon Atlas Curriculum tool. Additionally, the use of formative assessments such as MAP, and Edmentum online assessments will allow our teachers to prepare their instruction appropriately to meet the needs of each individual learner. At the high school level, we are focusing efforts to partner with colleges and corporations to bring opportunities to our students. Throughout our district, teachers focus on integration of subject areas through STEM, Science, Technology, Engineering, and Mathematics. We are also incorporating practices to focus our attention on the Whole Child and social-emotional learning. We are exploring restorative justice and mindfulness activities for all staff and students.

The Monroe Township School District hires new teachers and staff each year primarily due to growing enrollment. We have developed and implemented the mentoring/induction program which provides four tiers of support : 1) All new novice teachers attend a structured four-day New Teacher Orientation and receive instruction in planning, preparation, classroom management, instructional strategies, and district policies; 2) All new novice teachers receive an experienced mentor and all mentors receive formal training on adult learning theory and mentoring techniques; 3) The district staff developers use a coaching model to conduct informal classroom observations and feedback sessions for every new teacher; 4) All new novice teachers participate in a five-day structured professional development program throughout the year that addresses specific concerns related to the first year of teaching. All teachers stay together as a professional learning community cohort for their first three years in the district. We have also incorporated training for all non-certified staff including substitute teachers, paraprofessionals secretaries, and bus drivers.

The district is continuing a major initiative in the form of AVID which stands for Advancement Via Individual Determination. Each word is an integral part of guiding our students towards being ready for a rich college experience if they choose this path in their lives. The program has been in effect and growing at the high school and middle school levels and has moved into the elementary schools. The program focuses heavily on literacy skills that will enable students to become stronger learners. There are several specific strategies that can be used by all teachers with our students that will be in place throughout the school year. These include the use of Cornell Note-Taking, WICOR (Writing, Inquiry, Collaboration, Organizational, and Reading) strategies, and Costa's levels of questioning (comparable to Bloom's taxonomy of how people learn). The success of the program is based on AVID's Secondary Coaching & Certification Instrument (CCI) which provides a systematic pathway to impact more students through the

implementation of AVID at the High School and Middle School. The CCI is structured around the four key Domains of: Instruction, Systems, Leadership, and Culture. The four Domains are further defined through Subdomains that monitor the level of AVID implementation using multiple Indicators. We have currently certified at both of our sites as we begin to look at school wide implementation over the next several years at the elementary, middle and high school levels. Our goal is to train all teachers in the AVID strategies as they use best practices to engage and instruct students.

The district is moving forward with its STEM initiative. Our supervisor of fine and technical arts, in collaboration with the high school teachers, has obtained certification with Project Lead the Way (PLTW), the nation's leading provider of science, technology, engineering, and math (STEM) programs. Through world-class K-12 curriculum, high-quality teacher professional development, and outstanding partnerships, PLTW is helping students develop the skills needed to succeed in the global economy. We are looking to coordinate our curriculum to include STEM projects throughout the disciplines. We have created Makerspaces in all eight of our schools to support this initiative.

During the 2024-2025 school year, the Monroe Township School District continued its' professional development program for all staff. The program is differentiated to meet the needs of teachers at different career stages. The program included structured courses for our teachers and a strong induction program for our first, second, and third year teachers. Teaching staff with four or more years' experience are allowed to develop classroom-based, instructionally focused projects. Project structures include Peer-Coaching, Lesson Study, Action Research, and self-created projects. Each staff member completes a summary form at the end of the year to describe what they learned, how it impacted their students, and any changes they plan for the coming school year. Coaching and ongoing professional development for our administrative team is critical towards the successful implementation of the above-mentioned initiatives.

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

As a recipient of federal and state financial assistance, the District also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. The internal control system is also subject to periodic evaluation by 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, as well as to determine that the District has complied with applicable laws and regulation.

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. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at 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 and account groups. These funds and account groups are explained in "Notes to the Financial Statements", Note 1.

7) FINANCIAL INFORMATION AT FISCAL YEAR-END: As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet responsibility for sound financial management.

8) DEBT ADMINISTRATION: At June 30, 2025, the District's outstanding debt issues included $90,235,000; General Obligation Bonds of $78,020,000 and Refunding Bond for Energy Savings of $12,215,000. Annual payments on the debt are made timely.

9) 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 Governmental Unit 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.

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

11) OTHER INFORMATION: Independent Audit: State statutes require an annual audit by independent Certified Public Accountants or Registered Municipal Accountants. The accounting firm Samuel Klein and Company, LLP. was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirements of the Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards and New Jersey's OMB Circular 15-08, Single Audit Policy for

Recipients of Federal Grants, State Grants and State Aid. The independent auditor's reports related specifically to the single audit and Government Auditing Standards are included in the single audit section of this report.

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

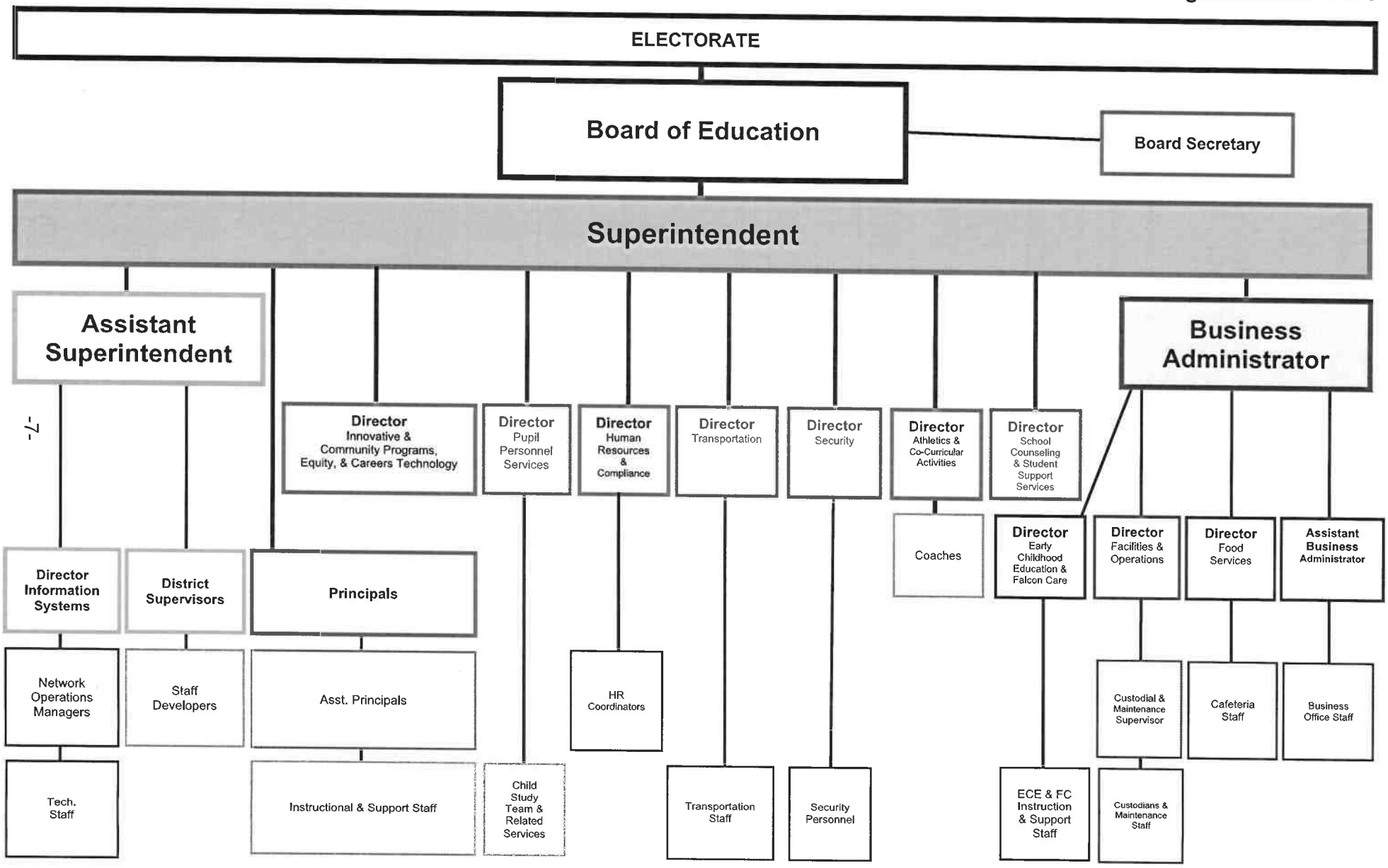
Respectfully submitted,

Dr. Adam Layman
Acting Superintendent of Schools

Laura Allen, CPA
Board Secretary/School Business Administrator

MONROE TOWNSHIP SCHOOL DISTRICT
Administrative Organizational Chart

POLICY
1110 Organizational Chart



3-17-25

BOARD OF EDUCATION
TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY
ROSTER OF OFFICALS

JUNE 30, 2025

Members of the Board of Education	Term Expires
Ms. Katie Fabiano, President	2025
Ms. Carmen Alvarez, Vice President	2026
Ms Gazala Bohra	2025
Ms. Gail DiPane	2026
Mr. Peter Piro	2027
Ms. Usha Sharma	2027
Ms. Kate Rattner	2025
Mr. Peter Tufano	2026
Mr. Charles Zeichner	2027
Dr. Amanda Peck (Borough of Jamesburg Representative)	2025

Other Officials

Dr. Chari Chanley, Superintendent of Schools
Dr. Adam Layman, Acting Superintendent of Schools
Ms Laura Allen, CPA, Business Administrator/Board Secretary

BOARD OF EDUCATION
TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY
JUNE 30, 2025

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FINANCIAL SECTION

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Please reply to the Freehold office.

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Monroe Township Board of Education
County of Middlesex, New Jersey

Report on the Financial Statement

We have audited the accompanying financial statements of the governmental activities and the business type activities each major fund information of the Board of Education of the Monroe Township School District, County of Middlesex, State of New Jersey, as of and for the year ended June 30, 2025 and the related Notes to Financial Statements, which collectively comprise the District's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business type activities each major fund and the aggregate remaining fund information of the Board of Education of the Monroe Township School District, as of June 30, 2025, and the respective changes in financial position and where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management Discussion and Analysis and Budgetary Comparison Information and schedule of the District's proportionate share of the net pension liability-PERS, schedule of District contributions, schedule of the State's proportionate share of the net pension liability associated with the District-TPAF, the District's proportionate share of the net OPEB Liability – PERS and TPAF, schedule of District's contribution PERS and TPAF and budgetary comparison information as identified in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquires, 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Monroe Township School District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, and statistical section are presented for purposes of additional analysis, as required by the Division of Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance are presented for purposes of additional analysis as required by US Office of Management and Budget *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, Audits of States, Local Governments, and Non-Profit Organizations* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid,* respectively, and the other information such as the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying Combining and Individual Fund Financial Statements, the Schedule of Expenditures of Federal Awards and State Financial Assistance are 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying Combining and Individual Fund Financial Statements, Schedule 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.

The other information identified above has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 9, 2026, on our consideration of the Board of Education of the Monroe Township School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report solely is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness on the Monroe Township School District financial internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Monroe Township School District internal control over financial reporting compliance.

Gerard Stankiewicz
Certified Public Accountant
Licensed Public School Accountant #912

SAMUEL KLEIN AND COMPANY

Freehold, New Jersey
January 9, 2026

REQUIRED SUPPLEMENTARY INFORMATION – PART I

MONROE TOWNSHIP BOARD OF EDUCATION
Middlesex County, New Jersey

423 Buckelew Avenue
Monroe Township, NJ 08831
732-521-1500

DR. ADAM LAYMAN
Acting Superintendent
of Schools

LAURA ALLEN, CPA
Board Secretary/
School Business Administrator

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

UNAUDITED

Management's Discussion and Analysis

The discussion and analysis of Monroe Township School District's financial performance provides an overall review of the School District's 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 basic financial statements and notes to enhance their understanding of the School District's financial performance.

The Management's Discussion and Analysis (MD&A) is Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 – Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. Certain comparative information between the current year (2024-2025) and the prior year (2023-2024**)** is required to be presented in MD&A.

Overview of Financial Statements

The District's basic financial statements comprise three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the basic financial statements. This document also contains required and supplementary information and other information in addition to the basic financial statements themselves.

Financial Highlights

Key financial highlights for 2024-2025 are as follows:

Government-Wide Financial Statements

- Net Position totaled $55,957,468, which represents an increase of $8,457,171 or 17.65% from June 30, 2024.

- General revenues accounted for $187,103,656 in revenue or 98.15% of all revenues. Program specific revenues in the form of charges for services, operating grants, and contributions was $3,529,853 or 1.85% of total revenues of $190,633,509.

- Total assets increased by $10,275,582 as current assets increased by $12,259,168 and capital assets, net decreased by $1,983,586.

- The School District had $180,730,448 in expenses, of which only $3,529,853 were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes of $131,127,412) of $187,103,656 were adequate to provide for these programs.

Fund Financial Statements

- The Governmental – General Fund had $169,185,347 in revenues and $168,278,258 in expenditures. The General Fund's fund balance increased $3,318,390 compared to 2024.

Using this Annual Comprehensive Financial Report (ACFR)

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

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

Reporting the School District as a Whole

Comparative Statement of Net Position and Comparative Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School district as a whole looks at all financial transactions and asks the question, "How did we do financially during 2024-2025?" The Comparative Statement of Net Position and the Comparative Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

Governmental Activities — All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

Business Type Activities — This service is provided on a charge for goods or services basis to recover all the expenses of the goods and services provided. The Food Service, Falcon Care and Early Childhood Enrichment enterprise funds are reported as business activities.

Reporting the School District's Most Significant Funds

Fund Financial Statements

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

Governmental Funds

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

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

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

The District adopts an annual appropriated budget for its general fund, special revenue fund and debt service fund. Budgetary comparison statements have been provided as required supplementary information for the general fund, special revenue fund and debt service fund to demonstrate compliance with this budget. The basic governmental fund financial statements can be found on pages 31-34 of this report.

Proprietary Funds

The District maintains one proprietary fund type. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The District uses an enterprise fund to account for the operations of its food service program, Early Childhood Enrichment and Falcon Care. The basic proprietary fund financial statements can be found on pages 35-37 of this report.

Notes to the Basic Financial Statements

The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 38-92 of this report.

Other Information

Combining fund statements can be found on pages 31-37 and schedules on pages 93-120 of this report.

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole. Net position may serve over time as a useful indicator of government's financial position.

The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets and the depreciation of capital assets.

Government-Wide Financial Statements

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

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

The statement of activities presents information showing how the net position of the District changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flow. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused vacation leave). The Government-Wide financial statements can be found on pages 29-30 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $54,809,652 at the close of fiscal 2025. The following table provides a summary of net position at June 30, 2025 and 2024 relating to the District's governmental and business-type activities:

Table 1 provides a comparative summary of the School District's net position for 2025 and 2024.

Table 1 – Comparative Summary of Net Position

	Governmental Activities		Business-Type Activities		Total School District	
	2024-2025	2023-2024	2024-2025	2023-2024	2024-2025	2023-2024
Assets						
Current and other assets	$ 35,680,272	$ 23,245,337	$ 1,023,341	$ 1,199,108	$ 36,703,613	$ 24,444,445
Capital assets, net	148,116,305	150,014,144	300,422	386,169	148,416,727	150,400,313
Total Assets	$ 183,796,577	$ 173,259,481	$ 1,323,763	$ 1,585,277	$ 185,120,340	$ 174,844,758
Deferred outflows of resources						
Loss on Defeasance of Bonds	$ 6,561,230	$ 7,172,797			$ 6,561,230	$ 7,172,797
Pension	4,137,906	4,956,912			4,137,906	4,956,912
Total Deferred outflows of resources	$ 10,699,136	$ 12,129,709			$ 10,699,136	$ 12,129,709
Liabilities						
Current and other liabilities	$ 7,869,525	$ 7,306,926	$ 175,947	$ 465,926	$ 8,045,472	$ 7,772,852
Net pension liability	24,709,720	27,336,360			24,709,720	27,336,360
Long-term liabilities outstanding	104,024,694	101,418,409			104,024,694	101,418,409
Total Liabilities	$ 136,603,939	$ 136,061,695	$ 175,947	$ 465,926	$ 136,779,886	$ 136,527,621
Deferred inflow of resources	$ 3,082,121	$ 2,886,550			$ 3,082,121	$ 2,886,550
Net Position						
Net investment in capital assets	$ 66,340,556	$ 60,651,512	$ 300,422	$ 386,168	$ 66,640,978	$ 61,037,680
Restricted	18,440,098	10,347,970			18,440,098	10,347,970
Unrestricted (deficit)	(29,971,002)	(24,558,536)	847,394	733,183	(29,123,608)	(23,825,353)
Total Net Position	$ 54,809,652	$ 46,440,946	$ 1,147,816	$ 1,119,351	$ 55,957,468	$ 47,560,297

The District's combined net position were $55,957,458 on June 30, 2025. This is an increase of $8,397,161 or 17.65% from the prior year.

The largest portion of the District's net position is its net investment in capital assets (e.g., land, construction-in-progress, buildings and improvements, and machinery, equipment and vehicles), less any related debt (bonds payable) used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the 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 other sources (namely, property taxes), since the capital assets themselves cannot be used to liquidate these liabilities.

Capital assets, net decreased from the prior year due to the amount of new additions associated with the District's capital projects being less than the amount of depreciation of capital assets in the current year.

Long-term liabilities increased due to the net effect of the issuance of ESIP Refunding Bonds reduced by principal pay downs of other debt.

Restricted net position increased mainly due to additional funds provided by energy savings incentive bonds, however, offset by capital expenditures resulting in a net increase of $10,163,569. All of which is ear marked for specific projects.

Unrestricted net position decreased mainly due to lower levels of revenue and higher expenditures. General fund encumbrances at June 30, 2025 totaled $136,417 as compared with $99,046 at June 30, 2024.

Table 2 shows the comparative change in net position from fiscal year 2025 and 2024.

Table 2 – Comparative Change in Net Position

	Governmental Activities		Business-Type Activities		Total School District	
	2024-2025	2023-2024	2024-2025	2023-2024	2024-2025	2023-2024
Revenues:						
Program Revenues:						
Charges for Services	$ 342,807	$ 283,406	$ 3,411,709	$ 3,455,997	$ 3,754,516	$ 3,739,403
Operating Grants and Contributions	3,187,046	3,348,428	978,527	1,005,739	4,165,573	4,354,167
General Revenue:						
Property Taxes	131,127,412	125,402,537			131,127,412	125,402,537
Tuition	4,558,038	4,598,647			4,558,038	4,598,647
Federal and State Aid	49,936,104	51,321,369			49,936,104	51,321,369
Miscellaneous	1,482,102	6,307,121			1,482,102	6,307,121
Total Revenue	190,633,509	191,261,508	4,390,236	4,461,736	195,023,745	195,723,244
Expenses:						
Instruction	100,335,197	98,936,832			100,335,197	98,936,832
Tuition	2,939,214	3,278,895			2,939,214	3,278,895
Student and Instruction Related Services	21,168,647	21,986,328			21,168,647	21,986,328
School Administration	8,247,357	7,689,716			8,247,357	7,689,716
General Administration	6,890,377	6,558,142			6,890,377	6,558,142
Operation and Maintenance of Facilities	20,199,758	18,411,112			20,199,758	18,411,112
Pupil Transportation	17,688,506	15,560,214			17,688,506	15,560,214
Interest on Debt	2,864,413	2,947,546			2,864,413	2,947,546
Charter Schools	396,979	495,435			396,979	495,435
Business Type Actives			4,194,772	4,434,283	4,194,772	4,434,283
Total Expenses	180,730,448	175,864,220	4,194,772	4,434,283	184,925,220	180,298,503
Special and Extraordinary Items, Net	(1,534,354)	300,000	(167,000)	(300,000)	(1,701,354)	-
Change in Net Position	8,368,707	15,697,288	28,464	(272,547)	8,397,171	15,424,741
Writeoff of Fixed Assets		(14,801)			-	(14,801)
Adjustment of PY Defeasance		(1,334,133)				(1,334,133)
Net Position - beginning	46,440,946	32,092,592	1,119,351	1,391,898	47,560,297	33,484,490
Net Position - ending	$ 54,809,653	$ 46,440,946	$ 1,147,815	$ 1,119,351	$ 55,957,468	$ 47,560,297

- **Adjustment was made to the net position in the Governmental Funds to provide for additional Social Security taxes on Compensated Absences. The net position of June 30, 2023 was adjusted as well or expended in 2023-2024.**

General Fund Budgetary Highlights

The District budget is prepared according to New Jersey Statutes. The most significant budgeted fund is the general fund. During the fiscal year, there were several differences between the original budget and the final amended budget as a result of transfers being applied; to recognize revenues that were not anticipated and to prevent over-expenditures in specific line item accounts. These transfers were made between line items as part of the normal process as permitted by State guidelines. These significant revisions include the special education, personnel services and transportation accounts due to increased student classifications, benefits cost increases, volatile petroleum prices and increased fleet. Readers should refer to Section C of the financial report for comparisons between actual and budgeted amounts.

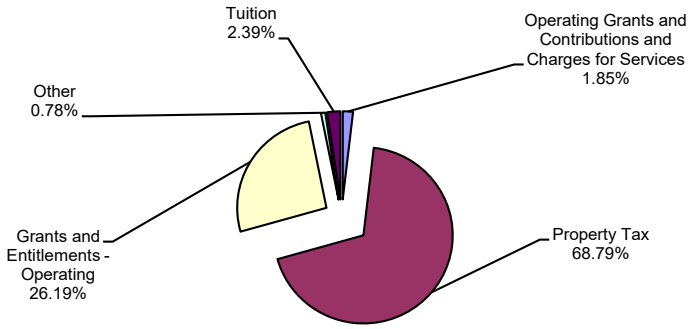
Described on the next few pages are explanations for variations in revenues and expenditures for certain lines where the modified budgeted amounts differ from the original budget by significant amounts. All other fluctuations were considered immaterial and no explanations were deemed required.

Governmental Activities

Revenues for Fiscal Year 2025

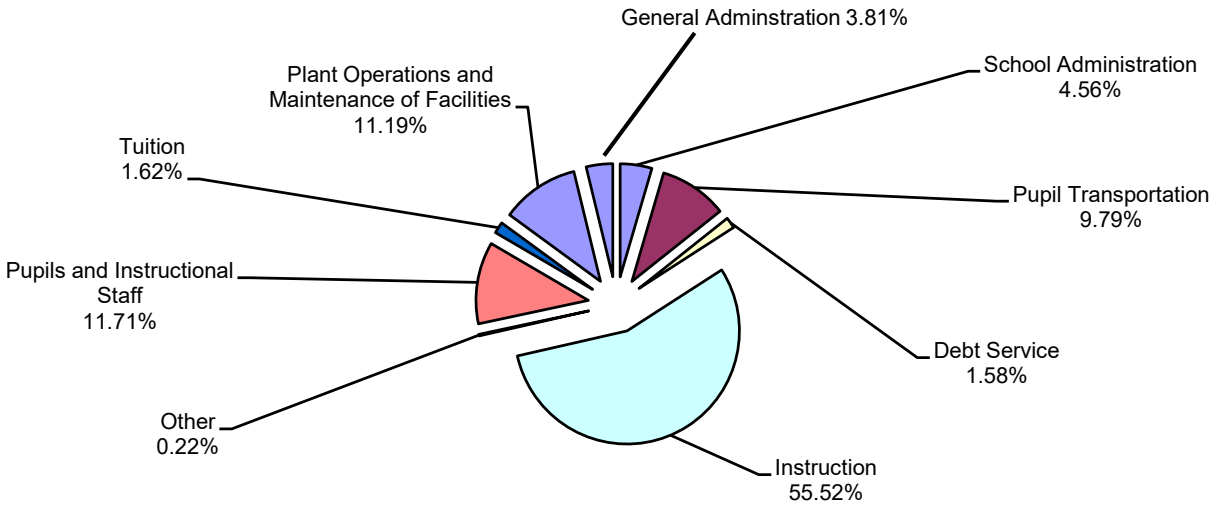
Property taxes of $131,127,412 made up 68.79% of revenue for governmental activities for the Monroe School District for fiscal year 2025. Federal, state and local grants for operating purposes accounted for another $53,122,113 or 27.87% of revenue.

The District's total revenues were $190,633,509 for the year ended June 30, 2025.



Expenses for Fiscal Year 2025

The District's total cost of all programs and services was $180,730,448 for the year ended June 30, 2025.



Governmental Activities

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

Table 3 - Comparative Statement of Activities*

	Total Cost of Services *			Net Cost of Services *		
	2024-2025	2023-2024	% Change	2024-2025	2023-2024	% Change
Instruction	$ 100,335,197	$ 98,936,832	1.41%	$ 97,148,151	$ 95,588,404	1.63%
Support Services:						
Tuition	2,939,214	3,278,895	-10.36%	2,939,214	3,278,895	-10.36%
Pupils and Instructional Staff	21,168,647	21,986,328	-3.72%	21,168,647	21,986,328	-3.72%
General Administration	6,890,377	6,558,142	5.07%	6,890,377	6,558,142	5.07%
School Administration	8,247,357	7,689,716	7.25%	8,247,357	7,689,716	7.25%
Operation and Maintenance of Facilities	20,199,758	18,411,112	9.72%	20,199,758	18,411,112	9.72%
Pupil Transportation	17,688,506	15,560,214	13.68%	17,345,699	15,276,808	13.54%
Charter School	396,979	495,435	-19.87%	396,979	495,435	-19.87%
Interest and Fiscal Charges	2,864,413	2,947,546	-2.82%	2,864,413	2,947,546	-2.82%
Total Expenses	$ 180,730,448	$ 175,864,220	2.77%	$ 177,200,595	$ 172,232,386	2.88%

Tuition relates to expenses related to placing special needs student in out of district private schools.

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

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

General administration, school administration and business operations include expenses associated with administrative and financial supervision of the District.

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

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to school activities, as provided by State law.

Interest on debt involves the transactions associated with the payment of interest and other related charges to debt of the School district.

"Other" includes special and charter schools.

The School District's *Funds Financial Statements*

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to $183,627,102 and expenditures exclusive of capital projects were $182,655,474.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedules present a comparative summary of the revenues of the general fund, special revenue fund and debt service fund for the fiscal years ended June 30, 2025 and June 30, 2024, and the amount of increase and decreases in relation to prior year revenues.

Comparative Summary of Revenues

	2024-2025		2023-2024		Increase/(Decrease)
Revenue	Amount	Percent of Total	Amount	Percent of Total	from 2023-2024 to 2024-2025
Local Sources	$ 138,848,350	75.61%	$ 132,875,209	75.26%	$ 5,973,141
State Sources	42,823,016	23.32%	41,726,493	23.63%	1,096,523
Federal Sources	1,955,736	1.07%	1,951,048	1.11%	4,688
	$ 183,627,102	100.00%	$ 176,552,750	100.00%	$ 7,074,352

Local revenues increased due to a tax levy increase, an increase in tuition and an increase in miscellaneous revenue.

State revenue from all sources increased compared with 2025 due to a significant increase in the number of on-behalf post retirement payments.

Federal revenues decreased slightly due to reduction in special education students.

The following schedule presents a comparative summary of general fund, special revenue fund and debt service fund expenditures for the fiscal years ended June 30, 2025, and June 30, 2024, and the increases and decreases in relation to prior year amounts.

Comparative Summary of Expenditures

Expenditures	2024-2025 Amount	2024-2025 Percent of Total	2023-2024 Amount	2023-2024 Percent of Total	Increase/ (Decrease) from 2023-2024 to 2024-2025
Current Expense:					
Instruction	$ 59,560,232	32.62%	$ 60,199,826	32.95%	$ (639,594)
Undistributed Expenditures	108,877,869	59.61%	105,940,585	57.99%	2,937,284
Capital Outlay	2,630,223	1.44%	5,063,880	2.77%	(2,433,657)
Charter School	396,979	0.22%	495,436	0.27%	(98,457)
Debt Service:					
Principal	9,070,000	4.97%	8,645,000	4.73%	425,000
Interest	2,121,171	1.16%	2,354,963	1.29%	(233,792)
	$ 182,656,474	100.00%	$ 182,699,690	100.00%	$ (43,216)

Revenues

- Actual miscellaneous revenue was in excess of the modified budgeted amount by approximately $609,854 or 69.96% as a result mostly of increased interest income and refunds.

Expenditures

- Total regular programs – instruction final budget was less than the original budget by $347,519 or .879%. Actual expenditures of $38,637,964 represented 98.64% of budget. The decrease in the budget was caused primarily by less of a need for purchased services – undistributed instruction expenses and supplies.

- Total special education – instruction final budget was less than the original budget by $275,942 or 1.69%. Actual expenditures of $15,551,587 represented 96.59% of budget. The decrease in the budget was caused by less of a need for instructional salaries.

- Total instructional expenditures final budget was less than the original budget by $443,779 or .74%. Actual total instructional expenditures were $58,021,692 or 97.68% of the budget. The decrease in the budget was caused by a decreased need for teacher-related salaries and purchased services.

- Undistributed – student transportation final budget was less than the original budget by $698,854 or 6.96% due to staff vacancies. Actual expenditures of $10,255,172 represented 95.45% of budget. A lower than anticipated level of service is the cause.

- Undistributed – other operating and maintenance – plant services were more than the final budget by $179,321 or 1.40%, primarily due to higher than anticipated utility costs. Actual expenditures were $11,990,830 or 92.56% of the final budget.

- Total undistributed expenditures – unallocated benefits final budget was lower than the original by $412,192 or 1.33% due to decreased health benefit claims cost. Actual expenditures were $29,237,191 or 95.96% of final budget.

- Total undistributed expenditures final budget was higher than the original budget by $629,885 or .77%. Expenditures, net of on-behalf payments, were $135,972,630 or 95.00% of final budget. This was aided by lower than anticipated tuition, maintenance costs and administrative expenses.

- The capital outlay portion of the budget was adjusted based on the needs of the District and various projects are prioritized and as funds become available was originally $336,185 but was adjusted to $650,872 by virtue of additional appropriation/transfers.

- The total general fund expense budget as modified (final) was $142,484,709 and expenditures net of on- behalf payments of $29,279,422 is $138,998,837 or 98.6% of budget.

Business-Type Activities

Food Service

Revenues for the District's food service program were comprised of charges for services and federal and state reimbursements.

Food service revenues exceeded expenses by $58,436.

Charges for services were $2,230,353 or 69.53% of revenue. This represents amounts paid by Patrons for daily food service, as well as special functions.

Federal and state reimbursement for meals, including payments for free and reduced priced lunches was $678,765 and donated commodities were $298,740.

Early Childhood Enrichment (ECE)

Revenues of $596,806 for ECE were comprised of charges for services paid by families in Monroe Township.

Expenditures to provide the service were $482,968

ECE revenues exceeded expenses by $114,085

Falcon Care

The District Administration designed and implemented Falcon Care, a before and after school-care program for grades K through 5.

Revenues of $584,550 for Falcon Care were comprised of charges for services paid by Monroe families for before and after school care.

Expenditures to provide the service were $562,382.

Falcon Care expenses exceeded revenues by $22,944.

Capital Assets

At the end of the fiscal year 2025, the School District had $252,986,640 invested in land, buildings, furniture and equipment and vehicles. Table 4 shows fiscal 2025 balances compared to 2024.

Table 4 - Capital Assets (Net of Depreciation) at June 30

	Governmental Activities		Business-Type Activities		Total School District	
	2024-2025	2023-2024	2024-2025	2023-2024	2024-2025	2023-2024
Land	$ 368,806	$ 368,806			$ 368,806	$ 368,806
Construction in Progress	3,247,969	73,985			3,247,969	73,985
Site and Site Improvements	195,598	195,598			195,598	195,598
Building and Building Improvements	136,690,352	138,849,186			136,690,352	138,849,186
Machinery and Equipment	7,613,579	4,682,030	$ 300,422	$ 386,159	7,914,001	5,068,189
Total Capital Assets-Net of Depreciations	$ 148,116,304	$ 144,169,605	$ 300,422	$ 386,159	$ 148,416,726	$ 144,555,764

Refer to Notes to Financial Statements (Note 5) for more detailed information.

Overall capital assets (net) increased by $3,860,962 from fiscal year 2024 to fiscal year 2025. The decrease in capital assets is due to depreciation in excess of added improvements.

Debt Administration -

The School District had outstanding debt at June 30th as follows:

Table 5 – Debt Administration

	2025	2024
Compensated Absences	$ 5,043,177	$ 4,882,980
Pension Liability	24,709,720	27,336,360
Lease Obligations	8,131,495	8,467,132
Serial Bonds, Net	78,635,023	88,068,297
ESIP Bonds	12,215,000	
Totals	$ 128,734,415	$ 128,754,769

Refer to Notes to Financial Statements (Note 7) for more detailed information.

For the Future

The Monroe Township School District is presently in good financial condition. The District is very proud and grateful of the community's support for its operations. A major District concern is the insufficient and inequitable State Aid funding which has put a burden on local taxpayers. The District continues to explore every opportunity to operate efficiently without compromising the vast student centered programs and services which are paying great dividends.

In addition, the School District's system for financial planning, budgeting and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenge of the future. In conclusion, the Monroe Township School District has committed itself to financial excellence for many years.

Contacting The School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. Questions regarding this report or if additional information is needed, kindly contact Ms. Laura Allen, CPA, School Business Administrator/Board Secretary, at the Monroe Township School District, 423 Buckelew Avenue, Monroe Township, NJ 08831.

Respectfully submitted,

Dr. Adam Layman
Acting Superintendent of Schools

Laura Allen CPA
School Business Administrator/ Board Secretary

January 9, 2026

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
STATEMENT OF NET POSITION
JUNE 30, 2025

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	$ 15,522,274.75	$ 907,074.22	$ 16,429,348.97
Receivables - Net	855,675.87	36,781.68	892,457.55
Other-Receivables	3,328.88		3,328.88
Inventories		79,485.11	79,485.11
Other Current Assets	380,847.23		380,847.23
Restricted Assets:			
Cash and Cash Equivalents	10,896,976.70		10,896,976.70
Accounts Receivable	8,021,168.70		8,021,168.70
Capital Assets, Net			
Non Depreciable	3,616,774.69		3,616,774.69
Depreciable	144,499,529.81	300,421.55	144,799,951.36
Total Assets	$ 183,796,576.63	$ 1,323,762.56	$ 185,120,339.19
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Loss on Defeasance of Debt	$ 6,561,230.00		$ 6,561,230.00
Pension	4,137,906.00		4,137,906.00
	$ 10,699,136.00		$ 10,699,136.00
LIABILITIES			
Accounts Payable	$ 6,082,261.23	$ 175,946.93	$ 6,258,208.16
Payroll Deductions Withheld	27,174.81		27,174.81
Accrued Interest on Noncurrent Debt	971,172.04		971,172.04
Unemployment Trust Fund Liability	231,650.44		
Unearned Revenue	557,265.80		557,265.80
Net Pension Liability	24,709,720.00		24,709,720.00
Noncurrent Liabilities:			
Due Within One Year	12,503,272.31		12,503,272.31
Due Beyond One Year	91,521,422.26		91,521,422.26
Total Liabilities	$ 136,603,938.89	$ 175,946.93	$ 136,548,235.38
DEFERRED INFLOWS OF RESOURCES			
Pension	$ 3,082,121.00		$ 3,082,121.00
NET POSITION			
Net Investment in Capital Assets	$ 66,340,556.45	$ 300,421.55	$ 66,640,978.00
Restricted	18,440,097.95		18,440,097.95
Unrestricted/(Deficit)	(29,971,001.66)	847,394.08	(29,123,607.58)
Total Net Position	$ 54,809,652.74	$ 1,147,815.63	$ 55,957,468.37

See accompanying notes to financial statements.

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Net (Expense) Revenue and Change in Net Position: Governmental Activities	Net (Expense) Revenue and Change in Net Position: Business-Type Activities	Net (Expense) Revenue and Change in Net Position: Total
Governmental Activities:						
Instruction:						
Regular	$ 65,089,532.86			$ (65,089,532.86)		$ (65,089,532.86)
Special Education	28,790,036.50		$ 1,538,540.77	(27,251,495.73)		(27,251,495.73)
Other Special Education	3,105,449.16			(3,105,449.16)		(3,105,449.16)
Other Instruction	3,350,178.38			(3,350,178.38)		(3,350,178.38)
Support Services:						
Tuition	2,939,214.39			(2,939,214.39)		(2,939,214.39)
Student and Instruction Related Services	21,168,647.37			(21,168,647.37)		(21,168,647.37)
Other Administrative Services	6,890,377.06		1,648,505.40	(5,241,871.66)		(5,241,871.66)
School Administrative Services	8,247,356.72			(8,247,356.72)		(8,247,356.72)
Plant Operations and Maintenance	20,199,757.79			(20,199,757.79)		(20,199,757.79)
Pupil Transportation	17,688,505.64	$ 342,806.63		(17,345,699.01)		(17,345,699.01)
Charter Schools	396,979.00			(396,979.00)		(396,979.00)
Interest on Noncurrent Debt	2,864,413.36			(2,864,413.36)		(2,864,413.36)
Total Governmental Activities	$ 180,730,448.23	$ 342,806.63	$ 3,187,046.17	$ (177,200,595.43)		$ (177,200,595.43)
Business-Type Activities:						
Food Service	$ 3,149,422.19	$ 2,230,352.79	$ 977,504.91		$ 58,435.51	$ 58,435.51
Child Care Initiative	482,967.71	596,806.11	246.45		114,084.85	114,084.85
Falcon Care	562,381.92	584,550.29	775.76		22,944.13	22,944.13
Total Business -Type Activities	$ 4,194,771.82	$ 3,411,709.19	$ 978,527.12		$ 195,464.49	$ 195,464.49
Total Primary Government	$ 184,925,220.05	$ 3,754,515.82	$ 4,165,573.29	$ (177,200,595.43)	$ 195,464.49	$ (177,005,130.94)
General Revenues						
Property Taxes Levied for:						
General Purposes				$ 120,217,578.00		$ 120,217,578.00
Debt Service				10,909,834.00		10,909,834.00
Tuition Received				4,558,037.90		4,558,037.90
Federal and State Aid Not Restricted				49,936,103.99		49,936,103.99
Miscellaneous Income				1,482,101.91		1,482,101.91
Total General Revenues				187,103,655.80		187,103,655.80
Excess/(Deficit)				9,903,060.37	$ 195,464.49	10,098,524.86
Transfers				167,000.00	(167,000.00)	
Special and Extraordinary Items, Net				(1,701,353.60)		(1,701,353.60)
Change in Net Position				$ 8,368,706.77	$ 28,464.49	$ 8,397,171.26
Net Position - Beginning				46,440,945.97	1,119,351.14	47,460,297.11
Net Position - Ending				$ 54,809,652.74	$ 1,147,815.63	$ 55,857,468.37

See accompanying notes to financial statements.

FUND FINANCIAL STATEMENTS

GOVERNMENTAL FUNDS

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	$ 14,693,028.44	$ 829,245.99	$ 10,873,424.70	$ 0.32	$ 26,395,699.45
Intergovernmental Accounts Receivable	832,432.00	23,243.87	8,021,168.70		8,876,844.57
Other Receivables	3,328.88				3,328.88
Interfund Receivable	8,926.07				8,926.07
Other Current Assets	380,847.23				380,847.23
Restricted Cash and Cash Equivalents	23,552.00				23,552.00
Total Assets	$ 15,942,114.62	$ 852,489.86	$ 18,894,593.40	$ 0.32	$ 35,689,198.20
LIABILITIES AND FUND BALANCE					
Accounts Payable	$ 3,208,833.74	$ 26,666.11	$ 469,121.38		$ 3,704,621.23
Intergovernmental Accounts Payable		7,397.00			7,397.00
Payroll Deductions Withheld	27,174.81				27,174.81
Unemployment Trust Fund Liability	231,650.44				231,650.44
Unearned Revenue	557,265.80				557,265.80
Interfund Payable			8,926.07		8,926.07
Total Liabilities	$ 4,024,924.79	$ 34,063.11	$ 478,047.45		$ 4,537,035.35
Fund Balances					
Restricted:					
Capital Reserve Account	$ 23,552.00				$ 23,552.00
Unemployment Claims	115,609.09				115,609.09
Excess Surplus	5,509,070.11				5,509,070.11
Excess Surplus - Designated for Subsequent Year's Expenditures	2,964,001.70				2,964,001.70
Assigned for Other Purposes	136,417.20		$ 14,414,397.10		14,550,814.30
Unassigned	3,168,539.73				3,168,539.73
IPAD Insurance		$ 197,032.42			197,032.42
Student Activities		607,100.15			607,100.15
Scholarship		14,294.18			14,294.18
Capital Project			4,002,148.85		4,002,148.85
Debt Service				$ 0.32	0.32
Total Fund Balance	$ 11,917,189.83	$ 818,426.75	$ 18,416,545.95	$ 0.32	$ 31,152,162.85
Total Liabilities and Fund Balance	$ 15,942,114.62	$ 852,489.86	$ 18,894,593.40	$ 0.32	$ 35,689,198.20

See accompanying notes to financial statements

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
BALANCE SHEET
GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2025

		Total Governmental Funds
Total Fund Balances above	$	31,152,162.85
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 governmental funds. The cost of capital assets is $252,986,640.22 and the accumulated depreciation is $104,870,335.72. (See Note 6)		148,116,304.50
Deferred loss on defeasance of debt, unamortized (See Note 7D)		6,561,230.00
Noncurrent liabilities, including bonds, loans, leases payable and compensated absence are not due and payable in the current period and therefore are not reported as liabilities in the funds. (see Note 7)		
Amount Outstanding		(104,024,694.57)
Certain liabilities are not due and payable in the current period, and therefore are not reported in the funds:		
Accrued Interest Payable (Accrued interest is a current liability that will be paid from the debt service fund. Therefore, the liability reduces the restricted for debt service net position balance.)		(971,172.04)
Accrued Pension Liability (Accrued pension is a current liability that will be paid from the general fund, attributed to the fiscal year ended June 30, 2025, however will be raised in the budget for the fiscal year ending June 30, 2026)		(2,370,243.00)
Net pension liability is not due and payable in the current period and therefore is not reported as a liability in the funds. (see Note 8)		(23,653,935.00)
Net position of governmental activities (A-1)	$	54,809,652.74

See accompanying notes to financial statements

Exhibit B-2

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE
GOVERNMENTAL FUNDS
JUNE 30, 2025

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local sources:					
Local tax levy	$ 120,217,578.00			$ 10,909,834.00	$ 131,127,412.00
Tuition	4,558,037.90				4,558,037.90
Transportation Fees	342,806.63				342,806.63
Interest earned on Capital Reserve Funds	500.00				500.00
Miscellaneous	1,481,601.91	$ 1,337,991.50			2,819,593.41
Total - Local Sources	126,600,524.44	1,337,991.50		10,909,834.00	138,848,349.94
State Sources	42,541,680.05			281,336.00	42,823,016.05
Federal Sources	43,142.94	1,912,592.69			1,955,735.63
Total Revenues	$ 169,185,347.43	$ 3,250,584.19		$ 11,191,170.00	$ 183,627,101.62
EXPENDITURES					
Current:					
Regular Instruction	$ 38,637,964.35				$ 38,637,964.35
Special Education Instruction	15,551,586.55	$ 1,538,540.77			17,090,127.32
Other Special Instruction	1,843,433.63				1,843,433.63
Other Instruction	1,988,707.97				1,988,707.97
Support Services and Undistributed Costs:					
Tuition	2,939,214.39				2,939,214.39
Student and Instruction Related Services	14,051,691.95				14,051,691.95
Other Administrative Services	4,090,214.38	1,648,505.40			5,738,719.78
School Administrative Services	4,895,734.55				4,895,734.55
Plant Operations and Maintenance	11,990,829.97				11,990,829.97
Pupil Transportation	10,500,119.15				10,500,119.15
Debt Service:					
Principal				$ 9,070,000.00	9,070,000.00
Interest				2,121,171.00	2,121,171.00
Employee Benefits	58,761,558.52				58,761,558.52
Capital Outlay	2,630,223.10		$ 4,491,834.28		7,122,057.38
Transfer to Charter Schools	396,979.00				396,979.00
Total Expenditures	$ 168,278,257.51	$ 3,187,046.17	$ 4,491,834.28	$ 11,191,171.00	$ 187,148,308.96
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	$ 907,089.92	$ 63,538.02	$ (4,491,834.28)	$ (1.00)	$ (3,521,207.34)
Other Financing Sources/(Uses):					
Transfer In/(Out)	167,000.00				167,000.00
Capital Lease Proceeds	2,244,300.00				2,244,300.00
Bond Proceeds			12,857,195.23		12,857,195.23
Total Other Financing Sources (Uses)	$ 2,411,300.00		$ 12,857,195.23		$ 15,268,495.23
Net Change in Fund Balance	3,318,389.92	63,538.02	8,365,360.95	(1.00)	11,747,287.89
Fund Balance - July 1	8,598,799.91	754,888.73	10,051,185.00	1.32	19,404,874.96
Fund Balance - June 30	$ 11,917,189.83	$ 818,426.75	$ 18,416,545.95	$ 0.32	$ 31,152,162.85

See accompanying notes to financial statements

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES
AND CHANGE IN FUND BALANCE OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

Total Net Change in Fund Balance - Governmental Funds (from B-2)		$ 11,747,287.89
Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciated expense. This is the amount by which capital outlays exceeded depreciation in the period.		
Capital outlay	$ 7,122,057.38	
Capital Lease Expense Amortization Recouped	(1,701,353.37)	
Miscellaneous Expenditure	(617,994.34)	
Depreciation expense	(7,047,729.14)	(2,245,019.47)
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces noncurrent liabilities in the statement of net position and is not reported in the statement of activities.		9,070,000.00
Repayment of lease principal is an expenditure in the governmental funds, but the payment reduces noncurrent liabillities in the statement of net position and is not reported in the statement of activities.		
Lease payments		2,502,839.48
Governmental funds report the effect of premiums and similar items when the debt is first issued, whereas the amounts are deferred and amortized in the statement of activities. This represents the following related to the premiums on bonds.		
Amortization of premium		363,273.98
Proceeds from debt issues are financing source in the governmental funds. They are not revenue in the statement activities: issuing debt increases non current liabilities in the statement of net position		
Proceeds from sale of school district refunding bonds - ESIP		(12,857,195.23)
Governmental funds report the effect of defeasances and similar items when the debt is first issued, whereas the amounts are deferred and amortized in the statement of activities. This represents the following related to the deferred loss of refunding.		
Amortization of deferred loss		(743,242.36)
In the statement of activities, interest on noncurrent debt is accrued, regardless of when due. In the governmental funds, interest is reported when due. The increase in accrued interest is an addition in the reconciliation.		(131,675.28)
Net pension benefit (expense) related to PERS which is attributable to June 30, 2024 (*the measurement date*) not reported in governmental funds; however, it is reported in the statement of activities		822,635.00
In the statement of activities, certain operating expenses, e.g. compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation; when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation.		(160,197.24)
Change in Net Position of Governmental Activities (A-2)		$ 8,368,706.77

See accompanying notes to financial statements

PROPRIETARY FUNDS

Exhibit B-4

BOARD OF EDUCATION
MONROE TOWNSHIP SCHOOL DISTRICT
COUNTY OF MIDDLESEX
PROPRIETARY FUND
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2025

	Business-Type Activities Enterprise Fund			
	Food Service	Early Childhood Enrichment	Falcon Care	Total Enterprise
ASSETS				
Current Assets:				
Cash and Cash Equivalents	$ 896,173.78	$ 5,302.85	$ 5,597.59	$ 907,074.22
Accounts Receivable:				
State Sources	3,066.89			3,066.89
Federal Sources	33,714.79			33,714.79
Inventories	79,485.11			79,485.11
Total Current Assets	1,012,440.57	5,302.85	5,597.59	1,023,341.01
Noncurrent Assets:				
Furniture, Machinery and Equipment	2,087,264.60	80,716.38		2,167,980.98
Less: Accumulated Depreciation	1,786,843.05	80,716.38		1,867,559.43
Total Noncurrent Assets	300,421.55			300,421.55
Total Assets	$ 1,312,862.12	$ 5,302.85	$ 5,597.59	$ 1,323,762.56
LIABILITIES				
Current Liabilities:				
Accounts Payable	$ 171,933.92	$ 2,215.16	$ 1,797.85	$ 175,946.93
Total Current Liabilities	$ 171,933.92	$ 2,215.16	$ 1,797.85	$ 175,946.93
NET POSITION				
Invested in Capital Assets	$ 300,421.55			$ 300,421.55
Unrestricted	840,506.65	$ 3,087.69	$ 3,799.74	847,394.08
Total Net Position	$ 1,140,928.20	$ 3,087.69	$ 3,799.74	$ 1,147,815.63

See accompanying notes to financial statements

Exhibit B-5

BOARD OF EDUCATION
MONROE TOWNSHIP SCHOOL DISTRICT
COUNTY OF MIDDLESEX
PROPRIETARY FUND
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGE IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Business-Type Activities Enterprise Fund			
	Food Service	Early Childhood Enrichment	Falcon Care	Total Enterprise
OPERATING REVENUES				
Local Sources:				
Service Fees		$ 596,806.11	584,550.29	$ 1,181,356.40
Daily sales - reimbursable programs:				
School lunch and milk program	$ 2,145,370.64			2,145,370.64
Special functions	84,982.15			84,982.15
Total operating revenues	$ 2,230,352.79	$ 596,806.11	$ 584,550.29	$ 3,411,709.19
OPERATING EXPENSES				
Cost of Sales - reimbursable programs	$ 915,323.25			$ 915,323.25
Cost of Sales - non-reimbursable programs	471,530.88			471,530.88
Salaries	1,081,276.48	$ 306,467.56	$ 464,763.40	1,852,507.44
Employee benefits	258,836.91	124,894.99	62,743.76	446,475.66
General Supplies	165,215.36	51,184.85	33,349.64	249,749.85
Management fee	39,078.00			39,078.00
Administrative Fee	39,078.00			39,078.00
Purchased Property Services	40,654.79	420.31	420.32	41,495.42
Depreciation	85,747.00			85,747.00
Miscellaneous	52,681.52		1,104.80	53,786.32
Total operating expenses	$ 3,149,422.19	$ 482,967.71	$ 562,381.92	$ 4,194,771.82
Operating income/(loss)	$ (919,069.40)	$ 113,838.40	$ 22,168.37	$ (783,062.63)
NONOPERATING REVENUES				
Interest Earnings		$ 246.45	$ 775.76	$ 1,022.21
State sources:				
State school lunch program	$ 54,513.23			54,513.23
State school Breakfast program	262.50			262.50
Federal sources:				
National school lunch program	603,101.40			603,101.40
Special milk program	1,286.60			1,286.60
National school breakfast program	19,600.92			19,600.92
Food Distribution Program	298,740.26			298,740.26
Total nonoperating revenues	$ 977,504.91	246.45	$ 775.76	$ 978,527.12
Income before contributions and transfers	$ 58,435.51	$ 114,084.85	$ 22,944.13	$ 195,464.49
Operating transfers:				
Interfund - operating transfer in/(out)		(140,000.00)	(27,000.00)	(167,000.00)
Change in net position	$ 58,435.51	$ (25,915.15)	$ (4,055.87)	$ 28,464.49
Total net position - beginning	1,082,492.69	29,002.84	7,855.61	$ 1,119,351.14
Total net position - ending	$ 1,140,928.20	$ 3,087.69	$ 3,799.74	$ 1,147,815.63

See accompanying notes to financial statements

Exhibit B-6

BOARD OF EDUCATION
MONROE TOWNSHIP SCHOOL DISTRICT
COUNTY OF MIDDLESEX
COMBINING STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Business-Type Activities Enterprise Fund			
	Food Service	Early Childhood Enrichment	Falcon Care	Total Enterprise
Cash Flows from Operating Activities				
Receipts from Customers	$ 2,252,428.70	$ 544,034.99	$ 548,620.81	$ 3,345,084.50
Payments to Employees	(1,081,276.48)	(306,467.56)	(464,763.40)	(1,852,507.44)
Payments for Employee Benefits	(258,836.91)	(124,894.99)	(62,743.76)	(446,475.66)
Payments to Suppliers	(1,948,363.64)			(1,948,363.64)
Payments for Management Fee & Administrative Fee	(78,156.00)			(78,156.00)
Net Cash Provided by/(Used for) Operating Activities	$ (1,114,204.33)	$ 112,672.44	$ 21,113.65	$ (980,418.24)
Cash Flows from Noncapital Financing Activities				
State Sources	54,192.94			54,192.94
Federal Sources	904,213.93			904,213.93
Operating Transfers to Other Funds - Interfunds		(140,000.00)	(27,000.00)	(167,000.00)
Net Cash Provided by/(Used for) Noncapital Financing Activities	$ 958,406.87	$ (140,000.00)	$ (27,000.00)	$ 791,406.87
Cash Flows from Investing Activates:				
Interest Income		246.45	775.76	1,022.21
Net Cash Provided by/(Used for) Investing Activities		$ 246.45	$ 775.76	$ 1,022.21
Net Increase/(Decrease) in Cash and Cash Equivalents	$ (155,797.46)	$ (27,081.11)	$ (5,110.59)	$ (187,989.16)
Balances - Beginning of Year	$ 1,051,971.24	$ 32,383.96	$ 10,708.18	$ 1,095,063.38
Balances - End of Year	$ 896,173.78	$ 5,302.85	$ 5,597.59	$ 907,074.22
Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities				
Operating Gain/(Loss)	$ (919,069.40)	$ 113,838.40	$ 22,168.37	$ (783,062.63)
Adjustments to Reconcile Operating Loss to Cash Provided/ (Used) by Operating Activities:				
Depreciation	85,747.00			85,747.00
Change in Assets and Liabilities:				
(Increase)/Decrease in Inventories	6,876.37			6,876.37
Increase/(Decrease) in Accounts Payable	(287,758.30)	(1,165.96)	(1,054.72)	(289,978.98)
Total Adjustments	(195,134.93)	(1,165.96)	(1,054.72)	(197,355.61)
Net Cash Provided/(Used) by Operating Activities	$ (1,114,204.33)	$ 112,672.44	$ 21,113.65	$ (980,418.24)

See accompanying notes to financial statements

NOTES TO THE FINANCIAL STATEMENTS

MONROE TOWNSHIP SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

1. DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

The Monroe Township School District (the "District") is a Type II district located in the County of Middlesex, State of New Jersey. As a Type II district, the District functions independently through a Board of Education (the "Board"). The Board is comprised of ten (10) members, nine (9) from the Township of Monroe are elected to three (3) year staggered terms and one (1) is appointed to an annual term from the Borough of Jamesburg (sending district). The purpose of the District is to educate students in grades K-12. The District had an approximate enrollment at June 30, 2025 of 6,691 students.

A reporting entity is comprised of the primary government, component units and other organizations that are included to insure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the District, this includes general operations, food service, childcare initiative and student related activities of the District.

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, is whether:

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

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Basis of Presentation

The District's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements that provide a more detailed level of financial information.

1. Government-Wide Financial Statements

The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Basis of Presentation (Continued)

1. Government-Wide Financial Statements (Continued)

The statement of net position presents the financial condition of the governmental activities of the District at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues of the District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

2. Fund Financial Statements

During the year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance.

Fund financial statements are designed to present financial information of the District at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column.

B. Fund Accounting

The District uses funds to maintain its financial records during the fiscal year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts.

1. Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the District's major governmental funds:

General Fund – The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment that are classified in the Capital Outlay subfund. The General Fund also includes the payroll agency, payroll net and the flexible spending accounts.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Fund Accounting (Continued)

1. Governmental Funds (Continued)

General Fund (Continued)

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

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

Special Revenue Fund – The Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Government, (other than major capital projects, Debt Service or the Enterprise Funds) and local appropriations that are legally restricted to expenditures for specified purposes. The Special Revenue Fund also includes the scholarship, iPad Reserve Account and student activity accounts.

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

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

2. Proprietary Fund Type

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Fund Accounting (Continued)

2. Proprietary Fund Type (Continued)

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

The District's Enterprise Fund consists of the following:

Food Service – This fund provides for the cafeteria operation in all schools within the school district.

Childcare Initiative – This fund provides for the Early Childhood Enrichment (ECE) program for students who are registered in the Monroe School District Kindergarten half-day classes; the childcare is for the first or second half of a child's day.

Falcon Care – This fund provides a before and after school-care program for grades K through 5.

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

Depreciation of all exhaustive fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund statement of net position. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives of the equipment used in the operations of the Enterprise Funds are approximately 10 years.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus

1. Government-Wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and liabilities associated with the operation of the District are included on the Statement of Net Position.

2. Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and change in fund balance reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement, all assets and all liabilities associated with the operation of these funds are included on the statement of net position. Fund equity (i.e., net total position) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total position.

D. Basis of Accounting

The modified accrual basis of accounting is used for measuring financial position and operating results of all governmental fund types, expendable trust funds and agency funds. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. State aid is recognized as revenue during the period in which they are appropriated. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Expenditures are recognized in the accounting period in which the fund liability is incurred, except for principal and interest on general noncurrent debt which are recorded when due.

Ad Valorem (Property) Taxes are susceptible to accrual and under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be an “accounts receivable.”

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Basis of Accounting (continued)

The accrual basis of accounting is used for measuring financial position and operating results of proprietary fund types. Under this method, revenues are recognized in the accounting period in which they are earned and expenses are recognized when they are incurred.

E. Budgets/Budgetary Control

Annual appropriated budgets (for 2024-2025) are prepared in the winter of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for approval and are voted upon at the annual school election on the third Tuesday in April. The budgets are approved by the District, submitted to the County office for review and approval and if determined to be withing the allowable tax levy cap and within the allowable appropriation cap, become effective upon the holding of a public hearing and final adoption by the District. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year subject to the limitation of N.J.A.C 6A:23A-2.3 (et seq.).

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

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

The over-expenditures related to on-behalf payments in the general fund are due to the inclusion of the non-budgeted on-behalf payments made by the State of New Jersey as District expenditures. There amounts are offset by related revenues and as such do not represent budgetary over-expenditures.

Refer to Exhibit C-3 for a reconciliation of the general fund revenue and special revenue fund revenue from the budgetary basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General, Special Revenue and Debt Service Funds to the GAAP basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances – All Governmental Fund Types.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Encumbrances

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

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

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

G. Assets, Liabilities and Equity

1. Cash, Cash Equivalents and Investments

Cash and cash equivalents include petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost. 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 they may invest in. New Jersey statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-41 et. seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at 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 full amount of their deposits to the Governmental Units.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities and Equity (Continued)

2. Inventories and Prepaid Expenses

Inventories and prepaid expenses, which benefit future periods, are recorded in the enterprise funds. All expenses in the other funds are recorded as expenditures during the year of purchase.

Inventories in the Proprietary Funds are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. Prepaid expenses in the Enterprise Fund represent payments made to vendors for services that will benefit periods beyond June 30, 2025.

3. Allowance for Uncollectible Accounts

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

4. Tuition Receivable

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

5. Tuition Payable

Tuition charges for the fiscal years 2023-2024 and 2024-2025 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

6. Short-Term Interfund Receivables/Payables

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

7. Capital Assets

General capital assets result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of $2,000.00. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset’s life are not.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities and Equity (Continued)

7. Capital Assets (Continued)

All reported capital assets except for land are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method under the half year convention over the following useful lives:

Asset Class	Estimated Lives
School Buildings	50 years
Building Improvements	20 years
Electrical/Plumbing	30 years
Vehicles	6-8 years
Office and Computer Equipment	5-20 years
Instructional Equipment	5-15 years
Grounds Equipment	5-15 years
Food Service Equipment	7-20 years

8. Lease Assets (Right to Use)

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

9. Subscription Assets (Right to Use)

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

10. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities and Equity (Continued)

11. Compensated Absences

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

The entire sick leave and vacation leave liabilities are reported on the government-wide financial statements.

For governmental fund financial statements, the current portion of unpaid compensated absences is in the amount expected to be paid using expendable available resources. These amounts are recorded in the account “compensated absences payable” in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported.

In proprietary and similar trust funds, compensated absences are recorded as an expense and liability of the fund that will pay for them.

12. Accrued Liabilities and Noncurrent Obligations

All payables, accrued liabilities and noncurrent obligations are reported in the government-wide financial statements.

In general, 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 governmental funds. However, the noncurrent portion of capital leases, compensated absences and loans payable 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. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities and Equity (Continued)

13. Deferred Loss on Refunding of Debt

Deferred loss on refunding arising from issuance of the refunding bonds is recorded as a deferred outflow of resources. It is amortized in a systematic and rational manner over the duration of the related debt as a component of interest expense. (Refer to Note 7D)

14. Net Position

Net Position represents the difference between assets, deferred outflows, deferred inflows and liabilities in the government-wide financial statements. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any noncurrent debt used to build or acquire the capital assets. Net position is reported as restricted in the government- wide financial statements when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

15. Unearned Revenue

Unearned revenue in all funds represents program revenues that have been received but not yet earned. In the case of Food Service Fund, it is unused food distribution and student deposits for purchasing food in a future period.

16. Fund Equity

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities and Equity (Continued)

17. Fund Balances

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* ("GASB 54") established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Under GASB 54, fund balances in the governmental funds financial statements are reported under the modified accrual basis of accounting and classified into the following five (5) categories, as defined below:

a. Nonspendable – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Assets included in this fund balance category include prepaid assets, inventories, noncurrent receivables and corpus of any permanent funds.

b. Restricted – includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers or through enabling legislation.

c. Committed – includes amounts that can be used only for the specific purposes imposed by a formal action of the government's highest level of decision-making authority. The District's highest level of decision-making authority is the Board of Education (the "Board") and formal action is taken by resolution of the Board at publicly held meetings. Once committed, amounts cannot be used for other purposes unless the Board revised or changes the specified use by taking the same action (resolution) taken to originally commit these funds.

d. Assigned – amounts intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Interest is expressed by either the Board or Business Administrator, to whom the Board has delegated the authority to assign amounts to be used for specific purposes, including the encumbering of funds.

e. Unassigned – includes all spendable amounts not contained in the other classifications in the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed or assigned to specific purposes within the general fund. The general fund is the only fund that reports a position unassigned fund balance amount. In the other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities and Equity (Continued)

18. Lease Payable

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

19. Subscriptions Payable

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

20. Proprietary Funds Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the School District enterprise fund includes the Food Service charges to customers for sales of food service and for the Childcare Initiative and Falcon Care service fees. Operating expenses for enterprise funds include the cost of sales and services, administrative expense and depreciation on Capital Assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

21. Rebatable Arbitrage

Rebatable arbitrage results from investing the proceeds of borrowed funds either directly or indirectly into investments that are higher in yield than the bond yield incurred on the borrowed funds. In accordance with GASB 34, rebatable arbitrage is treated like a claim or judgment. All interest income is reported as revenue of the capital projects fund. The liability, if any, is recorded as an accrued arbitrage rebate.

22. Non-Monetary Transactions

Commodities received under the Federal Food Distribution Program are received by the district and are recorded as nonoperating revenue when received in the food service enterprise fund at market value. The use of the commodities is included in cost of sales.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities and Equity (Continued)

23. On-Behalf Payments

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

24. Allocation of Expenses

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Employee benefits, including the employer's share of social security, workers compensation, pension and medical and dental benefits, were allocated based on salaries of that program. Depreciation expense, where practicable, is specifically identified and allocated by function and is included in the direct expense column of the Statement of Activities. Depreciation expense that could not be attributed to a specific function is reported separately on the Statement of Activities. No expenses were allocated as "Indirect Expenses."

25. Accounting and Financial Reporting for Pensions

In fiscal year 2015, the District implemented GASB No. 68. This Statement amends GASB Statement No. 27. It improves accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local government employers about financial support for pensions that is provided by other entities.

The District has also implemented GASB Statement No. 71, Pension Transition for Contributions made Subsequent to the Measurement Date-an amendment to GASB No. 68. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement No. 68, Accounting and Financial Reporting for Pensions. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability.

Statement No. 68 requires a state or local government employer (or nonemployer contributing entity in a special funding situation) to recognize a net pension liability measured as of a date (the measurement date) no earlier than the end of its prior fiscal year. If a state or local government employer or nonemployer contributing entity makes a contribution to a defined benefit pension plan between the measurement date of the reported net pension liability and the end of the government's reporting period, Statement No. 68 requires that the government recognize its contribution as a deferred outflow of resources. In addition, Statement No. 68 requires recognition of deferred outflows of resources and deferred inflows of resources for changes in the net pension liability of a state or local government employer or nonemployer contributing entity that arise from other types of events.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities and Equity (Continued)

26. Accounting and Financial Reporting for Other Post-Retirement Benefits ("OPEB")

In 2018 the District implemented GASB No. 75 which addresses accounting and financial reporting for OPEB that is provided to the employees of state and local governmental employers. This Statement establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, revenues and expense/expenditures. The Statement GASB No. 45 supersedes Accounting and Financial Reporting for Post-Employment Benefits with other than Pension.

The participating local education employer allocations included in the supplemental Schedule of special funding amounts by employer are provided as each local education employer is required to record in their financial statements, as an expense and corresponding revenue, their respective amount of total OPEB expense attributable to the State of New Jersey under the special funding situation and to include their respective amount of total OPEB liability in their notes to their financial statements.

27. Management Estimates

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

28. Extraordinary and Special Items

Extraordinary items are transactions or events that are unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of management and are either unusual in nature or infrequent in occurrence.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Other Accounting Standards

The District is currently reviewing the following for applicability and potential impact on the financial statements:

- *GASB Statement 100. Accounting Changes and Error Corrections – An Amendment of GASB Statement No. 62*. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.

This Statement defines accounting changes as changes in accounting principles, changes in accounting estimates, and changes to or within the financial reporting entity and describes the transactions or other events that constitute those changes.

Effective Date: The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023 and all reporting periods thereafter. Earlier application is encouraged.

- *GASB Statement 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. The objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.

Effective Date: The requirements of this Statement are effective for fiscal years beginning after December 15, 2023 and all reporting periods thereafter. Earlier application is encouraged.

- *GASB Statement No. 102*. *Certain Risk Disclosures*. State and local governments face a variety of risks that could negatively affect the level of service they provide or their ability to meet obligations as they come due. Although governments are required to disclose information about their exposure to some of those risks, essential information about other risks that are prevalent among state and local governments is not routinely disclosed because it is not explicitly required. The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints.

Effective Date: The requirements of this Statement are effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter. Earlier application is encouraged.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Other Accounting Standards (Continued)

- *GASB Statement No. 103. Financial Reporting Model Improvements*. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues – Management's Discussion and Analysis, Unusual or Infrequent Items, Presentation of the Proprietary Fund Statement of Revenues, Expenses and Changes in Fund Net Position, Major Component Unit Information, and Budgetary Comparison Information.

Effective Date: The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. Earlier application is encouraged.

- *GASB Statement No. 104. Disclosure of Certain Capital Assets*. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets.

This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in accordance with Statement No. 87, *Leases*, and intangible right-to-use assets recognized in accordance with Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, should be disclosed separately by major class of underlying asset in the capital assets note disclosures. Subscription assets recognized in accordance with Statement No. 96, *Subscription-Based Information Technology Arrangements*, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class.

This Statement also requires additional disclosures for capital assets held for sale. Governments should disclose (1) the ending balance of capital assets held for sale, with separate disclosure for historical cost and accumulated depreciation by major class of asset, and (2) the carrying amount of debt for which the capital assets held for sale are pledged as collateral for each major class of asset.

Effective Date: The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter. Earlier application is encouraged

I. Subsequent Events

Management has reviewed and evaluated all events and transactions from June 30, 2025 through December 5, 2025, the date that the financial statements are issued for possible disclosure and recognition in the financial statements, and no items have come to the attention of the District that would require disclosure.

3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and Cash Equivalents includes petty cash, change funds, amounts in deposits, and short-term investments with original maturities of three months or less. Cash equivalents are defined as short-term, highly liquid securities that are both readily convertible to known amounts of cash and so near their maturity that they present insignificant risk of changes in value because of changes in interest rates. Generally, only securities with original maturities of three (3) months or less meet this definition.

Investments are stated at cost, which approximates market. The District classifies certificates of deposit that have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments. The District is in compliance with GASB Statement No. 3 as amended by GASB Statement No. 40.

A. Deposits

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

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

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

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%. All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than $25,000,000.00.

As of June 30, 2025, cash and cash equivalents (Deposits) of the District consisted of the following:

	Cash and Cash Equivalents
Reconciliation by Fund:	
Governmental	$ 18,566,957.82
Proprietary	907,074.22
	$ 19,474,032.04

Of the total amount deposits of $23,552 has been earmarked towards the Capital Reserve Account. Refer to Notes to Financial Statements Note 15.

3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

New Jersey Cash Management Fund – All investments in the Fund are governed by the regulations of the Investment Council, which prescribe specific standards designed to insure the quality of investments and to minimize the risks related to investments. In all the years of the Division of Investment's existence, the Division has never suffered a default of principal or interest on any short-term security held by it due to the bankruptcy of a securities issuer; nevertheless, the possibility always exists, and for this reason a reserve is being accumulated as additional protection for the "Other-than-State" participants. In addition to the Council regulations, the Division sets further standards for specific investments and monitors the credit of all eligible securities issuers on a regular basis. As of June 30, 2025, the District had $8,479,001.53 on deposit with the New Jersey Cash Management Fund.

Allocation of Cash and Cash Equivalents

Unrestricted	$	17,056,056.87
Restricted		10,896,976.70
	$	27,953,033.57

Custodial Credit Risk – The checking accounts were on deposit in a bank which had the Government Unit Deposit Protection Act coverage ("GUDPA") as of June 30, 2025 which minimizes credit risk.

B. Investments

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

- Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America. This includes instruments such as Treasury bills, notes and bonds.
- Government money market mutual funds.
- Any federal agency or instrumentality obligation authorized by Congress that matures within 397 days from the date of purchase, and has a fixed rate of interest not dependent on any index or external factors.
- Bonds or other obligations of the school district or local unit of which the school district is a part.
- Any other obligations with maturities not exceeding 397 days, as permitted by the Division of Investments, New Jersey State Department of Treasury.
- Local government investment pools.
- New Jersey State Cash Management Fund.
- Repurchase agreements of fully collateralized securities, subject to special conditions.

Custodial Credit Risk – The District had no securities as of June 30, 2025 that could be categorized as an investment as defined by GASB No. 3 as amended by GASB No. 40.

4. INTERGOVERNMENTAL ACCOUNTS RECEIVABLE AND OTHER CURRENT ASSETS

Intergovernmental accounts receivable at June 30, 2025 consisted of federal source, state source, transportation, tuition and other revenue. All receivables are considered collectible in full. A summary of the principal items of intergovernmental receivable follows:

	Governmental Fund Financial Statements	Business Type Activities
Intergovernmental		
General Fund:		
State:		
Extraordinary Aid	$ 692,117.00	
Non-Public Transportation - Cost Reimbursement	139,633.00	
Menstrual Aid	682.00	
	$ 832,432.00	
Other Current Assets:		
Preliminary Project Costs	$ 380,847.23	
Special Revenue Fund:		
Federal:		
Title I Part A	$ 10,902.81	
Title II Part A	1,399.89	
Title III	1,864.26	
Title III - Immigrant	449.45	
Advanced African Studies	614.46	
	$ 15,230.87	
State:		
STEM Grant	$ 8,013.00	
	$ 23,243.87	
Capital Projects Fund		
Due from Township of Monroe	3,971,100.70	
NJ ROD Grant	4,050,068.00	
	$ 8,021,168.70	
Proprietary Fund:		
Enterprise Fund - Food Service		
State Source		
Breakfast	$ 56.10	
Lunch	3,010.79	$ 3,066.89
Federal Source		
Milk	$ 116.39	
Breakfast	1,065.63	
Lunch	32,532.77	$ 33,714.79

5. INVENTORY

The value of Federal donated commodities as reflected on Schedule A of $298,740.26 (required by the Single Audit Law of 1984) is the difference between market value and cost of the commodities at the date of the purchase and has been included as an item of nonoperating revenue in the financial statements. For the year ended June 30, 2025, the federal donated commodities food inventory of $42,892.19 was included in the yearend food and supplies amount of $79,485.11.

6. CAPITAL ASSETS, NET

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

	Beginning Balance	Additions	Transfers (Retirements)	Ending Balance
Governmental Activities:				
Capital assets not being depreciated:				
Land	$ 368,806.00			$ 368,806.00
Construction in progress	73,985.00	3,173,983.69		3,247,968.69
Total capital assets not being depreciated	$ 442,791.00	3,173,983.69		$ 3,616,774.69
Capital assets being depreciated:				
Site and Site Improvements	195,597.56			$ 195,597.56
Building and Building Improvements	$ 218,135,691.31	3,000,112.19		221,135,803.50
Machinery and Equipment	26,798,473.14	1,248,491.33	(8,500.00)	28,038,464.47
Total at historical cost	$ 245,129,762.01	$ 4,248,603.52	(8,500.00)	$ 249,369,865.53
Less accumulated depreciation for:				
Site and Site Improvements				
Building and Building Improvements	$ (79,286,561.05)	$ (5,158,889.61)		$ (84,445,450.66)
Machinery and Equipment	(18,536,959.77)	(1,896,425.29)	8,500.00	(20,424,885.06)
Total accumulated depreciation	$ (97,823,520.82)	$ (7,055,314.90)	$ 8,500.00	$ (104,870,335.72)
Total capital assets being depreciated, net of accumulated depreciation	$ 147,306,241.19	$ (2,806,711.38)	$	$ 144,499,529.81
Governmental activities capital assets, net	$ 147,749,032.19	$ 367,272.31	$	$ 148,116,304.50
Business-Type Activities:				
Furniture, machinery and equipment	$ 2,167,981.00			$ 2,167,981.00
Totals at historical cost	$ 2,167,981.00			$ 2,167,981.00
Less accumulated depreciation for:				
Furniture, machinery and equipment	$ (1,781,822.43)	$ (85,737.02)		$ (1,867,559.45)
Total accumulated depreciation	$ (1,781,822.43)	$ (85,737.02)		$ (1,867,559.45)
Business type activities capital assets, net	$ 386,158.57	$ (85,737.02)		$ 300,421.55

Governmental Activities:
Detail of Additions and (Retirement)/Transfers:

Capital Projects Fund	$ 4,491,834.28
General Fund	2,630,223.10
Other	300,529.83
	$ 7,422,587.21

6. CAPITAL ASSETS, NET (CONTINUED)

Depreciation expense was charged to functions as follows:

Regular Instruction	$ 2,591,255.79
Special Education Instruction	1,146,094.98
Other Special Instruction	123,629.91
Other Instruction	133,372.74
Support Services and Undistributed Cost:	
Student and Instruction Related Services	942,376.98
School Administrative Services	328,332.53
Other Administrative Services	274,310.30
Plant Operations and Maintenance	804,165.23
Pupil Transportation	704,190.68
Total	$ 7,047,729.14

7. NONCURRENT (LONG-TERM) DEBT

During the fiscal year ended June 30, 2025 the following changes occurred in liabilities:

	Beginning Balance	Additions	Retirements	Ending Balance	Amounts Due Within One Year	Noncurrent Portion
Governmental Activities:						
Bonds Payable - General Obligation Debt	$ 87,090,000.00		$ 9,070,000.00	$ 78,020,000.00	$ 9,385,000.00	$ 68,635,000.00
Add - Premium on Sale of Bonds	978,296.81	-	363,273.98	615,022.83	363,273.98	251,748.85
	88,068,296.81		9,433,273.98	78,635,022.83	9,748,273.98	68,886,748.85
ESIP Refunding Bond ESP		12,215,000.00		12,215,000.00		12,215,000.00
Capital Leases	8,467,132.43	2,244,300.00	2,579,937.43	8,131,495.00	2,502,839.48	5,628,655.52
	96,535,429.24	14,459,300.00	12,013,211.41	98,981,517.83	12,251,113.46	86,730,404.37
Compensated Absences Payable	4,882,979.73	160,197.01		5,043,176.74	252,158.85	4,791,017.89
	$ 101,418,408.97	$ 14,619,497.01	$ 12,013,211.41	$ 104,024,694.57	$ 12,503,272.31	$ 91,521,422.26

* Adjustment to opening balance to provide for additional Social Security funds for Compensated Absences.

7. NONCURRENT (LONG-TERM) DEBT (CONTINUED)

A. Bonds and loans payable currently outstanding are summarized as follows:

School District Refunding Bonds, Series 2015

The purpose of the Bonds is to advance refund all of the outstanding callable principal amount of the originally issued $26,800,000.00 School District Bonds Series 2006 of the Board dated April 1, 2006 and maturing on April 1 in the years 2017 through 2036, both inclusive, in the total principal amount of $25,750,000.00 on April 1, 2016 at par plus any unpaid accrued interest to the 2006 redemption date, advance refund all of the outstanding callable principal amount of the originally issued $41,900,000.00 School District Bonds Series 2008 of the Board dated March 4, 2008 and maturing on March 1 in the years 2019 through 2038, both inclusive in the total principal amount of $39,525,000.00 on March 1, 2018 at par plus any unpaid accrued interest to the 2008 redemption date; and pay the costs of issuance with respect to the Bonds. The net proceeds which included a premium of $8,355,301.00 along with $587,093.78 of District funds were deposited into an irrevocable trust with an escrow agent to provide for future debt service payments on the 2006 and 2008 Series bonds, which were included in the refunding. $ 8,435,000.00

Redemption: the Bonds maturing prior March 1, 2026 are not subject to optional redemption prior to their stated maturieis. As a result of the issuance of the School District of Refunding Bonds Series 2020 (federally taxable) the Bonds maturing on or after March 1, 2026 in the amount of $50,205,000.00 were redeemed. In accordance with the redemption provision. The District entered into an escrow agreement utilizing the proceeds partially to refund the Series 2012 on the call date of March 1, 2025. The refunding was done in accordance with the requirements of the State of New Jersey Local Finance Board requirements.

Annual remaining maturities of Series 2015 Bonds of $3,385,000.00 on March 15, 2029 at 3.00% and $5,050,000.00 on March 15, 2035 to 3.50%.

7. NONCURRENT (LONG-TERM) DEBT (CONTINUED)

A. Bonds and loans payable currently outstanding are summarized as follows: (Continued)

School District Refudning Bonds, Series 2020

The proceeds of the Bonds will be used to (i) advance refund all of the $34,365,000.00 oustanding callable principal amount of School District Refunding Bonds, Series 2012 of the Board issued in the original principal amount of $62,175,000.00 dated April 25, 2012 and maturing on August 1 in the years 2023 through 2028, inclusive (the "2012 Refunded Bonds"), which may be redeemed at the option of the Board in whole or in part on any date on or after August 1, 2022 (the "2012 Redemption Date") at a redemption price equal to the par amount of the 2012 Refunded Bonds to be redeemed (the "2012 Redemption Price"), plus accrued interest, if any, to the 2012 Redemption Date; (ii) advance refund all of the $41,770,000.00 outstanding callable principal amount of School District Refunding Bonds, Series 2015 of the Board issued in the original principal amount of $62,600,000.00 dated March 26, 2015 and maturing on March 1 in the years 2026 through 2028, inclusive, 2030 through 2034, inclusive, and 2038 (the "2015 Refunded Bonds" and, together with the 2012 Refunded Bonds, the "Refunded Bonds"), which may be redeemed at the option of the Board in whole or in part on any date on or after March 1, 2025 (the "2015 Redemption Date" and, together with the 2012 Redemption Date, the "Redemption Dates") at a redemption price equal to the par amount of the 2015 Refunded Bonds to be redeemed (the "2015 Redemption Price" and, together with the 2012 Redemption Price, the "Redemption Prices"), plus accrued interest, if any, to the 2015 Redemption Date; and (iii) pay certain costs and expendses incidental to the issuance and delivery of the Bonds. Annual remaining maturities are through August 1, 2037 ranging from $2,950,000.00 to $9,945,000.00 at interest rates of 1.946% to 2.949%.

$ 69,585,000.00

Redemption: The Bonds maturing prior to August 1, 2030 are not subject to redemption prior to maturity. The Bonds maturing on or after August 1, 2030 are subject to redemption prior to maturity, at the option of the Board, in whole or in part, on any date on or after August 1, 2029 at a price of 100% of the principal amount of the Bonds to be redeemed (the "Redemption Price"), plus unpaid accrued interest to the date fixed for redemption.

TOTAL	$ 78,020,000.00

7. NONCURRENT (LONG-TERM) DEBT (CONTINUED)

B. Debt Service Requirements

Debt service requirements on serial bonds payable at June 30, 2025 are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2026	$ 9,385,000.00	$ 1,836,263.67	$ 11,221,263.67
2027	9,610,000.00	1,645,436.06	11,255,436.06
2028	9,945,000.00	1,437,971.53	11,382,971.53
2029	6,420,000.00	1,257,825.66	7,677,825.66
2030	7,460,000.00	1,086,996.88	8,546,996.88
	42,820,000.00	7,264,493.80	50,084,493.80
2031	4,390,000.00	935,702.95	5,325,702.95
2032	4,765,000.00	822,791.48	5,587,791.48
2033	4,885,000.00	698,324.73	5,583,324.73
2034	5,000,000.00	565,886.40	5,565,886.40
2035	5,050,000.00	497,661.40	5,547,661.40
	24,090,000.00	3,520,366.96	27,610,366.96
2036	5,285,000.00	334,001.58	5,619,001.58
2037	2,875,000.00	128,668.63	3,003,668.63
2038	2,950,000.00	43,497.75	2,993,497.75
	11,110,000.00	506,167.96	11,616,167.96
	$ 78,020,000.00	$ 11,291,028.72	$ 89,311,028.72

C. Bonds and Notes Authorized But Not Issued

There were no Bonds and Notes Authorized but not Issued as of June 30, 2025.

D. Defeasance

Loss on Defeasance – As a result of the accounting requirement in accordance with GASB #23/65, Accounting and Financial Reporting for Refunding of Debt Reported by Proprietary Activities, the recording of the transaction related to the new vs. old debt and related costs resulted in an accounting losses which will be amortized as a part of interest expense over the remaining life of the respective bond issued using the “straight line method”. The detail of the loss on defeasance for the District is as follows:

		Unamortized Loss on Defeasance		
Refunding Bonds Series	Original Amount	Beginning Balance	Decreased by Amortization	Ending Balance
2015	5,680,301.15	1,010,344.18	160,655.89	849,688.29
2020	8,116,401.36	6,162,452.90	450,911.19	5,711,541.71
		$ 7,172,797.08	$ 611,567.08	$ 6,561,230.00

7. NONCURRENT (LONG-TERM) DEBT (CONTINUED)

E. School District Energy Savings Obligation Refunding Bonds, Series 2025

The Bonds have been authorized and are issued pursuant to (i) the Energy Savings Improvement Program Law, N.J.A.A 18A:18A-4.6(c)(3) (the "ESIP Law") and N.J.S.A. 18A:24-61.1 et seq.; (ii) a refunding bond ordinance (the "Refunding Bond Ordinance") finally adopted by the Board on February 10, 2025; and (iii) a resolution duly adopted by the Board on February 19, 2025 (the "Resolution").

Refunding Bond - ESIP

The District entered into a Refunding Bond for an Energy Saving Improvement Plan (ESIP) to the District's buildings. The incentive is anticipated to generate sufficient savings to offset a portion of the cost. The payments are as follows:

Year	Principal	Interest	Total
2026	$ None	$ 525,228	$ 525,228
2027	350,000	562,744	912,744
2028	745,000	545,244	1,290,244
2029	350,000	507,994	857,994
2030	385,000	490,494	875,494
	1,830,000	2,631,703	4,461,703
2031	420,000	471,244	891,244
2032	420,000	450,244	870,244
2033	460,000	429,244	889,244
2034	500,000	406,244	906,244
2035	545,000	381,244	926,244
	2,345,000	2,138,219	4,483,219
2036	595,000	353,994	948,994
2037	635,000	330,194	965,194
2038	690,000	298,444	988,444
2039	745,000	263,944	1,008,944
2040	805,000	226,694	1,031,694
	3,470,000	1,473,269	4,943,269
2041	865,000	186,444	1,051,444
2042	925,000	151,844	1,076,844
2043	630,000	114,844	744,844
2044	670,000	89,644	759,644
2045	715,000	62,006	777,006
	3,805,000	604,781	4,409,781
2046	765,000	32,513	797,513
	$ 12,215,000	$ 6,880,484	$ 19,095,484

Contract Rate – the Net Interest Cost is 4.043% per annum

7. NONCURRENT (LONG-TERM) DEBT (CONTINUED)

School District Energy Savings Obligation Refunding Bonds, Series 2025 (continued)

Redemption

The Bonds maturing prior to March 15, 2036, are not subject to redemption prior to their stated maturities. The Bonds maturing on or after March 15, 2036, are redeemable at the option of the Board in whole or in part on any date on or after March 15, 20235, upon notice as required herein at one hundred percent (100%) of the principal amount being redeemed (the "Redemption Price"), plus accrued interest to the date fixed for redemption.

The Bonds were delivered on April 9, 2025, in the par amount of $12,215,000 which included a premium of $684,682.05. The funds included excess monies including Capitalized Interest for eleven (11) and a half (1./2) months of $525,227.57 and a provision for debt issuance costs of $159,454.54. Interest rates range from 4.00% to 5.00% through March 15, 2046.

F. Leases

In June 2017, the GASB issued GASB No. 87, Leases. This GASB increases the transparency and comparability of organizations by requiring the capitalization of substantially all leases on the statement of net position and disclosures of key information about leasing arrangements. Under this new guidance, at the lease commencement date, a lessee recognizes a right-of-use asset and lease obligation, which is initially measured at the present value of the future lease payments. For statement of activities purposes, a dual model was retained for lessees, requiring leases to be classified as either operating or finance leases. Under the operating lease model, lease expense is recognized on a straight-line basis over the lease term. Under the finance lease model, interest on the lease liability is recognized separately from amortization of the right-of-use assets.

The District adopted this new accounting standard on July 1, 2021 on a modified retrospective basis and applied the new standard to all leases through a cumulative-effect adjustment to beginning net position. As a result, comparative financial information has not been restated and continues to be reported under the accounting standards in effect for those periods. The District elected a package of practical expedients permitted under the transition guidance, which among other things, allows the carryforward of historical lease classification.

Right-of-use assets represent the District's right to use an underlying asset for the lease term and lease liabilities represent the District's obligation to make lease payments arising from the lease during the lease term. Right-of-use assets and lease liabilities are recognized at the commencement date based on the present value of the remaining future minimum lease payments during the lease term. The operating lease right-of-use assets also include lease payments made before commencement, lease incentives and are recorded net of impairment. Operating leases are expended on a straight line basis over the lease term. Finance leases are recognized as a noncurrent asset and as a finance lease liability within accrued expenses and other liabilities and other noncurrent liabilities.

7. NONCURRENT (LONG-TERM) DEBT (CONTINUED)

G. Subscriptions

The implementation of GASB No. 96, Subscription-Based Information Technology Arrangements (SBITAs), results in the recognition of a right-of-use assets and a subscription liability. Amortization of the subscriptions are included in the capital assets. The District has no subscription agreements that require disclosure in the financial statements.

H. Capital Lease Obligations Payable

Lease/Purchase Agreements – Equipment and Vehicles

The District is leasing school buses, equipment and copiers totaling $12,676,826 under capital leases. All capital leases are for terms to five years. The following is a schedule of the future minimum lease payments under these capital leases, and the present value of the net minimum lease payments at June 30, 2025:

Year Ending June 30,	Principal	Interest	Total
2026	$ 2,502,839.48	$ 179,157.85	$ 2,681,997.33
2027	2,168,934.53	140,550.59	2,309,485.12
2028	1,840,108.96	96,488.60	1,936,597.56
2029	1,152,083.43	53,355.42	1,205,438.85
2030	467,528.60	19,449.18	486,977.78
Total	8,131,495.00	489,001.64	$ 8,620,496.64

The expenditures of Capital Lease proceeds are entered into the Capital Asset Accounting records of the District and, therefore, do not get included in the “Rights to Use” account under GASB 87 since it is intent of the District to retain title to the assets at the end of the lease.

Refer to Supplementary Schedule Exhibit I-2 for further detail.

I. Other

The Bonds are general obligations of the Board and are secured by a pledge of the full faith and credit of the Board for the payment of the principal thereof and the interest thereon and, unless paid from other sources, the Bonds are payable from ad valorem taxes to be levied on all taxable real property in the school district, without limitation as to rate or amount. The Bonds are additionally secured by the provisions of the New Jersey School Bond Reserve Act.

The District, in conjunction with the issuance of the Bonds, has agreed to undertake and provide certain information to Bondholders on a continuing basis. The Securities and Exchange Commission (“SEC”) Rule 15c2-12(b)(5) “Continuing Disclosure” requirements, which the District has adopted, requires that various financial information about the District and the Municipality be provided annually to various information repositories. The requirement effective for the fiscal year ended June 30, 2025 has been complied with.

7. NONCURRENT (LONG-TERM) DEBT (CONTINUED)

I. Other (continued)

Bonds are authorized in accordance with State law by the voters of the Municipality through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds.

J. Compensated Absence

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

District employees earn sick leave at the rate of one day for each month of service. Upon departure from the district, teachers and ten-month support staff who have completed three or more years of employment shall be paid for accumulated sick leave at the rate of ¼ of the unused accumulated sick leave multiplied by 1/200 of the last annual contracted salary. Twelve-month employees who have completed three or more years of employment shall be paid at the rate of ¼ of the unused accumulated sick leave multiplied by 1/240 of the last annual contracted salary. Twelve-month employees in the Teamsters Union, who have completed five or more years shall be paid at the rate of ¼ of the unused accumulated sick leave multiplied by 1/250 of the last annual contracted salary

For teachers employed after September 1, 1981, the sick leave payment shall be limited to no more than $7,000.00. For employees in the Teamsters Union, who were employed after September 1, 1981, the sick leave payment shall be limited to no more than $3,500.00.

For administrators who were employed after September 1, 1993, the sick leave payment shall be limited to no more than $14,000. For all other support staff, under the negotiation power of the MTBOE Support Staff Association, there is no provision for such limitation. There is also no limit for personnel employed prior to September 1, 1981 or September 1, 1993 for administrators.

The liability for vested compensated absences of the governmental fund types is recorded in the statement of net position in the current and noncurrent liabilities. The current portion of the compensated absence balance of the governmental funds is shown separately from the noncurrent liability balance of compensated absences.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2025 no liability existed for compensated absences in the proprietary fund types.

8. PENSION PLANS

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

Teachers' Pension and Annuity Fund (TPAF)

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

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, except for medical benefits, which vest after 25 years of service or under the disability provisions of TPAF. 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 or more years of service credit before age 62, and tier 5 before age 65 with 30 or more years of service credit. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the retirement age for his/her respective tier. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

8. PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS)

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

The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS.

The following represents the membership tiers for PERS:

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 or more years of service credit before age 62, and tier 5 before age 65 with 30 or more years of service credit. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the 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.

8. PENSION PLANS (CONTINUED)

Funding Policy: The contribution policy is set by New Jersey Statutes and contributions are required by active members and contributing members. Plan member and employer contributions may be amended by State of New Jersey legislation. Under the provisions of Chapter 78, P.L. 2011, employee contribution rates for TPAF and PERS increased from 7.5% of employees' annual compensation. An additional increase is to be phased in over the next seven years that will bring the total pension contribution rate to 7.5% of employees' annual compensation. Employers are required to contribute at an actuarially determined rate in both the TPAF and PERS. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

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

During the year ended June 30, 2025 for TPAF, which is a cost sharing plan with special funding situations, the annual pension costs equals annual required contribution. For PERS, which is a cost sharing multi-employer pension plan, the annual pension costs differs from the annual required contribution due to the enactment of Chapter 114, P.L. 1997.

Three-Year Trend Information for PERS

Year Ending June 30,	Net Cost to District	Percentage of APC Contributed	Employee Contribution
2025	$ 2,370,243	100%	$ 1,059,823
2024	2,522,428	100%	1,076,123
2023	2,293,716	100%	1,077,477

Three-Year Trend Information for TPAF (Paid on-behalf of the District)

Year Ending June 30	Cost (APC)	APC Contributed	Total On-Behalf of	Employee Contribution	TPAF FICA
2025	$ None	100%	$ 19,264,145	$ 4,375,821	$ 4,376,926
2024	None	100%	19,622,595	4,293,203	4,292,733
2023	None	100%	19,023,509	4,113,103	4,128,282

8. PENSION PLANS (CONTINUED)

Funding Policy (Continued)

During the fiscal year ended June 30, 2025, the State of New Jersey contributed $19,264,145 to the TPAF for normal pension. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District $4,376,926.05 during the year ended June 30, 2025 for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. This amount has been included in the basic financial statements, and the individual fund statements and schedules as a revenue and expenditure in accordance with GASB No. 24.

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

Public Employees Retirement System (PERS)

The information for PERS was abstracted from State of New Jersey Public Employees' Retirement System Schedules of Employer Allocations and Schedules of Pension Amounts by Employer as of June 30, 2024 and June 30, 2023 Independent Auditor's Report dated June 1, 2025 and May 24, 2024, respectively.

The District reported a liability of $24,709,720 and $27,336,360 for its proportionate share of the net pension liability as of June 30, 2024 and June 30, 2023. The net pension liability was measured as of June 30, 2023 and June 30, 2022 (the *Measurement Date*), and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts, actuarially determined.

	June 30, *[Measurement Date]*	
	2024	2023
Collective Net Pension Liability	13,702,423,985	14,606,489,066
District Proportionate Share	0.18184895820 %	0.18873000780 %
Difference - Increase	(0.0068810496)	

The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets.

8. PENSION PLANS (CONTINUED)

Public Employees Retirement System (PERS) (Continued)

For the year ended June 30, 2025, the District recognized pension benefit of $1,660,035. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change of Assumptions	$ 30,697	281,140
Differences between expected and actual experience	494,981	65,784
Changes in proportion	1,137,772	1,589,475
Net difference between projected and acutal investment earnings on pension plan investments		1,145,722
District contributions subsequent to the measurement date	2,370,243	
Total	$ 4,033,693	$ 3,082,121

The $2,370,243 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2025, the plan measurement date is June 30, 2024) will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30	Amount
2026	$ (1,040,357)
2027	804,997
2028	(463,132)
2029	(267,362)
2030	6,959

8. PENSION PLANS (CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Additional Information:

Collective balances are as follows:

	June 30, 2024	June 30, 2023
Collective deferred outflows of resources	$ 1,079,580,780	$ 1,080,204,730
Collective deferred inflows of resources	1,611,322,898	1,780,216,457
Collective net pension liability	13,702,423,985	14,606,489,066
Collective total pension expenses	372,160,096	(79,181,803)
District Portion Local Share	0.18184895820	0.18873000780

Actuarial Assumptions

The total pension liability for the June 30, 2024 measurement date was determined by an actuarial valuation as of July 1, 2023, which rolled forward to June 30, 2024. This actuarial valuation used the following assumptions, applied to all periods in the measurement.

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases:	2.75-6.55% (based on year of service)
Investment Rate of Return	7.00%

Mortality Rates

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

The actuarial assumptions used in the July 1, 2023 valuation were based on the results of an actuarial experience study for one period July1, 2018 to June 30, 2022.

8. PENSION PLANS (CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Long-Term Rate of Return

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

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
US Equity	28.00 %	8.63 %
Non-U.S. Developed Market Equity	12.75	8.85
International Small Investment 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

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 will be made based on the contribution rate in the most recent fiscal year. The local employers contributed 100% of their actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

8. PENSION PLANS (CONTINUED)

Public Employees Retirement System (PERS) (Continued)

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

The following presents the collective net pension liability of the participating employers as of June 30, 2024 [*measurement date]* respectively, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1 - percentage point lower or 1- percentage-point higher than the current rate:

	June 30, 2024 [*Measurement Date*]		
	1% Decrease 6.00%	At Current Discount Rate 7.00%	1% Increase 8.00%
strict's proportionate share of the pension liability	$ 32,833,143	$ 24,709,720	$ 17,796,732

Special Funding Situation – PERS

A special funding situation exists for certain Local employers of the Public Employees' Retirement System. The State, as a nonemployer, is required to pay the additional costs incurred by local employers under Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001. The Chapter 366, P.L. 2001 legislation established the Prosecutors Part of the PERS which provides enhanced retirement benefits for prosecutors enrolled in the PERS> The State is liable for the increased pension costs to a count that resulted from the enrollment of prosecutors in the Prosecutors Part. The June 30, 2024 State special funding situation net pension liability amount of $114.40 million is the accumulated difference between the annual actuarially determined State obligation under the special funding situation and the actual State contribution through the valuation date. The special funding situation for Chapter 133, P.L. 2001 is due to the State paying the additional normal cost related to benefit improvements from Chapter 133. Previously, this additional normal cost was paid from the Benefit Enhancement Fund (BEF). As of June 30, 2024, there is no net pension liability associated with this special funding situation as there was no accumulated difference between the annual additional normal cost under the special funding situation and the actual State contribution through the valuation date. The State special funding situation pension expense of $53.7 million, for the fiscal year ending June 30, 2024, is the actuarially determined contribution amount that the State owes for the fiscal year ending June 30, 2024. The pension expense is deemed to be a State administrative expense due to the special funding situation.

8. PENSION PLANS (CONTINUED)

Special Funding Situation – PERS (Continued)

The District has the following attributed to it related to the Special Funding Situation:

December 31,	District's Proportionate Share	Employer's Pension Expense and Related Revenues: Ch.133 P.L. 2001 State Total	Employer's Pension Expense and Related Revenues: District's Share
2024	0.1826891128 %	$ 43,606,492	$ 79,664
2023	0.1694465594	45,000,471	85,252
2022	0.2454065619	31,626,530	77,614

Pension Plan Fiduciary Net Position.

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS) or by visiting their website at www.state.nj.us/treasury/pensions/pers1.

Teachers Pensions and Annuity Fund (TPAF)

Data for the TPAF was abstracted from the State of New Jersey Teachers' Pension and Annuity Fund Schedules of Employer and Nonemployer Allocations and Schedules of Pension Amounts by Employer and Nonemployer as of June 30, 2024 and June 30, 2023, Independent Auditor's Reports dated June 11, 2025 and May 24, 2024, respectively.

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

The portion of the TPAF Net Pension Liability that was associated with the District recognized at June 30, 2025 was as follows:

	[*Measurement Date*] June 30, 2024
Net Pension Liability:	
Districts proportionate share	None
State's proportionate share associated with the District	$ 225,026,499
	$ 225,026,499

8. PENSION PLANS (CONTINUED)

Teachers Pensions and Annuity Fund (TPAF) continued

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The net pension liability associated with the District was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2023 and June 30, 2022, the proportion of the TPAF net pension liability associated with the District is as follows:

	June 30,	
	2024	2023
District Proportionate Share	0.45528783640 %	0.43685460340 %
Difference - Increase	0.0184332330	

For the year ended June 30, 2025, the District recognized on-behalf pension expense and revenue of $5,628,999 for contributions provided by the State.

Actuarial Assumptions

The total pension liability for the June 30, 2024 measurement date was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases	2.75% - 5.65% (based on year of service)
Investment Rate of Return	7.00%

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

The actuarial assumptions used in the July 1, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

8. PENSION PLANS (CONTINUED)

Teachers Pensions and Annuity Fund (TPAF) (Continued)

Long-Term Expected Rate of Return

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

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
US Equity	28.00 %	8.63 %
Non-U.S. Developed Market 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

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be based on 100% of the actuarily determined contribution from 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.

8. PENSION PLANS (CONTINUED)

Teachers Pensions and Annuity Fund (TPAF) (Continued)

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

The following presents the proportionate share of the net pension liability associated with the District as of June 30, 2024 (measurement date June 30, 2024) calculated using the discount rate as disclosed above as well as what the State's proportionate share of the net pension liability associated with the District would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentgae-point higher than the current rate:

	June 30, 2024		
	1% Decrease 6.00%	At Current Discount Rate 7.00%	At 1% Increase 8.00%
State's proportionate share of the net pension liability associated with the District	$ 267,838,251	225,006,499	189,532,569

Pension Plan Fiduciary Net Position

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

Additional Information

Collective balances are as follows:

	June 30 *[Measurement Date]*	
	2024	2023
Deferred outflows of resources	$ 1,176,934,477	$ 2,498,730,891
Deferred inflows of resources	10,530,833,969	14,719,080,314
Net pension liability	49,425,105,002	51,032,669,551
Total expenses (benefit) - non-employer	(48,167,647)	1,292,291,943
District share of liability	0.4552878364 %	0.4368546034 %

9. DEFINED CONTRIBUTION RETIREMENT PROGRAM

Description of System

The Defined Contribution Retirement Program (DCRP) was established on July 1, 2007 for certain public employees under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007. The program provides eligible members, with a minimum base salary of $1,500.00 or more, with a tax-sheltered, defined contribution retirement benefit, in addition to life insurance and disability coverage. The DCRP is jointly administered by the Division of Pensions and Benefits and Prudential Financial.

If an eligible elected or appointed official will earn less than $5,000.00 annually, the official may choose to waive participation in the DCRP for that office or position. This waiver is irrevocable.

This retirement program is a new pension system where the value of the pension is based on the amount of the contribution made by the employee and employer and adjusted for membership earnings or loses. It is a Deferred Compensation Program where the employee has a portion of tax deferred salary placed into an account that the employee manages through investment options provided by the employer.

The law requires that three classes of employees enroll in the DCRP, detailed as follows:

- All elected officials taking office on or after July 1, 2007, except that a person who is reelected to an elected office held prior to that date without a break in service may remain in the Public Employee's Retirement System (PERS).

- A Governor appointee with the advice and consent of the Legislature or who serves at the pleasure of the Governor only during that Governor's term of office.

- Other employees commencing service after July 1, 2007, pursuant to an appointment by an elected official or elected governing body which include the statutory untenured chief administrative officer such as the Business Administrator, County Administrator or Municipal or County Manager, Department Heads, Legal Counsel, Municipal or County Engineer, Municipal Prosecutor and the Municipal Court Judge.

Notwithstanding the foregoing requirements other employees who hold a professional license or certificate or meet other exceptions are permitted to remain in PERS.

Contributions Required and Made

Contributions made by employees for DCRP are currently 5.5% of their base wages. Member contributions are matched by a 3.0% employer contribution. Contributions to the plan were as follows:

Fiscal Year Ended June 30		Employer
2025	$	161,317.41
2024		161,311.66
2023		49,683.00

10. OTHER POST-EMPLOYMENT BENEFITS ("OPEB")

Data for the OPEB was abstracted from the State of New Jersey Local Education Retired Employees Plan as of June 30, 2024 and June 30, 2023 [*measurement dates*] Independent Auditor's Reports dated September 26, 2025 and September 27, 2024, respectively.

In Fiscal Year 2024 the State funded the various defined benefit pension systems at 108 percent of the full actuarially determined contributions. Employer contributions to the pension plans are calculated per the requirements of the governing State statutes using generally accepted actuarial procedures and practices. The actuarial funding method used to determine the State's contribution is a matter of State law. Any change to the funding method requires the approval of the State Legislature and the Governor. The amount the State actually contributes to the pension plans may differ from the actuarially determined contributions of the pension plans because the State's contribution to the pension plans is subject to the appropriation of the State Legislature and actions by the Governor. GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, requires participating employers to recognize their proportionate share of the collective net pension liability. Under the new statement, the calculation of the pension liability was changed to a more conservative methodology and each employer was allocated a proportional share of the pension plans' net pension liability. The State's share of the net pension liability, based on a measurement date of June 30, 2021, which is required to be recorded on the financial statements, is $75.1 billion. The Fiscal Year 2023 projected aggregate State contribution to the pension plans of $6.8 billion represents 104 percent of the actuarially determined contribution. The State provides post-retirement medical (PRM) benefits for certain State and other retired employees meeting the service credit eligibility requirements. In Fiscal Year 2022, the State paid PRM benefits for 161,238 State and local retirees. The State funds post-retirement medical benefits on a "pay-as-you-go" basis, which means that the State does not pre-fund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For Fiscal Year 2022, the State contributed $1.9 billion to pay for "pay-as-you-go" PRM benefit costs incurred by covered populations, a slight increase from $1.9 billion in Fiscal Year 2022. The State has appropriated $2.1 billion in Fiscal Year 2024 as the State's contribution to fund increases in prescription drugs and medical claims costs. In accordance with the provisions of GASB Statement No. 75*, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. This new standard supersedes the previously issued guidance, GASB Statement No. 45, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, effective for Fiscal Year 2018. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments. The Fiscal Year 2022 State OPEB liability to provide these benefits is $89.9 billion, a decrease of $12.7 billion, or 12.5 percent from the $101.6 billion liability recorded in Fiscal Year 2022. Additional information on Pensions and OPEB can be accessed on the Division of Pensions & Benefits Financial Reports webpage: https://www.state.nj.us/treasury/pensions/financial-reports.shtml.

10. OTHER POST-EMPLOYMENT BENEFITS ("OPEB") (CONTINUED)

Three-Year Trend Information for TPAF Medical (Paid on-behalf of the District)

Fiscal Year Ended June 30,	Post-Retirement Medical
2025	$ 5,628,999.00
2024	5,340,552.00
2023	4,997,430.00

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

The District is required to record in their financial statements, as an expense and corresponding revenue, their respective amount of total OPEB expense attributable to the State of New Jersey under the special funding situation. Accordingly, the following OPEB liability note information is derived from reports provided by the State of New Jersey Division of Pension and Benefits and is reported at the board of education level. Note that actual numbers are published in the NJ State's ACFR: (https://www.nj.gov/treasury/omb/publications/archives.shtml).

The portion of the PERS and TPAF OPEB Liability that was associated with the District recognized at June 30, 2025 was as follows:

Net OPEB Liability:	
Districts proportionate share	None
State's proportionate share associated with the District	$ 235,050,667
	$ 235,050,667

The proportion of the PERS and TPAF Net OPEB Liability associated with the District's liability is as follows:

June 30,	
2024	2023
0.0394045560 %	0.0387148400 %

Total Nonemployer OPEB Liability

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

10. OTHER POST-EMPLOYMENT BENEFITS ("OPEB") (CONTINUED)

Total Nonemployer OPEB Liability (Continued)

Inflation rate	2.50%	
	TPAF/ABP *(based on years of service)*	**PERS** *(based on years of service)*
Salary increase	2.75-4.25%	2.75-6.55%

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-2019. 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-2010. Disability mortality was based on the Pub-2010 "General" classification headcount-weighted disabled mortality tale with fully generational mortality improvement projections from the central year using Scale MP-2021.

The actuarial assumptions used in the July 1, 2023 valuation were based on the results of actuarial experience studies for the periods July 1, 2018 – June 30, 2021, TPAF and PERS.

100% of all retirees who currently have healthcare coverage are assumed to continue with that coverage, 100% of active members are considered to participate in the Plan upon retirement, having a coverage blend of 85% and 15% in PPO and HMO, respectively.

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 (9) 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 2033. 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 (9) years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Discount Rate

The discount rate for June 30, 2024 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.

10. OTHER POST-EMPLOYMENT BENEFITS ("OPEB") (CONTINUED)

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

The following represents the total nonemployer OPEB liability associated with the District as of June 30, 2024, calculated using the discount rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

June 30, 2024		
At 1% Decrease (2.65%)	At Discount Rate (3.65%)	At 1% Increase (4.65%)
$ 275,294,671	235,050,667	202,686,135

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

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

June 30, 2024		
1% Decrease	Healthcare Cost Trend Rate	1% Increase
$ 195,298,917	$ 235,050,667	$ 286,178,662

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2022 – June 30, 2023.

Shown below are details regarding the Total OPEB Liability for the measurement period from June 30, 2023 to June 30, 2024:

	Total OPEB Liability
Balance as of June 30, 2023 *Measurement Date*	$ 202,717,376
Changes Recognized for the Fiscal Year:	
Service Cost	10,265,987
Interest Cost	7,737,311
Changes of Assumptions	17,584,916
Gross Benefit Payments	(5,909,110)
Difference between Expected and Actual Experience	2,451,856
Contributions from the Member	202,334
Net Changes	32,333,294
Balance as of June 30, 2024 *Measurement Date*	$ 235,050,667

10. OTHER POST-EMPLOYMENT BENEFITS ("OPEB") (CONTINUED)

Changes of assumptions and other inputs reflect a change in the discount rate from 3.65% as of June 30, 2023 to 3.95% as of June 30, 2024.

The components of the Net OPEB Liability as of June 30, 2024 are as follows:

	[Measurement Date] June 30, 2024
Total OPEB Liability	$ 235,050,667
Plan Fiduciary Net Position	None
Net OPEB Liability	$ 235,050,667
Net Position as a Percentage of OPEB Liability	0.0%
OPEB Expense	$ 13,521,579

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

For the year ended June 30, 2024, the board of education recognized OPEB expense of $ determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASBS No. 75 and in which there is a special funding situation.

In accordance with GASBS No. 75, the District proportionate share of school retirees OPEB is zero, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources. At June 30, 2023, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB from the following sources:

The following table illustrates the Deferred Inflows and Outflows as of June 30, 2024 [*measurement date*] under GASB No. 75 prior to any reduction due to the Fiscal Year 2024 amortizations.

	Deferred Outflows	Deferred Inflows
Changes of Assumptions	$ 39,424,173	46,955,990
Differences between Actual and Expected Experience	25,135,900	43,895,522
Changes in Proportion	17,738,435	
Sub-total	82,298,508	90,851,512
Contributions made in Fiscal Year Ending 2025 after June 30, 2024 *Measurement Date*	None	None
Total	$ 82,298,508	$ 90,851,512

10. OTHER POST-EMPLOYMENT BENEFITS ("OPEB") (CONTINUED)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Amount recognized in the deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the OPEB (revenue) expense as follows:

2026	(4,016,038.69)
2027	(1,729,018.74)
2028	(297,122.94)
2029	(1,584,064.58)
2030	(1,009,204.66)
Total Thereafter	1,082,495.62

Pension Plan Fiduciary Net Position

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

Additional Information

Collective balances of the Local Education Group are as follows:

	June 30, 2024	June 30, 2023
Deferred outflows of resources	$ 18,640,445,786	$ 17,347,811,894
Deferred inflows of resources	25,058,850,125	30,503,688,706
Net OPEB liability	59,650,630,530	52,361,668,239
OPEB expense	1,999,742,665	1,369,124,126
District Share	0.039404556	0.03871484

Other

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

11. DEFERRED COMPENSATION

A. IRS Code Section 403(b)

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

AXA Equitable	AIG - VALIC
T. Rowe Price	Penserv

B. IRS Code Section 457

The District offers its employees a choice of various deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans, which are administered by the entities listed below, permits participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are AXA Equitable and AIG - VALIC

12 RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

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

New Jersey Unemployment Compensation Insurance: The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. The following is a summary of District contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the District's expendable trust fund for the current and prior two years:

Fiscal Year Ended June 30	District Contributions	Employee Contributions	Amount Reimbursed	June 30, 2025 Ending Balance	June 30, 2025 Liability
2025	None	$ 145,262.52	$ 112,285.65	$ 115,609.09	$ 231,650.66
2024	None	206,801.18	None	115,609.09	198,673.57
2023	None	93,792.00	316,570.00	215,610.00	134,581.00

Health Benefits: The Board of Education for the fiscal year ended June 30, 2025 procured medical insurance coverage for its employees under an agreement with a traditional health insurance company under various plans basis.

13. INTERFUND BALANCES AND TRANSFERS

There were interfunds reflected in the financial statements as follows:

General Fund:		
Due from Capital Projects	$ 8,706.23	
Capital Projects Fund:		
Due to General		$ 8,706.23

14. CAPITAL RESERVE ACCOUNT

A Capital Reserve Account was established by the Board. An analysis of the Capital Reserve account history is as follows:

Capital Reserve Account established on October 11, 2000		$ 1,000.00
Interest Earnings:		
Prior to June 30, 2024	$ 22,452.00	
For the year ended June 30, 2025	500.00	
		22,952.00
Capital Reserve Account Supplemental Appropriation:		
Prior to June 30, 2024	$ 2,384,102.00	
For the year ended June 30, 2025	None	
		2,384,102.00
		$ 2,408,054.00
Less - Authorized Withhdrawals:		
Prior to June 30, 2024	$ 2,384,502.00	
For the year ended June 30, 2025	None	
		2,384,502.00
Balance as of June 30, 2025		$ 23,552.00

The Capital Reserve Account is maintained in the General Fund and its activity is included in the General Fund Annual Budget.

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

15. FUND BALANCE APPROPRIATED

General Fund - Of the $11,917,189.83 General Fund fund balance at June 30, 2025, $23,552 is restricted for the Capital Reserve Account; $2,964,001.70 is restricted – excess surplus – designated for subsequent years expenditures, $5,509,070.11 is restricted – excess surplus, $136,417.20 is assigned for other purposes (encumbrances) and $3,168,539.73 is unassigned.

Debt Service Fund – Of the Debt Service Fund fund balance at June 30, 2025, $.32 is restricted for debt service.

Special Revenue Fund - Of the $818,426.75 Fund Balance as of June 20, 2025, $197,032.42 is for iPad Insurance, $607,100.15 is for Student Activities, and $14,294.18 is for Scholarships.

Capital Projects Fund - The Capital Projects Fund balance of $18,416,545.95 at June 30, 2025; $8,250,053.61 includes an encumbrance of $4,874,158.32 which is being funded from various sources for improvements to the Applegarth School, and $10,166,492.34 includes an encumbrance of $9,540,238.78, which is funded by 2025 Refunding ESIP Bonds for a District-wide energy savings.

16. CONTINGENT LIABILITIES AND COMMITMENTS

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

B. **Pending Litigation** – There are matters pending which should not, in the event of an adverse ruling, result in a material significant impact on the district's financial condition.

C. Contractual Commitments

The District has contractual commitments at June 30, 2025 to various vendors, which are recorded in the General Fund as fund balance assigned for other purposes in the amount of $136,417.20 and in the Capital Projects Fund in the amount of $14,414,397.10.

17. CALCULATION OF EXCESS SURPLUS – BUDGETARY BASIS

In accordance with N.J.S.A. 18A:7F-7, as amended, the designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund 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. There was excess fund balance as a result of the 2023-2024 school year of $2,964,001.70 and 2024-2025 school year of $6,703,125.11.

18. RECONCILIATION OF FUND BALANCE – GENERAL FUND

The Surpluses are presented on a GAAP basis and reconciliation to the budget basis is follows:

	Total
Balance on a Budget Basis on the General Fund Budgetary Basic Comparison - Reserve for Excess Surplus	$ 6,703,125.11
Less: State Aid Payment not Recognized on a GAAP Basis	1,194,055.00
	$ 5,509,070.11

19. ECONOMIC DEPENDENCY

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

20. NET POSITION – NET INVESTMENT IN CAPITAL ASSETS

Net investment in capital assets, Governmental Activities, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. The net investment in capital assets of $252,986,640.22 indicated as part of the Governmental Activities net position is calculated as follows:

	Amount
Capital assets, net of depreciation	$ 148,116,304.50
Deferred loss on defeasance of debt	6,561,230.00
Bonds payable (used to build or acquire capital assets)	(90,850,022.83)
Capital lease	(8,131,495.00)
Unexpended Bond Sale Proceeds ESIP	10,644,539.79
	$ 66,340,556.46

21. TAX ABATEMENTS

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

For a local school district board of education or board of school estimate that has elected to raise their minimum tax levy using the required local share provision at N.J.S.A.18A:7F-5(b), the loss of revenue resulting from the municipality or county having entered into a tax abatement agreement is indeterminate due to the complex nature of the calculation of required local share performed by the New Jersey Department of Education based upon district property value and wealth.

The Township of Monroe has no long-term tax exemptions, as authorized by New Jersey State Statutes. N.J.S.A. 40A:20-1 et seq. sets forth the criteria and mechanism by which property taxes can and are abated.

REQUIRED SUPPLEMENTARY INFORMATION – PART II

BUDGETARY COMPARISON SCHEDULES

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE UNAUDITED FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local tax levy	$ 120,217,578.00		$ 120,217,578.00	$ 120,217,578.00	
Tuition	4,397,500.00		4,397,500.00	4,558,037.90	$ 160,537.90
Transportation Fees	256,523.00		256,523.00	342,806.63	86,283.63
Interest earned on capital reserve funds	500.00		500.00	500.00	
Miscellaneous	850,000.00	$ 21,748.00	871,748.00	1,481,601.91	609,853.91
Total - local sources	125,722,101.00	21,748.00	125,743,849.00	126,600,524.44	856,675.44
State sources:					
Categorical Special Education aid	7,593,810.00		7,593,810.00	7,593,810.00	
Categorical Transportation Aid	3,999,704.00		3,999,704.00	3,999,704.00	
Categorical Security Aid	681,073.00		681,073.00	681,073.00	
Extraordinary aid	397,484.00		397,484.00	692,117.00	294,633.00
NJ Non Public Transportation				139,633.00	139,633.00
Other State Aid- Capital		300,000.00	300,000.00	300,000.00	
Other State Aid- Menstral				682.00	
On behalf - TPAF - Pension Contribution (Non-budgeted)				19,264,145.00	19,264,145.00
On behalf - TPAF - Post Retirement Medical (Non-budgeted)				5,628,999.00	5,628,999.00
On behalf - TPAF - Non-Contributory Insurance (Non-budgeted)				9,351.00	9,351.00
Reimbursed TPAF social security contributions (Non-budgeted)				4,376,926.05	4,376,926.05
Total - state sources	12,672,071.00	300,000.00	12,972,071.00	42,686,440.05	29,713,687.05
Federal sources:					
Medical Assistance Program	83,539.00		83,539.00	43,142.94	(40,396.06)
Total - federal sources	83,539.00		83,539.00	43,142.94	(40,396.06)
TOTAL REVENUES	$ 138,477,711.00	$ 321,748.00	$ 138,799,459.00	$ 169,330,107.43	$ 30,529,966.43

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE UNAUDITED FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Regular programs - instruction:					
Salaries of teachers:					
Kindergarten	$ 626,193.00	$ 176,000.00	$ 802,193.00	$ 746,479.21	$ 55,713.79
Grades 1 - 5	12,175,563.00	(1,072,999.52)	11,102,563.48	11,048,883.96	53,679.52
Grades 6 - 8	9,408,244.00	409,000.00	9,817,244.00	9,759,554.81	57,689.19
Grades 9 - 12	12,876,603.00	343,500.00	13,220,103.00	13,102,911.67	117,191.33
Total regular programs - instruction	35,086,603.00	(144,499.52)	34,942,103.48	34,657,829.65	284,273.83
Regular programs - home instruction:					
Salaries of teachers	43,507.00	46,500.00	90,007.00	80,677.85	9,329.15
Purchased professional - education services	30,500.00	19,000.00	49,500.00	27,680.45	21,819.55
Other purchased services (400-500 series)	100.00	100.00	200.00	161.41	38.59
Total regular programs - home instruction	74,107.00	65,600.00	139,707.00	108,519.71	31,187.29
Regular programs - undistributed instruction:					
Other salaries for instruction	308,903.00		308,903.00	291,580.14	17,322.86
Purchased professional - educational services	17,000.00	3,875.00	20,875.00	10,734.00	10,141.00
Other purchased services (400-500 Series)	2,090,117.00	(14,457.39)	2,075,659.61	1,990,023.98	85,635.63
General supplies	1,630,692.00	(261,237.15)	1,369,454.85	1,277,952.36	91,502.49
Textbooks	306,075.00		306,075.00	291,718.00	14,357.00
Other objects	6,500.00	3,200.00	9,700.00	9,606.51	93.49
Total regular programs - undistributed instruction	4,359,287.00	(268,619.54)	4,090,667.46	3,871,614.99	219,052.47
Total regular programs - instructions	39,519,997.00	(347,519.06)	39,172,477.94	38,637,964.35	534,513.59
Special education instruction:					
Learning and/or language disabilities:					
Salaries of teachers	380,565.00	129,000.00	509,565.00	480,801.27	28,763.73
Salaries of Instruction Aides Special Services	468,378.00	(16,000.00)	452,378.00	433,250.83	19,127.17
General supplies	8,060.00		8,060.00	7,834.84	225.16
Total learning and/or language disabilities	857,003.00	113,000.00	970,003.00	921,886.94	48,116.06
Special Education - Multiple disabilities					
Salaries of teachers	772,025.00	(145,000.00)	627,025.00	556,218.96	70,806.04
Other salaries for instruction	736,964.00	56,000.00	792,964.00	779,583.43	13,380.57
Purchased professional - educational services	18,000.00	3,000.00	21,000.00	19,091.50	1,908.50
Supplies	12,060.00		12,060.00	8,929.79	3,130.21
Total special education - multiple disabilities	$ 1,539,049.00	$ (86,000.00)	$ 1,453,049.00	$ 1,363,823.68	$ 89,225.32

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE UNAUDITED FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Resource room/resource center:					
Salaries of teachers	$ 9,542,938.00	$ (8,000.00)	$ 9,534,938.00	$ 9,450,527.32	$ 84,410.68
Other salaries for instruction	1,760,243.00	(75,000.00)	1,685,243.00	1,659,204.19	26,038.81
Purchased professional - educational services	6,000.00		6,000.00	6,000.00	
General supplies	113,022.00	(40,022.00)	73,000.00	44,799.76	28,200.24
Textbooks	10,020.00	(10,020.00)			
Total resource room/resource center	11,432,223.00	(133,042.00)	11,299,181.00	11,160,531.27	138,649.73
Autism:					
Salaries of teachers	701,287.00	(66,000.00)	635,287.00	581,121.43	54,165.57
Other salaries for instruction	767,350.00	(68,000.00)	699,350.00	656,870.35	42,479.65
General supplies	27,794.00	(16,500.00)	11,294.00	8,434.09	2,859.91
Total autism	1,496,431.00	(150,500.00)	1,345,931.00	1,246,425.87	99,505.13
Preschool disabilities - part-time:					
Salaries of teachers	183,315.00		183,315.00	162,891.59	20,423.41
Other salaries for instruction	240,169.00	38,000.00	278,169.00	251,796.51	26,372.49
General supplies	4,140.00	4,000.00	8,140.00	7,234.08	905.92
Total preschool disabilities - part-time	427,624.00	42,000.00	469,624.00	421,922.18	47,701.82
Preschool disabilities - full-time:					
Salaries of teachers	304,748.00	(47,400.00)	257,348.00	215,686.75	41,661.25
Purchased Professional Educational Services	219,100.00	(45,000.00)	174,100.00	150,089.14	24,010.86
General supplies	3,240.00		3,240.00		3,240.00
Total preschool disabilities - full-time	527,088.00	(92,400.00)	434,688.00	365,775.89	68,912.11
Home Instruction:					
Salaries of teachers	81,666.00	5,000.00	86,666.00	45,498.75	41,167.25
Purchased professional-educational services	14,500.00	26,000.00	40,500.00	25,676.70	14,823.30
Other purchased services (400-500 Series)	700.00		700.00	45.27	654.73
Total home instruction	96,866.00	31,000.00	127,866.00	71,220.72	56,645.28
Total special education - instruction	$ 16,376,284.00	$ (275,942.00)	$ 16,100,342.00	$ 15,551,586.55	$ 548,755.45

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE UNAUDITED FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Basic skills/remedial - Instruction:					
Salaries of Teachers	$ 965,381.00	$ 90,000.00	$ 1,055,381.00	$ 998,048.64	$ 57,332.36
General supplies	4,640.00		4,640.00	1,397.71	3,242.29
Total basic skills/remedial - Instruction	970,021.00	90,000.00	1,060,021.00	999,446.35	60,574.65
Bilingual education - Instruction:					
Salaries of teachers	802,377.00		802,377.00	736,761.00	65,616.00
Other salaries for instruction	59,161.00	26,000.00	85,161.00	73,700.02	11,460.98
Purchased professional-educational services	6,210.00		6,210.00		6,210.00
Other purchased services (400-500 Series)	47,197.00	(11,200.00)	35,997.00	16,424.22	19,572.78
General supplies	5,959.00	11,200.00	17,159.00	17,102.04	56.96
Total bilingual education - Instruction	920,904.00	26,000.00	946,904.00	843,987.28	102,916.72
Total - Other Special Instruction	1,890,925.00	116,000.00	2,006,925.00	1,843,433.63	163,491.37
School sponsored co/extra - curricular activities - Instructions:					
Salaries	386,000.00	(16,000.00)	370,000.00	331,843.84	38,156.16
Purchase services (300-500 Series)	95,960.00	5,000.00	100,960.00	94,216.92	6,743.08
Supplies and materials	30,560.00		30,560.00	13,323.31	17,236.69
Other objects	25,276.00	11,500.00	36,776.00	27,415.50	9,360.50
Total school sponsored co/extra - curricular activities - Instruction	537,796.00	500.00	538,296.00	466,799.57	71,496.43
School sponsored athletics - Instruction:					
Salaries	780,000.00	85,000.00	865,000.00	857,812.75	7,187.25
Purchased services (300-500 Series)	235,821.00	(10,000.00)	225,821.00	200,256.33	25,564.67
Supplies and materials	320,071.00	(74,942.00)	245,129.00	227,890.84	17,238.16
Other objects	46,800.00	464.00	47,264.00	45,389.00	1,875.00
Total school sponsored athletic activities - Instruction	1,382,692.00	522.00	1,383,214.00	1,331,348.92	51,865.08
Other instructional programs:					
Summer Enrichment Salaries- Instructional	128,500.00	(7,183.00)	121,317.00	121,316.25	0.75
Summer Enrichment General Supplies	6,500.00	23,793.00	30,293.00	26,544.99	3,748.01
Enrichment Salaries of Teachers		35,720.00	35,720.00	35,282.50	437.50
Enrichment Salaries - Support		10,330.00	10,330.00	7,415.74	2,914.26
Subtotal other instructional programs	135,000.00	62,660.00	197,660.00	190,559.48	7,100.52
Total special programs	2,055,488.00	63,682.00	2,119,170.00	1,988,707.97	130,462.03
Total instructional programs	$ 59,842,694.00	$ (443,779.06)	$ 59,398,914.94	$ 58,021,692.50	$ 1,377,222.44

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE UNAUDITED FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed expenditures:					
Instruction:					
Tuition to other LEAs within the state - special		$ 12,000.00	$ 12,000.00	$ 7,192.42	$ 4,807.58
Tuition County Vocational school district - special		11,554.00	11,554.00	8,087.80	3,466.20
Tuition to county spec. serv - district and regional	$ 679,327.00	306,000.00	985,327.00	893,042.00	92,285.00
Tuition to private schools-disabled within the state	2,942,752.00	(745,941.00)	2,196,811.00	1,954,594.58	242,216.42
Tuition - other		86,272.00	86,272.00	76,297.59	9,974.41
Total undistributed expenditures - instruction	3,622,079.00	(330,115.00)	3,291,964.00	2,939,214.39	352,749.61
Attendance and social work:					
Salaries	8,000.00		8,000.00	7,849.06	150.94
Other purchased services (400-500 Series)	6,000.00	900.00	6,900.00	6,900.00	
Total attendance and Social Work	14,000.00	900.00	14,900.00	14,749.06	150.94
Health services:					
Salaries	1,579,595.00	(102,500.00)	1,477,095.00	1,389,789.12	87,305.88
Purchased professional and technical services	18,000.00	23,500.00	41,500.00	25,915.88	15,584.12
Other purchased services (400-500 Series)	2,086.00	3,500.00	5,586.00	5,103.00	483.00
Supplies and materials	52,953.00	(6,000.00)	46,953.00	29,155.17	17,797.83
Supplies and materials - Menstrual Products		682.00	682.00	681.31	0.69
Total health services	1,652,634.00	(80,818.00)	1,571,816.00	1,450,644.48	121,171.52
Other support services - student-related services:					
Salaries	2,796,048.00	(46,000.00)	2,750,048.00	2,675,005.15	75,042.85
Purchased professional - educational services	1,186,200.00	(23,500.00)	1,162,700.00	1,011,446.97	151,253.03
Supplies and materials	55,000.00	20,052.99	75,052.99	45,685.40	29,367.59
Other objects	4,300.00	3,000.00	7,300.00	7,292.05	7.95
Total other support services - student-related services	4,041,548.00	(46,447.01)	3,995,100.99	3,739,429.57	255,671.42
Other support services - students - regular:					
Salaries of other professional staff	2,028,524.00	(139,400.00)	1,889,124.00	1,809,067.26	80,056.74
Salaries of secretarial & clerical assistants	190,481.00		190,481.00	187,262.53	3,218.47
Purchased professional - educational services	2,000.00	3,000.00	5,000.00	2,331.15	2,668.85
Other purchase services (400-500 Series)	5,400.00		5,400.00	2,309.25	3,090.75
Supplies and materials	61,000.00		61,000.00	58,376.09	2,623.91
Other objects	575.00		575.00	170.00	405.00
Total other support services - students - regular	$ 2,287,980.00	$ (136,400.00)	$ 2,151,580.00	$ 2,059,516.28	$ 92,063.72

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE UNAUDITED FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other support services - students - special:					
Salaries of other professional staff	$ 3,179,548.00	$ 52,000.00	$ 3,231,548.00	$ 3,165,764.77	$ 65,783.23
Salaries of secretarial & clerical assistants	407,897.00	21,000.00	428,897.00	414,624.63	14,272.37
Purchased professional - educational services	82,550.00	127,000.00	209,550.00	180,101.45	29,448.55
Miscellaneous purchased services (400-500 Series other than residential costs)	66,545.00	16,901.25	83,446.25	62,411.26	21,034.99
Supplies and materials	110,895.00	(33,004.04)	77,890.96	59,935.10	17,955.86
Other objects	500.00		500.00		500.00
Total other support services - students - special	3,847,935.00	183,897.21	4,031,832.21	3,882,837.21	148,995.00
Improvement of instructional services:					
Salaries of supervisors of instruction	1,231,958.00	11,000.00	1,242,958.00	1,229,495.46	13,462.54
Salaries of other professional staff	56,450.00	14,100.00	70,550.00	69,014.98	1,535.02
Salaries of secretarial & clerical assistants	149,447.00		149,447.00	148,807.62	639.38
Purchased professional - educational services	106,600.00	2,500.00	109,100.00	104,615.00	4,485.00
Other purchased services (400-500 Series)	60,000.00	4,000.00	64,000.00	59,682.63	4,317.37
Supplies and materials	7,500.00	(4,100.00)	3,400.00	2,170.72	1,229.28
Other objects	28,000.00	(500.00)	27,500.00	27,261.00	239.00
Total improvement of instructional services	1,639,955.00	27,000.00	1,666,955.00	1,641,047.41	25,907.59
Educational media services/school library:					
Salaries	776,871.00	(8,000.00)	768,871.00	706,736.72	62,134.28
Other purchased services (400-500 Series)	14,000.00		14,000.00	10,339.18	3,660.82
Supplies and materials	83,883.00	2,000.00	85,883.00	83,136.52	2,746.48
Total educational media services/school library	874,754.00	(6,000.00)	868,754.00	800,212.42	68,541.58
Instructional staff training services:					
Salaries of supervisors of instruction	331,967.00		331,967.00	324,499.68	7,467.32
Salaries of secretarial & clerical assistants	53,048.00		53,048.00	52,093.20	954.80
Purchased professional - educational services	18,900.00	9,000.00	27,900.00	25,531.90	2,368.10
Other purchased services (400-500 Series)	30,000.00	22,500.00	52,500.00	49,979.80	2,520.20
Supplies and materials	1,800.00		1,800.00	1,150.94	649.06
Other objects	200.00		200.00		200.00
Total instructional staff training services	$ 435,915.00	$ 31,500.00	$ 467,415.00	$ 453,255.52	$ 14,159.48

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE UNAUDITED FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Support services - general administration:					
Salaries	$ 457,000.00	$ (38,900.00)	$ 418,100.00	$ 415,017.32	$ 3,082.68
Unused Vacation Pay		22,000.00	22,000.00	21,779.17	220.83
Legal services	225,000.00	123,000.00	348,000.00	340,926.93	7,073.07
Audit Fee	55,000.00		55,000.00	54,500.00	500.00
Architectural/Engineering Services	165,000.00	(53,215.00)	111,785.00	105,194.19	6,590.81
Other purchased professional services	85,000.00	(71,000.00)	14,000.00	12,517.89	1,482.11
Communications/telephone	125,500.00	(25,600.00)	99,900.00	89,130.12	10,769.88
BOE other purchased services	3,800.00	2,000.00	5,800.00	2,964.14	2,835.86
Other purchased services (400-500)	660,595.00	49,600.00	710,195.00	709,527.68	667.32
General supplies	11,500.00	24.00	11,524.00	8,108.95	3,415.05
BOE in-house training/meeting supplies	1,000.00		1,000.00	370.50	629.50
Judge Against the School Entity		200,000.00	200,000.00	200,000.00	
Miscellaneous expenditures	11,000.00		11,000.00	9,821.40	1,178.60
BOE membership dues and fees	28,000.00		28,000.00	27,738.90	261.10
Total support services - general administration	1,828,395.00	207,909.00	2,036,304.00	1,997,597.19	38,706.81
Support services - school administration:					
Salaries of principals/assistant principals	2,431,000.00		2,431,000.00	2,363,067.24	67,932.76
Salaries of other professional staff	465,065.00		465,065.00	456,314.34	8,750.66
Salaries of secretarial and clerical assistants	1,763,088.00	45,550.00	1,808,638.00	1,757,477.38	51,160.62
Unused Vacation Payments		199,660.00	199,660.00	199,653.39	6.61
Purchased Professional & Tech Services		1,000.00	1,000.00	840.63	159.37
Other purchased services (400-500 Series)	22,000.00	13,000.00	35,000.00	33,652.15	1,347.85
Supplies and materials	86,502.00	6,066.29	92,568.29	57,374.42	35,193.87
Other objects	32,500.00		32,500.00	27,355.00	5,145.00
Total support services - school administration	4,800,155.00	265,276.29	5,065,431.29	4,895,734.55	169,696.74
Central services:					
Salaries	1,208,053.00	(9,011.00)	1,199,042.00	1,180,516.24	18,525.76
Unused Vacation Payout		12,700.00	12,700.00	12,686.11	13.89
Purchased technical services	25,800.00	28,000.00	53,800.00	52,326.60	1,473.40
Miscellaneous purchased services (400-500 Series)	17,000.00	3,000.00	20,000.00	17,969.24	2,030.76
Supplies and materials	9,000.00	(900.00)	8,100.00	5,865.94	2,234.06
Miscellaneous expenditures	8,500.00	900.00	9,400.00	9,238.40	161.60
Total central services	$ 1,268,353.00	$ 34,689.00	$ 1,303,042.00	$ 1,278,602.53	$ 24,439.47

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE UNAUDITED FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Admin. Info. technology:					
Salaries	$ 1,087,517.00		$ 1,087,517.00	$ 1,035,574.83	$ 51,942.17
Unused Vacation Payments - Term/Ret Staff		$ 32,011.00	32,011.00	32,011.00	
Other purchased services (400-500 Series)	400.00	1,300.00	1,700.00	1,251.49	448.51
Supplies and materials	2,000.00	(800.00)	1,200.00	124.14	1,075.86
Total admin. Info. technology	1,089,917.00	32,511.00	1,122,428.00	1,068,961.46	53,466.54
Required maintenance for school facilities:					
Salaries	1,080,659.00	(40,585.00)	1,040,074.00	963,595.54	76,478.46
Unused Vacation Payments - Term/Ret Staff		12,585.00	12,585.00	12,584.91	0.09
Cleaning, repair and maintenance services	470,000.00	(132,016.70)	337,983.30	172,273.69	165,709.61
Lead Testing of Drinking Water	15,500.00	1,500.00	17,000.00	15,759.00	1,241.00
General supplies	425,000.00	(117,451.12)	307,548.88	214,823.64	92,725.24
Other objects	4,500.00	3,500.00	8,000.00	5,605.00	2,395.00
Total required maintenance for school facilities	1,995,659.00	(272,467.82)	1,723,191.18	1,384,641.78	338,549.40
Custodial Services:					
Salaries	3,747,856.00	220,085.00	3,967,941.00	3,902,718.65	65,222.35
Salaries of Noninstructional Aides	595,670.00	(181,000.00)	414,670.00	380,940.09	33,729.91
Unused Vacation Payments		8,500.00	8,500.00	8,403.99	96.01
Purchased professional and technical services	374,000.00	(31,989.00)	342,011.00	255,701.25	86,309.75
Cleaning, repair and maintenance services	80,000.00	51,332.00	131,332.00	89,842.79	41,489.21
Other Purchased Property Services	947,012.00	126,200.00	1,073,212.00	1,056,369.59	16,842.41
Insurance	481,000.00		481,000.00	463,046.19	17,953.81
Miscellaneous purchased services	94,500.00		94,500.00	89,724.34	4,775.66
General supplies	293,500.00	103,488.34	396,988.34	359,155.35	37,832.99
Energy (natural gas)	259,975.00	18,637.19	278,612.19	182,460.20	96,151.99
Energy (electricity)	1,752,523.00	90,010.52	1,842,533.52	1,806,857.70	35,675.82
Energy (oil)	53,412.00	9,400.00	62,812.00	42,393.91	20,418.09
Other objects facilities	5,500.00	1,500.00	7,000.00	6,317.00	683.00
Total custodial services:	8,684,948.00	416,164.05	9,101,112.05	8,643,931.05	457,181.00
Care and Upkeep of Grounds:					
Salaries	73,767.00	8,000.00	81,767.00	77,375.18	4,391.82
Cleaning, repair and maintenance services	311,000.00		311,000.00	224,063.48	86,936.52
General supplies	44,000.00		44,000.00	30,492.92	13,507.08
Other objects	500.00		500.00	340.00	160.00
Total care and upkeep of grounds:	$ 429,267.00	$ 8,000.00	$ 437,267.00	$ 332,271.58	$ 104,995.42

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE UNAUDITED FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Security:					
Salaries	$ 1,592,881.00	$ 25,000.00	$ 1,617,881.00	$ 1,586,944.70	$ 30,936.30
Purchased professional & technical services	43,000.00		43,000.00	21,249.00	21,751.00
Cleaning, repair and maintenance services	15,000.00	(4,000.00)	11,000.00	2,510.00	8,490.00
General supplies	12,800.00	6,625.00	19,425.00	17,347.86	2,077.14
Other objects	2,200.00		2,200.00	1,934.00	266.00
Total security:	1,665,881.00	27,625.00	1,693,506.00	1,629,985.56	63,520.44
Total operation and maintenance of plant services	12,775,755.00	179,321.23	12,955,076.23	11,990,829.97	964,246.26
Student transportation services:					
Salaries of non-instructional aides	392,257.00		392,257.00	387,147.13	5,109.87
Salaries of Pupil transportation - (between home and school) - regular	2,885,512.00	(330,000.00)	2,555,512.00	2,506,230.84	49,281.16
special education	428,040.00	(75,000.00)	353,040.00	308,542.06	44,497.94
Unused Vac Pay - Term/Ret Staff		23,140.00	23,140.00	22,507.85	632.15
Management fee transportation	167,000.00	76,000.00	243,000.00	218,093.42	24,906.58
Other purchased professional and technical services	10,500.00		10,500.00	9,244.88	1,255.12
Cleaning, repair and maintenance services	26,000.00	21,000.00	47,000.00	20,456.28	26,543.72
Lease purchase payments - School Buses	990,040.00		990,040.00	976,411.46	13,628.54
Contracted services - aid in lieu of payments - nonpublic schools	347,000.00	34,000.00	381,000.00	362,943.00	18,057.00
Contracted services - (between home and school) - vendors	285,000.00	155,000.00	440,000.00	399,391.44	40,608.56
Contracted services (regular) - ESC and CTSA's	1,025,020.00	884,192.00	1,909,212.00	1,791,637.95	117,574.05
Contracted services (special education students) ESC's and CTSA's	2,746,196.00	(103,477.99)	2,642,718.01	2,557,257.60	85,460.41
Miscellaneous purchased services - Transportation	131,000.00	9,000.00	140,000.00	132,032.43	7,967.57
General Supplies	2,500.00	5,000.00	7,500.00	4,910.30	2,589.70
Transportation supplies	600,000.00		600,000.00	551,550.71	48,449.29
Other Objects	8,800.00		8,800.00	6,815.00	1,985.00
Total student transportation services	$ 10,044,865.00	$ 698,854.01	$ 10,743,719.01	$ 10,255,172.35	$ 488,546.66

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE UNAUDITED FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Student Transportation Services - Employee Benefits					
Group insurance					
Social Security Contributions	$ 283,500.00	$ (20,000.00)	$ 263,500.00	$ 244,946.80	$ 18,553.20
Total student transportation services - employee benefits	283,500.00	(20,000.00)	263,500.00	244,946.80	18,553.20
Unallocated benefits - Employee benefits:					
Social security contribution	1,842,400.00		1,842,400.00	1,731,831.72	110,568.28
Other retirement contributions - regular	2,498,401.00		2,498,401.00	2,483,328.38	15,072.62
Workmen's compensation	962,316.00	(334,192.00)	628,124.00	628,123.52	0.48
Health benefits	24,627,307.00	(185,000.00)	24,442,307.00	23,434,523.70	1,007,783.30
Tuition reimbursement	106,000.00	10,000.00	116,000.00	95,101.54	20,898.46
Other employee benefits	861,800.00	97,000.00	958,800.00	864,281.81	94,518.19
Total unallocated benefits - employee benefits	30,898,224.00	(412,192.00)	30,486,032.00	29,237,190.67	1,248,841.33
On behalf - TPAF - Pension Contribution (Non-budgeted)				19,264,145.00	(19,264,145.00)
On behalf - TPAF - Post Retirement Medical (Non-budgeted)				5,628,999.00	(5,628,999.00)
On behalf - TPAF - Non-Contributory Insurance (Non-budgeted)				9,351.00	(9,351.00)
Reimbursed TPAF social security contributions (Non-budgeted)				4,376,926.05	(4,376,926.05)
Total on behalf - Contributions				29,279,421.05	(29,279,421.05)
Total personal services - employee benefits	31,181,724.00	(432,192.00)	30,749,532.00	58,761,558.52	(28,012,026.52)
Total undistributed expenditures	$ 81,405,964.00	$ 629,885.73	$ 82,035,849.73	$ 107,229,362.91	$ (25,193,513.18)
TOTAL EXPENDITURES - CURRENT EXPENSE	$ 141,248,658.00	$ 186,106.67	$ 141,434,764.67	$ 165,251,055.41	$ (23,816,290.74)
CAPITAL OUTLAY:					
Equipment-High School		$ 2,147.00	$ 2,147.00	$ 2,147.00	
Equipment - Athletics		9,400.00	9,400.00	5,912.75	$ 3,487.25
Equipment - Special Services		3,140.00	3,140.00	3,140.00	
Total equipment - regular programs - instruction		$ 14,687.00	$ 14,687.00	$ 11,199.75	$ 3,487.25

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE UNAUDITED FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Facilities acquisition and construction services:					
Architectural/Engineering Services	$ 80,000.00		$ 80,000.00	$ 12,052.50	$ 67,947.50
Construction Services	150,000.00	$ 300,000.00	450,000.00	256,485.85	193,514.15
Debt service assessment SDA funding	106,185.00		106,185.00	106,185.00	
Total facilities acquisition - other	336,185.00	300,000.00	636,185.00	374,723.35	261,461.65
Assets acquired under capital lease (non-budgeted):					
Undistributed Expenditures:					
Instruction				2,244,300.00	(2,244,300.00)
TOTAL EXPENDITURES - CAPITAL OUTLAY	336,185.00	314,687.00	650,872.00	2,630,223.10	(1,979,351.10)
Transfer of Funds to Charter Schools	479,072.00	(80,000.00)	399,072.00	396,979.00	2,093.00
Total of Funds to Charter Schools	479,072.00	(80,000.00)	399,072.00	396,979.00	2,093.00
TOTAL GENERAL FUND EXPENDITURES	142,063,915.00	420,793.67	142,484,708.67	168,278,257.51	(25,793,548.84)
Excess/(deficiency) of revenues over/(under) expenditures	(3,586,204.00)	(99,045.67)	(3,685,249.67)	1,051,849.92	(4,737,099.59)
Other financing sources/(uses):					
Operating Transfers in/(out)					
From Enterprise Fund (64 & 65)	400,000.00		400,000.00	167,000.00	233,000.00
Capital Lease Proceeds				2,244,300.00	2,244,300.00
Total other financing sources/(uses)	400,000.00		400,000.00	2,411,300.00	2,477,300.00
Excess/(deficiency) of revenues and other financing sources over/(under) expenditures and other financing sources/(uses)	$ (3,186,204.00)	$ (99,045.67)	$ (3,285,249.67)	$ 3,463,149.92	$ 6,748,399.59
Fund balance, July 1	9,648,094.91		9,648,094.91	9,648,094.91	
Fund balance, June 30	$ 6,461,890.91	$ (99,045.67)	$ 6,362,845.24	$ 13,111,244.83	$ 6,748,399.59

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE UNAUDITED FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Fund balance appropriated per budget	$ 3,186,704.00				
Less: Increase in capital reserve	500.00				
	$ 3,186,204.00				
Detail of budget transfers:					
Prior Year Reserve for Encumbrances		$ 99,045.67			
Other State Aid		300,000.00			
Miscellaneous Revenue		21,748.00			
		$ 420,793.67			
Recapitulation of Fund Balance:					
Restricted Fund Balance:					
Unemployment				$ 115,609.09	
Reserved for Encumbrances				136,417.20	
Excess surplus - designated for subsequent year's expenditures (2025-2026)				2,964,001.70	
Reserved for excess surplus (2026-2027)				6,703,125.11	
Capital reserve				23,552.00	
Unassigned - Fund Balance (2%)				3,168,539.73	
				$ 13,111,244.83	
Reconciliation to governmental funds statements (GAAP):					
Less: Last State Aid payment not recognized on GAAP basis				1,194,055.00	
Fund balance per governmental funds (GAAP)				$ 11,917,189.83	

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Final Budget	Actual	Variance Final to Actual
REVENUES:			
Federal Sources	$ 2,126,308.83	$ 1,912,592.69	$ 213,716.14
State Sources	7,397.00		7,397.00
Local Sources	1,866,580.77	1,337,991.50	528,589.27
Total Revenues	$ 4,000,286.60	$ 3,250,584.19	$ 749,702.41
EXPENDITURES:			
Instruction:			
Salaries	$ 195,358.44	$ 162,668.50	$ 32,689.94
Other Purchased Services	1,359,629.00	1,355,379.00	4,250.00
General Supplies	30,779.59	20,493.27	10,286.32
Total Instruction	$ 1,585,767.03	$ 1,538,540.77	$ 47,226.26
Support Services:			
Salaries	$ 73,668.00	$ 42,642.25	31,025.75
Personal Services - Employee Benefits	8,321.00	8,078.00	243.00
Purchased Professional and Technical Services	427,644.61	307,097.50	120,547.11
Other Purchased Professional Services	13,622.00	9,674.00	3,948.00
Supplies and Materials	24,083.19	6,110.17	17,973.02
Other Objects	1,867,180.77	1,274,903.48	592,277.29
Total Support Services	$ 2,414,519.57	$ 1,648,505.40	$ 766,014.17
Total Expenditures	$ 4,000,286.60	$ 3,187,046.17	$ 813,240.43
Excess (Deficiency) of Revenue Over/(Under) Expenditires		$ 63,538.02	$ (63,538.02)
Beginning - Fund Balance		754,888.73	
Fund Balance, June 30		$ 818,426.75	

Detail of Fund Balance	June 30, 2024	June 30, 2025
IPAD	$ 160,394.95	$ 197,032.42
Scholarship	14,630.39	14,294.18
Student Activities	579,863.39	607,100.15
	$ 754,888.73	$ 818,426.75

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

Exhibit C-3

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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-1	$ 169,330,107.43	C-2	$ 3,250,584.19
Difference - Budget to GAAP:				
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		None		None
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.		1,049,295.00		None
State aid payments recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.		(1,194,055.00)		None
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	B-2	$ 169,185,347.43	B-2	$ 3,250,584.19
Uses/Outflows of Resources:				
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule.	C-1	$ 168,278,257.51	C-2	$ 3,187,046.17
Difference - Budget to GAAP:				
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.		N/A		N/A
Total expenditures as reported on the statement of revenues, expenditures and change in fund balance - governmental funds.	B-2	$ 168,278,257.51	B-2	$ 3,187,046.17

REQUIRED SUPPLEMENTARY INFORMATION – PART III

SCHEDULES RELATED TO ACCOUNTING AND REPORTING

FOR PENSION (GASB 68)

Schedule L-1

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)
LAST TEN (10) FISCAL YEARS

Year	District's Proportion of Net Pension Liability	District's Proportionate Share of Net Pension Liability (asset)	District's Covered-Employee Payroll	District's Proportionate Share of Net Pension Liability (asset) as Percentage of Covered-Employee Payroll	Plan Fiduciary Net Position as Percentage of Total Pension Liability
2025	0.1818489582 %	$ 24,709,720	$ 14,128,719	174.90 %	68.22 %
2024	0.1887300078	27,336,360	14,348,301	190.52	65.23
2023	0.181889663	27,449,654	14,015,910	195.85	62.91
2022	0.1916352922	22,702,073	13,529,430	167.80	70.33
2021	0.1831049682	29,859,632	13,861,339	220.70	58.32
2020	0.1778422432	32,044,508	13,208,657	231.10	56.27
2019	0.1742602112	34,310,965	12,230,395	259.76	46.40
2018	0.1729852330	40,261,980	12,080,496	329.19	51.90
2017	0.1657768660	49,098,353	11,710,198	406.43	40.14
2016	0.1637240820	36,752,723	11,307,428	313.85	47.92

Notes to Required Supplementary Information:

Benefit Changes - there were none.

Changes of Assumptions - the discount rate as of June 30, 2024 and June 30, 2023 was 7.00%.

Schedule L-2

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF DISTRICT'S CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)
LAST TEN (10) FISCAL YEARS

Year	Contractually Required Contribution	Contributions in Relation to Contractually Required Contributions	Contribution Deficiency (Excess)	District's Covered-Employee Payroll	Contributions as Percentage of Covered-Employee Payroll
2025	$ 2,370,243	$ 2,370,243	-	$ 14,128,719	16.78 %
2024	2,522,428	2,522,428	-	14,348,301	17.58
2023	2,293,716	2,478,857	(185,141)	14,366,360	15.97
2022	2,244,272	2,244,272	-	14,015,910	16.01
2021	2,003,076	2,003,076	-	13,529,430	14.81
2020	1,728,891	1,728,891	-	13,861,339	12.47
2019	1,733,328	1,733,328	-	13,208,657	13.12
2018	1,544,244	1,544,244	-	12,230,395	14.17
2017	1,472,738	1,472,738	-	12,080,496	12.78
2016	1,407,588	1,407,588	-	11,710,198	12.58

Notes to Required Supplementary Information:

Benefit Changes - there were none.

Changes of Assumptions - the discount rate as of June 30, 2024 and June 30, 2023 was 7.00%.

Schedule L-3

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF DISTRICT CONTRIBUTIONS
TEACHERS PENSION AND ANNUITY FUND (TPAF)
LAST TEN (10) FISCAL YEARS

Year	District's Proportion of Net Pension Liability	Proportionate Share of Net Pension Liability (Asset)			District's Covered-Employee Payroll	District's Proportionate Share of Net Pension Liability (asset) as Percentage of Covered-Employee Payroll	Plan Fiduciary Net Position as Percentage of Total Pension Liability
		District	State	Total			
2025	0.0458975408 %	$ None	$ 234,227,403	$ 234,227,403	$ 57,242,712	None	24.44 %
2024	0.0458975408	None	234,227,403	234,227,403	57,242,712	None	24.44
2023	0.4540769835	None	234,278,367	234,278,367	55,108,044	None	32.29
2022	0.4464189940	None	214,616,776	214,616,776	53,816,274	None	35.52
2021	0.4181732716	None	275,362,068	275,362,068	51,991,064	None	32.62
2020	0.4164682455	None	255,590,493	255,590,493	50,604,322	None	26.95
2019	0.4019919043	None	255,738,615	255,738,615	48,577,455	None	26.48
2018	0.3930787268	None	265,027,851	265,027,851	44,349,490	None	25.41
2017	0.3912233955	None	307,761,232	307,761,232	43,025,213	None	22.33
2016	0.3879430279	None	245,196,560	245,196,560	41,484,946	None	28.71

Notes to Required Supplementary Information:

Benefit Changes - there were none.

Changes of Assumptions - the discount rate as of June 30, 2024 and June 30, 2023 was 7.00%.

SCHEDULES RELATED TO ACCOUNTING AND REPORTING

FOR OPEB (GASB 75)

Exhibit M-1

MONROE TOWNSHIP SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE DISTRICT'S
TOTAL OPEB LIABILITY FOR PERS AND TPAF AND RELATED RATIOS
LAST EIGHT (8) FISCAL YEARS *

Total OPEB Liability	2025	2024	2023	2022	2021	2020	2019	2018
Service cost	$ 10,265,987	$ 10,096,928	$ 13,141,621	$ 14,807,613	$ 8,144,214	$ 7,405,544	$ 8,081,497	$ 9,749,155
Interest	7,737,311	7,139,458	5,179,350	5,947,211	5,472,126	6,377,896	6,698,461	5,756,027
Changes of benefit items	-	-	-	-	-	-	-	-
Differences between expected and actual experience	2,451,856	(4,984,261)	5,253,373	(39,625,339)	46,856,376	(20,845,936)	(13,795,777)	-
Changes of assumptions or other inputs	17,584,916	408,594	(52,428,270)	226,181	46,155,900	2,241,234	(18,316,673)	(24,619,437)
Changes in benefit terms	-	-	-	(244,018)	-	-	-	-
Benefit payments	(5,909,110)	(5,565,324)	(5,130,299)	(4,684,737)	(4,398,946)	(4,614,275)	(4,268,061)	(4,193,931)
Contributions from members	202,334	182,959	164,583	152,041	133,332	136,780	147,514	154,431
Net changes in total OPEB liability	32,333,294	7,278,354	(33,819,642)	(23,421,048)	102,363,002	(9,298,757)	(21,453,039)	(13,153,755)
Total OPEB liability - beginning	202,717,376	195,439,022	229,258,664	252,679,712	150,316,710	159,615,467	181,068,506	194,222,261
Total OPEB liability - ending	$ 235,050,667	$ 202,717,376	$ 195,439,022	$ 229,258,664	$ 252,679,712	$ 150,316,710	$ 159,615,467	$ 181,068,506
Covered-employee payroll (PERS and TPAF)	$ 72,473,005	$ 71,591,013	$ 82,371,210	$ 67,345,704	$ 65,520,494	$ 64,466,159	$ 61,786,113	$ 56,579,885
Total OPEB liability as a percentage of covered-employee payroll	None	None	None	None	None	None	None	None

Note: Only the last eight (8) years of information are presented as GASB 75 was implemented during fiscal year ended June 30, 2018. Eventually a full ten (10) years schedule will be compiled.

Notes to Required Supplementary Information:

For pre-Medicare medical benefits, the trend rate is initially 7.5% and decreases to a 4.5% long-term trend rate after nine (9) 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 2033. 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 (9) years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Changes of Assumptions - The discount rate utilized was 3.65% for June 30, 2023 and 3.93% as of June 30, 2024.

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
SPECIAL REVENUE FUND - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Title I 2024-2025 Regular	Title II 2024-2025 Part A	Title III 2024-2025 Regular	Title III 2024-2025 Immigrant	Title IV 2024-2025 Regular	I.D.E.A. Part B 2024-2025 Regular Program	I.D.E.A. Part B 2024-2025 Preschool
REVENUES:							
Federal sources	$ 161,756.81	$ 75,127.93	$ 27,943.54	$ 3,757.45	$ 7,190.00	$ 1,571,727.50	$ 52,822.00
Local sources							
Total revenues	$ 161,756.81	$ 75,127.93	$ 27,943.54	$ 3,757.45	$ 7,190.00	$ 1,571,727.50	$ 52,822.00
EXPENDITURES:							
Instruction:							
Salaries	$ 97,004.00		$ 9,652.50		$ 3,190.00		$ 52,822.00
Other purchased services				$ 950.00		$ 1,352,179.00	
General Supplies	5,322.86		8,636.75	2,807.45			
Total instruction	102,326.86		18,289.25	3,757.45	3,190.00	1,352,179.00	52,822.00
Support services:							
Salaries	12,400.00	25,312.00	2,915.00				
Personal services-employee benefits	6,887.00	465.00	572.00				
Purchased professional and technical services	40,000.00	43,549.00			4,000.00	219,548.50	
Other Purchased Services		3,752.00	1,800.00				
General Supplies	142.95	1,599.93	4,367.29				
Other Objects		450.00					
Total support services	59,429.95	75,127.93	9,654.29		4,000.00	219,548.50	
Total expenditures	$ 161,756.81	$ 75,127.93	$ 27,943.54	$ 3,757.45	$ 7,190.00	$ 1,571,727.50	$ 52,822.00
Excess/(deficiency of revenues over/ (under) expenditures							
Fund balance, beginning of year							
Fund balance, end of year							

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
SPECIAL REVENUE FUND - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Advance African Studies 2024-2025	Student Activities 2024-2025	Scholarship 2024-2025	IPAD Fund 2024-2025	Total
REVENUES:					
Federal sources	$ 12,267.46				$ 1,912,592.69
Local sources		$ 1,286,717.38	$ 14,636.65	$ 36,637.47	1,337,991.50
Total revenues	$ 12,267.46	$ 1,286,717.38	$ 14,636.65	$ 36,637.47	$ 3,250,584.19
EXPENDITURES:					
Instruction:					
Salaries					162,668.50
Other purchased services	$ 2,250.00				1,355,379.00
General Supplies	3,726.21				20,493.27
Total instruction	5,976.21				$ 1,538,540.77
Support services:					
Salaries	2,015.25				42,642.25
Personal services-employee benefits	154.00				8,078.00
Purchased professional and technical services					307,097.50
Other Purchased Services	4,122.00				9,674.00
General Supplies					6,110.17
Other Objects		$ 1,259,480.62	$ 14,972.86		1,274,903.48
Total support services	6,291.25	1,259,480.62	14,972.86		1,648,505.40
Total expenditures	$ 12,267.46	$ 1,259,480.62	$ 14,972.86		$ 3,187,046.17
Excess/(deficiency of revenues over/ (under) expenditures		$ 27,236.76	$ (336.21)	$ 36,637.47	$ 63,538.02
Fund balance, beginning of year		579,863.39	14,630.39	160,394.95	754,888.73
Fund balance, end of year		$ 607,100.15	$ 14,294.18	$ 197,032.42	$ 818,426.75

BOARD OF EDUCATION
MONROE TOWNSHIP SCHOOL DISTRICT
COUNTY OF MIDDLESEX
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Balance July 1, 2024	Cash Receipts	Cash Disbursements	Balance June 30, 2025
Elementary Schools:				
Barclay Brook	$ 21,777.72	$ 4,207.71	$ 5,002.81	$ 20,982.62
Applegarth	14,838.81	16,871.98	30,249.43	1,461.36
Woodland	17,137.50	12,150.32	8,142.75	21,145.07
Mill Lake	16,670.86	1,186.32	1,733.00	16,124.18
Brookside	19,517.81	15,317.19	10,677.36	24,157.64
Oak Tree	11,479.87	19,239.98	19,931.04	10,788.81
Total Elementary Schools	$ 101,422.57	$ 68,973.50	$ 75,736.39	$ 94,659.68
Middle School:				
Middle School Account	$ 87,083.02	$ 255,511.59	$ 249,561.10	$ 93,033.51
Total Middle School	$ 87,083.02	$ 255,511.59	$ 249,561.10	$ 93,033.51
Senior High School:				
High School	$ 382,776.21	$ 933,988.37	$ 910,094.19	$ 406,670.39
School Store	8,581.59	28,243.92	24,088.94	12,736.57
Total Senior High School	$ 391,357.80	$ 962,232.29	$ 934,183.13	$ 419,406.96
Total All Schools	$ 579,863.39	$ 1,286,717.38	$ 1,259,480.62	$ 607,100.15

CAPITAL PROJECTS FUND

Exhibit F-1

BOARD OF EDUCATION
MONROE TOWNSHIP SCHOOL DISTRICT
COUNTY OF MIDDLESEX
CAPITAL PROJECTS FUND
SUMMARY STATEMENT OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Project Title/Issue	Original Date	Appropriations	Expenditures to Date: Prior Years	Expenditures to Date: Current Year	Unexpended Balance June 30, 2025
Applegarth School Roof	06/30/24	$ 3,511,500.00	$ 47,575.00	$ 373,299.71	$ 3,090,625.29
HVAC	06/30/24	6,613,670.00	26,410.00	1,427,831.68	5,159,428.32
ESIP	04/09/25	12,857,195.23		2,690,702.89	10,166,492.34
		$ 22,982,365.23	$ 73,985.00	$ 4,491,834.28	$ 18,416,545.95

Exhibit F-2

BOARD OF EDUCATION
MONROE TOWNSHIP SCHOOL DISTRICT
COUNTY OF MIDDLESEX
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Revenues	
ESIP - Bond Proceeds	$ 12,853,946.18
Interest	3,249.05
Total revenues	$ 12,857,195.23
Expenditures	
Purchase Professional/Technical Services	$ 99,615.67
Construction Services	1,789,203.94
Architect	11,927.45
Equipment	2,591,087.22
Total expenditures	$ 4,491,834.28
Net change in fund balance	$ 8,365,360.95
Fund balance, beginning	10,051,185.00
Fund balance, ending	$ 18,416,545.95

Exhibit F-2a

BOARD OF EDUCATION
MONROE TOWNSHIP SCHOOL DISTRICT
COUNTY OF MIDDLESEX
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
ROOF UPGRADES- APPLEGARTH
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Prior Year	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
Grant - SDA	$ 1,404,600.00		$ 1,404,600.00	
Grant - NJDOE	400,000.00		400,000.00	
Municipal Contribution	1,631,798.00		1,631,798.00	
District Contributions	75,102.00		75,102.00	
Total revenues	$ 3,511,500.00		$ 3,511,500.00	
Expenditures and Other Financing Uses				
Legal Fees				
Purchase Professional/Technical Services				
Architect Fees	$ 47,575.00	$ 6,527.45	$ 54,102.45	
Land and Land Improvements				
Supplies and Material				
Construction		366,772.26	366,772.26	
Equipment				
Total expenditures	$ 47,575.00	$ 373,299.71	$ 420,874.71	
Excess (deficiency) of revenues over/(under) expenditures	$ 3,463,925.00	$ (373,299.71)	$ 3,090,625.29	

Additional project information:	
Project Number - SDA	3290-300-23-G5WU
Project Number - DOE	3290-300-23-R502
Grant Date	6/30/2024
Project Authorization Date	6/30/2024
Project Amount Authorized	$ 3,511,500
Original Authorized Cost	$ 3,511,500
Additional Authorized Cost	
Revised Authorized Cost	$ 3,511,500
Percentage Increase over Original Authorized Cost	
Percentage completion	12%
Original target completion date	6/30/2026

Expenditure Allocation	Percentage	Prior Year	Current Year	Total
Grant - SDA	40%	$ 19,030.00	$ 149,319.88	$ 168,349.88
Grant - NJBOE	11%	5,423.55	42,556.17	47,979.72
Municipal Contribution	46%	22,122.38	173,584.36	195,706.74
District	2%	999.07	7,839.30	8,838.37
		$ 47,575.00	$ 373,299.71	$ 420,874.71

Exhibit F-2b

BOARD OF EDUCATION
MONROE TOWNSHIP SCHOOL DISTRICT
COUNTY OF MIDDLESEX
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
HVAC UPGRADES- APPLEGARTH
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
Grant - SDA	$ 2,645,468.00	$	$ 2,645,468.00	
Grant - NJDOE	600,000.00		600,000.00	
Municipal Contribution	3,368,202.00		3,368,202.00	
Total revenues	$ 6,613,670.00	$	$ 6,613,670.00	
Expenditures and Other Financing Uses				
Legal Fees				
Purchase Professional/Technical Services				
Architect Fees		$ 5,400.00	$ 5,400.00	
Land and Land Improvements				
Supplies and Material				
Construction	$ 26,410.00	1,422,431.68	1,448,841.68	
Equipment				
Total expenditures	$ 26,410.00	$ 1,427,831.68	$ 1,454,241.68	
Excess (deficiency) of revenues over/(under) expenditures	$ 6,587,260.00	$ (1,427,831.68)	$ 5,159,428.32	

Additional project information:	
Project Number - SDA	3290-300-23-G5WT
Project Number - DOE	3290-300-23-R501
Grant Date	6/30/2024
Project Authorization Date	6/30/2024
Project Amount Authorized	$ 6,613,670
Original Authorized Cost	$ 6,613,670
Additional Authorized Cost	
Revised Authorized Cost	$ 6,613,670
Percentage Increase over Original Authorized Cost	
Percentage completion	22%
Original target completion date	6/30/2026

Expenditure Allocation	Percentage	Prior Year	Current Year	Total
Grant - SDA	40.2%	$ 10,564.00	$ 571,132.67	$ 581,696.67
Grant - NJBOE	9.1%	2,403.31	129,932.68	132,335.99
Municipal Contribution	50.7%	13,442.69	720,663.33	734,106.02
		$ 26,410.00	$ 1,421,728.68	$ 1,448,138.68

Exhibit F-2c

BOARD OF EDUCATION
MONROE TOWNSHIP SCHOOL DISTRICT
COUNTY OF MIDDLESEX
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
ESIP - DISTRICT WIDE
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources			
ESIP Bond	$ 12,853,946.18	$ 12,853,946.18	
Interest	3,249.05	3,249.05	
Total revenues	$ 12,857,195.23	$ 12,857,195.23	
Expenditures and Other Financing Uses			
Legal Fees			
Purchase Professional/Technical Services	$ 99,615.67	$ 99,615.67	
Architect Fees			
Land and Land Improvements			
Supplies and Material			
Construction			
Equipment	2,591,087.22	2,591,087.22	
Total expenditures	$ 2,690,702.89	$ 2,690,702.89	
Excess (deficiency) of revenues over/(under) expenditures	$ 10,166,492.34	$ 10,166,492.34	

Additional project information:	
Project Authorization Date	1/15/2025
Project Amount Authorized	
Original Authorized Cost	12,853,946
Revised Authorized Cost	12,857,195
Percentage Increase over Original Authorized Cost	
Percentage completion	21%
Original target completion date	6/30/2026

NONCURRENT DEBT

Exhibit I-1

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
NONCURRENT (LONG-TERM) DEBT
SCHEDULE OF SERIAL BONDS
AS OF JUNE 30, 2025

Issue	Date of Original Issue	Amount of Issue	Annual Maturities Date	Annual Maturities Amount	Interest Rate	Balance July 1, 2024	Retired	Balance June 30, 2025
Refunding School District Bonds, Series 2015	3/26/2015	$ 62,600,000.00	3/1/2029	$ 3,385,000.00	3.00 %			
			3/1/2035	5,050,000.00	3.50	$ 11,130,000.00	$ 2,695,000.00	$ 8,435,000.00
School District Refunding Bonds, Series 2020 (Federally Taxable)	3/4/2020	85,785,000.00	8/1/2025	9,385,000.00	1.946 %			
			8/1/2026	9,610,000.00	2.071			
			8/1/2027	9,945,000.00	2.171			
			8/1/2028	6,420,000.00	2.249			
			8/1/2029	4,075,000.00	2.349			
			8/1/2030	4,390,000.00	2.399			
			8/1/2031	4,765,000.00	2.529			
			8/1/2032	4,885,000.00	2.629			
			8/1/2033	5,000,000.00	2.729			
			8/1/1934	None				
			8/1/2035	5,285,000.00	2.849			
			8/1/2036	2,875,000.00	2.899			
			8/1/2037	2,950,000.00	2.949	75,960,000.00	6,375,000.00	69,585,000.00
Total						$ 87,090,000.00	$ 9,070,000.00	$ 78,020,000.00
						Budgeted	$ 9,070,000.00	

Exhibit I-2

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
AS OF JUNE 30, 2025

Series	Interest Rate Payable	Amount of Original Issue	Balance July 1, 2024	Increased Current Year	Retired Current Year	Balance June 30, 2025
Various Equipment 19-20	2.509%	$ 2,506,500.00	$ 521,316.82		$ 521,316.82	
Various Equipment 20-21	1.098%	1,784,000.00	713,600.00		356,800.00	$ 356,800.00
Various Equipment 21-22	0.916%	1,761,026.00	1,056,615.60		352,205.20	704,410.40
Various Equipment 22-23	2.789%	3,559,500.00	2,847,600.00		711,900.00	2,135,700.00
Various Equipment 23-24	4.280%	3,328,000.00	3,328,000.00		637,715.41	2,690,284.59
Various Equipment 24-25	4.160%	2,244,300.00		$ 2,244,300.00		2,244,300.00
		$ 17,626,326.00	$ 8,467,132.42	$ 2,244,300.00	$ 2,579,937.43	$ 8,131,494.99

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Final Budget	Actual
REVENUES:			
Local Sources:			
Local Tax Levy	$ 10,909,834.00	$ 10,909,834.00	$ 10,909,834.00
State Sources:			
Debt Service Aid Type II	281,336.00	281,336.00	281,336.00
Total Revenues	$ 11,191,170.00	$ 11,191,170.00	$ 11,191,170.00
EXPENDITURES:			
Regular Debt Service:			
Interest on Bonds	$ 2,121,171.00	$ 2,121,171.00	$ 2,121,171.00
Redemption of Principal	9,070,000.00	9,070,000.00	9,070,000.00
Total Expenditures	$ 11,191,171.00	$ 11,191,171.00	$ 11,191,171.00
Excess/(Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures	$ (1.00)	$ (1.00)	$ (1.00)
Fund Balance, July 1	1.32	$ 1.32	$ 1.32
Fund Balance, June 30	$ 0.32	$ 0.32	$ 0.32
Recapitulation of Excess/(Deficiency) of Revenues Over/(Under) Expenditures:			
Budgeted Fund Balance	$ 0.32	$ 0.32	$ 0.32

Exhibit I-4

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF REFUNDING BONDS UNDER ESIP
AS OF JUNE 30, 2025

Sereis	Date of Original Issue	Amount of Issue	Annual Maturities Date	Annual Maturities Amount	Interest Rate	Issued	Balance July 1, 2025
ESIP Refunding Bonds	4/9/2025	$ 12,215,000.00	3/15/2027	$ 350,000.00	5.000 %	$ 12,215,000.00	$ 12,215,000.00
			3/15/2028	745,000.00	5.000		
			3/15/2029	350,000.00	5.000		
			3/15/2030	385,000.00	5.000		
			3/15/2031	420,000.00	5.000		
			3/15/2032	420,000.00	5.000		
			3/15/2033	460,000.00	5.000		
			3/15/2034	500,000.00	5.000		
			3/15/2035	545,000.00	5.000		
			3/15/2036	595,000.00	4.000		
			3/15/2037	635,000.00	5.000		
			3/15/2038	690,000.00	5.000		
			3/15/2039	745,000.00	5.000		
			3/15/2040	805,000.00	5.000		
			3/15/2041	865,000.00	4.000		
			3/15/2042	925,000.00	4.000		
			3/15/2043	630,000.00	4.000		
			3/15/2044	670,000.00	4.125		
			3/15/2045	715,000.00	4.125		
			3/15/2046	765,000.00	4.250		
Total						$ 12,215,000.00	$ 12,215,000.00

STATISTICAL TABLES (SECTION)

(UNAUDITED)

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
INTRODUCTION TO STATISTICAL TABLES (SECTION)
(UNAUDITED)

Contents	Exhibit
Financial Trends These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.	**J-1 to J-5**
Revenue Capacity These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	**J-6 to J-9**
Debt Capacity These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	**J-10 to J-13**
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.	**J-14 & J-15**
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	**J-16 to J-20**

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

FINANCIAL TRENDS

Exhibit J-1

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
NET POSITION BY COMPONENT
LAST TEN (10) FISCAL YEARS
(UNAUDITED)

(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental activities										
Invested in capital assets, net of related debt	$ 33,961,616	$ 34,545,055	$ 38,298,290	$ 41,304,429	$ 44,179,900	$ 53,714,692	$ 55,918,170	$ 41,427,973	$ 60,651,512	$ 66,340,556
Restricted	975,000	977,500	980,500	746,802	749,302	11,368,425	7,333,449	2,777,209	10,347,970	18,440,098
Unrestricted	(23,409,134)	(25,686,643)	(29,968,015)	(32,392,661)	(33,387,897)	(45,557,448)	(36,292,038)	(11,794,461)	(24,558,536)	(29,971,002)
Total governmental activities net assets	$ 11,527,482	$ 9,835,912	$ 9,310,775	$ 9,658,570	$ 11,541,305	$ 19,525,669	$ 26,959,581	$ 32,410,721	$ 46,440,946	$ 54,809,652
Business-type activities										
Invested in capital assets, net of related debt	$ 692,513	$ 629,911	$ 1,828,019	$ 678,163	$ 700,641	$ 605,900	$ 536,899	$ 471,916	$ 386,169	$ 300,422
Unrestricted	1,347,071	1,513,618	575,421	1,528,889	882,635	447,425	1,237,377	919,982	733,183	847,394
Total business-type activities net assets	$ 2,039,584	$ 2,143,529	$ 2,403,440	$ 2,207,052	$ 1,583,276	$ 1,053,325	$ 1,774,276	$ 1,391,898	$ 1,119,351	$ 1,147,816
District-wide										
Invested in capital assets, net of related debt	$ 34,654,129	$ 35,174,966	$ 40,126,309	$ 41,982,591	$ 44,880,541	$ 54,320,592	$ 56,455,069	$ 41,899,889	$ 61,037,681	$ 66,640,978
Restricted	975,000	977,500	980,500	746,802	749,302	11,368,425	7,333,449	2,777,209	10,347,970	18,440,098
Unrestricted	(22,062,063)	(24,173,025)	(29,392,594)	(30,863,772)	(32,505,262)	(45,110,023)	(35,054,661)	(10,874,479)	(23,825,353)	(29,123,608)
Total district net position	$ 13,567,066	$ 11,979,441	$ 11,714,215	$ 11,865,621	$ 13,124,581	$ 20,578,994	$ 28,733,857	$ 33,802,619	$ 47,560,297	$ 55,957,468

Source: ACFR Exhibit A-1

2017 includes OPEB expense in accordance with GASB Statement No. 75 related to post-retirement benefits other than pension amounts prior 2017 are not available.

In 2021 GASB No.84 related to fiduciary accounting was implemented.

In 2022 GASB No. 87 related to lease activity was implemented.

In 2023 GASB No. 96 related to subscription-based information technology was implemented.

In 2025, GASB No. 101 related to compensated absences was implemented

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
CHANGE IN NET POSITION
LAST TEN (10) FISCAL YEARS
(UNAUDITED)
(accrual basis of accounting)

	For Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses										
Governmental activities										
Instruction										
Regular	$ 48,244,120	$ 60,102,014	$ 56,477,816	$ 56,673,937	$ 57,058,646	$ 70,507,452	$ 63,795,390	$ 41,310,454	$ 64,836,180	$ 65,089,533
Special education	16,112,645	20,755,331	22,326,789	23,988,664	25,561,573	26,717,340	23,546,130	15,128,877	27,939,051	28,790,036
Other special education	1,567,064	1,669,184	1,769,518	1,621,779	1,521,283	-	-	3,228,777	2,912,839	3,105,449
Other instruction	2,521,686	3,000,781	2,964,855	3,112,572	3,168,266	5,005,905	4,760,324	-	3,248,762	3,350,178
Support Services:										
Tuition	2,469,164	2,385,180	2,564,253	2,454,529	2,160,257	2,258,613	3,937,418	-	3,278,895	2,939,214
Student & instruction related services	14,945,065	18,628,514	18,759,499	18,041,106	19,007,547	19,144,914	20,262,905	2,880,860	21,986,328	21,168,647
Attendance and social work								12,409		
Health services								1,469,770		
School Administrative services	6,107,530	7,221,060	7,243,435	6,930,421	7,021,075	6,888,471	6,589,250	4,376,637	7,689,715	8,247,357
Education media services								829,791		
Instruction self training								387,472		
General administration	5,230,103	6,283,720	5,762,837	6,549,102	6,359,106	2,292,318	2,456,682	1,843,856	4,281,496	6,890,377
Central Services						1,755,352	1,666,867	1,220,191	1,221,120	
Plant operations and maintenance	14,071,657	15,956,702	15,799,174	16,257,522	15,393,228	12,635,451	12,932,756	14,323,710	18,411,112	20,199,758
Care and upkeep of grounds								345,235		
Security								1,383,536	1,055,527	
Administrative information technology						1,519,199	1,501,857	1,083,657		
Pupil transportation	12,873,146	15,992,424	14,850,146	10,986,975	9,811,706	11,608,117	14,577,648	9,177,579	15,560,214	17,688,507
Other support services	-	-	-	-	-	-	-	12,868,556		
Special Schools	85,369	95,096	51,853	-	-	-	-	-		
Charter Schools	91,530	96,035	131,431	142,002	196,051	-	-	426,716	495,435	396,979
Interest on long-term debt	6,612,537	6,469,745	6,967,974	5,339,913	5,026,947	3,141,393	2,964,596	2,154,690	2,947,546	2,864,413
Unallocated employee benefits	-	-	-	-	-	-	-	23,751,387		
Non-budgeted expenditures	-	-	-	-	-	-	-	28,156,833		
Total governmental activities expenses	$ 130,931,616	158,655,786	155,669,580	152,098,522	152,285,685	163,474,525	158,991,823	166,360,993	175,864,220	180,730,448
Business-type activities:										
Food service	$ 2,504,762	$ 3,164,626	$ 2,895,533	$ 2,884,710	$ 1,941,765	$ 773,499	$ 3,644,515	$ 3,772,480	$ 3,514,737	$ 3,149,422
Child Care Initiative	291,517	291,670	296,774	290,630	345,199	286,527	341,380	326,612	397,312	482,968
Falcon Care	416,060	412,468	420,472	407,998	480,708	398,446	412,289	453,078	522,234	562,382
Total business-type activities expense	$ 3,212,339	$ 3,868,764	$ 3,612,779	$ 3,583,338	$ 2,767,672	$ 1,458,472	$ 4,398,184	$ 4,552,170	$ 4,434,283	$ 4,194,772
Total district expenses	$ 134,143,955	$ 162,524,549	$ 159,282,360	$ 155,681,860	$ 155,053,357	$ 164,932,997	$ 163,390,007	$ 170,913,163	$ 180,298,503	$ 184,925,220

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
CHANGE IN NET POSITION
LAST TEN (10) FISCAL YEARS
(UNAUDITED)
(accrual basis of accounting)

	For Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction (tuition)										
Pupil transportation	$ 189,190	$ 286,091	$ 291,082	$ 289,419	$ 202,429	$ 148,414	$ 233,107	$ 330,213.00	$ 283,406	$ 342,807
Operating grants and contributions	2,067,915	1,988,940	2,047,678	1,878,183	1,919,079	39,720,875	31,066,108	28,156,833	3,348,428	3,187,046
Total governmental activities program revenues	2,257,105	2,275,031	2,338,760	2,167,602	2,121,508	39,869,289	31,299,215	28,487,046	3,631,834	3,529,853
Business-type activities:										
Charges for services										
Food service	$ 2,103,508	$ 2,114,632	$ 2,126,015	$ 2,141,730	$ 1,472,084	$ 16,939	$ 694,533	$ 3,031,738	$ 2,296,867	$ 2,230,353
Child Care Initiative	406,092	419,471	382,079	430,748	275,388	3,980	390,137	-	692,561	596,806
Falcon Care	826,202	883,178	813,753	856,634	536,116	39,958	361,776	-	466,569	584,550
Operating grants and contributions - food service	536,866	552,193	546,368	540,199	433,260	864,814	3,670,687	1,334,673	1,005,739	978,527
Total business type activities program revenues	3,872,668	3,969,474	3,868,216	3,969,311	2,716,848	925,691	5,117,133	4,366,411	4,461,736	4,390,236
Total district program revenues	$ 6,129,773	$ 6,244,505	$ 6,206,976	$ 6,136,913	$ 4,838,356	$ 40,794,980	$ 36,416,348	$ 32,853,457	$ 8,093,570	$ 7,920,089
Net (Expense)/Revenue										
Governmental activities	$ (128,674,511)	$ (156,380,755)	$ (153,330,820)	$ (149,930,920)	$ (150,164,177)	$ (123,605,234)	$ (127,692,607)	$ (133,438,450)	$ (172,232,387)	$ (177,200,595)
Business-type activities	660,329	100,510	255,436	385,973	(50,824)	(532,782)	718,949	(185,759)	27,453	195,464
Total district-wide net expense	$ (128,014,182)	$ (156,280,245)	$ (153,075,383)	$ (149,544,947)	$ (150,215,001)	$ (124,138,016)	$ (126,973,658)	$ (133,624,209)	$ (172,204,934)	$ (177,005,131)
General Revenues and Other Change in Net Position										
Governmental activities:										
Property taxes levied for general purposes, net	$ 92,308,645	$ 95,431,684	$ 98,013,903	$ 100,353,686	$ 104,513,898	$ 108,062,274	$ 110,223,519	$ 112,427,989	$ 114,676,549	$ 120,217,578
Taxes levied for debt service	9,863,973	10,212,065	10,267,265	10,970,185	11,182,375	10,494,073	10,092,104	9,909,715	10,725,988	10,909,834
Unrestricted grants and contributions	24,988,693	45,814,386	38,533,427	33,456,364	31,581,216	7,413,608	9,224,163	10,460,554	51,321,369	49,936,104
Restricted grants								92,190		
Payment in lieu of taxes								3,756,018		
Tuition Received	3,878,175	3,696,933	4,113,054	4,199,973	4,210,042	4,194,247	4,292,253	4,435,497	4,598,648	4,558,038
Investment earnings	21,857	51,784	112,363	275,275	215,726	86,507	57,415	382,860		
Rents and royalties								118,481		
Miscellaneous income	369,185	898,417	1,765,671	310,228	289,655	558,965	677,328	1,541,783	6,307,121	1,482,102
Writeoff of Fixed Assets									(14,801)	
Adjustment to PY									(1,334,133)	
Transfers					-	-	-	-	300,000	(1,534,354)
Total governmental activities	$ 131,430,528	$ 156,105,269	$ 152,805,683	$ 149,565,711	$ 151,992,912	$ 130,809,674	$ 134,566,782	$ 143,125,087	$ 186,580,741	$ 185,569,302

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
CHANGE IN NET POSITION
LAST TEN (10) FISCAL YEARS
(UNAUDITED)
(accrual basis of accounting)

	For Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Revenues and Other Changes in Net Position (Continued)										
Business-type activities:										
Investment earnings	$ (1,774)	$ 3,435	$ 4,475		-	$ 2,830	$ 2,002	$ 3,381		
Transfers	(228,638)			$ 712,641	$ (600,000.00)	-		(200,000)	$ (300,000)	$ (167,000)
Total business-type activities	(230,412)	3,435	4,475	712,641	(600,000)	2,830	2,002	(196,619)	(300,000)	(167,000)
Total district-wide	$ 131,200,116	$ 156,108,704	$ 152,810,158	$ 150,278,352	$ 151,392,912	$ 130,812,504	$ 134,568,784	$ 142,928,468	$ 186,280,741	$ 185,402,302
Change in Net Position										
Governmental activities	$ 2,756,017	$ (275,486)	$ (525,137)	$ (524,937)	$ 1,828,735	$ 7,204,440	$ 6,874,175	$ 9,686,637	$ 14,348,354	$ 8,368,707
Business-type activities	429,917	103,945	259,911	1,098,614	(650,824)	(529,952)	720,951	(382,378)	(272,547)	28,464
Total district	$ 3,185,934	$ (171,541)	$ (265,225)	$ 573,677	$ 1,177,911	$ 6,674,488	$ 7,595,126	$ 9,304,259	$ 14,075,807	$ 8,397,171

Source: ACFR Exhibi

2017 includes OPEB expense in accordance with GASB Statement No. 75 related to post-retirement benefits other than pension amounts prior 2017 are not available.

In 2021 GASB No.84 related to fiduciary accounting was implemented.

In 2023 GASB No. 96 related to subscription-based information technology was implemented.

In 2025, GASB No. 101 related to compensated absences was implemented

Exhibit J-3

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN (10) FISCAL YEARS
(UNAUDITED)
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund										
Reserved										
Unreserved										
Restricted	$ 12,127,787	$ 13,156,811	$ 12,046,960	$ 9,057,788	$ 9,139,191	$ 10,500,935	$ 5,885,181	$ 2,708,248	$ 6,289,367	$ 8,612,233
Assigned	30,481	94,352	125,704	170,471	120,667	162,531	256,233	4,713,355	99,046	136,417
Unassigned	1,722,747	1,817,941	1,868,455	1,808,196	1,761,251	4,449,416	5,102,086	2,352,757	2,210,387	3,168,540
Total general fund	$ 13,881,015	$ 15,069,104	$ 14,041,119	$ 11,036,455	$ 11,021,109	$ 15,112,882	$ 11,243,500	$ 9,774,360	$ 8,598,800	$ 11,917,190
All Other Governmental Funds										
Reserved										
Unreserved, reported in:										
Special revenue fund						389,253	970,032	572,658	754,889	818,427
Capital projects fund									10,051,185	18,416,546
Debt service fund	$ 256,728	$ 255,427	$ 9	$ 4	$ 1	$ 478,237	$ 478,236	$ 1	$ 1	$ -
Total all other governmental funds	$ 256,728	$ 255,427	$ 9	$ 4	$ 1	$ 867,490	$ 1,448,268	$ 572,659	$ 10,806,075	$ 19,234,973

Source: ACFR Schedule B-1

In 2022 GASB No. 87 related to lease activity was implemented.

In 2023 GASB No. 96 related to subscription-based information technology was implemented.

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN (10) FISCAL YEARS
(UNAUDITED)
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues										
Tax levy	$ 102,172,618	$ 105,643,749	$ 108,281,168	$ 111,324,053	$ 115,696,273	$ 118,556,347	$ 120,315,623	$ 122,337,704	$ 125,402,537	$ 131,127,412
Tuition charges	3,878,175	3,969,933	4,113,054	4,199,973	4,210,042	4,194,247	4,292,253	4,435,497	4,598,648	4,558,038
Transportation charges	189,190	286,090	291,082	289,419	202,429	148,414	233,107	330,213	283,405	342,807
Interest earnings	2,160	51,783	115,363	275,775	218,226	86,507	57,415	382,860	565,651	500
Admissions							25,806	118,481		
Miscellaneous	412,365	956,454	585,993	310,318	289,655	576,392	1,153,777	1,541,783	7,024,967	2,819,593
State sources	13,756,126	15,159,212	17,659,678	21,856,438	23,300,422	28,886,790	36,719,398	39,037,331	46,776,561	42,823,016
Federal sources	1,457,829	1,440,848	1,471,015	1,507,304	1,551,669	2,217,173	2,992,602	3,428,264	1,951,048	1,955,736
Total revenue	121,868,463	127,508,069	132,517,353	139,763,280	145,468,716	154,665,870	165,789,981	171,612,133	186,602,817	183,627,102
Expenditures										
Instruction										
Regular Instruction	30,721,366	31,993,540	32,257,073	34,513,263	34,518,275	36,349,595	39,132,115	41,310,454	39,450,695	38,637,964
Special education instruction	10,034,699	10,874,805	12,628,839	13,698,022	14,527,392	13,773,927	14,443,205	15,128,877	16,999,998	17,090,127
Other special instruction	2,873,251	2,782,361	2,898,212	2,876,432	2,808,326	2,580,757	2,919,984	3,228,777	1,772,367	1,843,434
Other instruction									1,976,765	1,988,708
Support Services:										
Tuition	2,469,164	2,385,180	2,564,253	2,454,529	2,160,257	2,258,613	2,679,278	2,860,860	3,278,895	2,939,214
Attendance and social work services								12,409		
Student & inst. related services	9,307,549	9,865,245	10,611,051	10,800,678	11,382,630	12,521,072	13,779,287	2,687,033	14,338,633	14,051,692
General administration	3,278,952	3,305,971	3,259,669	3,953,918	3,884,641	3,648,564	3,836,816	1,843,856	5,706,929	5,738,720
School administrative services	3,803,672	3,783,502	4,097,148	4,184,024	4,204,556	4,295,721	4,531,338	4,376,637	4,678,940	4,895,735
Central services								1,220,191		
Admin. information technology								1,083,657		
Plant operations and maintenance	8,763,604	8,360,552	8,936,584	9,815,224	9,545,173	9,426,252	10,338,214	8,972,193	11,202,560	11,990,830
Pupil transportation	8,028,447	8,570,580	8,644,277	6,954,778	6,253,615	7,595,529	9,919,588	9,177,579	9,467,881	10,500,119
Other Support Services								12,868,556		
Care & upkeep of grounds								345,235		
Security								1,383,536		
Employee benefits	27,732,154	32,076,424	35,464,127	41,263,209	43,728,988	46,719,918	54,238,350	30,392,955	57,266,747	58,761,559
Non-budget expenditures								28,156,833		
Special Schools	53,166	49,826	29,330					-		
Charter Schools	91,530	98,035	131,431	142,002	196,051	-	-	426,716	495,436	396,979
Capital outlay	2,713,990	2,110,441	2,516,384	3,775,210	3,772,586	2,765,897	3,136,956	360,231	5,137,865	7,122,057
Debt service:										
Principal	4,795,000	5,065,000	5,630,000	6,120,000	6,590,000	7,230,000	7,385,000	8,015,000	8,645,000	9,070,000
Interest and other charges	5,772,641	5,766,812	5,528,363	5,277,213	5,018,075	3,104,688	3,011,153	2,615,867	2,354,963	2,121,171
Total expenditures	120,439,185	127,088,274	135,196,739	145,828,504	148,590,565	152,270,533	169,351,284	176,467,452	182,773,674	187,148,309
Excess (Deficiency) of revenues over (under) expenditures	1,429,278	419,795	(2,679,386)	(6,065,224)	(3,121,849)	2,395,337	(3,561,302)	(4,855,319)	3,829,143	(3,521,207)

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN (10) FISCAL YEARS
(UNAUDITED)
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Other Financing sources (uses)										
Appropriation of Prior Year State Aid										
Capital leases (non-budgeted)	$ 425,255	$ 489,469	$ 1,175,704	$ 2,443,000	$ 2,506,500	$ 1,784,000	$ 1,760,726			
Capital lease Proceeds								200,000	4,909,907	15,101,495
Transfers In/(Out)				600,000	600,000	-	-		300,000	167,000
Total other financing sources (uses)	425,255	489,469	1,175,704	3,043,000	3,106,500	1,784,000	1,760,726	200,000	5,209,907	15,268,495
Net change in fund balances	$ 1,854,533	$ 909,264	$ (1,503,682)	$ (3,022,224)	$ (15,349)	$ 4,179,337	$ (1,800,576)	$ (4,655,319)	$ 9,039,050	$ 11,747,287
Debt service as a percentage of noncapital expenditures	8.98%	8.67%	8.41%	8.02%	8.02%	6.91%	6.25%	6.04%	6.19%	6.22%

Source: ACFR Schedule B-2

Note: Noncapital expenditures are total expenditures less capital outlay.

Exhibit J-5

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN (10) FISCAL YEARS
(UNAUDITED)
(modified accrual basis of accounting)

Fiscal Year Ending June 30,	Interest on Investments	Miscellaneous	Annual Totals
2016	$ 21,460	$ 389,185	$ 410,645
2017	51,783	898,417	950,200
2018	112,363	585,993	698,356
2019	275,275	310,318	585,593
2020	215,726	289,655	505,381
2021	86,507	192,915	279,422
2022	57,415	171,571	228,986
2023	382,360	347,335	729,695
2024	565,651	741,970	1,307,621
2025	426,970	1,054,632	1,481,602

Source: District records

REVENUE CAPACITY

Exhibit J-6

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Tax-Exempt Property	Public Utilities [a]	Net Valuation	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate [b]
2016	218,725,500	5,959,240,000	67,296,700	2,815,700	559,241,900	447,471,700	36,224,800	7,291,016,300	306,165,600	8,339,362	7,605,521,262	8,097,648,564	1.424
2017	197,654,600	6,162,460,000	68,177,600	2,993,100	549,722,800	441,727,700	36,224,800	7,458,960,600	314,637,100	8,160,744	7,781,758,444	8,647,586,697	1.433
2018	171,809,800	6,310,949,700	65,026,200	2,784,600	579,086,400	439,895,500	36,224,800	7,605,777,000	320,507,100	6,144,370	7,932,428,470	8,915,617,575	1.443
2019	164,554,500	6,457,545,800	66,104,900	2,661,900	587,795,300	440,832,200	36,224,800	7,755,719,400	321,346,300	6,089,819	8,083,155,519	9,309,723,058	1.453
2020	159,308,400	6,582,110,300	62,609,200	2,540,300	567,651,600	437,221,900	50,799,300	7,862,241,000	324,060,800	6,025,563	8,192,327,363	9,633,733,447	1.489
2021	241,881,200	6,727,458,200	60,759,100	5,371,800	581,318,000	437,094,100	54,903,700	8,108,786,100	329,680,300	6,180,038	8,444,646,438	10,023,450,156	1.473
2022	215,399,700	6,869,964,400	60,203,500	2,957,200	601,603,400	445,348,100	54,334,700	8,249,811,000	333,180,900	5,909,313	8,588,901,213	10,731,875,402	1.470
2023	206,375,900	6,973,248,800	62,124,500	2,348,100	616,269,000	444,751,900	58,891,400	8,364,009,600	335,007,800	7,366,285	8,706,383,685	11,952,643,335	1.480
2024	146,411,700	7,106,524,700	61,939,200	2,186,000	796,084,600	444,751,900	61,968,600	8,619,866,700	345,566,300	6,486,657	8,971,919,657	14,157,775,474	1.487
2025	130,030,100	7,212,411,700	61,249,800	2,136,300	625,255,600	607,480,000	60,290,900	8,698,854,400	347,097,300	6,050,556	9,052,002,256	15,717,184,000	1.535

Source: Municipal Tax Assessor

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation. Reassessment occurs when the County Board of Taxation requests the Municipality to do so.

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

b Tax rates are per $100 of assessed valuation

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(UNAUDITED)

(rate per $100 of assessed value)

	Township of Monroe School District Direct Rate			Overlapping Rates		
Fiscal Year Ended June 30,	Basic Rate [a]	General Obligation Debt Service [b]	(From J-6) Total Direct School Tax Rate [c]	Municipality of Monroe	County of Middlesex	Total Direct and Overlapping Tax Rate
2016	1.286	0.138	1.424	0.508	0.433	2.365
2017	1.298	0.135	1.433	0.509	0.458	2.400
2018	1.302	0.141	1.443	0.528	0.465	2.436
2019	1.318	0.135	1.453	1.027	0.465	2.945
2020	1.360	0.129	1.489	0.548	0.476	2.513
2021	1.344	0.129	1.473	0.543	1.962	3.978
2022	1.341	0.129	1.470	0.547	1.970	3.987
2023	1.359	0.121	1.480	0.551	0.485	2.516
2024	1.365	0.122	1.487	0.576	0.542	2.605
2025	1.406	0.129	1.535	0.609	0.596	2.740

Source: Municipal Tax Collector

Note: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy . The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculated as follows: the prebudget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

a The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net valuation taxable.
b Rates for debt service are based on each year's requirements.
c Tax rates are per $100 of assessed valuation.

Exhibit J-8

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND TEN (10) YEARS AGO
(UNAUDITED)

	2025				2016		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value		Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
BSREP III Monroe LLC C/O Ryan, LLC	$ 161,021,500	1	1.85%	Costco Wholesale Corporation	$ 120,000,000	1	1.68%
Costco Wholesale Corporation	115,042,900	2	1.32%	Centerpoint Barnes LLC	82,871,200	2	1.16%
Centerpint Barnes, LLC	82,871,200	3	0.95%	Noble House of NJ	55,990,300	3	0.79%
Noble House of NJIV	69,606,500	4	0.80%	Presbyterian Homes at Monroe	35,304,200	4	0.50%
Presbyterian Homes at Monroe	37,042,500	5	0.32%	Toll NJ II LP	33,935,700	5	0.48%
EJC 24 Engelhard, LLC	27,500,000	6	0.32%	EJC 24 Engelhard LLC	28,392,800	6	0.40%
Orion II Monroe 8A Logistics	27,473,300	7	0.32%	Stratford Developers LLC	26,925,200	7	0.38%
251 Docks Corner, LLC	23,090,700	8	0.27%	Concordia Holding LLC	23,987,200	8	0.34%
QR Farrington DC, LLC	20,718,700	9	0.24%	Prologis	21,084,400	9	0.30%
JSM AT RT 33, LLC	20,392,500	10	0.23%	K. Hovanian at Monroe	20,448,000	10	0.29%
Total	$ 584,759,800		6.72%		$ 448,939,000		6.16%
Total Assessed Value	$ 8,698,854,400			Total Assessed Value	$ 7,291,016,300		

Source: Municipal Tax Assessor

Exhibit J-9

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHOOL TAX LEVIES AND COLLECTIONS
LAST TEN (10) FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended June 30,	School Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy [a]		Collections in Subsequent Years
		Amount	Percentage of Levy	
2016	102,172,618	102,172,618	100.00%	-
2017	105,643,749	105,643,749	100.00%	-
2018	108,281,168	108,281,168	100.00%	-
2019	111,324,053	111,324,053	100.00%	-
2020	115,696,273	115,696,273	100.00%	-
2021	118,556,347	118,556,347	100.00%	-
2022	120,315,623	120,315,623	100.00%	-
2023	122,337,704	122,337,704	100.00%	-
2024	125,402,537	125,402,537	100.00%	-
2025	131,127,412	131,127,412	100.00%	-

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

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

DEBT CAPACITY

Exhibit J-10

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN (10) FISCAL YEARS
(UNAUDITED)

	Governmental Activities		Business-Type Activities			
Fiscal Year Ended June 30,	General Obligation Bonds	Capital Leases	Capital Leases	Total District	Percentage of Personal Income [a]	Per Capita [a]
2016	132,120,000	2,485,353	-	134,605,353	8.20%	3,440
2017	127,055,000	3,699,334	-	130,754,334	7.96%	3,116
2018	121,425,000	2,754,002	-	124,179,002	7.56%	3,173
2019	115,305,000	4,211,104	-	119,516,104	7.27%	3,054
2020	118,365,000	5,504,073	-	123,869,073	7.51%	2,952
2021	111,135,000	5,811,292	-	116,946,292	4.08%	2,416
2022	103,750,000	5,894,343	-	109,644,343	3.83%	2,264
2023	95,735,000	7,530,252	-	103,265,252	3.60%	2,133
2024	87,090,000	8,467,132	-	95,557,132	3.34%	1,974
2025	90,235,000	8,131,495	-	98,366,495	3.40%	2,032

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

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

Exhibit J-11

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN (10) FISCAL YEARS
(UNAUDITED)

	General Bonded Debt Outstanding				
Fiscal Year Ended June 30,	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value [a] of Property	Per Capita [b]
2016	132,120,000	-	132,120,000	1.86%	2,995
2017	127,055,000	-	127,055,000	1.63%	2,854
2018	121,425,000	-	121,425,000	1.53%	2,719
2019	115,305,000	-	115,305,000	1.43%	2,560
2020	118,365,006	-	118,365,006	1.41%	2,637
2021	111,135,000	-	111,135,000	1.37%	2,476
2022	103,750,000	-	103,750,000	1.26%	2,149
2023	95,735,000	-	95,735,000	0.00%	1,977
2024	87,090,000	-	87,090,000	0.97%	1,799
2025	90,235,000	-	90,235,000	1.01%	1,864

Notes:

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

a See Exhibit J-6 for property tax data.

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

Deductions are allowable for resources that are restricted to repaying the principal of debt outstanding.

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2025
(UNAUDITED)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable [a]	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Township of Monroe, Net	$ 67,146,961	100.000%	$ 67,146,961
County of Middlesex, Net	598,568,870	9.6288%	57,634,999
Subtotal, overlapping debt			$ 124,781,960
Township of Monroe District Direct Debt -			
Bonds Issued and Outstanding	$ 90,235,000		
Bonds and Notes Authorized but not Issued	None		$ 90,235,000
Total direct and overlapping debt			$ 215,016,960

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

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

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

Exhibit J-13

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
LEGAL DEBT MARGIN INFORMATION
LAST TEN (10) FISCAL YEARS
(UNAUDITED)

Legal Debt Margin Calculation for Fiscal Year 2025

Equalized valuation basis		
2024	$	15,162,474,400
2023		13,723,329,943
2022		11,773,670,615
	$	$ 40,659,474,958
Average equalized valuation of taxable		13,553,158,319
Debt limit (4 % of average		542,126,333 a
Total Net Debt Applicable to Limit		90,235,000
Legal debt margin	$	451,891,333

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Debt limit	$ 290,175,163	$ 313,859,404	$ 334,272,989	$ 235,149,853	$ 367,463,784	$ 367,463,784	$ 391,560,066	$ 426,836,167	$ 480,374,647	$ 542,126,333
Total net debt applicable to limit	132,120,000	127,055,000	121,425,000	115,305,000	118,365,000	111,135,000	103,750,000	95,735,000	87,090,000	90,235,000
Legal debt margin	$ 158,055,163	$ 186,804,404	$ 212,847,989	$ 119,844,853	$ 249,098,784	$ 256,328,784	$ 287,810,066	$ 331,101,167	$ 393,284,647	$ 451,891,333
Total net debt applicable to the limit as a percentage of debt limit	45.53%	40.48%	36.33%	49.03%	32.21%	30.24%	26.50%	22.43%	18.13%	16.64%

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

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

DEMOGRAPHIC AND ECONOMIC INFORMATION

Exhibit J-14

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN (10) FISCAL YEARS
(UNAUDITED)

Year	Population [a]	Personal Income [b]	Per Capita Personal Income [c]	Unemployment Rate [d]
2016	44,108	2,498,982,848	56,656	4.60%
2017	44,524	2,595,259,436	58,289	4.20%
2018	44,659	2,724,734,908	61,012	4.50%
2019	45,041	2,858,166,737	63,457	4.10%
2020	48,504	2,869,981,680	59,170	3.30%
2021	48,414	2,864,656,380	59,170	6.30%
2022	48,420	2,865,011,400	59,170	3.80%
2023	48,420	2,865,011,400	59,170	3.80%
2024	48,420	2,865,011,400	59,170	4.40%
2025	48,420	2,865,011,400	59,170	4.50%

Source:

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

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

[c] Per capita personal income by municipality estimated based upon the 2010 Census for 2016 to 2020 by the US Bureau of Economic Analysis.

[d] Unemployment data provided by the NJ Dept of Labor and Workforce Development Annual Average Prior December 31.

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO

	2025		2016	
Employer	**Employees**	**Rank**	**Employees**	**Rank**
Rhodia				
Costco Wholesale Group				
Grainger Industries				
The LTA Group		NOT AVAILABLE		
Setco Corp				
Davlyn Industries				
Barnes & Noble				
DLTA				
	N/A		N/A	

OPERATING INFORMATION

Exhibit J-16

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN (10) FISCAL YEARS
(UNAUDITED)

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Instruction										
Regular	463	470	476	496	520	508	526	518	507	504
Special education	175	176	178	180	182	183	185	242	238	234
Other special education	2	2	2	2	2	2	2	0	0	0
Support Services:										
Student & instruction related services	62	64	66	69	71	72	73	56	58	58
General administration	1	1	1	1	1	1	1	1	1	1
School administrative services	16	16	17	18	19	19	19	19	19	19
Other administrative services	36	36	37	40	39	39	40	36	36	36
Central services	12	12	12	12	12	12	12	13	13	13
Administrative Information Technology	14	14	14	14	14	14	14	13	12	12
Plant operations and maintenance	71	72	72	74	75	75	75	76	72	72
Pupil transportation	54	55	59	65	69	70	70	71	67	62
Food Service	1	1	1	1	1	1	1	1	1	1
Total	907	919	935	972	1,005	996	1,018	1,046	1,024	1,012

Source: District Personnel Records

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
OPERATING STATISTICS
LAST TEN (10) FISCAL YEARS
(UNAUDITED)

Fiscal Year	Enrollment	Operating Expenditures [a]	Cost Per Pupil [d]	Percentage Change	Teaching Staff [b]	Pupil/Teacher Ratio			Attendance			
						Elementary	Middle School	High School	Average Daily Enrollment (ADE) [c]	Average Daily Attendance (ADA) [c]	% Change in Average Daily Enrollment	Student Attendance Percentage
2016	6,492	106,830,711	16,456	0.04%	592.00	1:24	1:30	1:27	6492.0	6,267	2.49%	96.53%
2017	6,649	113,820,978	17,119	4.03%	602.00	1:24	1:30	1:27	6740.0	6,492	3.82%	96.32%
2018	6,785	123,818,096	18,249	6.60%	632.00	1:24	1:30	1:27	6786.0	6,530	0.68%	96.23%
2019	6,807	130,637,938	19,192	5.17%	644.00	1:24	1:31	1:27	6809.0	6,567	0.34%	96.45%
2020	6,924	133,209,904	19,239	0.25%	676.00	1:24	1:31	1:27	6924.0	6,759	1.69%	97.62%
2021	6,944	136,735,468	19,691	2.35%	565.00	1:24	1:31	1:27	6944.0	6,830	0.29%	98.36%
2022	6,884	151,556,640	22,016	11.81%	565.00	1:24	1:31	1:27	6884.0	6,613	-0.86%	96.06%
2023	6,922	160,401,638	23,173	5.26%	556.00	1:24	1:31	1:27	6922.0	6,630	0.55%	95.78%
2024	6,878	166,635,847	24,227	10.05%	561.00	1:24	1:31	1:27	6877.0	6,488	-0.10%	94.34%
2025	6,691	168,534,044	25,188	8.70%	547.00	1:24	1:31	1:27	6691.0	6,304	-3.34%	94.22%

Sources: District records

Note: Enrollment based on annual October district count as related in the Application for State School Aid (ASSA).

a Operating expenditures equal total expenditures less debt service and capital outlay.
b Teaching staff includes only full-time equivalents of certificated staff.
c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).
d Cost per pupil calculated by dividing operating expenditures by enrollment; not intended to represent the statutory calculation of cost per pupil.
e Enrollment date from ASSA.

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHOOL BUILDING INFORMATION
LAST TEN (10) FISCAL YEARS
(UNAUDITED)

District Building	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Elementary										
Applegarth										
Square Feet	57,831	57,831	57,831	57,831	57,831	57,831	57,831	57,831	57,831	57,831
Capacity (students)	340	340	340	340	340	340	340	340	340	340
Enrollment	321	369	410	410	442	442	442	469	438	373
Barclay Brook										
Square Feet	59,237	59,237	59,237	59,237	59,237	59,237	59,237	59,237	59,237	59,237
Capacity (students)	466.41	466.41	466.41	466.41	466.41	466.41	466.41	466.41	466.41	466.41
Enrollment	364 *	359 *	333 *	320 *	308	308	308	339	370	333 *
Brookside										
Square Feet	59,406	59,406	59,406	59,406	59,406	59,406	59,406	59,406	59,406	59,406
Capacity (students)	456.00	456.00	456.00	456.00	456.00	456.00	456.00	456.00	456.00	456.00
Enrollment	423	425	411	401	419	419	419	339	415	436
Woodland										
Square Feet	55,368	55,368	55,368	55,368	55,368	55,368	55,368	55,368	55,368	55,368
Capacity (students)	420.00	420.00	420.00	420.00	420.00	420.00	420.00	420.00	420.00	420.00
Enrollment	402	415	412	350	307	307	307	270	252	260
Mill Lake										
Square Feet	73,075	73,075	73,075	73,075	73,075	73,075	73,075	73,075	73,075	73,075
Capacity (students)	554.20	554.20	554.00	554.00	554.00	554.00	554.00	554.00	554.00	554.00
Enrollment	642 *	600 *	571 *	546 *	546	546	546	478	487	460 *
Oak Tree										
Square Feet	81,750	81,750	81,750	81,750	81,750	81,750	81,750	81,750	81,750	81,750
Capacity (students)	599.00	599.00	599.00	599.00	599.00	599.00	599.00	599.00	599.00	599.00
Enrollment	623 *	690 *	693 *	713 *	742	777	721	642	590	581 *
Middle School										
Square Feet	199,068	199,068	199,068	199,068	199,068	199,068	199,068	199,068	199,068	199,068
Capacity (students)	1425.00 **	1425.00 **	1425.00 **	1425.00 **	1425.00	1425.00	1425.00	1425.00	1425.00	1425.00 **
Enrollment	1,628	1,719	1,659	1,709	1,781	1,781	1,781	1,764	1,708	1,678
High School										
Monroe High School										
Square Feet	382,699	382,699	382,699	382,699	382,699	382,699	382,699	382,699	382,699	382,699
Capacity (students)	1800.00	1800.00	1800.00	1800.00	1800.00	1800.00	1800.00	1800.00	1800.00	1800.00
Enrollment	2,089	2,162	2,297	2,328	2,401	2,401	2,401	2,564	2,617	2,569

Number of Buildings at June 30, 2025
- Elementary Schools = 6
- Middle School = 1
- High School = 1

Source: District Facilities Office
Note: Enrollment is based on the average daily enrollment (ADE).

Exhibit J-19

TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF REQUIRED MAINTENANCE
FOR SCHOOL FACILITIES
LAST TEN (10) FISCAL YEARS
(UNAUDITED)

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

	* School Facilities Project # (s)	Barclay Brook	Brookside	Woodland	Mill Lake	Applegarth	Monroe M.S.	Oak Tree	MTHS	Total
2016	N/A	91,390	113,860	85,421	112,739	96,194	307,119	126,122	590,421	1,523,266
2017	N/A	79,955	99,614	74,733	98,632	84,158	268,690	110,341	516,545	1,332,668
2018	N/A	87,146	108,574	81,454	107,504	91,727	292,858	120,266	563,007	1,452,536
2019	N/A	84,694	105,519	79,162	104,479	89,146	284,617	116,882	547,162	1,411,661
2020	N/A	87,421	108,916	81,712	107,843	92,017	293,783	120,646	564,784	1,457,122
2021	N/A	103,300	128,699	96,553	127,431	108,730	347,144	142,560	667,367	1,721,784
2022	N/A	112,389	140,023	105,048	138,643	118,297	377,687	155,102	726,087	1,873,276
2023	N/A	101,945	127,011	95,287	125,760	107,304	342,591	140,690	658,616	1,699,204
2024	N/A	95,978	119,577	89,709	118,399	101,023	322,537	132,454	620,064	1,599,741
2025	N/A	83,073	103,499	77,647	102,479	87,440	279,169	114,645	536,690	1,384,642
Total School Facilities		$ 927,291	$ 1,155,292	$ 866,726	$ 1,143,909	$ 976,036	$ 3,116,195	$ 1,279,708	$ 5,990,743	$ 15,455,900

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

Source: District records

BOARD OF EDUCATION
MONROE TOWNSHIP SCHOOL DISTRICT
COUNTY OF MIDDLESEX
INSURANCE SCHEDULE
JULY 1, 2024 - JUNE 30, 2025
UNAUDITED

Type of Policy	Coverage	Deductible
MULTI PERIL PACKAGE POLICY		
Property		
Blanket Building and Contents	$ 307,902,450	$ 10,000
Miscellaneous Coverages	6,602,950	10,000
Equipment Breakdown (boiler & machinery)	100,000,000	25,000
Valuable Papers & Records	10,000,000	10,000
Business Income/Tuition	1,000,000	10,000
Extra Expense	50,000,000	10,000
Limited Builders Risk	10,000,000	10,000
Flood Coverage	75,000,000	10,000
Earthquake Coverage	50,000,000	10,000
Terrorism Coverage-Fund Limits	100,000,000	500,000
General Liability		
Each Occurrence	31,000,000	
Aggregate	31,000,000	
Fire Damage Legal Liability	1,000,000	
Medical Expense	10,000	
Employee Benefits Liability		
Each Occurrence/Aggregate	1,000,000	1,000
Sexual Abuse	17,000,000	*mutiple deductibles*
Terrorism	1,000,000	
Crime		
Employee Dishonesty/Faithful Performance	1,000,000	1,000
Forgery & Alteration	500,000	1,000
Computer Fraud	1,000,000	1,000
Money & Securities	100,000	500
Money Orders/Counterfeit Paper Currency	100,000	500
Inland Marine - Misc. Articles Floater	Included	
Cameras	50,000	1,000
Musical Instruments	500,000	1,000
Mobile Equipment	500,000	1,000
EDP - Hardware/Software/Extra Expense	2,800,000	1,000
BUSINESS AUTOMOBILE POLICY		
Each Accident (Bodily Injury & Property Damage)	31,000,000	
Medical Payments	10,000	
Uninsured/Underinsured Motorists Liability-PPT	1,000,000	
Uninsured/Underinsured Motorists Liability- All other	15,000	
Garagekeepers Liability	Included	
Physical Damage Coverage		
Comprehensive	Actual Cash Value	1,000
Collision	Actual Cash Value	1,000
Terrorism	1,000,000	
ENVIRONMENTAL LIABILITY	1,000,000	50,000
CRISIS MANAGEMENT	1,000,000	
TERRORISM	10,000,000	500,000
RESTART PROGRAM	5,000,000	

BOARD OF EDUCATION
MONROE TOWNSHIP SCHOOL DISTRICT
COUNTY OF MIDDLESEX
INSURANCE SCHEDULE
JULY 1, 2024 - JUNE 30, 2025
UNAUDITED

Type of Policy	Coverage		Deductible
WORKERS COMPENSATION POLICY			
Section A - Statutory	New Jersey		
Section B - Employers Liability			
Bodily Injury by Accident - Each Accident	$ 3,000,000		
Bodily Injury by disease - Each Employee	3,000,000		
Bodily Injury by Disease - Policy Limit	3,000,000		
EXPERIENCE MODIFICATION	1		
SUPPLEMENTARY WORKERS COMPENSATION POLICY			
Limit of Liability - Up to 52 weeks with maximum of $1,750 per week			7 Days
SCHOOL BOARD LEGAL LIABILITY POLICY			
Coverage A - Each Policy Period	31,000,000		$ 10,000
Coverage B - Limit of Liability - Each claim	100,000		
Coverage B - Limit of Liability - Aggregate	300,000		10,000
STUDENT ACCIDENT POLICY ZURICH INS. 8/1/23-24			
Limit	5,000,000		Full excess
STORAGE TANK LIABILITY POLICY			
Limit of Liability	1,000,000	per tank	50,000
Aggregate - for all storage tanks	2,000,000	all tanks agg	
Aggregate - for all legal defense expenses	2,000,000		
CYBER LIABILITY - included in package			
Per Claim	2,000,000		
Aggregate	2,000,000		
BONDS			
Board Secretary/School Business Administrator (8/23/23-24)	750,000		
Assistant Business Administrator (6/30/23)	750,000		
Accounting Clerk (12/1/22 - 23)	750,000		

SINGLE AUDIT SECTION

SAMUEL KLEIN AND COMPANY, LLP
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INDEPENDENT AUDITORS 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*

Honorable President and Members
of the Board of Education
Township of Monroe Board of Education
County of Middlesex, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Office of School Finance Department, Department of Education, State of New Jersey, the financial statements of the governmental activities and the business-type activities of the Township of Monroe Board of Education, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Township of Monroe Board of Education's basic financial statements, and have issued our report thereon dated January 9, 2026.

Internal Control Over Financial Reporting

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

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

INDEPENDENT AUDITORS 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* (CONTINUED)

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 and therefore, material weaknesses or significant deficiencies may exist that may not have been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Board of Education of the Township of Monroe School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of basic financial statement amounts. 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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Gerard Stankiewicz
Certified Public Accountant
Licensed Public School Accountant #912

SAMUEL KLEIN AND COMPANY, LLP

Freehold, New Jersey
January 9, 2026

SAMUEL KLEIN AND COMPANY, LLP
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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY UNIFORM GUIDANCE AND NEW JERSEY OMB 15-08

Honorable President and Members
of the Board of Education
Township of Monroe Board of Education
County of Middlesex, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Township of Monroe Board of Education, State of New Jersey's compliance with the types of compliance requirements identified as subject to audit in *OMB Compliance Supplement and New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the Township of Monroe Board of Education, State of New Jersey's major federal and state programs for the year ended June 30, 2025. The Township of Monroe District Board of Education, State of New Jersey's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Township of Monroe Board of Education, State of New Jersey complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 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 (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid.* Our responsibilities under those standards, the Uniform Guidance and New Jersey's OMB Circular 15-08 are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY UNIFORM GUIDANCE AND NEW JERSEY OMB 15-08 (CONTINUED)

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 Township of Monroe Board of Education, State of New Jersey's federal and state programs.

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY UNIFORM GUIDANCE AND NEW JERSEY OMB 15-08 (CONTINUED)

Other Matters

The results of our auditing procedures disclosed no instances of noncompliance which are required to be reported in accordance with the Uniform Guidlance and New Jersey OMB 15-08.

Report on Internal Control over Compliance

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

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

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

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

Gerard Stankiewicz
Certified Public Accountant
Licensed Public School Accountant #912

Samuel Klein & Company, LLP

SAMUEL KLEIN AND COMPANY, LLP

Freehold, New Jersey
January 9, 2026

BOARD OF EDUCATION
MONROE TOWNSHIP , COUNTY OF MIDDLESEX
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Federal Grantor / Pass-Through Grantor / Program Title	Assistance Listing Number	Federal FAIN Number	Program or Award Amount	Grant Period From	Grant Period To	June 30, 2024 Due to Grantor	June 30, 2024 Deferred Revenue	June 30, 2024 (Accounts Receivable)	Cash Received	Budgetary Expenditures	Refund To Grantor	June 30, 2025 (Accounts Receivable)	June 30, 2025 Deferred Revenue	June 30, 2025 Due to Grantor
U.S. Department of Health and Human Services														
General Fund:														
Medical Assistance Program	93.778	2505NJ5MAP	$ 43,142.94	7/1/2024	6/30/2025				$ 43,142.94	$ (43,142.94)				
Total General Fund									$ 43,142.94	$ (43,142.94)				
U.S. Department of Education														
Passed - Through State Department of Education:														
Special Revenue Fund:														
Title I	84.010	S013A250030	$ 156,888.00	7/1/2024	9/30/2025				$ 150,854.00	$ (161,756.81)		$ (10,902.81)		
Title I	84.010	S013A240030	142,564.00	7/1/2023	9/30/2024			$ (20,275.16)	20,275.16					
Title II, Part A	84.367A	S367A250029	73,486.00	7/1/2024	9/30/2025				73,263.04	(74,662.93)		(1,399.89)		
Title II, Part A	84.367A	S367A240029	76,902.00	7/1/2023	9/30/2024			(2,299.96)	2,299.96					
Title III	84.365A	S365A250030	32,656.00	7/1/2024	9/30/2025				25,507.28	(27,371.54)		(1,864.26)		
Title III	84.365A	S365A240030	29,962.00	7/1/2023	9/30/2024			(7,214.72)	7,214.72					
Title III - Immigrant	84.365A	S365A250030	7,628.00	7/1/2024	9/30/2025				3,308.00	(3,757.45)		(449.45)		
Title III - Immigrant	84.365A	S365A240030	9,646.00	7/1/2023	9/30/2024			(4,862.92)	4,862.92					
Title IV	84.424A	S424A250031	10,807.00	7/1/2024	9/30/2025				7,190.00	(7,190.00)				
Title IV	84.424A	S424A240031	11,480.00	7/1/2023	9/30/2024			(4,000.00)	4,000.00					
IDEA Part B, Basic	84.027A	H027A250100	1,352,179.00	7/1/2024	9/30/2025				1,571,728.19	(1,571,727.50)				$ 0.69
IDEA Part B, Basic	84.027A	H027A240100	1,391,884.00	7/1/2023	9/30/2024			(88,784.81)	88,784.81					
IDEA Preschool	84.173	H173A250114	52,822.00	7/1/2024	9/30/2025				52,822.00	(52,822.00)				
Middle Grades Career Awareness Grant	84.048	V048A240030	73,066.00	7/1/2023	6/30/2024			(25,589.16)	25,589.16					
Advance African Studies	Not Available		12,305.00	Not Available					11,653.00	(12,267.46)		(614.46)		

See accompanying Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance.

BOARD OF EDUCATION
MONROE TOWNSHIP , COUNTY OF MIDDLESEX
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Federal Grantor / Pass-Through Grantor / Program Title	Assistance Listing Number	Federal FAIN Number	Program or Award Amount	Grant Period From	Grant Period To	June 30, 2024 Due to Grantor	June 30, 2024 Deferred Revenue	June 30, 2024 (Accounts Receivable)	Cash Received	Budgetary Expenditures	Refund To Grantor	June 30, 2025 (Accounts Receivable)	June 30, 2025 Deferred Revenue	June 30, 2025 Due to Grantor
U.S. Department of Education														
Passed - Through State Department of Education:														
Special Revenue Fund: (Continued)														
ASCERS Program	84.425D	S425D210027	$ 138,545.00	7/1/2023	9/30/2024			$ (68,937.00)	$ 68,937.00					
ARP Homeless II	84.425W	S425W210031	321.00	4/21/2021	9/30/2024			(321.00)	321.00					
Total Special Revenue Fund								$ (222,284.73)	$ 2,118,610.24	$ (1,911,555.69)		$ (15,230.87)		$ 0.69
U.S. Department of Agriculture														
Passed-through State Department of Agriculture:														
Enterprise Fund:														
Special Milk Program for Children	10.556	251NJ304N1099	$ 1,286.60	7/1/2024	6/30/2025				$ 1,170.21	$ (1,286.60)		$ (116.39)		
National School Breakfast Program	10.553	251NJ304N1099	19,600.92	7/1/2024	6/30/2025				18,535.29	(19,600.92)		(1,065.63)		
National School Lunch Program	10.555	241NJ304N1099	660,958.78	7/1/2023	6/30/2024			$ (28,745.88)						
National School Lunch Program	10.555	251NJ304N1099	603,101.14	7/1/2024	6/30/2025				570,568.63	(603,101.40)		(32,532.77)		
Food Distribution Program	10.555	251NJ304N1099	298,740.26	7/1/2024	6/30/2025				298,740.26	(255,848.07)			$ 42,892.19	
Food Distribution Program	10.555	241NJ304N1099	294,653.93	7/1/2023	6/30/2024			(34,370.62)	34,370.62					
Total Enterprise Fund								$ (63,116.50)	$ 923,385.01	$ (879,836.99)		$ (33,714.79)	$ 42,892.19	
Total Federal Awards								$ (285,401.23)	$ 3,085,138.19	$ (2,834,535.62)		$ (48,945.66)	$ 42,892.19	$ 0.69

(1) Equals inventory.

See accompanying Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance.

BOARD OF EDUCATION
MONROE TOWNSHIP, COUNTY OF MIDDLESEX
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
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	June 30, 2024 (Accounts Receivable)	June 30, 2024 Due to Grantor	Cash Received	Budgetary (Expenditures)	(Adjustment) Repayment of Prior Year's Balances	Balance, June 30, 2025 (Accounts Receivable)	Balance, June 30, 2025 Due to Grantor	MEMO Budgetary Receivable	MEMO Cumulative Total Expenditures
General Fund:													
Categorical Special Education Aid	25-495-034-5120-089	$ 7,593,810.00	7/1/2024	6/30/2025			$ 7,593,810.00	$ (7,593,810.00)				(738,715)	$ (7,593,810.00)
Categorical Security Aid	25-495-034-5120-084	681,073.00	7/1/2024	6/30/2025			681,073.00	(681,073.00)				(66,254)	(681,073.00)
Transportation Aid	25-495-034-5120-014	3,999,704.00	7/1/2024	6/30/2025			3,999,704.00	(3,999,704.00)				(389,086)	(3,999,704.00)
Extraordinary Aid	25-495-034-5120-044	692,117.00	7/1/2024	6/30/2025	$			(692,117.00)		(692,117.00)			(692,117.00)
Extraordinary Aid	24-495-034-5120-044	824,606.00	7/1/2023	6/30/2024	(824,606.00)		824,606.00						
Capital Grant	Not Available	300,000.00	7/1/2024	6/30/2025			300,000.00	(300,000.00)					(300,000.00)
Menstrual Aid	Not Available	682.00	7/1/2024	6/30/2025				(682.00)		(682.00)			(682.00)
On Behalf TPAF - Non-Contributory Insurance	25-495-034-5094-004	9,351.00	7/1/2024	6/30/2025			9,351.00	(9,351.00)					(9,351.00)
On-Behalf TPAF - Pension	25-495-034-5094-002	19,264,145.00	7/1/2024	6/30/2025			19,264,145.00	(19,264,145.00)					(19,264,145.00)
On Behalf TPAF - Post Retirement Medical	25-495-034-5094-001	5,628,999.00	7/1/2024	6/30/2025			5,628,999.00	(5,628,999.00)					(5,628,999.00)
On Behalf TPAF - FICA	25-495-034-5094-003	4,376,926.05	7/1/2024	6/30/2025			4,376,926.05	(4,376,926.05)					(4,376,926.05)
On Behalf TPAF - FICA	24-495-034-5094-003	4,292,732.63	7/1/2023	6/30/2024	(211,482.40)		211,482.40						
Nonpublic Transportation	25-495-034-5120-014	139,633.00	7/1/2024	6/30/2025				(139,633.00)		(139,633.00)			(139,633.00)
Nonpublic Transportation	24-495-034-5120-014	144,235.00	7/1/2023	6/30/2024	(144,235.00)		144,325.00						
Total General Fund					$ (1,180,323.40)		$ 43,034,421.45	$ (42,686,440.05)		$ (832,432.00)		$ (1,194,055.00)	(42,686,440.05)

See Accompanying Notes to Schedules of Financial Assistance.

BOARD OF EDUCATION
MONROE TOWNSHIP, COUNTY OF MIDDLESEX
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
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	June 30, 2024 (Accounts Receivable)	June 30, 2024 Due to Grantor	Cash Received	Budgetary (Expenditures)	(Adjustment) Repayment of Prior Year's Balances	Balance, June 30, 2025 (Accounts Receivable)	Balance, June 30, 2025 Due to Grantor	MEMO Budgetary Receivable	MEMO Cumulative Total Expenditures
Special Revenue Fund:													
N.J. Nonpublic Aid:													
Textbook Aid	25-100-034-5120-064	869.00	7/1/2024	6/30/2025			$ 869.00				$ 869.00		
Textbook Aid	24-100-034-5120-064	867.00	7/1/2023	6/30/2024		$ 867.00			$ 867.00				
Nursing Services	25-100-034-5120-070	2,210.00	7/1/2024	6/30/2025			2,210.00				2,210.00		
Nursing Services	24-100-034-5120-070	1,800.00	7/1/2023	6/30/2024		1,800.00			1,800.00				
Technology	25-100-034-5120-373	833.00	7/1/2024	6/30/2025			833.00				833.00		
Technology	24-100-034-5120-373	735.00	7/1/2023	6/30/2024		3.05			3.05				
Security	25-100-034-5120-510	3,485.00	7/1/2024	6/30/2025			3,485.00				3,485.00		
Security	24-100-034-5120-510	3,075.00	7/1/2023	6/30/2024		3,075.00			3,075.00				
STEM	25-100-034-5120-373	8,013.00	7/1/2024	6/30/2025	$ (8,013.00)					$ (8,013.00)			
Total Special Revenue Fund					$ (8,013.00)	$ 5,745.05	$ 7,397.00	$	$ 5,745.05	$ (8,013.00)	$ 7,397.00	$	$
Capital Projects Fund:													
Roof Upgrades Applegarth													
NJSDA	3290-300-23-G5WU	1,404,600.00	6/30/2024	6/30/2026	$ 1,404,600.00			$ (149,319.88)		$ 1,404,600.00			$ (168,349.88)
NJDOE	3290-300-23-R502	400,000.00	6/30/2024	6/30/2026	400,000.00			(42,556.17)		400,000.00			(47,979.72)
HVAC Upgrades - Applegarth													
NJSDA	3290-300-23-G5WT	2,645,468.00	6/30/2024	6/30/2026	2,645,468.00			(571,132.67)		2,645,468.00			(581,132.67)
NJDOE	3290-300-23-R501	600,000.00	6/30/2024	6/30/2026	600,000.00			(129,932.68)		600,000.00			(132,335.99)
Total Capital Projects Fund					$ 5,050,068.00		$	$ (892,941.40)	$	$ 5,050,068.00		$	$ (929,798.26)

See Accompanying Notes to Schedules of Financial Assistance.

BOARD OF EDUCATION
MONROE TOWNSHIP, COUNTY OF MIDDLESEX
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
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	June 30, 2024 (Accounts Receivable)	June 30, 2024 Due to Grantor	Cash Received	Budgetary (Expenditures)	(Adjustment) Repayment of Prior Year's Balances	Balance, June 30, 2025 (Accounts Receivable)	Balance, June 30, 2025 Due to Grantor	MEMO Budgetary Receivable	MEMO Cumulative Total Expenditures
Debt Service Fund:													
Debt Service Aid Type II	25-495-034-5121-075	281,336.00	7/1/2024	6/30/2025			$ 281,336.00	$ (281,336.00)					$ (281,336.00)
Total Debt Service Fund							$ 281,336.00	$ (281,336.00)					$ (281,336.00)
State Department of Agriculture													
Enterprise Fund:													
State School Breakfast Program	25-100-010-3350-023	262.40	7/1/2024	6/30/2025			$ 206.40	$ (262.50)		$ (56.10)			$ (262.50)
State School Lunch Program	25-100-010-3350-023	54,513.23	7/1/2024	6/30/2025			51,502.44	(54,513.23)		(3,010.79)			(54,513.23)
State School Lunch Program	24-100-010-3350-023	48,989.35	7/1/2023	6/30/2024	$ (2,690.50)		2,690.50	$					
Total Enterprise Fund					$ (2,690.50)		$ 54,192.94	$ (54,775.73)		$ (3,066.89)			$ (54,775.73)
Total State Financial Assistance					$ 3,859,041.10	$ 5,745.05	$ 43,377,347.39	$ (43,915,493.18)	$ 5,745.05	$ 4,206,556.11	$ 7,397.00	$ (1,194,055.00)	$ (43,952,350.04)
Less On-behalf TPAF:													
Pension	25-495-034-5094-002	19,264,145.00	7/1/2024	6/30/2025				$ 19,264,145.00					
Post-Retirement Medical	25-495-034-5094-001	5,628,999.00	7/1/2024	6/30/2025				5,628,999.00					
Non-Contributory Insurance	25-495-034-5094-004	9,351.00	7/1/2024	6/30/2025				9,351.00					
								$ (19,012,998.18)					

Reconciliation:

Current Year	$ 43,915,493.18
Prior Year - Capital Projects	36,856.86
	$ 43,952,350.04

See Accompanying Notes to Schedules of Financial Assistance.

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

1. GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Board of Education, Township of Monroe School District. The information in this Schedule is presented in accordance with the requirements of *Title 2, US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance) and NJOMB 15-08.* The Board of Education is defined in Note 1 (A) to the Board's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedules of expenditures of federal awards and state financial assistance.

2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements. The information in this Schedule is presented in accordance with the requirements of *Title 2, US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance) and NJOMB 15-08.* Therefore, some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the basic financial statements.

3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to N.J.S.A.18A:22-4.2. For GAAP purposes that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last two (2) (of twenty (20)) state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the last state aid payment in the current budget year, consistent with N.J.S.A.18A:22-4.2.

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
NOTES TO THE SCHEDULES OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is a decrease of $144,760 for the general fund. See *Note* 1 (the Notes to Required Supplementary Information) for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented are as follows:

	Federal	State	Total
Governmental Funds:			
General	$ 43,142.94	$ 42,541,680.05	$ 42,584,822.99
Debt Service		281,336.00	281,336.00
Special Revenue	1,912,592.89		1,912,592.89
	1,955,735.83	42,823,016.05	44,778,751.88
Proprietary Funds:			
Food Service	922,729.18	54,775.73	977,504.91
Total Awards and Assistance	$ 2,878,465.01	$ 42,877,791.78	$ 45,756,256.79

4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

5. FEDERAL AND STATE LOANS OUTSTANDING

The District had no federal or state loans outstanding.

6. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contribution and Post-Retirement Medical Contributions represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2025. TPAF Social Security Contributions represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the year ended June 30, 2025.

The State of New Jersey also makes TPAF post-retirement medical, pension contribution and long-term disability insurance expenditures on-behalf of the District. These expenditures are not subject to New Jersey OMB Circular 15-08 because the contributions are made by the State directly and do not have any compliance related requirements, and therefore have not been included on the Schedule of State Financial Assistance, as directed by the funding agency.

7. INDIRECT COSTS

The District did not use the 10% di minimus indirect cost rate.

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified, dated January 9, 2026

Internal control over financial reporting:

1. Material weakness(es) identified? ____ yes __X__ no
2. Significant deficiency(ies) identified that are not considered to be material weaknesses? ____ yes __X__ none reported

Noncompliance material to basic financial statements noted? ____ yes __X__ no

Federal Awards

Internal control over major programs:

1. Material weakness(es) identified? ____ yes __X__ no
2. Significant deficiency(ies) identified that are not considered to be material weaknesses? ____ yes __X__ none reported

Type of auditor's report issued on compliance for major programs: Unmodified, dated January 9, 2026

Any audit findings disclosed that are required to be reported in accordance with section .510(a) of the Uniform Guidance? ____ yes __X__ no

Identification of major programs:

Assistance Listing #	FAIN	Name of Federal Program or Cluster
		Special Education (IDEA) Cluster:
84.027	H027A250100	IDEA Part B Regular
84.173	H173A250114	IDEA Preschool
		Child Nutrition Cluster:
10.555	251NJ304N1099	National School Lunch, Food Distribution Program
10.553	251NJ304N1099	School Breakfast Program
10.556	251NJ304N1099	Special Milk Program for Children

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

Auditee qualified as low-risk auditee? __X__ yes ____ no

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

State Financial Assistance

Dollar threshold used to distinguish between type A and type B Programs:		$750,000	
1.	Auditee qualified as low-risk auditee?	X yes	no
Type of auditor's report issued on compliance for major programs:		Unmodified, dated January 9, 2026	
Internal Control over major programs:			
1.	Material weakness(es) identified?	Yes	X no
2.	Significant deficiency(ies) identified that are not considered to be material weakness(es):	yes	X none reported
Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 15-08?		yes	X no

Identification of major programs:

State Grant/Project Number	Name of State Program
25-495-034-5120-089	Cluster: Categorical Special Education Aid
25-495-034-5120-014	Categorical Transportation Aid
25-495-034-5094-003	Reimbursed TPAF Social Security Contribution
3290-300-23-G5-WT/WU	SDA ROD Grant – Applegarth

Section II - Schedule of Financial Statement Findings

None

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

None

BOARD OF EDUCATION
TOWNSHIP OF MONROE SCHOOL DISTRICT
COUNTY OF MIDDLESEX
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

FOR THE YEAR ENDED JUNE 30, 2024:

There were no findings for the year ended June 30, 2024.