

**DELAWARE VALLEY REGIONAL
HIGH SCHOOL DISTRICT**

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

JUNE 30, 2023

**Responsibility of the Management of
Delaware Valley Regional High School District
Hunterdon County, New Jersey**



**DELAWARE VALLEY REGIONAL
HIGH SCHOOL DISTRICT**

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2023

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**DELAWARE VALLEY REGIONAL
HIGH SCHOOL DISTRICT**

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Delaware Valley Regional High School Board of Education



19 Senator Stout Road • Frenchtown • New Jersey • 08825-3721
Telephone: 908-996-2727 • Fax: 908-996-4527 • Website: dvrhs.org

Scott McKinney
Superintendent

Teresa O'Brien, RSBA
Business Administrator/Board Secretary

November 21, 2023

Honorable President and
Members of the Board of Education
Delaware Valley Regional High School District
County of Hunterdon, New Jersey

Dear Board Members:

The Annual Comprehensive Financial Report of the Delaware Valley Regional High School District for the fiscal year ended June 30, 2023, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the Management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds 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 general purpose financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the State Treasury OMB Circular Letter 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments*. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES: Delaware Valley Regional High School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by Statement No. 14. All funds and account groups of the District are included in this report. The Delaware Valley Regional High School Board of Education constitutes the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels 9 through 12. These include regular, vocational and special education services. The District completed the 2022-2023 fiscal year with an average daily enrollment of 701.2 students, which is a .05% decrease over the previous year’s enrollment. The following details the changes in the student enrollment of the District over the last ten years.

Average Daily Enrollment

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2022-2023	701.2	1.44%
2021-2022	691.2	2.80%
2020-2021	672.4	(2.43%)
2019-2020	689.2	2.85%
2018-2019	670.1	(3.37%)
2017-2018	693.5	(16.26%)
2016-2017	828.2	(5.92%)
2015-2016	880.3	(1.51%)
2014-2015	893.8	(5.45%)
2013-2014	945.3	(1.66%)

2. ECONOMIC CONDITION AND OUTLOOK: The Delaware Valley Regional High School is composed of five municipalities: Alexandria Township, Frenchtown Borough, Holland Township, Kingwood Township, and Milford Borough. Primarily rural/residential, the area contains a relatively small number of businesses to support the tax base. The State Aid formula is not providing sufficient aid to the District.

Since the completion of Route 78, the commuter population has migrated westward into the Delaware Valley Region, primarily into Alexandria and Kingwood Townships. As a result, over the last few decades, the residential population, including school age children, has been increasing, until recent years. In 1975, the 89 square miles comprising the Regional District contained about 11,800 residents. By 1990, that number had increased to 14,612. According to the official data from the 2020 U.S. Census, the Delaware Valley Regional was comprised of 16,390 people broken down by municipalities as follows:

Alexandria Township	-	4,809
Frenchtown Borough	-	1,370
Holland Township	-	5,177
Kingwood Township	-	3,802
Milford Borough	-	1,232

Enrollments have been stable the last few years, however, we are anticipating another decline in enrollment in the next several years. As a result of the state aid redistribution bill, known as S2, which passed in 2018, the District is experiencing a significant decrease in state aid. Over a 6 year period, the District is slated to lose \$2.7M of state financial support. Fiscal year 2023 represented year 5 of the 6 year phase out. The administration and the board have fought to balance the impact of lost programs with the increase in taxes to support those programs in light of the significant loss of state support.

3. STUDENT PROGRESS: One Hundred Sixty-Two (162) students comprised Delaware Valley's 2023 graduating class.

On, July 5, 2022, Governor Murphy signed P.L.2022, c.60 (ACS for A-3196/S-2349), which required the State Board of Education to administer the New Jersey Graduation Proficiency Assessment (NJGPA) as a field test for the class of 2023. There was no graduation assessment requirement for any student who graduated with the class of 2023. Students in the class of 2023 still had to meet all the other State and local graduation requirements, including but not limited to credit, curriculum, and attendance requirements.

Offered is a comprehensive program, consisting primarily of in-house courses, which includes some out-of-district placements for handicapped, disadvantaged and special needs students. College level courses and college credits are being offered through a concurrent enrollment program offered by partnerships with Raritan Valley Community College, Seton Hall University and Kean University.

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

As a recipient of Federal and State financial assistance, the District is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is also subject to periodic evaluation by the District Management.

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

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

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either 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, 2023.

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 meeting its responsibilities for sound financial management.

8. DEBT ADMINISTRATION: At June 30, 2023, the District has no outstanding debt.

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 3. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.


10. RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to general liability, excess liability, automobile liability and comprehensive/collision, hazard and theft insurance on property, content, and fidelity bonds. The Board oversees risk management for the District. A schedule of insurance coverage is found on J-20.

11. OTHER INFORMATION:

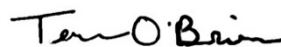
Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of BKC, CPAs, PC, was appointed by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the State Treasury OMB Circular Letter 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments*. The auditor's report on the general-purpose financial statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

11. ACKNOWLEDGMENTS: We would like to express our appreciation to the members of the Delaware Valley Regional High School District Board of Education for their dedication in providing fiscal accountability to the citizens and taxpayers of the School District and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our Business Office staff.

Respectfully submitted,



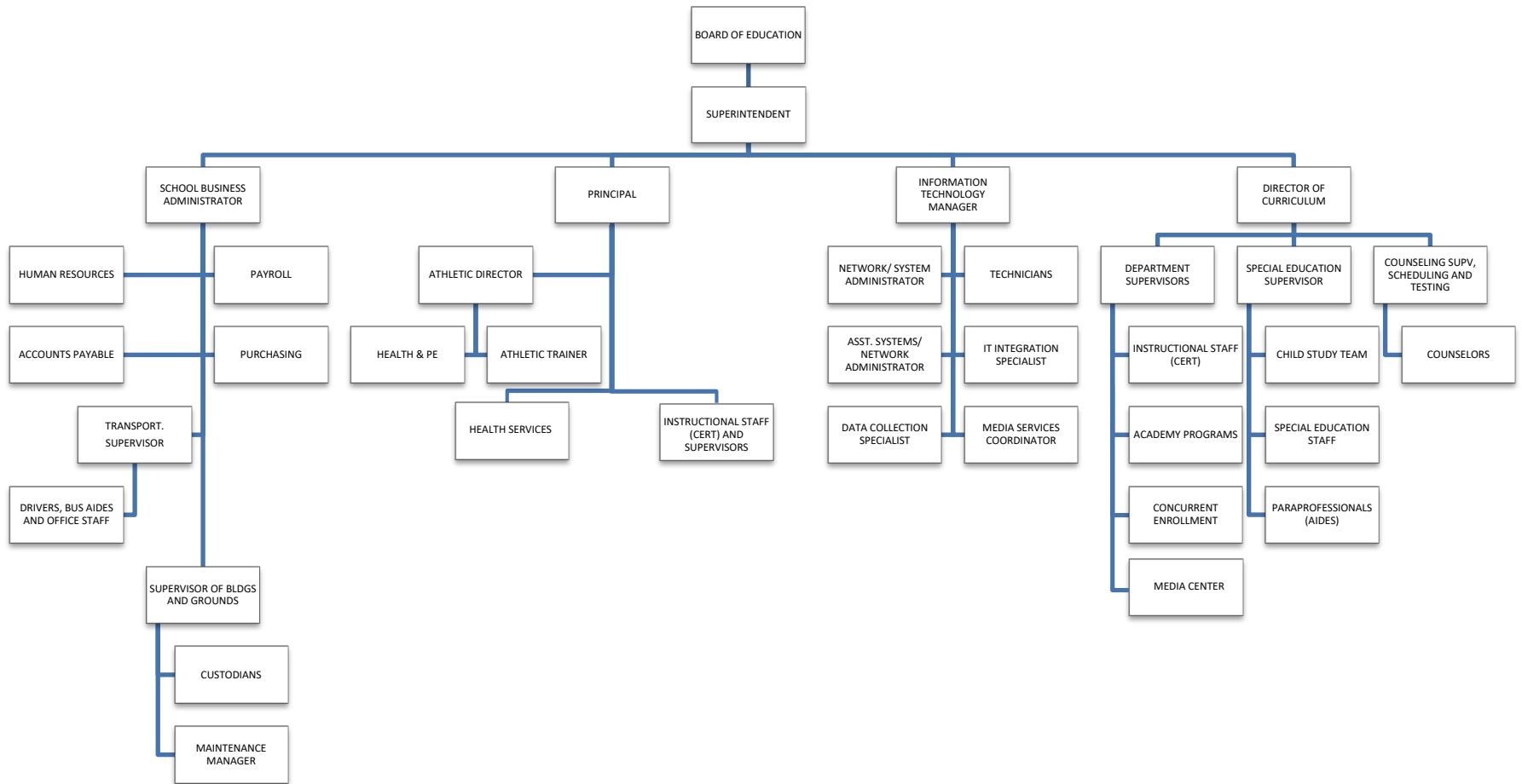
Scott McKinney
Superintendent of Schools



Teresa O' Brien
Board Secretary/Business Administrator

DELAWARE VALLEY REGIONAL HIGH SCHOOL BOARD OF EDUCATION
 ORGANIZATIONAL CHART

REVISED: NOVEMBER 2022



Adopted: November 28, 2022

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Roster of Officials
June 30, 2023

Members of the Board of Education	Title	Municipality	Term Expires
Melanie Campbell	President	Holland Township	2024
JoAnne Oldenburg	Vice President	Kingwood Township	2024
Jonathan DeLisle		Alexandria Township	2023
Amy Elphick		Frenchtown Borough	2023
Anna Gaspari		Kingwood Township	2023
Deborah Culberson		Alexandria Township	2024
Ellen Gordon		Milford Borough	2025
Timothy McGuire		Holland Township	2025
Frank Simini III		Holland Township	2025

Other Officials	Title
Scott McKinney	Superintendent of Schools
Teresa O'Brien	Business Administrator/Board Secretary
Raelene Sipple	Treasurer of School Monies

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Consultants and Advisors
June 30, 2023

ATTORNEY
Fogarty & Hara
Counselors at Law
16-00 Route 208 South
Fair Lawn, NJ 07410

AUDIT FIRM
BKC, CPAs, PC
39 State Route 12, Suite 2
Flemington, NJ 08822

ARCHITECT
Gianforcaro Architects, Engineers & Planners
555 East Main Street
Chester, NJ 07930

FINANCIAL ADVISOR
Phoenix Advisors
4 West Park Street
Bordentown, NJ 08505

OFFICIAL DEPOSITORY
Citizens Bank
Corporate Office
PO Box 7000
Providence, RI 02940

SCHOOL PHYSICIAN
St. Luke's Warren Physician Group, P.C.
c/o St. Luke's Physician Group, Inc.
801 Ostrum Street
Bethlehem, PA 18015



Certified Public Accountants, PC
www.bkc-cpa.com

Independent Auditors' Report

Honorable President and
Members of the Board of Education
Delaware Valley School District
Frenchtown, New Jersey

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Delaware Valley School District (the District) in the County of Hunterdon, as of and for the year ended June 30, 2023, and the related Notes to the Financial Statements, which collectively comprise the District's Basic Financial Statements as listed in the Table of Contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management 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, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Budgetary Comparison Schedules, Schedules Related to Accounting and Reporting for Pensions, and Schedules Related to Accounting and Reporting for Other Postemployment Employee Benefits listed in the Table of Contents be presented to supplement the Basic Financial Statements. Such information is the responsibility of Management and, although not a part of the Basic Financial Statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the Basic Financial Statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with Management's responses to our inquiries, the Basic Financial Statements, and other knowledge we obtained during our audit of the Basic Financial Statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District's Basic Financial Statements. The Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* and Schedule of Expenditures of State Financial Assistance required by New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* are also presented for purposes of additional analysis not a required part of the Basic Financial Statements.

Such information is the responsibility of Management and were derived from and relates directly to the underlying accounting and other records used to prepare the Basic Financial Statements. The information has been subjected to the auditing procedures applied in the audit of the Basic Financial Statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the Basic Financial Statements or to the Basic Financial Statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards, and Schedule of Expenditures of State Financial Assistance are fairly stated, in all material respects, in relation to the Basic Financial Statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Introductory, Combining and Individual Non-Major Fund Financial Schedules and Statistical Sections but does not include the Basic Financial Statements and our auditor's report thereon. Our opinion on the Basic Financial Statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 21, 2023, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to solely describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



BKC, CPAs, PC



Michael Holk, CPA, PSA
NO. 20CS00265600

November 21, 2023
Flemington, New Jersey

REQUIRED SUPPLEMENTARY INFORMATION - PART I

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023
Unaudited

The discussion and analysis of Delaware Valley Regional High School District's (the District) financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2023. 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.

Financial Highlights

Key financial highlights for 2023 are as follows:

- In total, net position increased \$1,938,484, which represents an 14.47% increase from 2022.
- General revenues accounted for \$24,463,971 in revenue or 78.07% of all revenues. Program specific revenues in the form of charges for services, operating grants, and contributions accounted for \$6,872,055 or 21.93% of total revenues of \$31,336,033.
- Total assets of governmental activities decreased by \$322,013, as cash and cash equivalents increased by \$198,141, receivables and other assets increased by \$139,988, and capital assets decreased by \$660,142.
- The District had \$29,397,549 in expenses; only \$6,872,055 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) were \$24,463,978.
- Among major funds, the general fund had \$22,889,409 in revenues and \$22,664,488 in expenditures. The general fund's balance increased \$224,921 from 2022.

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 Delaware Valley Regional High 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 Delaware Valley Regional High School District, the general fund is by far the most significant fund.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023
Unaudited

Reporting the School District as a Whole

Statement of Net Position and the 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 fiscal year 2023?" The Statement of Net Position and the 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 companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net position and changes in those assets. This change in net position is important because it tells the reader that, for the School District as a whole, the financial positions of the School District has improved or diminished. The causes of this change may be the result of many factors, some financial, and some not. No financial factors include the School District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

In the Statement of Net Position and the Statement of Activities, the School District reports governmental activities. Governmental activities are the activities where most of the School District's programs and services are reported including, but not limited to, instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the general fund, special revenue fund, capital projects fund and debt service fund.

Governmental Funds

The School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in the future years. These funds measure and report the operating results by measuring cash on hand and other assets that can be easily converted to cash. The governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provided.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023
Unaudited

Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's net position at June 30, 2023 compared to June 30, 2022.

Table 1
Net Position

	06/30/23	06/30/22	Variance	
			Dollars	Percent
Assets				
Current & other assets	\$ 7,310,358	\$ 7,405,093	\$ (94,735)	-1.28%
Capital assets	18,159,149	17,960,255	198,894	1.11%
Total assets	25,469,507	25,365,348	104,159	0.41%
Deferred pension activity	962,415	785,347	177,068	22.55%
Liabilities				
Long-term liabilities	8,095,724	7,520,224	575,500	7.65%
Other liabilities	1,626,639	1,536,584	90,055	5.86%
Total liabilities	9,722,363	9,056,808	665,555	7.35%
Deferred pension activity	1,373,664	3,696,476	(2,322,812)	-62.84%
Net position				
Net investment in capital assets	17,449,057	16,393,822	1,055,235	6.44%
Restricted	2,035,046	2,040,941	(5,895)	-0.29%
Unrestricted	(4,148,208)	(5,037,352)	889,144	17.65%
Total net position	\$ 15,335,895	\$ 13,397,411	\$ 1,938,484	14.47%

Total assets increased \$104,159. Cash and cash equivalents decreased by \$39,405, receivables and other assets decreased by \$55,330, and capital assets increased by \$198,894. Unrestricted net position, the part of net position that can be used to finance day to day activities without constraints established by grants or legal requirements, of the School District increased by \$889,144.

The negative balance in unrestricted net position is the result of reporting required by GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, which allocates the proportionate share of the State's net pension liability for PERS to each contributing entity throughout the State.

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Table 2 shows the changes in net position for the fiscal year ended June 30, 2023 compared to June 30, 2022.

Table 2
Changes in Net Position

	06/30/23	06/30/22	Variance	
			Dollars	Percent
Revenues				
Program revenues				
Charges for services	\$ 5,828,226	\$ 5,354,096	\$ 474,130	8.86%
Operating grants and contributions	1,043,829	1,227,089	(183,260)	-14.93%
General revenues				
Property taxes	16,443,710	15,750,896	692,814	4.40%
Grants and entitlements	7,879,909	9,243,343	(1,363,434)	-14.75%
Other	140,359	54,858	85,501	155.86%
Total revenues	31,336,033	31,630,282	(294,249)	-0.93%
Expenses				
Instruction				
Regular	9,115,846	9,285,993	(170,147)	-1.83%
Special	2,466,024	2,506,081	(40,057)	-1.60%
Other	1,390,681	1,578,414	(187,733)	-11.89%
Support services				
Tuition	1,140,872	993,752	147,120	14.80%
Student & instructional related services	5,187,603	4,946,613	240,990	4.87%
General & business administration	1,243,939	1,285,624	(41,685)	-3.24%
School administration	657,258	582,219	75,039	12.89%
Maintenance	1,803,450	2,028,726	(225,276)	-11.10%
Transportation	1,996,648	2,019,734	(23,086)	-1.14%
Food service	451,127	463,146	(12,019)	-2.60%
Transportation	3,703,071	3,703,228	(157)	0.00%
Technology services	125,830	153,945	(28,115)	-18.26%
Administrative services	93,238	150,386	(57,148)	-38.00%
Interest on long-term debt	21,962	23,755	(1,793)	-7.55%
Total expenses	29,397,549	29,721,616	(324,067)	-1.09%
Change in net position	\$ 1,938,484	\$ 1,908,666	\$ 29,818	1.56%

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
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Governmental Activities

Local property taxes made up 63.88% of revenues for governmental activities for the Delaware Valley Regional High School District for fiscal year 2023.

Instruction comprises 44.16% of district expenses. Support services expenses make up 55.87% of the expenses.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 provides a summary of the School District's cost of governmental services in fiscal year ending June 30, 2023 compared to June 30, 2022.

Table 3
Cost of Governmental Services

	Total Cost of Services		Net Cost of Services	
	06/30/23	06/30/22	06/30/23	06/30/22
Instruction	\$ 12,972,551	\$ 13,370,488	\$ 12,436,995	\$ 12,827,008
Support services				
Tuition	1,140,872	993,752	879,886	831,595
Student & instructional staff	5,187,603	4,946,613	4,701,689	4,624,079
General & business administration	1,243,939	1,285,624	1,243,939	1,285,624
School administration	657,258	582,219	657,258	582,219
Plant operations & maintenance	1,803,450	2,028,726	1,792,508	2,020,029
Pupil transportation	1,996,648	2,019,734	1,996,648	2,019,734
Food services	451,127	463,146	(32,845)	(127,483)
Transportation	3,703,071	3,703,228	(1,145,928)	(921,667)
Technology services	125,830	153,945	(26,618)	(28,062)
Administrative services	93,238	150,386	-	3,600
Interest on long-term debt	21,962	23,755	21,962	23,755
Total expenses	\$ 29,397,549	\$ 29,721,616	\$ 22,525,494	\$ 23,140,431

Instructional expenses include activities dealing directly with the teaching of pupils and the interaction between teacher and student.

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023
Unaudited

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

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

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

The dependence upon tax revenues is apparent. For all activities, general revenue support is 78.07%. The community, as a whole, is the primary support or funding source for the Delaware Valley Regional High School District.

The School District's Funds

Information about the School District's major funds starts in the section entitled Fund Financial Statements. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$24,036,984 and expenditures of \$23,790,512. The general fund had an increase in fund balance of \$224,921.

General Fund Budgeting Highlights

The School District's budget is prepared according to New Jersey law and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the general fund.

During the course of fiscal year 2023, the School District amended its general fund budget as needed. The School District uses program-based budgeting and the budgeting systems are designed to tightly control program budgets but provide flexibility for program management.

For the general fund, budgetary basis revenue and other financing sources were \$19,192,727, \$808,577 above original budgeted estimates of \$18,384,150. This difference was primarily due to receiving unbudgeted extraordinary and stabilization aid.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023
Unaudited

Capital Assets

At the end of the fiscal year 2023, the School District had \$18,159,149 invested in land, building and improvements, furniture and equipment, and vehicles. Table 4 shows June 30, 2023 balances compared to June 30, 2022.

Table 4
Capital Assets at Year End (Net of Depreciation)

	06/30/23	06/30/22	Variance	
			Dollars	Percent
Land	\$ 36,845	\$ 36,845	\$ -	0.00%
Construction in progress	840,377	61,639	778,738	1263.39%
Land improvements	1,537,312	1,615,429	(78,117)	-4.84%
Buildings & improvements	12,364,252	13,068,621	(704,369)	-5.39%
Leased assets	825,255	1,600,347	(775,092)	-48.43%
Furniture & equipment	1,169,177	1,195,598	(26,421)	-2.21%
Vehicles	1,385,931	381,776	1,004,155	263.02%
	<u>\$ 18,159,149</u>	<u>\$ 17,960,255</u>	<u>\$ 198,894</u>	<u>1.11%</u>

Overall capital assets increased \$198,894 from fiscal year 2022 to fiscal year 2023. Increases in capital assets were offset by depreciation expenses for the year.

Long-term liabilities

At June 30, 2023, the School District had \$8,095,724 of outstanding long-term liabilities. This amount is detailed in Table 5 below for June 30, 2023 compared to June 30, 2022.

At June 30, 2023, the legal debt limit is \$77,275,568. General obligation debt at June 30, 2023 is \$0 resulting in a legal debt margin of \$77,275,568.

Table 5
Long-Term Liabilities at Year End

	06/30/23	06/30/22	Variance	
			Dollars	Percent
Compensated absences payable	\$ 1,022,926	\$ 951,228	\$ 71,698	7.54%
Capital leases payable	710,092	1,566,436	(856,344)	-54.67%
PERS net pension liability	6,362,706	5,002,560	1,360,146	27.19%
	<u>\$ 8,095,724</u>	<u>\$ 7,520,224</u>	<u>\$ 575,500</u>	<u>7.65%</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Management's Discussion and Analysis
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Unaudited

For the Future

The Delaware Valley Regional High School District is in satisfactory financial condition at this time. The School District is proud of its community support of the public schools. The School District has continued to grow its program offerings for its students while being sensitive to the taxpayers. The District has a reliance on local property taxes which is a main source of funding. Legislation passed that redistributes state aid continues to be a concern and struggle over the next several years. Delaware Valley Regional High School is losing a significant amount of state aid under the new legislation.

In conclusion, the Delaware Valley Regional High School District has committed itself to financial excellence for many years. Further, the 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 challenges of the future.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, kindly contact Teresa O'Brien, School Business Administrator/Board Secretary at Delaware Valley Regional High School Board of Education, 19 Senator Stout Road, Frenchtown, NJ 08825 or email at teresaobrien@dvrhs.k12.nj.us.

DISTRICT-WIDE FINANCIAL STATEMENTS

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Statement of Net Position
June 30, 2023

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and cash equivalents	\$ 2,868,934	\$ 1,528,254	\$ 4,397,188
Receivables, net	732,496	129,834	862,330
Inventory	-	8,641	8,641
Restricted assets			
Capital reserve account - cash	933,075	-	933,075
Emergency reserve - cash	250,000	-	250,000
Maintenance reserve - cash	484,648	-	484,648
Scholarships - cash	16,772	-	16,772
Student activities - cash	128,230	-	128,230
Unemployment claims - cash	229,474	-	229,474
Capital assets, net			
Land	36,845	-	36,845
Construction in progress	840,377	-	840,377
Other capital assets, net of depreciation	14,191,064	3,090,863	17,281,927
Total assets	<u>20,711,915</u>	<u>4,757,592</u>	<u>25,469,507</u>
Deferred outflows of resources			
Deferred amount on pension activity	548,364	414,051	962,415
Liabilities			
Accounts payable	367,548	29,624	397,172
Accrued interest	6,961	-	6,961
Payroll deductions and withholdings payable	303,780	-	303,780
Unearned revenue	872,385	30,955	903,340
Unemployment compensation claims payable	15,386	-	15,386
Long-term liabilities			
Due within one year	582,907	127,185	710,092
Due beyond one year	4,569,447	2,816,185	7,385,632
Total liabilities	<u>6,718,414</u>	<u>3,003,949</u>	<u>9,722,363</u>
Deferred inflows of resources			
Deferred amount on pension liability	782,685	590,979	1,373,664

See accompanying notes to the financial statements.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Statement of Net Position (continued)
June 30, 2023

	Governmental Activities	Business-Type Activities	Total
Net position			
Net investment in capital assets	\$ 14,485,379	\$ 2,963,678	\$ 17,449,057
Restricted for			
Capital reserve	933,075	-	933,075
Emergency reserve	250,000	-	250,000
Maintenance reserve	484,648	-	484,648
Scholarships	16,772	-	16,772
Student activities	128,230	-	128,230
Unemployment claims	222,321	-	222,321
Unrestricted	<u>(2,761,245)</u>	<u>(1,386,963)</u>	<u>(4,148,208)</u>
Total net position	<u>\$ 13,759,180</u>	<u>\$ 1,576,715</u>	<u>\$ 15,335,895</u>

See accompanying notes to the financial statements.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2023

Functions/Programs	Direct Expenses	Indirect Expenses Allocation	Program Revenues			Net (Expense) Revenue & Changes in Net Position		
			Charges for Services	Operating Grants & Contribution	Capital Grants & Contribution	Governmental Activities	Business-Type Activities	Total
Governmental activities								
Instruction								
Regular	\$ 4,606,245	\$ 4,509,601	\$ 145,823	\$ 289,369	\$ -	\$ (8,680,654)	\$ -	\$ (8,680,654)
Special education	980,855	1,345,161	-	80,652	-	(2,245,364)	-	(2,245,364)
Other special education	72,594	67,414	-	19,712	-	(120,296)	-	(120,296)
Other instruction	1,050,714	339,967	-	-	-	(1,390,681)	-	(1,390,681)
Support services								
Tuition	1,140,872	-	-	260,986	-	(879,886)	-	(879,886)
Students & instruction related services	3,122,119	2,065,484	253,536	232,378	-	(4,701,689)	-	(4,701,689)
General & business administration services	758,683	485,256	-	-	-	(1,243,939)	-	(1,243,939)
School administration services	431,150	226,108	-	-	-	(657,258)	-	(657,258)
Plant operations & maintenance	1,549,706	253,744	-	10,942	-	(1,792,508)	-	(1,792,508)
Pupil transportation	1,289,423	707,225	-	-	-	(1,996,648)	-	(1,996,648)
Interest on long-term debt	21,962	-	-	-	-	(21,962)	-	(21,962)
Total governmental activities	<u>15,024,323</u>	<u>9,999,960</u>	<u>399,359</u>	<u>894,039</u>	<u>-</u>	<u>(23,730,885)</u>	<u>-</u>	<u>(23,730,885)</u>
Business-type activities								
Transportation service	3,703,071	-	4,848,999	-	-	-	1,145,928	1,145,928
Food service	451,127	-	334,182	149,790	-	-	32,845	32,845
Technology service	125,830	-	152,448	-	-	-	26,618	26,618
Administrative service	93,238	-	93,238	-	-	-	-	-
Total business-type activities	<u>4,373,266</u>	<u>-</u>	<u>5,428,867</u>	<u>149,790</u>	<u>-</u>	<u>-</u>	<u>1,205,391</u>	<u>1,205,391</u>
Total primary government	<u>\$ 19,397,589</u>	<u>\$ 9,999,960</u>	<u>\$ 5,828,226</u>	<u>\$ 1,043,829</u>	<u>\$ -</u>	<u>(23,730,885)</u>	<u>1,205,391</u>	<u>(22,525,494)</u>
General revenues, special items and transfers								
Property taxes levied for general purposes						16,443,710	-	16,443,710
Federal and state aid not restricted						7,879,909	-	7,879,909
Investment earnings						68,763	1,393	70,156
Miscellaneous income						54,067	16,136	70,203
Total general revenues, special items and transfers						<u>24,446,449</u>	<u>17,529</u>	<u>24,463,978</u>
Change in net position						715,564	1,222,920	1,938,484
Net position - beginning (as restated)						13,043,616	353,795	13,397,411
Net position - ending						<u>\$ 13,759,180</u>	<u>\$ 1,576,715</u>	<u>\$ 15,335,895</u>

See accompanying notes to the financial statements.

FUND FINANCIAL STATEMENTS

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Governmental Funds
Balance Sheet
June 30, 2023

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Assets					
Cash and cash equivalents	\$ 2,868,934	\$ -	\$ -	\$ -	\$ 2,868,934
Due from other funds	305,782	-	-	-	305,782
Receivables from other governments					
Local	26,019	-	-	-	26,019
State	356,515	-	-	-	356,515
Federal	-	340,125	-	-	340,125
Other accounts receivables	9,837	-	-	-	9,837
Restricted cash and cash equivalents	1,897,197	145,002	-	-	2,042,199
Total assets	\$ 5,464,284	\$ 485,127	\$ -	\$ -	\$ 5,949,411
Liabilities and fund balances					
Liabilities					
Accounts payable	\$ 367,039	\$ 509	\$ -	\$ -	\$ 367,548
Due to other funds	-	305,782	-	-	305,782
Payroll deductions and withholdings payable	303,780	-	-	-	303,780
Unearned revenue	838,551	33,834	-	-	872,385
Unemployment compensation claims payable	15,386	-	-	-	15,386
Total liabilities	1,524,756	340,125	-	-	1,864,881

See accompanying notes to the financial statements.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Governmental Funds
Balance Sheet (continued)
June 30, 2023

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Liabilities and fund balances					
Fund balances					
Restricted fund balance					
Excess surplus - designated for subsequent year's expenditures	\$ 409,104	\$ -	\$ -	\$ -	\$ 409,104
Excess surplus - current year	419,480	-	-	-	419,480
Capital reserve	933,075	-	-	-	933,075
Emergency reserve	250,000	-	-	-	250,000
Maintenance reserve	484,648	-	-	-	484,648
Scholarships	-	16,772	-	-	16,772
Student activities	-	128,230	-	-	128,230
Unemployment claims	222,321	-	-	-	222,321
Committed fund balance					
Year-end encumbrances	255,468	-	-	-	255,468
Assigned fund balance					
Designated for subsequent year's expenditures	429,856	-	-	-	429,856
Unassigned fund balance	535,576	-	-	-	535,576
Total fund balances	<u>3,939,528</u>	<u>145,002</u>	<u>-</u>	<u>-</u>	<u>4,084,530</u>
Total liabilities and fund balances	<u>\$ 5,464,284</u>	<u>\$ 485,127</u>	<u>\$ -</u>	<u>\$ -</u>	

Statement of Net Position (A-1) are different because:

Capital assets used in government activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$34,863,381 and the accumulated depreciation is \$19,795,095.	15,068,286
Deferred outflows and inflows of resources are applicable to future periods and, therefore, are not reported in the funds.	(234,321)
Long-term liabilities, including bonds payable and compensated absences are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(5,152,354)
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.	<u>(6,961)</u>
Total net position of governmental activities	<u>\$ 13,759,180</u>

See accompanying notes to the financial statements.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Fiscal Year Ended June 30, 2023

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Revenues					
Local sources					
Local tax levy	\$ 16,443,710	\$ -	\$ -	\$ -	\$ 16,443,710
Tuition					
Individuals	4,000	-	-	-	4,000
Other LEAs	141,823	-	-	-	141,823
Interest	68,763	-	-	-	68,763
Miscellaneous	54,067	287,736	-	-	341,803
Total local sources	16,712,363	287,736	-	-	17,000,099
State sources	6,165,279	27,155	-	-	6,192,434
Federal sources	11,767	832,684	-	-	844,451
Total revenues	22,889,409	1,147,575	-	-	24,036,984
Expenditures					
Current					
Instructional					
Regular instruction	4,471,037	135,208	-	-	4,606,245
Special education instruction	980,855	-	-	-	980,855
Other special instruction	52,882	19,712	-	-	72,594
Other instruction	1,050,714	-	-	-	1,050,714
Support service & undistributed costs					
Tuition	879,886	260,986	-	-	1,140,872
Student & instruction related services	2,657,756	464,363	-	-	3,122,119
General & business administrative services	758,683	-	-	-	758,683
School administrative services	431,150	-	-	-	431,150
Plant operations & maintenance	1,538,764	10,942	-	-	1,549,706
Pupil transportation	1,289,423	-	-	-	1,289,423
Unallocated benefits	7,135,678	80,652	-	-	7,216,330

See accompanying notes to the financial statements.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Governmental Funds
Statement of Revenues, Expenditures, and Changes in Fund Balances (continued)
For the Fiscal Year Ended June 30, 2023

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Expenditures (cont'd)					
Capital outlay	\$ 822,902	\$ 154,161	\$ -	\$ -	\$ 977,063
Debt service					
Lease principal	567,777	-	-	-	567,777
Interest & other charges	26,981	-	-	-	26,981
Total expenditures	<u>22,664,488</u>	<u>1,126,024</u>	<u>-</u>	<u>-</u>	<u>23,790,512</u>
Excess (deficit) of revenues over (under) expenditures	224,921	21,551	-	-	246,472
Fund balances, July 1	<u>3,714,607</u>	<u>123,451</u>	<u>-</u>	<u>-</u>	<u>3,838,058</u>
Fund balances, June 30	<u>\$ 3,939,528</u>	<u>\$ 145,002</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,084,530</u>

See accompanying notes to the financial statements.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2023

Total net changes in fund balances - Governmental fund (from B-2) \$ 246,472

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

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expenses. This is the amount by which depreciation exceeds capital outlays in the period:

Capital outlays	\$ 977,063	
Depreciation and amortization expense	<u>(1,637,205)</u>	(660,142)

Repayment of leases are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position and are not reported in the Statement of Activities:

Lease principal payments		567,777
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In the Statement of Activities, interest on long-term liabilities is accrued regardless of when due. In the governmental funds interest is reported when due. The accrued interest is a reconciling item.

5,019

Governmental funds report district pension contributions as expenditures. However, in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.

649,396

In the Statement of Activities, compensated absences and early retirement benefits are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation; when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation.

(92,958)

Change in net position of governmental activities \$ 715,564

See accompanying notes to the financial statements.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Proprietary Funds
Combining Statement of Net Position
June 30, 2023

	Major Fund Transportation Service Fund	Non-Major Funds			Total Non-Major Funds	Total
		Food Service Fund	Technology Service Fund	Administrative Service Fund		
Assets						
Current assets						
Cash and cash equivalents	\$1,420,232	\$ 103,551	\$ 881	\$ 3,590	\$ 108,022	\$ 1,528,254
Receivables from other governments						
Local	122,794	-	-	-	-	122,794
State	-	171	-	-	171	171
Federal	-	4,113	-	-	4,113	4,113
Accounts receivables - other	2,756	-	-	-	-	2,756
Inventory	-	8,641	-	-	8,641	8,641
Total current assets	<u>1,545,782</u>	<u>116,476</u>	<u>881</u>	<u>3,590</u>	<u>120,947</u>	<u>1,666,729</u>
Deferred outflows	<u>390,680</u>	<u>-</u>	<u>23,371</u>	<u>-</u>	<u>23,371</u>	<u>414,051</u>
Noncurrent assets						
Capital assets	9,007,580	301,290	-	-	301,290	9,308,870
Less: accumulated depreciation	<u>6,018,431</u>	<u>199,576</u>	<u>-</u>	<u>-</u>	<u>199,576</u>	<u>6,218,007</u>
Total noncurrent assets	<u>2,989,149</u>	<u>101,714</u>	<u>-</u>	<u>-</u>	<u>101,714</u>	<u>3,090,863</u>
Total assets	<u>4,925,611</u>	<u>218,190</u>	<u>24,252</u>	<u>3,590</u>	<u>246,032</u>	<u>5,171,643</u>

See accompanying notes to the financial statements.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Proprietary Funds
Combining Statement of Net Position
June 30, 2023

	Major Fund Transportation Service Fund	Non-Major Funds			Total	
		Food Service Fund	Technology Service Fund	Administrative Service Fund	Non-Major Funds	Total
Liabilities						
Current liabilities						
Accounts payable	\$ 12,244	\$ 17,380	\$ -	\$ -	\$ 17,380	\$ 29,624
Unearned revenues - commodities	-	543	-	-	543	543
Unearned revenues - prepaid sales	-	6,623	-	-	6,623	6,623
Unearned revenues - other	23,789	-	-	-	-	23,789
Long-term liabilities						
Due within one year	127,185	-	-	-	-	127,185
Due beyond one year	2,661,674	-	154,511	-	154,511	2,816,185
Total liabilities	<u>2,824,892</u>	<u>24,546</u>	<u>154,511</u>	<u>-</u>	<u>179,057</u>	<u>3,003,949</u>
Deferred inflows	<u>557,621</u>	<u>-</u>	<u>33,358</u>	<u>-</u>	<u>33,358</u>	<u>590,979</u>
Net position						
Invested in capital assets, net of related debt	2,861,964	101,714	-	-	101,714	2,963,678
Unrestricted	(1,318,866)	91,930	(163,617)	3,590	(68,097)	(1,386,963)
Total net position	<u>\$1,543,098</u>	<u>\$ 193,644</u>	<u>\$ (163,617)</u>	<u>\$ 3,590</u>	<u>\$ 33,617</u>	<u>\$ 1,576,715</u>

See accompanying notes to the financial statements.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Proprietary Funds
Combining Statement of Revenues, Expenses, and Changes in Net Position
For the Fiscal Year Ended June 30, 2023

	Major Fund Transportation Service Fund	Non-Major Funds			Total Non-Major Funds	Total
		Food Service Fund	Technology Service Fund	Administrative Service Fund		
Operating revenues						
Charges for services						
Daily sales - reimbursable programs	\$ -	\$ 189,009	\$ -	\$ -	\$ 189,009	\$ 189,009
Daily sales - non-reimbursable programs	-	145,173	-	-	145,173	145,173
Fees for services	4,848,999	-	124,770	93,238	218,008	5,067,007
Support services - employee benefits	-	-	27,678	-	27,678	27,678
Total operating revenues	4,848,999	334,182	152,448	93,238	579,868	5,428,867
Operating expenses						
Cost of sales - reimbursable programs	-	107,275	-	-	107,275	107,275
Cost of sales - non-reimbursable programs	-	84,033	-	-	84,033	84,033
Commodity food costs	-	33,727	-	-	33,727	33,727
Salaries	2,416,430	146,141	75,392	66,921	288,454	2,704,884
Supports services - employee benefits	69,602	21,330	50,438	16,467	88,235	157,837
Purchased professional/technical services	54,205	1,682	-	-	1,682	55,887
Purchased property services	11,206	12,107	-	5,193	17,300	28,506
Other purchased services						
Insurance	89,260	21,449	-	-	21,449	110,709
Management fee	-	14,283	-	-	14,283	14,283
Other purchased services	17,835	-	-	2,680	2,680	20,515
Supplies and materials	566,463	3,328	-	-	3,328	569,791
Depreciation	477,611	5,586	-	-	5,586	483,197
Miscellaneous expenditures	459	186	-	1,977	2,163	2,622
Total operating expenses	3,703,071	451,127	125,830	93,238	670,195	4,373,266
Operating income (loss)	1,145,928	(116,945)	26,618	-	(90,327)	1,055,601

See accompanying notes to the financial statements.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Proprietary Funds
Combining Statement of Revenues, Expenses, and Changes in Net Position
For the Fiscal Year Ended June 30, 2023

	Major Fund Transportation Service Fund	Non-Major Funds			Total Non-Major Funds	Total
		Food Service Fund	Technology Service Fund	Administrative Service Fund		
Non-operating revenues (expenses)						
State sources						
State school lunch program	\$ -	\$ 4,094	\$ -	\$ -	\$ 4,094	\$ 4,094
Federal sources						
National school breakfast program						
Cash assistance	-	5,398	-	-	5,398	5,398
National school lunch program						
Cash assistance	-	74,291	-	-	74,291	74,291
Non-cash assistance (commodities)	-	33,727	-	-	33,727	33,727
P-EBT administrative	-	-	-	-	-	-
Supply Chain Assistance	-	32,280	-	-	32,280	32,280
Other sources						
Interest earned on investments	-	1,393	-	-	1,393	1,393
Miscellaneous	13,263	2,873	-	-	2,873	16,136
Total non-operating revenues (expenses)	<u>13,263</u>	<u>154,056</u>	<u>-</u>	<u>-</u>	<u>154,056</u>	<u>167,319</u>
Change in net position	1,159,191	37,111	26,618	-	63,729	1,222,920
Net position, beginning	<u>383,907</u>	<u>156,533</u>	<u>(190,235)</u>	<u>3,590</u>	<u>(30,112)</u>	<u>353,795</u>
Net position, ending	<u>\$1,543,098</u>	<u>\$ 193,644</u>	<u>\$ (163,617)</u>	<u>\$ 3,590</u>	<u>\$ 33,617</u>	<u>\$ 1,576,715</u>

See accompanying notes to the financial statements.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Proprietary Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2023

	Major Fund Transportation Service Fund	Non-Major Funds			Total	
		Food Service Fund	Technology Service Fund	Administrative Service Fund	Non-Major Funds	Total
Cash flows from operating activities						
Receipts from customers	\$5,023,549	\$ 331,129	\$ 124,770	\$ 93,238	\$ 549,137	\$ 5,572,686
Payments to Food Service Management Co.	-	(383,347)	-	-	(383,347)	(383,347)
Payments to vendors (net)	(3,709,051)	(12,319)	(125,830)	(95,442)	(233,591)	(3,942,642)
Net cash provided by (used for) operating activities	1,314,498	(64,537)	(1,060)	(2,204)	(67,801)	1,246,697
Cash flows from non-capital financing activities						
State sources	-	4,202	-	-	4,202	4,202
Federal sources	-	124,823	-	-	124,823	124,823
Miscellaneous	13,263	2,873	-	-	2,873	16,136
Net cash provided by (used for) non-capital financing activities	13,263	131,898	-	-	131,898	145,161
Cash flows from capital financing activities						
Lease payments	(288,564)	-	-	-	-	(288,564)
Acquisition of equipment	(1,255,087)	(87,146)	-	-	(87,146)	(1,342,233)
Net cash provided by (used for) capital financing activities	(1,543,651)	(87,146)	-	-	(87,146)	(1,630,797)
Cash flows from investing activities						
Interest earned on investments	-	1,393	-	-	1,393	1,393
Net cash provided by (used for) investing activities	-	1,393	-	-	1,393	1,393

See accompanying notes to the financial statements.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Proprietary Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2023

	Non-Major Funds				Total Non-Major Funds	Total
	Major Fund Transportation Service Fund	Food Service Fund	Technology Service Fund	Administrative Service Fund		
Net increase (decrease) in cash cash equivalents	\$ (215,890)	\$ (18,392)	\$ (1,060)	\$ (2,204)	\$ (21,656)	\$ (237,546)
Cash and cash equivalents, beginning	1,636,122	121,943	1,941	5,794	129,678	1,765,800
Cash and cash equivalents, ending	<u>\$1,420,232</u>	<u>\$ 103,551</u>	<u>\$ 881</u>	<u>\$ 3,590</u>	<u>\$ 108,022</u>	<u>\$ 1,528,254</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities						
Operating activities						
Operating income (loss)	\$1,145,928	\$ (116,945)	\$ 26,618	\$ -	\$ (90,327)	\$ 1,055,601
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities						
Depreciation	477,611	5,586	-	-	5,586	483,197
Federal food donation program	-	33,727	-	-	33,727	33,727
(Increase) decrease in accounts receivable	183,320	-	-	-	-	183,320
(Increase) decrease in inventory	-	(964)	-	-	(964)	(964)
Increase (decrease) in accounts payable	(22,329)	17,380	-	(2,204)	15,176	(7,153)
Increase (decrease) in compensated absences liability	(21,263)	-	-	-	-	(21,263)
Increase (decrease) in net pension liability	552,134	-	33,029	-	33,029	585,163
Increase (decrease) in deferred inflows	(942,916)	-	(56,407)	-	(56,407)	(999,323)
(Increase) decrease in deferred outflow	(71,878)	-	(4,300)	-	(4,300)	(76,178)
Increase (decrease) in deferred revenue	13,891	(3,321)	-	-	(3,321)	10,570
Net cash provided by (used for) operating activities	<u>\$1,314,498</u>	<u>\$ (64,537)</u>	<u>\$ (1,060)</u>	<u>\$ (2,204)</u>	<u>\$ (67,801)</u>	<u>\$ 1,246,697</u>

See accompanying notes to the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies

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

The basic financial statements include:

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

Basic financial statements prepared using full-accrual accounting for all of the District's activities.

A. Reporting entity

The District is a Type II District located in the County of Hunterdon, State of New Jersey. As a Type II District, the school district functions independently through a Board of Education. The Board is comprised of nine members elected to three-year-terms. The purpose of the District is to educate students in Grades 9-12. The District serves the communities of the Township of Alexandria, Borough of Frenchtown, Township of Holland, Township of Kingwood and Borough of Milford. The District had an approximate enrollment at June 30, 2023 of 735 students.

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:

1. The Organization is legally separate (can sue or be sued in their own name).
2. The District holds the corporate powers of the Organization.
3. The District appoints a voting majority of the Organization's board.
4. The District is able to impose its will on the Organization.
5. The Organization has the potential to impose a financial benefit/burden on the District.
6. There is a fiscal dependency by the Organization on the District.

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements.

The Statement of Activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to students or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function.

Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The District has elected to treat all of its governmental funds as major funds and they are reported as separate columns in the fund financial statements.

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, early retirement, arbitrage rebates, and postemployment healthcare benefits, are recorded only when payment is due.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

C. Measurement focus, basis of accounting, and financial statement presentation (continued)

Property taxes, tuition and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. As under New Jersey State Statute, a municipality is required to remit to its school district the entire property tax balance, 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 accounts receivable. All other revenue items are considered to be measurable and available only when the District receives cash.

Amounts reported as program revenues include 1) charges to students for tuition, fees, rental, material, supplies, or services, provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes, and unrestricted state aids.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted, as they are needed.

The District reports the following major governmental funds:

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

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

C. Measurement focus, basis of accounting, and financial statement presentation (continued)

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

Special Revenue Fund - The District accounts for the proceeds of specific revenue sources 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 in the special revenue fund. As a result of implementing GASB Statement No. 84, *Fiduciary Activities*, amounts maintained for student activities and private purpose scholarships are included in the special revenue fund. The amounts are considered to be restricted and available to use for specific expenditures. Amounts maintained for student activities are derived from athletic events or other activities of pupil organizations and accumulated for payment of student group activities. Amounts maintained for private purpose scholarship accounts are utilized for scholarship awards to qualifying students.

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.

The District did not utilize the capital projects fund during the fiscal year.

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.

The District did not utilize the debt service fund during the fiscal year.

Additionally, the District reports the following fund types:

Proprietary fund types

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

C. Measurement focus, basis of accounting, and financial statement presentation (continued)
Proprietary fund types (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. The stated intent is that the cost (i.e., expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges; or, where the District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The District's enterprise fund is comprised of the transportation fund, food service fund, summer enrichment fund, technology fund, and administrative fund.

All proprietary funds are accounted for on a current financial resource's measurement focus. This means that all assets and liabilities, whether current or noncurrent, associated with their activity are included on their balance sheets. Their reported fund equity (total net position) segregated into contributed capital and unreserved retained earnings, if applicable. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net 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 balance sheets. Depreciation and amortization has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Equipment	12 - 20 years
Building and improvements	20 years
Leased assets	5 years
Vehicles	8 years

Fiduciary fund types

The District does not have funds that meet the criteria of a fiduciary fund as defined by GASB Statement No. 84, *Fiduciary Activities*.

D. Budgets/budgetary control

Annual appropriated budgets are prepared in the Spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the County office and, if necessary, are voted upon at the annual school election in November. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line-item accounts within each fund. Line-item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum Chart of Accounts referenced in N.J.A.C. 6:23-16.2(f)1. All budget amendments must be approved by School Board Resolution.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

D. Budgets/budgetary control (continued)

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles with the exception of the legally mandated revenue recognition of the 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.

E. 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 revenues at fiscal year-end.

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

F. Tuition receivable

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

G. Tuition payable

Tuition charges for the fiscal year 2022-2023 are based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

H. Short-term interfund receivable and payables

Short-term interfund receivables and 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.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

I. Inventories and prepaid items

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

Enterprise fund inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. The commodities inventory value at balance sheet date is reported as unearned revenue as title does not pass to the school district until the commodities are used. Prepaid items in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2023.

J. Capital assets

Capital assets, which include land, land improvements, buildings and improvements, vehicles and furniture and equipment, are reported in the government-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$2,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

All reported capital assets, except for land and construction in progress, of the District are depreciated and amortization using the straight-line method over the following estimated lives:

<u>Assets</u>	<u>Years</u>
Buildings	50
Building improvements & portable classroom	20 - 50
Land improvements	20
Leased assets	5
Furniture	20
Maintenance equipment	15
Musical instruments	10
Athletic equipment	10
Audio visual equipment	10
Office equipment	5 - 10
Computer equipment	5 - 10
Vehicles	8

K. Compensated absences

The District accounts for compensated absences (e.g., unused vacation and sick leave) as directed by GASB Statement No. 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.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

K. Compensated absences (continued)

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

The liability for compensated absences was accrued using the vesting method, whereby the liability is calculated by vesting balances as of the balance sheet date for which a payment is probable. Salary related payments for the employer's share of Social Security and Medicare taxes are included.

For the government-wide statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, in the fund financial statements, all of the compensated absences are considered long-term and therefore are not a fund liability. This represents a reconciling item between the fund and government-wide presentations.

L. Unearned revenue

Unearned revenue in the general fund and special revenue fund represents cash, which has been received but not yet earned. See Note 1 (E) regarding the special revenue fund.

Unearned revenue in the enterprise fund includes United States government commodity inventories at year-end. The aid revenue associated with this commodity inventory is deferred until it is used in the operations of the food service fund. Prepaid lunch debit card revenue balances at year-end are also included in unearned revenue.

M. Long-term obligations

In the government-wide financial statements and in internal service fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable Statement of Net Position. 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.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuance are reported as other financing uses.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

N. Net position

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

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

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

O. Fund balances - governmental funds

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 1 - Summary of significant accounting policies (continued)

O. Fund balances - governmental funds (continued)

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

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

P. Use of estimates

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

Q. Allocation of indirect expenses

Certain expenses, which have not been charged to a specific function in the District's fund financial statements, have been allocated to the functions for the government-wide statements. Employee benefits, on-behalf TPAF Pension contributions, reimbursed TPAF Social Security contributions and compensated absences accruals have been allocated based on salaries by function. Depreciation expense which was not specifically identified by function has been allocated based on the current year expenses by function.

R. 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. Currently, the District has one item that qualifies for reporting in this category, deferred amount on pension activity. 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. The District has one item that qualifies for reporting in this category, deferred amount on pension activity.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 2 - Tax assessments and property taxes

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

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

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

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

Note 3 - Deposits and cash equivalents and investments

Cash and cash equivalents include petty cash, change funds, and cash in banks.

New Jersey Governmental Units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or in the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of investments which may be purchased by New Jersey Governmental Units. In addition, other state statutes permit investments in obligations issued by local authorities and other state agencies. The State of New Jersey does not place any limit on the amount that the District may invest with any one issuer.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 3 - Deposits, cash equivalents, and investments (continued)

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.

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 saving banks the deposits of which are federally insured.

Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits might not be recovered. The District does not have a policy for custodial credit risk. New Jersey statutes require that cash be deposited only in New Jersey based banking institutions that participate in the New Jersey Governmental Unit Deposit Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 40A:5-15.1(a) that are treated as cash equivalents. Under the act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the District in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds, employee salary withholdings, or funds that may pass to the District relative to the happening of a future condition.

As of June 30, 2023, the District's bank balances were exposed to custodial credit risk as follows:

Insured by the FDIC	\$ 250,000
Insured by GUDPA	<u>6,121,544</u>
Total bank balances	<u>\$ 6,371,544</u>

Deposits at June 30, 2023 appear in the financial statements as summarized below:

Cash		<u>\$ 6,439,387</u>
	<u>Ref.</u>	
Unrestricted cash		
Governmental funds, Balance Sheet	B-1	\$ 2,868,934
Enterprise funds, Statement of Net Position	B-4	1,528,254
Restricted cash		
Governmental funds, Balance Sheet	B-1	<u>2,042,199</u>
Total cash		<u>\$ 6,439,387</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 4 - Capital assets

Capital asset activity for the fiscal year ended June 30, 2023 is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Capital assets, not being depreciated				
Land	\$ 36,845	\$ -	\$ -	\$ 36,845
Construction in progress	61,639	778,738	-	840,377
Total	<u>98,484</u>	<u>778,738</u>	<u>-</u>	<u>877,222</u>
Capital assets, being depreciated				
Land improvements	1,656,525	4,075	-	1,660,600
Building & improvements	26,473,282	36,271	-	26,509,553
Leased assets	2,850,106	-	-	2,850,106
Furniture & equipment	2,764,763	134,029	-	2,898,792
Vehicles	43,158	23,950	-	67,108
Total	<u>33,787,834</u>	<u>198,325</u>	<u>-</u>	<u>33,986,159</u>
Accumulated depreciation				
Land improvements	41,096	82,192	-	123,288
Building & improvements	14,769,634	739,963	-	15,509,597
Leased assets	1,734,310	570,021	-	2,304,331
Furniture & equipment	1,589,320	242,009	-	1,831,329
Vehicles	23,530	3,020	-	26,550
Total	<u>18,157,890</u>	<u>1,637,205</u>	<u>-</u>	<u>19,795,095</u>
Total capital assets, being depreciated, net	<u>15,629,944</u>	<u>(1,438,880)</u>	<u>-</u>	<u>14,191,064</u>
Governmental activities capital assets, net	<u>\$ 15,728,428</u>	<u>\$ (660,142)</u>	<u>\$ -</u>	<u>\$ 15,068,286</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 4 - Capital assets (continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business type activities				
Capital assets, being depreciated				
Building & improvements	\$ 1,366,666	\$ -	\$ -	\$ 1,366,666
Leased assets	2,070,155	-	-	2,070,155
Furniture & equipment	214,144	87,146	-	301,290
Vehicles	4,315,672	1,255,087	-	5,570,759
Total	7,966,637	1,342,233	-	9,308,870
Accumulated depreciation				
Building & improvements	1,693	677	-	2,370
Leased assets	1,585,604	205,071	-	1,790,675
Furniture & equipment	193,989	5,587	-	199,576
Vehicles	3,953,524	271,862	-	4,225,386
Total	5,734,810	483,197	-	6,218,007
Total capital assets, being depreciated, net	2,231,827	859,036	-	3,090,863
Business type activities capital assets, net	\$ 2,231,827	\$ 859,036	\$ -	\$ 3,090,863

Depreciation expense were charged to governmental functions in the current year as follows:

Instruction	
Regular	\$ 687,531
Special education	141,907
Other special instruction	10,503
Other instruction	152,014
Support services	
Student & instruction	451,698
General & business administration	109,764
School administration	62,377
Plant maintenance	18,391
Transportation	3,020
Total depreciation expense, governmental activities	\$ 1,637,205

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 5 - Long-term debt

Long-term liability activity for the fiscal year ended June 30, 2023 is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities					
Compensated absences payable	\$ 851,153	\$ 92,958	\$ -	\$ 944,111	\$ -
Capital leases payable	1,150,684	-	567,777	582,907	582,907
PERS net pension liability	2,850,353	774,983	-	3,625,336	-
Total governmental activities long-term liabilities	<u>\$ 4,852,190</u>	<u>\$ 867,941</u>	<u>\$ 567,777</u>	<u>\$ 5,152,354</u>	<u>\$ 582,907</u>
Business activities					
Compensated absences payable	\$ 100,075	\$ -	\$ 21,260	\$ 78,815	\$ -
Capital leases payable	415,752	-	288,567	127,185	127,185
PERS net pension liability	2,152,207	585,163	-	2,737,370	-
Total business activities long-term liabilities	<u>\$ 2,668,034</u>	<u>\$ 585,163</u>	<u>\$ 309,827</u>	<u>\$ 2,943,370</u>	<u>\$ 127,185</u>

The general obligation bonded debt of the District is limited by state law to 3% of the average equalized assessed values of the total taxable property in the District for the past three years. The legal debt limit at June 30, 2023 is \$77,275,568. General obligation debt at June 30, 2023 is \$0, resulting in a legal debt margin of \$77,275,568.

Leases payable

The annual requirements to amortize all leases outstanding as of June 30, 2023, including interest payments are listed as follows:

<u>Governmental activities</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	<u>\$ 582,907</u>	<u>\$ 11,855</u>	<u>\$ 594,762</u>
<u>Business activities</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	<u>\$ 127,185</u>	<u>\$ 2,206</u>	<u>\$ 129,391</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 5 - Long-term debt (continued)
Leases payable (continued)

Leases payable - Leases payable at June 30, 2023, with their outstanding balances are comprised of the following:

	Governmental Activities	Business Activities
\$2,500,000 - 2019 lease, interest at 2.7492%, due in semi-annual installments beginning September 1, 2019 to March 1, 2024.	\$ 525,325	\$ -
\$729,713 - 2020 lease, interest at 1.734%, due in annual installments beginning September 15, 2020 to September 1, 2023.	57,582	127,185
Total	\$ 582,907	\$ 127,185

Note 6 - Pension plans

Description of systems

Substantially all of the Board's employees participate in one of the following defined benefit public employee retirement systems which have been established by state statute: The Teachers' Pension and Annuity Fund (TPAF), Public Employees' Retirement System (PERS) and the Defined Contribution Retirement Program (DCRP). The PERS and TPAF systems are sponsored and administered by the State of New Jersey. The DCRP system is administered by Prudential Financial for the Division of Pensions and Benefits. The TPAF retirement system is considered a multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the Board and the system's other related non-contributing employers.

A. Public employees' retirement systems (PERS)

Plan description

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

A. Public employees' retirement systems (PERS) (continued)

Plan description (continued)

The following represents the membership tiers for PERS:

Tier	Member Eligibility
1	Enrolled prior to July 1, 2007
2	Enrolled on or after July 1, 2007 and prior to November 2, 2008
3	Enrolled on or after November 2, 2008 and prior to May 22, 2010
4	Enrolled on or after May 22, 2010 and prior to June 28, 2011
5	Members 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 before age 62 with 25 or more years of service credit and Tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective Tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective Tier.

Allocation methodology and reconciliation to financial statements

Although the Division administers one cost-sharing multiple-employer defined benefit pension plan, separate (sub) actuarial valuations are prepared to determine the actuarial determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense excluding that attributable to employer-paid member contributions are determined separately for each individual employer of the state and local groups of the Plan.

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer and nonemployer allocations are applied to amounts presented in the schedule of pension amounts by employer and nonemployer. The allocation percentages for each group as of June 30, 2022 measurement date are based on the ratio of each employer's contributions to total employer contributions of the group for the fiscal year ended June 30, 2022 measurement date.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

A. Public employees' retirement systems (PERS) (continued)

Allocation methodology and reconciliation to financial statements (continued)

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources, and collective pension expense. The employer and nonemployer allocation percentages presented in the schedule of employer and nonemployer allocations and applied to amounts presented in the schedule of pension amounts by employer and nonemployer are based on the ratio of the contributions of an individual employer to the total contributions to PERS during the measurement period July 1, 2021 through June 30, 2022. Employer and nonemployer allocation percentages have been rounded for presentation purposes; therefore, amounts presented in the schedule of pension amounts by employer and nonemployer may result in immaterial differences. Contributions from employers are recognized when due, based on statutory requirements.

Contributions

The contribution policy for PERS is set by N.J.S.A 43:15A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for non-contributory group insurance benefits is based on actual claims paid. For State fiscal year 2022, the State's pension contribution was less than the actuarial determined amount.

The employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, PL 2009 provided an option for 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.

The District's contractually required contribution rate for the year ended June 30, 2023 was 17.77% of the District's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

The contribution rate was 7.50% of base salary effective July 1, 2018.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

A. Public employee's retirement systems (PERS) (continued)

Special funding situation

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

Collective net pension liability and actuarial information

The District's proportionate share of the net pension liability for PERS as of the measurement date of June 30, 2022:

Net pension liability	\$ 6,362,706
Proportionate share	0.0421612017%
Plan fiduciary net position as a percentage of the total pension liability	62.91%

Actuarial assumptions

The total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. This actuarial valuation used the following actuarial assumptions:

Inflation rate	
Price	2.75%
Wage	3.25%
Salary increases (based on years of service)	2.75 - 6.55%
Investment rate of return	7.00%

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

A. Public employees' retirement systems (PERS) (continued)

Actuarial assumptions (continued)

Preretirement 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 generational basis. Mortality improvement is based on Scale MP-2021.

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

Long-term expected rate of return

In accordance with state statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022 measurement date) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the Board of Trustees, and the Actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocations as of June 30, 2022 measurement date are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocations</u>	<u>Long-Term Expected Rate of Return</u>
U.S. equity	27.00%	8.12%
Non-U.S. developed markets equity	13.50%	8.38%
Emerging markets equity	5.50%	10.33%
Private equity	13.00%	11.80%
Real estate	8.00%	11.19%
Real assets	3.00%	7.60%
High yield	4.00%	4.95%
Private credit	8.00%	8.10%
Investment grade credit	7.00%	3.38%
Cash equivalents	4.00%	1.75%
U.S. Treasuries	4.00%	1.75%
Risk mitigation strategies	3.00%	4.91%

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

A. Public employees' retirement systems (PERS) (continued)

Discount rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. 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 actuarially determined contributions for the local employers. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments and the Municipal Bond rate was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of the collective net pension liability to changes in the discount rate

The following presents the collective net pension liability of the District as of June 30, 2022 measurement date, 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% point lower or 1% point higher than the current rate:

District's proportionate share of the net pension liability

At current discount rate (7.00%)	\$	6,362,706
At a 1% lower rate (6.00%)		8,243,440
At a 1% higher rate (8.00%)		4,861,869

Collective deferred outflows of resources and deferred inflows of resources

At the June 30, 2022 measurement date, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 45,923	\$ 40,498
Changes of assumptions	19,714	952,749
Net difference between projected and actual earnings on pension plan investments	263,347	-
Changes in proportion and differences between district contributions and proportionate share of contributions	101,759	380,417
District contributions subsequent to the measurement date	531,672	-
Total	<u>\$ 962,415</u>	<u>\$ 1,373,664</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

A. Public employees' retirement systems (PERS) (continued)

Collective deferred outflows of resources and deferred inflows of resources (continued)

The amount 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 ended June 30, 2023, the Plan measurement date is June 30, 2022) of \$531,672 will be recognized as a reduction of the net pension liability in the year ended June 30, 2023.

The following presents a summary of changes in the collective deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) for the fiscal year ended June 30, 2022 measurement date:

	<u>Beginning Balance</u>	<u>Net Change in Activity</u>	<u>Ending Balance</u>
Deferred outflows of resources			
Differences between expected and actual experience	\$ 78,897	\$ (32,974)	\$ 45,923
Changes of assumptions	26,053	(6,339)	19,714
Differences between expected and actual experience	-	263,347	263,347
Deferred inflows of resources			
Differences between expected and actual experience	(35,812)	(4,686)	(40,498)
Changes of assumptions	(1,780,944)	828,195	(952,749)
Difference between projected and actual earnings on pension plan investments	<u>(1,317,806)</u>	<u>1,317,806</u>	<u>-</u>
Net of deferred outflows	<u>\$ (3,029,612)</u>	<u>\$ 2,365,349</u>	<u>\$ (664,263)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions (excluding employer specific amounts, deferrals from District contributions subsequent to the measurement date, and deferrals from change on proportion) will be recognized in pension expense (benefit) as follows:

Fiscal Year Ended June 30,

2023	\$ (545,786)
2024	(278,060)
2025	(135,604)
2026	295,837
2027	(650)
Total	<u>\$ (664,263)</u>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

A. Public employees' retirement systems (PERS) (continued)

Pension expense (benefit)

For the fiscal year ended June 30, 2023, the District recognized net pension expense (benefit) of (\$608,063), which represents the District's proportionate share of allocable plan pension expense of (\$460,792), plus the net amortization of deferred amounts from changes in proportion of (\$110,139), and plus other adjustments to the net pension liability of (\$37,132). The components of allocable pension expense, which exclude amounts attributable to employer paid member contributions and pension expense related to specific liabilities of individual employers, for the District for the year ended June 30, 2022 measurement date are as follows:

Service cost	\$	306,691
Interest on total pension liability		1,230,050
Benefit changes		3,569
Member contributions		(255,762)
Administrative expense		5,493
Expected investment return net of investment expense		(821,097)
Pension expense related to specific liabilities of individual employers		(4,406)
Recognition (amortization) of deferred inflows/outflows of resources		
Differences between projected and actual experience		14,561
Changes of assumptions		(919,469)
Difference between projected and actual investment earnings on pension plan investments		(20,422)
Pension expense (benefit)	\$	<u>(460,792)</u>

B. Teacher's pension and annuity fund (TPAF)

Plan description

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)
B. Teacher’s pension and annuity fund (TPAF) (continued)
Plan description (continued)

The following represents the membership tiers for TPAF:

Tier	Member Eligibility
1	Enrolled prior to July 1, 2007
2	Enrolled on or after July 1, 2007 and prior to November 2, 2008
3	Enrolled on or after November 2, 2008 and prior to May 22, 2010
4	Enrolled on or after May 22, 2010 and prior to June 28, 2011
5	Enrolled on or after June 28, 2011

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

Contributions

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State’s pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. For the fiscal year 2022, the State’s pension contribution was more than the actuarial determined amount.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

B. Teacher’s pension and annuity fund (TPAF) (continued)

Special funding situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer 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 non-employer contributing entities’ total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the non-employer contributing entities’ total proportionate share of the collective pension expense associated with the local participating employer.

During the State fiscal year ended June 30, 2022, the State of New Jersey contributed \$2,611,157 to the TPAF for normal pension benefits on behalf of the District.

The contribution rate was 7.50% of base salary effective July 1, 2018.

Collective net pension liability and actuarial information

The District’s proportionate share of the net pension liability for TPAF for fiscal year ended June 30, 2022 measurement date is as follows:

District proportionate share of net pension liability	\$ 47,538,149
Less: State proportionate share of net pension liability	15,348,656
Net pension liability	\$ 32,189,493
 Proportionate share	 0.0623894895%
 Plan fiduciary net position as a percentage of the total pension liability	 32.29%

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

B. Teacher’s pension and annuity fund (TPAF) (continued)

Actuarial assumptions

The total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. 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 (based on years of service)	2.75 - 5.65%
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, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

Long-term expected rate of return

In accordance with state statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022 measurement date) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the Board of Trustees, and the Actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF’s target asset allocation as of June 30, 2022 measurement date are summarized in the following table:

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)
B. Teacher's pension and annuity fund (TPAF) (continued)
Long - term expected rate of return (continued)

<u>Asset Class</u>	<u>Target Allocations</u>	<u>Long-Term Expected Rate of Return</u>
U.S. Equity	27.00%	8.12%
Non-U.S. Developed Markets Equity	13.50%	8.38%
Emerging Markets Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real estate	8.00%	11.19%
Real assets	3.00%	7.60%
High yield	4.00%	4.95%
Private Credit	8.00%	8.10%
Investment grade credit	7.00%	3.38%
Cash equivalents	4.00%	1.75%
U.S. Treasuries	4.00%	1.75%
Risk mitigation strategies	3.00%	4.91%

Discount rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. 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 actuarially determined contributions for the local employers. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments and the Municipal Bond rate was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of the collective net pension liability to changes in the discount rate

The following presents the collective net pension liability of the District as of June 30, 2022 measurement date, 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% point lower or 1% point higher than the current rate:

District's proportionate share of the net pension liability

At current discount rate (7.00%)	\$ 32,189,493
At a 1% lower rate (6.00%)	37,742,864
At a 1% higher rate (8.00%)	27,511,475

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

B. Teacher’s pension and annuity fund (TPAF) (continued)

Pension expense (benefit)

The components of allocable pension expense (benefit), which exclude pension expense (benefit) related to specific liabilities of individual employers, for the District for the year ended June 30, 2022 measurement date are as follows:

Service cost	\$ 744,396
Interest on total pension liability	3,206,060
Benefits change	-
Member contributions	(565,176)
Administrative expense	7,871
Expected investment return net of investment expense	(1,235,312)
Pension expense related to specific liabilities of individual employers	(246)
Recognition (amortization) of deferred inflows/outflows of resources	
Differences between projected and actual experience	125,010
Changes of assumptions	(1,492,762)
Difference between projected and actual investment earnings on pension plan investments	76,468
Pension expense (benefit)	\$ 866,309

C. Defined contribution retirement program

The Defined Contribution Retirement Program (DCRP) was established under the provisions Ch. 92, PL 2007 and expanded under the provisions of Ch. 89, PL 2008 and Ch. 1, PL 2010 to provide eligible members with a tax sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Employees eligible to enroll in the program include the following: First, employees enrolled in the Public Employees Retirement System (PERS) or Teachers Pension and Annuity Fund (TPAF) on or after July 1, 2007 who earn salary in excess of maximum compensation limits. Also, employees otherwise eligible to enroll in the TPAF and PERS who do not earn the minimum salary (\$9,000 in 2023) but who earn salary of at least \$5,000 annually are eligible to participate. The Program Administrator, Prudential Financial, makes information regarding the program available on its New Jersey Defined Contribution Program website: www.prudential.com/njdcrp.

Contribution rates for DCRP provide for employee contributions of 5.50% of annual contractual compensation as defined. The District’s contribution to the DCRP for fiscal year ended 2023 was \$59,832.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 6 - Pension plans (continued)

D. Other pension plan information

During the year ended June 30, 2023, the State of New Jersey contributed \$658,789 to the TPAF for postretirement medical benefits, \$34,317 for non-contributory insurance premiums, \$820 for long-term disability insurance, and \$2,473,470 for normal costs and accrued liability costs on behalf of the Board. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$487,014 during the year ended June 30, 2023 for the employer's share of Social Security contributions for TPAF members calculated on their base salaries. These amounts have been included in the financial statements and the combining and individual fund and account group statements and schedules as revenues and expenditures in accordance with GASB Statement No. 68.

Note 7 - Postretirement benefits

The State Health Benefit State Retired Employees Plan (State Retired OPEB Plan) is a single-employer defined benefit OPEB plan with a special funding situation. The State Retired OPEB Plan is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The State Retired OPEB Plan is treated as a cost-sharing multiple employer plan with a special funding situation for allocating the total OPEB liability and related OPEB amounts since each employer mentioned above is required to issue stand-alone financial statements. The State Retired OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and the covered dependents of the employees. The State also offers dental care to retirees, however, since dental benefits are completely paid for by the retirees, there is no OPEB liability for these benefits. In fiscal year 2022, the State paid OPEB benefits for 161,238 State and local retirees.

In accordance with N.J.S.A. 52:14-17.32, the State is required to pay the premiums or periodic charges for health benefits of State employees who retire with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Judicial Retirement System (JRS), the State Police Retirement System (SPRS), the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen's Retirement System (PFRS), and the Alternate Benefit Program (ABP).

The employer contributions for the participating local education employers are legally required to be funded by the State in accordance with N.J.S.A. 52:14-17.32f. According to this law, the State provides employer-paid coverage to employees who retire from a board of education or county college with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: TPAF, PERS, PFRS, or ABP.

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 7 - Postretirement benefits (continued)

The State is legally required to pay for the OPEB benefit coverage for the participating local education employers. Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a non-employer contributing entity. The State, as a non-employer contributing entity, reported a Fiscal Year 2022 total OPEB liability of \$50,646,462,966 for this special funding situation.

Additional information on Pensions and OPEB can be accessed at <https://www.state.nj.us/treasury/taxation/payments-notices.shtml>.

Total OPEB liability

The State, a non-employer 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 GASB Statement 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. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the District.

Under a special funding situation, the State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. Accordingly, the District did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Therefore, the following OPEB liability note information is reported at the State's level and is not accrued by the District.

For purposes of reporting required GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, the District's proportionate share of allocable OPEB liability and employer OPEB expense and related revenue as of June 30, 2022 measurement date is as follows:

State's proportionate share of the OPEB liability	\$ 50,646,462,966
District's proportionate share of the State's OPEB liability	36,323,693
Employer OPEB expense and related revenue	836,554
 Allocable proportionate percentage	 0.0717200983%

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 7 - Postretirement benefits (continued)
Changes in the total OPEB liability

	Total OPEB Liability
Total OPEB liability at June 30, 2021	\$ 42,832,857
Service cost	1,907,868
Interest cost	962,618
Differences between expected and actual experiences	1,287,420
Changes of assumptions	(9,744,157)
Member contributions	30,589
Gross benefit payments	(953,502)
Total OPEB liability at June 30, 2022	\$ 36,323,693

There were no changes of the benefit terms from June 30, 2021 to June 30, 2022.

Changes of assumptions and other inputs reflect a change in the discount rate from 2.16% as of the June 30, 2021 Plan measurement date to 3.54% as of the June 30, 2022 Plan measurement date.

The total non-employer OPEB liability as of June 30, 2022 was determined by an actuarial valuation as of June 30, 2021, which was rolled forward to June 30, 2022. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

	TPAF	PERS
	(based on years of service)	(based on years of service)
Salary increases	2.75% - 4.25%	2.75% - 6.55%

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

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 7 - Postretirement benefits (continued)

Health care trend assumptions

For pre-Medicare medical benefits, the trend rate is initially 6.25% and decreases to a 4.50% long-term trend rate after eight years. For post-65 PPO, the trend is initially -1.99% in fiscal year 2023, increasing to 13.44% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend is initially -3.54% in fiscal year 2023, increasing to 15.19% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 8.00% and decreases to a 4.50% long-term trend rate after eight years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Discount rate

The discount rate for June 30, 2022 was 3.54%. 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.

Sensitivity of the total OPEB liability to changes in the discount rates

The following presents the total non-employer OPEB liability as of June 30, 2022 measurement date, using the District's allocable proportionate percentage, calculated using the discount rate as disclosed above as well as what the total non-employer OPEB liability would be if it was calculated using a discount rate that is 1% point lower or 1% point higher than the current rate:

Total OPEB liability (school retirees)

At current discount rate (3.54%)	\$ 36,323,693
At a 1% lower rate (2.54%)	42,694,680
At a 1% higher rate (4.54%)	31,217,665

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates

The following presents the total non-employer OPEB liability, as well as what the total non-employer OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

Total OPEB liability (school retirees)

Healthcare cost trend rate	\$ 36,323,693
At a 1% lower rate (1% decrease)	30,023,752
At a 1% higher rate (1% increase)	44,599,047

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 7 - Postretirement benefits (continued)

OPEB expense and deferred outflows of resources and deferred inflows of resources related to OPEB

For the fiscal year ended June 30, 2022, the District recognized OPEB expense of \$836,554 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 GASB Statement No. 75 and in which there is a special funding situation.

In accordance with GASB Statement No. 75, the District's proportionate share of school retirees OPEB is zero, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources.

Note 8 - Deferred compensation

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

- Equitable
- Lincoln Investment Planning
- Met Life

Note 9 - Contingent liabilities

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

Note 10 - Interfund receivables and payables

The balance due from the special revenue fund to the general fund of \$305,782 represents a loan as a result of cash flow issues relating to the delayed receipt of grant revenues.

Note 11 - Inventory

Inventory in the food service fund as of June 30, 2023 consisted of the following:

Food	\$	6,082
Supplies		2,559
Total	\$	8,641

Note 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.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 12 - Risk management (continued)

Property and Liability Insurance - The District maintains commercial insurance coverage for property, liability, and student accident and surety bonds. There was no significant reduction in insurance coverage from coverage of the prior year. The District did not have any insurance settlements which exceeded insurance coverage for the past three years. A complete Schedule of Insurance Coverage can be found in the Statistical Section of the Annual Comprehensive Financial Report.

New Jersey Unemployment Compensation Insurance - The District has elected to fund its NJ Unemployment Compensation Insurance under the Benefit Reimbursement Method. Under this plan, the District is required to reimburse the NJ 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, and interest earnings, employee contributions, reimbursements to the state for benefits paid and the ending balance available for claims for the District’s unemployment compensation insurance fund:

Fiscal Year	Board Contrib.	Interest Earnings	Employee Contrib.	Amount Reimbursed	Ending Balance Available for Claims
2022 - 2023	\$ -	\$ 2,665	\$ 30,226	\$ 38,243	\$ 237,707
2021 - 2022	-	377	23,061	5,963	243,059
2020 - 2021	-	420	20,754	14,449	225,584

Note 13 - Reserve accounts

A capital reserve account was established by the District for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the District’s approved Long-Range Facilities Plan (LRFP) and updated annually in the Quality Single Accountability Continuum (QSAC). Upon submission of the LRFP to the Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:26-9.1(d)1, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 13 - Reserve accounts (continued)

Districts are allowed as per N.J.S.A. 18A:7F-41(a) and 41(b) to deposit to the reserves by Board Resolution during the month of June for any unanticipated revenue and/or unexpended line-item appropriation amounts. Pursuant to this state statute, the District deposited \$279,600 to their capital reserve account and \$23,900 to their maintenance reserve account by Board Resolution in June 2023 as summarized in the following schedule. The following schedule is a summarization of the reserve accounts for the current year:

Reserve Type	Beginning Balance	District Contrib.	Interest Earnings	Return Unused Withdrawal	Withdrawal	Ending Balance
Capital	\$ 987,111	\$ 279,600	\$ 4,018	\$ 36,864	\$ 374,518	\$ 933,075
Emergency	250,000	-	-	-	-	250,000
Maintenance	460,723	23,900	25	-	-	484,648
Total	<u>\$ 1,697,834</u>	<u>\$ 303,500</u>	<u>\$ 4,043</u>	<u>\$ 36,864</u>	<u>\$ 374,518</u>	<u>\$ 1,667,723</u>

Note 14 - Fund balances

As described in Note 1 (O), fund balance may be restricted, committed or assigned. An analysis of the general fund balance on June 30, 2023 is as follows:

Restricted

Excess surplus - designated for subsequent year's expenditures. Amount appropriated in the succeeding year's budget to reduce tax requirements.	\$ 409,104
Excess surplus - represents amount in excess of allowable percentage of expenditures. In accordance with State statute, the excess surplus is designated for utilization in succeeding year's budgets	419,480
Capital reserve account - represents funds restricted to capital projects in the District's long-range facilities plan.	933,075
Emergency reserve account - represents funds accumulated to finance unanticipated general fund expenditures required for a thorough and efficient education.	250,000
Maintenance reserve account - represents funds accumulated for the required maintenance of a facility in accordance with the EFCFA (N.J.S.A.18A:76-9).	484,648
Unemployment - represents funds accumulated for future unemployment claims.	222,321

Committed

Year-end encumbrance - represents fund balance committed for purchase orders that have been issued but goods or services were not received as of June 30.	255,468
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Assigned Fund Balance

Designated for subsequent year's expenditures - represents amount appropriated in the succeeding year's budget to reduce tax requirements.	150,896
Additional assigned fund balance - unreserved - designated for subsequent year's expenditures July 1, 2023 - June 30, 2024	278,960

Unassigned

Undesignated - represents fund balance which has not been restricted or designated.	712,893
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Total fund balance - budgetary basis (Exhibit C-1)	4,116,845
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Last state aid payments not recognized on GAAP basis	(177,317)
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Total fund balance - GAAP basis (Exhibit B-1)	<u>\$ 3,939,528</u>
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DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Financial Statements

Note 15 - Calculation of excess surplus

In accordance with N.J.S.A. 18A:7F-7, as amended by PL 2004, Ch. 73 (S1701), 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 balance at the fiscal year end of June 30, if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2023 is \$419,480.

Note 16 - Recent accounting pronouncements not yet effective

The following is of recent accounting pronouncements which are not yet effective as of the year-end date of this report.

In June 2022, GASB issued Statement No. 101, *Compensated Absences*. This statement is effective for reporting periods beginning after December 15, 2023. The District is evaluating the effect of the pronouncement on financial reporting.

Note 17 - Deficit balance in unrestricted net position

The District is reporting a deficit balance in unrestricted net position for governmental activities and business-type activities as of June 30, 2023 of (\$2,761,245) and (\$1,386,963), respectively, on Schedule A-1 Statement of Net Position. The deficit balance is the result of reporting required by GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, which allocates the proportionate share of the State's net pension liability for PERS to each contributing entity throughout the state.

Note 18 - Subsequent events

The District has evaluated subsequent events through November 21, 2023, which is the date the financial statements were available to be issued and no additional items were noted for disclosure.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2023

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
Revenue					
Local sources					
Local tax levy	\$ 16,443,710	\$ -	\$ 16,443,710	\$ 16,443,710	\$ -
Tuition from individuals	8,000	-	8,000	4,000	(4,000)
Tuition from other LEAs within the state	37,500	-	37,500	141,823	104,323
Transportation fees from individuals	400	-	400	1,000	600
Unrestricted miscellaneous revenues	37,494	-	37,494	115,122	77,628
Interest earned on maintenance reserve	25	-	25	25	-
Interest earned on capital reserve funds	75	-	75	4,018	3,943
Other restricted miscellaneous revenues	-	-	-	2,665	2,665
Total	<u>16,527,204</u>	<u>-</u>	<u>16,527,204</u>	<u>16,712,363</u>	<u>185,159</u>
State sources					
Categorical Transportation Aid	17,291	-	17,291	17,291	-
Extraordinary Aid	-	-	-	330,733	330,733
Categorical Special Education Aid	592,662	-	592,662	592,662	-
Equalization Aid	1,172,230	-	1,172,230	1,172,230	-
Categorical Security Aid	74,763	-	74,763	74,763	-
Other State Aid	-	-	-	1,958	1,958
Stabilization Aid	-	-	-	278,960	278,960
TPAF Pension (on-behalf)	-	-	-	2,473,470	2,473,470
TPAF Non-contributory insurance	-	-	-	34,317	34,317
TPAF Social Security (reimbursed)	-	-	-	487,014	487,014
TPAF Postretirement benefits	-	-	-	658,789	658,789
TPAF Long-term disability insurance	-	-	-	820	820
Total	<u>1,856,946</u>	<u>-</u>	<u>1,856,946</u>	<u>6,123,007</u>	<u>4,266,061</u>
Federal Sources					
FEMA	-	-	-	11,767	11,767
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,767</u>	<u>11,767</u>
Total revenues	<u>\$ 18,384,150</u>	<u>\$ -</u>	<u>\$ 18,384,150</u>	<u>\$ 22,847,137</u>	<u>\$ 4,462,987</u>
Expenditures					
Current					
Instruction - regular program					
Salaries of Teachers					
Grades 9-12	\$ 3,788,456	\$ (37,593)	\$ 3,750,863	\$ 3,750,863	\$ -
Home instruction					
Salaries of Teacher	10,000	7,664	17,664	17,664	-
Purchased professional - educational services	5,500	(525)	4,975	4,975	-
Other purchased services	500	(500)	-	-	-
Regular programs - undistributed instruction					
Other salaries for instruction	91,316	(60,214)	31,102	31,101	1
Purchased professional - educational services	5,600	(1,800)	3,800	3,800	-
Other purchased services	322,732	(117,768)	204,964	194,647	10,317
General supplies	357,592	106,167	463,759	455,614	8,145
Textbooks	3,500	8,071	11,571	9,103	2,468
Other objects	6,106	(2,273)	3,833	3,270	563
Total	<u>4,591,302</u>	<u>(98,771)</u>	<u>4,492,531</u>	<u>4,471,037</u>	<u>21,494</u>

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2023

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
Special education					
Multiple disabilities					
Salaries of Teachers	\$ 92,400	\$ (62)	\$ 92,338	\$ 90,348	\$ 1,990
Other salaries for instruction	9,000	-	9,000	8,115	885
Other purchased services	300	-	300	-	300
General supplies	2,400	-	2,400	1,640	760
Other objects	1,000	(1,000)	-	-	-
Total	<u>105,100</u>	<u>(1,062)</u>	<u>104,038</u>	<u>100,103</u>	<u>3,935</u>
Resource room/resource center					
Salaries of Teachers	877,253	2,100	879,353	878,880	473
General supplies	2,000	-	2,000	1,872	128
Total	<u>879,253</u>	<u>2,100</u>	<u>881,353</u>	<u>880,752</u>	<u>601</u>
Total special education	<u>984,353</u>	<u>1,038</u>	<u>985,391</u>	<u>980,855</u>	<u>4,536</u>
Bilingual education - instruction					
Salaries of Teachers	52,098	-	52,098	52,098	-
General supplies	700	85	785	784	1
Total	<u>52,798</u>	<u>85</u>	<u>52,883</u>	<u>52,882</u>	<u>1</u>
School-sponsored co/extra curricular activities - instruction					
Salaries	164,649	4,244	168,893	165,619	3,274
Purchased services	15,450	(7,045)	8,405	8,405	-
Supplies and materials	3,250	4,518	7,768	6,581	1,187
Other objects	15,800	(7,817)	7,983	6,088	1,895
Total	<u>199,149</u>	<u>(6,100)</u>	<u>193,049</u>	<u>186,693</u>	<u>6,356</u>
School-sponsored athletics - instruction					
Salaries	646,394	12,250	658,644	657,450	1,194
Purchased services	70,970	18,309	89,279	80,557	8,722
Supplies and materials	103,880	(28,554)	75,326	67,556	7,770
Other objects	29,775	(6,935)	22,840	18,458	4,382
Transfers to cover deficit (agency funds)	58,208	(260)	57,948	40,000	17,948
Total	<u>909,227</u>	<u>(5,190)</u>	<u>904,037</u>	<u>864,021</u>	<u>40,016</u>
Total instruction regular	<u>\$ 6,736,829</u>	<u>\$ (108,938)</u>	<u>\$ 6,627,891</u>	<u>\$ 6,555,488</u>	<u>\$ 72,403</u>
Undistributed expenditures					
Undistributed expenditures - instruction					
Tuition to other LEAs within the state - special	\$ 25,000	\$ 147,551	\$ 172,551	\$ 153,312	\$ 19,239
Tuition to county vocational school district - regular	490,010	-	490,010	489,660	350
Tuition to county vocational school district - special	48,300	13,330	61,630	53,130	8,500
Tuition to cssd & regional day schools	56,796	4,990	61,786	61,786	-
Tuition to priv. school for the disabled w/i state	271,348	(36,190)	235,158	121,998	113,160
Total	<u>891,454</u>	<u>129,681</u>	<u>1,021,135</u>	<u>879,886</u>	<u>141,249</u>

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2023

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
Undistributed expenditures - health services					
Salaries	\$ 142,790	\$ -	\$ 142,790	\$ 127,207	\$ 15,583
Purchased professional and technical services	29,375	-	29,375	18,845	10,530
Other purchased services	4,764	-	4,764	3,050	1,714
Supplies and materials	16,070	-	16,070	5,112	10,958
Other objects	385	-	385	234	151
Total	193,384	-	193,384	154,448	38,936
Undistributed expenditures - speech, ot, pt & related services					
Salaries	3,215	-	3,215	-	3,215
Purchased professional - educational services	126,950	-	126,950	90,936	36,014
Supplies and materials	1,500	-	1,500	21	1,479
Total	131,665	-	131,665	90,957	40,708
Undistributed expenditures - other supp. service stds. - extra service					
Salaries	438,755	69,869	508,624	328,953	179,671
Purchased professional - educational services	-	57,600	57,600	46,552	11,048
Supplies and materials	500	-	500	-	500
Total	439,255	127,469	566,724	375,505	191,219
Undistributed expenditures - guidance					
Salaries of other Professional Staff	444,259	420	444,679	444,679	-
Salaries of Secretarial and Clerical Assistants	110,110	-	110,110	110,110	-
Other salaries	20,000	-	20,000	17,506	2,494
Purchased professional - educational services	3,000	-	3,000	1,500	1,500
Other purchased professional & technical services	12,700	-	12,700	10,910	1,790
Other purchased services	6,800	-	6,800	3,895	2,905
Supplies and materials	3,945	-	3,945	1,871	2,074
Other objects	3,350	-	3,350	1,668	1,682
Total	604,164	420	604,584	592,139	12,445
Undistributed expenditures - child study teams					
Salaries of other Professional Staff	432,481	420	432,901	432,409	492
Salaries of Secretarial and Clerical Assistants	49,760	-	49,760	48,018	1,742
Other salaries	12,000	-	12,000	10,428	1,572
Other purchased professional & technical services	3,500	-	3,500	-	3,500
Other purchased services	16,000	-	16,000	229	15,771
Supplies and materials	2,800	(45)	2,755	1,168	1,587
Other objects	1,000	45	1,045	1,045	-
Total	517,541	420	517,961	493,297	24,664
Undistributed expenditures - improvement of inst. service					
Salaries of Supervisor of Instruction	386,585	10,300	396,885	396,877	8
Salaries of other Professional Staff	28,110	211	28,321	28,321	-
Salaries of Secretarial & Clerical Assist	55,055	-	55,055	55,055	-
Other purchased services	12,600	-	12,600	9,488	3,112
Supplies and materials	1,500	(211)	1,289	645	644
Other objects	3,760	625	4,385	4,285	100
Total	487,610	10,925	498,535	494,671	3,864

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2023

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
Undistributed expenditures - edu. media service/sch. library					
Salaries	\$ 181,256	\$ 659	\$ 181,915	\$ 181,915	\$ -
Salaries of technology coordinators	355,770	(66,115)	289,655	229,474	60,181
Purchased professional and technical services	10,500	-	10,500	2,484	8,016
Other purchased services	1,500	608	2,108	2,108	-
Supplies and materials	31,158	300	31,458	29,960	1,498
Other objects	100	200	300	282	18
Total	580,284	(64,348)	515,936	446,223	69,713
Undistributed expenditures - instructional staff training services					
Salaries of other Professional Staff	-	7,240	7,240	4,480	2,760
Purchased professional - educational services	2,400	(519)	1,881	220	1,661
Other purchased services	10,000	-	10,000	5,297	4,703
Supplies and materials	-	519	519	519	-
Total	12,400	7,240	19,640	10,516	9,124
Undistributed expend. - support service - general admin.					
Salaries	219,000	3,550	222,550	220,434	2,116
Legal services	33,000	(7,888)	25,112	15,494	9,618
Audit fees	34,115	-	34,115	33,500	615
Architectural/engineering services	5,000	2,188	7,188	7,188	-
Other purchased professional services	4,850	-	4,850	4,835	15
Communications/telephone	18,200	700	18,900	18,653	247
BOE other purchased services	3,000	750	3,750	3,747	3
Miscellaneous purch services	22,400	(100)	22,300	21,561	739
General supplies	7,100	3,280	10,380	6,023	4,357
Miscellaneous expenditures	3,375	-	3,375	3,349	26
BOE membership dues and fees	9,900	(44)	9,856	8,710	1,146
Total	359,940	2,436	362,376	343,494	18,882
Undistributed expend. - support service - school admin.					
Salaries of Principals/Assistant Principals	144,231	(2,231)	142,000	132,404	9,596
Salaries of Secretarial and Clerical Assistants	153,390	4,500	157,890	155,255	2,635
Purchased professional and technical services	6,125	-	6,125	3,000	3,125
Other purchased services	2,095	50	2,145	1,306	839
Supplies and materials	13,050	-	13,050	12,590	460
Other objects	2,954	-	2,954	1,741	1,213
Total	321,845	2,319	324,164	306,296	17,868
Undistributed expenditures - central services					
Salaries	325,131	3,940	329,071	329,056	15
Purchased professional services	16,700	500	17,200	16,337	863
Purchased technical services	20,785	16,809	37,594	36,997	597
Miscellaneous purchased services	6,800	(500)	6,300	5,697	603
Supplies and materials	1,500	271	1,771	1,771	-
Interest on lease purchase agreements	25,007	-	25,007	25,006	1
Other objects	325	-	325	325	-
Total	396,248	21,020	417,268	415,189	2,079
Undistributed expenditures - admin. info. technology					
Salaries	105,904	16,531	122,435	122,435	-
Supplies and materials	2,000	700	2,700	2,419	281
Total	107,904	17,231	125,135	124,854	281
Undistributed expenditures - required maint. for school facilities					
Salaries	288,643	1,462	290,105	290,105	-
Cleaning, repair, and maintenance services	88,871	191,339	280,210	77,693	202,517
General supplies	33,000	(8,236)	24,764	24,764	-
Other objects	1,300	(1,300)	-	-	-
Total	411,814	183,265	595,079	392,562	202,517

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2023

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
Undistributed expenditures - custodial services					
Salaries	\$ 365,883	\$ (25,227)	\$ 340,656	\$ 340,656	\$ -
Purchased professional and technical services	23,750	5,729	29,479	23,079	6,400
Cleaning, repair, and maintenance service	53,300	(4,828)	48,472	46,075	2,397
Rental of land & bldg. other than lease purch agreement	3,000	(2,125)	875	275	600
Insurance	87,111	(22,110)	65,001	65,001	-
Miscellaneous purchased services	3,400	(1,208)	2,192	2,192	-
General supplies	71,545	(6,502)	65,043	63,759	1,284
Energy (natural gas)	250	(107)	143	143	-
Energy (electricity)	150,000	(35,928)	114,072	114,072	-
Energy (oil)	150,000	16,590	166,590	166,590	-
Energy (gasoline)	-	637	637	637	-
Other objects	960	15	975	975	-
Total	909,199	(75,064)	834,135	823,454	10,681
Undistributed expenditures - care and upkeep of grounds					
Salaries	139,315	(10,545)	128,770	128,770	-
Cleaning, repair, and maintenance service	24,200	20,172	44,372	41,589	2,783
General supplies	26,750	(14,671)	12,079	12,011	68
Total	190,265	(5,044)	185,221	182,370	2,851
Undistributed expenditures - security					
Salaries	122,566	(55,319)	67,247	67,247	-
Purchased professional and technical services	14,330	47,107	61,437	61,437	-
Cleaning, repair, and maintenance service	2,500	(470)	2,030	1,230	800
General supplies	7,000	3,464	10,464	10,464	-
Total	146,396	(5,218)	141,178	140,378	800
Undistributed expenditures - student transportation service					
Contract service - aid in lieu pymts - non-public schools	10,000	(6,934)	3,066	3,066	-
Contract serv. - aid in lieu pymts - choice school students	2,000	(978)	1,022	1,022	-
Contr. service (oth. than between home & school) - vend.	112,800	17,141	129,941	129,941	-
Contract service (sp. ed. stds.) - joint agreements	20,000	(15,857)	4,143	4,143	-
Contract service (reg. students) - ESCs & CTSAAs	892,188	3,036	895,224	895,224	-
Contract service (spl. ed. students) - ESCs & CTSAAs	245,000	11,027	256,027	256,027	-
Total	1,281,988	7,435	1,289,423	1,289,423	-
Unallocated benefits - employee benefits					
Group insurance	1,400	500	1,900	1,698	202
Social Security contributions	263,000	1,200	264,200	252,915	11,285
Other retirement contributions - PERS	350,000	31,973	381,973	381,973	-
Other retirement contributions - regular	3,000	(2,592)	408	345	63
Workmen's compensation	152,039	-	152,039	151,033	1,006
Health benefits	2,585,141	(139,999)	2,445,142	2,445,142	-
Tuition reimbursement	47,004	-	47,004	43,740	3,264
Other employee benefits	235,420	(18,967)	216,453	203,965	12,488
Unused sick payment to terminated/retired staff	-	457	457	457	-
Total	3,637,004	(127,428)	3,509,576	3,481,268	28,308

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2023

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
On-behalf TPAF Pension contribution	\$ -	\$ -	\$ -	\$ 2,473,470	\$ (2,473,470)
On-behalf TPAF Non-contributory insurance	-	-	-	34,317	(34,317)
On-behalf TPAF Postretirement medical benefits	-	-	-	658,789	(658,789)
On-behalf TPAF Long-term disability insurance	-	-	-	820	(820)
Reimbursed TPAF Social Security contribution	-	-	-	487,014	(487,014)
Total	-	-	-	3,654,410	(3,654,410)
Total undistributed expenditures	\$ 11,620,360	\$ 232,759	\$ 11,853,119	\$ 14,691,340	\$ (2,838,221)
Total current	\$ 18,357,189	\$ 123,821	\$ 18,481,010	\$ 21,246,828	\$ (2,765,818)
Capital outlay					
Equipment					
Grades 9-12	\$ -	\$ 100,861	\$ 100,861	\$ 98,904	\$ 1,957
Vocational programs					
School-sponsored and other instructional programs	-	8,815	8,815	8,815	-
Undistributed					
Undistributed expenditures - general admin.	7,958	2,548	10,506	10,506	-
Undistributed expenditures - central services	7,958	-	7,958	7,958	-
Undistributed expend. - required maint. for school facilities	-	8,526	8,526	-	8,526
Undistributed expenditures - care and upkeep of grounds	-	50,668	50,668	50,668	-
Undistributed expenditures - security	13,200	(13,199)	1	-	1
Total equipment	29,116	158,219	187,335	176,851	10,484
Facilities acquisition and construction service					
Architectural/engineering services	11,778	24,444	36,222	36,222	-
Construction services	646,692	1	646,693	609,829	36,864
Lease purchase agreements - principal	511,176	56,601	567,777	567,777	-
Assessment for debt service on SDA funding	26,981	-	26,981	26,981	-
Total facilities acquisition and construction service	1,196,627	81,046	1,277,673	1,240,809	36,864
Total capital outlay	\$ 1,225,743	\$ 239,265	\$ 1,465,008	\$ 1,417,660	\$ 47,348
Total expenditures	\$ 19,582,932	\$ 363,086	\$ 19,946,018	\$ 22,664,488	\$ (2,718,470)
Excess (deficiency) of revenues over (under) expenditures	\$ (1,198,782)	\$ (363,086)	\$ (1,561,868)	\$ 182,649	\$ 1,744,517
Fund balances, July 1	3,934,196	-	3,934,196	3,934,196	-
Fund balances, June 30	\$ 2,735,414	\$ (363,086)	\$ 2,372,328	\$ 4,116,845	\$ 1,744,517
Recapitulation of excess (deficiency) of revenues over (under) expenditures					
Adjustment for prior year encumbrances	\$ (724,277)	\$ -	\$ (724,277)	\$ (724,277)	\$ -
Increase in capital reserve	-	316,464	316,464	316,464	-
Interest deposit to capital reserve	75	-	75	4,018	3,943
Withdrawal from capital reserve	(300,000)	(74,518)	(374,518)	(374,518)	-
Increase in maintenance reserve	-	23,900	23,900	23,900	-
Interest earned on maintenance reserve	25	-	25	25	-
Interest earned on unemployment compensation	-	-	-	2,665	2,665
Budgeted fund balance	(174,605)	(628,932)	(803,537)	934,372	1,737,909
Total	\$ (1,198,782)	\$ (363,086)	\$ (1,561,868)	\$ 182,649	\$ 1,744,517

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2023

	Unaudited		Actual	Variance Final to Actual
	Original Budget	Budget Transfers		
Recapitulation of fund balance				
Restricted fund balance				
Excess surplus - designated for subsequent year's expenditures			\$ 409,104	
Excess surplus - current year			419,480	
Capital reserve			933,075	
Emergency reserve			250,000	
Maintenance reserve			484,648	
Unemployment compensation			222,321	
Committed fund balance				
Year-end encumbrances			255,468	
Assigned fund balance				
Designated for subsequent year's expenditures			150,896	
Additional assigned fund balance - unreserved - designated for subsequent year's expenditures July 1, 2023-June 30, 2024			278,960	
Unassigned fund balance			<u>712,893</u>	
Fund balance per budgetary basis			4,116,845	
Reconciliation to governmental statements (GAAP)				
Last state aid payments not recognized on GAAP basis			<u>(177,317)</u>	
Fund balance per governmental funds (GAAP)			<u>\$ 3,939,528</u>	

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Special Revenue Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2023

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
Revenues					
Federal sources	\$ 917,487	\$ (34,450)	\$ 883,037	\$ 714,173	\$ (168,864)
State sources	26,374	-	26,374	26,374	-
Local sources	-	259,100	259,100	276,456	17,356
Total revenues	\$ 943,861	\$ 224,650	\$ 1,168,511	\$ 1,017,003	\$ (151,508)
Expenditures					
Instruction					
Salaries	\$ 97,076	\$ (8,172)	\$ 88,904	\$ 36,092	\$ 52,812
Other salaries - aides	103,066	(103,066)	-	-	-
Purchased professional & technical services	-	103,963	103,963	103,963	-
Supplies	16,856	1,198	18,054	14,733	3,321
Other objects	132	-	132	132	-
Total	217,130	(6,077)	211,053	154,920	56,133
Support services					
Tuition	260,986	-	260,986	260,986	-
Salaries	204,732	-	204,732	155,727	49,005
Employee benefits	100,402	(759)	99,643	80,652	18,991
Purchased professional & technical services	10,632	1,500	12,132	10,632	1,500
Purchased property services	25,748	-	25,748	13,872	11,876
Transportation	9,061	(9,061)	-	-	-
Other purchased services	54,082	2,046	56,128	45,206	10,922
Travel	350	(48)	302	302	-
Supplies	19,611	(500)	19,111	4,031	15,080
Scholarships awarded	-	8,481	8,481	8,481	-
Student activities	-	229,068	229,068	229,068	-
Total	685,604	230,727	916,331	808,957	107,374
Capital outlay					
Building	41,127	-	41,127	31,575	9,552
Total	41,127	-	41,127	31,575	9,552
Total expenditures	\$ 943,861	\$ 224,650	\$ 1,168,511	\$ 995,452	\$ 173,059
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ -	\$ 21,551	\$ 21,551
Fund balances, July 1	123,451	-	123,451	123,451	-
Fund balances, June 30	\$ 123,451	\$ -	\$ 123,451	\$ 145,002	\$ 21,551
Recapitulation of fund balance					
Restricted fund balance					
Scholarships				\$ 16,772	
Student activities				128,230	
Fund balance per budgetary basis				\$ 145,002	

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to Required Supplementary Information
Budget-to-GAAP Reconciliation
For the Fiscal Year Ended June 30, 2023

Explanation of Differences Between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

Sources/Inflows of Resources	General Fund	Special Revenue Fund
Actual amounts (budgetary basis) "revenues" from the budgetary comparison schedules	\$ 22,847,137	\$ 1,017,003
Difference - Budget to GAAP		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures and the related revenue is recognized:		
Outstanding encumbrances prior year	-	140,941
Outstanding encumbrances current year	-	(10,369)
Difference - Budget to GAAP		
The last state aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expenses (GASB 33):		
State aid receivable prior year	219,589	-
State aid receivable current year	(177,317)	-
Total revenues (GAAP basis)	\$ 22,889,409	\$ 1,147,575
Uses/Outflows of Resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$ 22,664,488	\$ 995,452
Difference - Budget to GAAP		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes:		
Outstanding encumbrances prior year	-	140,941
Outstanding encumbrances current year	-	(10,369)
Total expenditures (GAAP basis)	\$ 22,664,488	\$ 1,126,024

See independent auditors' report.

REQUIRED SUPPLEMENTARY INFORMATION - PART III

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability
Public Employees Retirement System
Last Ten Fiscal Years

	District's proportion of the net pension liability (asset)		District's covered employee payroll	District's proportion of the net pension liability (asset) as a percentage of its covered employee payroll	Plan fiduciary net position as a percentage of the total pension liability
	Percentage	Value			
2014	0.0261730678%	\$ 4,900,314	\$ 1,812,411	270.38%	52.08%
2015	0.0272854859%	6,125,045	1,952,858	313.65%	47.93%
2016	0.0291500635%	8,633,414	2,064,720	418.14%	40.14%
2017	0.0313398241%	7,295,410	2,155,498	338.46%	48.10%
2018	0.0311568500%	6,134,629	2,298,715	266.87%	53.60%
2019	0.0455595274%	8,209,136	2,254,639	364.10%	56.27%
2020	0.0435885726%	7,108,156	3,086,136	230.33%	58.32%
2021	0.0422281742%	5,002,560	2,936,371	170.37%	70.33%
2022	0.0421612017%	6,362,706	3,070,269	207.24%	62.91%
2023	N/A	N/A	2,992,491	N/A	N/A

N/A = Information not available

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Schedule of District's Contributions
Public Employees Retirement System
Last Ten Fiscal Years

	<u>Contractually required contribution</u>	<u>Contributions in relation to the contractually required contribution</u>	<u>Contribution deficiency (excess)</u>	<u>District's covered employee payroll</u>	<u>Contributions as a percentage of covered employee payroll</u>
2014	\$ 215,767	N/A	N/A	\$ 1,812,411	N/A
2015	234,582	\$ (234,582)	\$ -	1,952,858	12.01%
2016	258,965	(258,965)	-	2,064,720	12.54%
2017	260,260	(260,260)	-	2,155,498	12.07%
2018	295,818	(295,818)	-	2,298,715	12.87%
2019	309,910	(309,910)	-	2,254,639	13.75%
2020	443,160	(443,160)	-	3,086,136	14.36%
2021	476,837	(476,837)	-	2,936,371	16.24%
2022	494,541	(494,541)	-	3,070,269	16.11%
2023	531,672	(531,672)	-	2,992,491	17.77%

N/A = Information not available

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Pension Liability
Teacher's Pension and Annuity Fund
Last Ten Fiscal Years

	<u>Proportionate share of net pension liability (asset)</u>			<u>Total</u>	<u>District's covered employee payroll</u>	<u>District's proportion of the net pension liability (asset) as a percentage of its covered employee payroll</u>	<u>Plan fiduciary net position as as a percentage of the total pension liability</u>
	<u>District's proportion</u>		<u>State's</u>				
	<u>Percentage</u>	<u>Value</u>	<u>proportion</u>				
2014	0.00%	\$ -	\$ -	\$ -	\$ 7,825,831	0.00%	33.64%
2015	0.00%	-	-	-	7,739,908	0.00%	28.71%
2016	0.00%	-	-	-	8,039,439	0.00%	22.33%
2017	0.00%	-	-	-	8,709,653	0.00%	25.41%
2018	0.00%	-	51,897,307	51,897,307	N/A	N/A	26.49%
2019	0.00%	-	40,233,991	40,233,991	9,161,360	0.00%	26.95%
2020	0.00%	-	41,868,138	41,868,138	6,937,116	0.00%	24.60%
2021	0.00%	-	30,500,755	30,500,755	6,742,472	0.00%	35.52%
2022	0.00%	-	32,189,493	32,189,493	6,674,080	0.00%	32.29%
2023	N/A	N/A	N/A	N/A	6,754,998	N/A	N/A

N/A = Information not available

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Schedule of District's Contributions
Teacher's Pension and Annuity Fund
Last Ten Fiscal Years

	Contractually required contribution	Contributions in relation to the contractually required contribution	Contribution deficiency (excess)	District's covered employee payroll	Contributions as a percentage of covered employee payroll
2014	\$ 158,792	\$ (158,792)	\$ -	\$ 7,825,831	2.03%
2015	406,863	(406,863)	-	7,739,908	5.26%
2016	574,414	(574,414)	-	8,039,439	7.14%
2017	841,051	(841,051)	-	8,709,653	9.66%
2018	1,201,336	(1,201,336)	-	N/A	N/A
2019	1,686,199	(1,686,199)	-	9,161,360	18.41%
2020	1,318,151	(1,318,151)	-	6,937,116	19.00%
2021	1,440,791	(1,440,791)	-	6,742,472	21.37%
2022	1,859,230	(1,859,230)	-	6,674,080	27.86%
2023	2,611,157	(2,611,157)	-	6,754,998	38.66%

N/A = Information not available

See independent auditors' report.

**SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR
OTHER POSTEMPLOYMENT EMPLOYEE BENEFITS (GASB 75)
(UNAUDITED)**

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Schedule of the District's Proportionate Share of the Net Other
Postemployment Employee Benefits Liability
Last Ten Fiscal Years

	Proportionate share of other postemployment employee benefits liability (asset)			Total	District's covered employee payroll	District's proportion of the other postemployment employee liability (asset) as a percentage of its covered employee payroll	Plan fiduciary net position as a percentage of the total other postemployment employee benefits liability
	District's proportion		State's				
	Percentage	Value	proportion				
2014	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2015	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2016	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2017	0.00%	\$ -	\$ 39,447,139	\$ 39,447,139	\$ 10,865,151	N/A	0.00%
2018	0.00%	-	34,245,173	34,245,173	N/A	N/A	0.00%
2019	0.00%	-	30,726,411	30,726,411	11,415,999	0.00%	0.00%
2020	0.00%	-	48,671,541	48,671,541	10,023,252	0.00%	0.00%
2021	0.00%	-	42,832,857	42,832,857	9,678,843	0.00%	0.00%
2022	0.00%	-	36,323,693	36,323,693	9,744,349	0.00%	0.00%
2023	N/A	N/A	N/A	N/A	N/A	N/A	N/A

N/A = Information not available

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Required Supplementary Information - Part III
(Unaudited)
June 30, 2023

- Note 1 - Special funding situation - TPAF and other postretirement benefits
The participating employer allocations included in the supplemental Schedule of Employer Special Funding Allocations and the supplemental Schedule of Special Funding Amounts by Employer for each local employer are provided as each local employer is required to record in their financial statements, as an expense and corresponding revenue, their proportionate share of the pension expense and other postretirement benefits (OPEB) expense allocated to the State of New Jersey (the State) under the special-funding situation and include their proportionate share of the net pension liability and OPEB liability in their respective notes to their financial statements. For this purpose, the proportionate share was developed based on actual contributions made to the Teachers' Pension and Annuity Fund and for OPEB allocated to employers based upon covered payroll and adjusted by expected State Early Retirement Incentive contributions for the respective fiscal year.
- Note 2 - Changes in assumptions - TPAF
The discount rate was 5.40% in State fiscal year 2021 and 7.00% in State fiscal year 2022. The inflation rate was 2.75% in State fiscal year 2021 and 2.75% in State fiscal year 2022.
- Note 3 - Changes in assumptions - PERS
The discount rate was 7.00% in State fiscal year 2021 and 7.00% in State fiscal year 2022. The inflation rate was 2.75% for State fiscal year 2021 and 2.75% for State fiscal year 2022.
- Note 4 - Changes in assumptions - other postretirement employee benefits
The other postretirement employee benefits discount rate increased from 2.16% in State fiscal year 2021 to 3.54% in State fiscal year 2022. The inflation rate was 2.50% for State fiscal year 2021 and 2022.
- Note 5 - Changes in healthcare trend assumptions - other postretirement employee benefits
For pre-Medicare medical benefits, the trend rate is initially 6.25% and decreases to a 4.50% long-term trend rate after eight years. For post-65 PPO, the trend is initially -1.99% in fiscal year 2023, increasing to 13.44% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend is initially -3.54% in fiscal year 2023, increasing to 15.19% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 8.00% and decreases to a 4.50% long-term trend rate after eight years. For the Medicare Part B reimbursement, the trend rate is 5.00%.
- Note 6 - Changes in benefit term assumptions - other postretirement employee benefits
There was a decrease in liability from June 30, 2022 to June 30, 2023 due to employers adopting Chapter 44 provisions.

SPECIAL REVENUE FUND

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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues
and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2023

	Total Brought Forward	IDEA Basic	ESSA Title IA	ESSA Title IA PY	ESSA Title IIA	ESSA Title IV	Total
Revenues							
Federal sources	\$ 496,843	\$ 171,631	\$ 26,227	\$ 4,406	\$ 5,453	\$ 9,613	\$ 714,173
State sources	26,374	-	-	-	-	-	26,374
Local sources	276,456	-	-	-	-	-	276,456
Total revenues	\$ 799,673	\$ 171,631	\$ 26,227	\$ 4,406	\$ 5,453	\$ 9,613	\$ 1,017,003
Expenditures							
Instruction							
Salaries	\$ 16,944	\$ -	\$ 15,148	\$ 4,000	\$ -	\$ -	\$ 36,092
Purchased professional & technical services	103,963	-	-	-	-	-	103,963
Supplies	10,917	-	432	-	-	3,384	14,733
Other objects	-	-	132	-	-	-	132
Total	131,824	-	15,712	4,000	-	3,384	154,920
Support services							
Tuition	89,355	171,631	-	-	-	-	260,986
Salaries	141,775	-	8,166	-	-	5,786	155,727
Employee benefits	78,017	-	1,786	406	-	443	80,652
Purchased professional & technical services	10,632	-	-	-	-	-	10,632
Other purchased services	39,190	-	563	-	5,453	-	45,206
Purchased property services	13,872	-	-	-	-	-	13,872
Travel	302	-	-	-	-	-	302
Supplies	4,031	-	-	-	-	-	4,031
Scholarships awarded	8,481	-	-	-	-	-	8,481
Student activities	229,068	-	-	-	-	-	229,068
Total	614,723	171,631	10,515	406	5,453	6,229	808,957
Capital outlay							
Building	31,575	-	-	-	-	-	31,575
Total	31,575	-	-	-	-	-	31,575
Total expenditures	\$ 778,122	\$ 171,631	\$ 26,227	\$ 4,406	\$ 5,453	\$ 9,613	\$ 995,452
Excess (deficiency) of revenues over (under) expenditures	\$ 21,551	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 21,551
Fund balances, July 1	123,451	-	-	-	-	-	123,451
Fund balances, June 30	\$ 145,002	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 145,002

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues
and Expenditures - Budgetary Basis (continued)
For the Fiscal Year Ended June 30, 2023

	Total Brought Forward	CRRSA Learning Acceleration	CRRSA Mental Health	ARP ARP ESSER	ARP Accelerated Learning	ARP Summer Learning	NJTSS Mental Health	Total Carried Forward
Revenues								
Federal sources	\$ 399,269	\$ 5,044	\$ 11,104	\$ 22,022	\$ 12,197	\$ 23,524	\$ 23,683	\$ 496,843
State sources	26,374	-	-	-	-	-	-	26,374
Local sources	276,456	-	-	-	-	-	-	276,456
Total revenues	\$ 702,099	\$ 5,044	\$ 11,104	\$ 22,022	\$ 12,197	\$ 23,524	\$ 23,683	\$ 799,673
Expenditures								
Instruction								
Salaries	\$ -	\$ 4,562	\$ -	\$ -	\$ -	\$ 12,382	\$ -	\$ 16,944
Purchased professional & technical services	103,963	-	-	-	-	-	-	103,963
Supplies	10,589	133	-	-	-	195	-	10,917
Other objects	-	-	-	-	-	-	-	-
Total	114,552	4,695	-	-	-	12,577	-	131,824
Support services								
Tuition	89,355	-	-	-	-	-	-	89,355
Salaries	108,445	-	-	-	11,330	-	22,000	141,775
Employee benefits	74,171	349	-	-	867	947	1,683	78,017
Purchased professional & technical services	7,632	-	3,000	-	-	-	-	10,632
Other purchased services	22,473	-	6,717	-	-	10,000	-	39,190
Purchased property services	13,872	-	-	-	-	-	-	13,872
Travel	302	-	-	-	-	-	-	302
Supplies	2,644	-	1,387	-	-	-	-	4,031
Scholarships awarded	8,481	-	-	-	-	-	-	8,481
Student activities	229,068	-	-	-	-	-	-	229,068
Total	556,443	349	11,104	-	12,197	10,947	23,683	614,723
Capital outlay								
Building	9,553	-	-	22,022	-	-	-	31,575
Total	9,553	-	-	22,022	-	-	-	31,575
Total expenditures	\$ 680,548	\$ 5,044	\$ 11,104	\$ 22,022	\$ 12,197	\$ 23,524	\$ 23,683	\$ 778,122
Excess (deficiency) of revenues over (under) expenditures	\$ 21,551	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 21,551
Fund balances, July 1	123,451	-	-	-	-	-	-	123,451
Fund balances, June 30	\$ 145,002	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 145,002

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues
and Expenditures - Budgetary Basis (continued)
For the Fiscal Year Ended June 30, 2023

	SDA Emergent Capital and Maintenance Needs	ACSERS Program	School Climate Change Pilot	Local	Scholarships	Student Activities	Total Carried Forward
Revenues							
Federal sources	\$ -	\$ 399,269	\$ -	\$ -	\$ -	\$ -	\$ 399,269
State sources	19,714	-	6,660	-	-	-	26,374
Local sources	-	-	-	17,356	5,564	253,536	276,456
Total revenues	\$ 19,714	\$ 399,269	\$ 6,660	\$ 17,356	\$ 5,564	\$ 253,536	\$ 702,099
Expenditures							
Instruction							
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Purchased professional & technical services	-	103,963	-	-	-	-	103,963
Supplies	-	-	1,008	9,581	-	-	10,589
Other objects	-	-	-	-	-	-	-
Total	-	103,963	1,008	9,581	-	-	114,552
Support services							
Tuition	-	89,355	-	-	-	-	89,355
Salaries	-	108,445	-	-	-	-	108,445
Employee benefits	-	74,171	-	-	-	-	74,171
Purchased professional & technical services	-	3,632	4,000	-	-	-	7,632
Other purchased services	-	19,703	1,350	1,420	-	-	22,473
Purchased property services	10,161	-	-	3,711	-	-	13,872
Travel	-	-	302	-	-	-	302
Supplies	-	-	-	2,644	-	-	2,644
Scholarships awarded	-	-	-	-	8,481	-	8,481
Student activities	-	-	-	-	-	229,068	229,068
Total	10,161	295,306	5,652	7,775	8,481	229,068	556,443
Capital outlay							
Building	9,553	-	-	-	-	-	9,553
Total	9,553	-	-	-	-	-	9,553
Total expenditures	\$ 19,714	\$ 399,269	\$ 6,660	\$ 17,356	\$ 8,481	\$ 229,068	\$ 680,548
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ -	\$ -	\$ (2,917)	\$ 24,468	\$ 21,551
Fund balances, July 1	-	-	-	-	19,689	103,762	123,451
Fund balances, June 30	\$ -	\$ -	\$ -	\$ -	\$ 16,772	\$ 128,230	\$ 145,002

See independent auditors' report.

LONG-TERM DEBT SCHEDULES

The Long-Term Debt Schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the School District. This includes serial bonds outstanding, obligations under leases, and early retirement program.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Long-Term Debt
Schedule of Obligations Under Leases - General Fund
For the Fiscal Year Ended June 30, 2023

Description	Interest Rate	Date of Lease	Amount of Original Issue	Balance 07/01/22	Issued	Retired	Balance 06/30/23
Vehicles & technology	1.73%	6/15/2020	\$ 227,414	\$ 114,183	\$ -	\$ 56,601	\$ 57,582
Equipment lease purchase	2.75%	4/30/2019	2,500,000	<u>1,036,501</u>	<u>-</u>	<u>511,176</u>	<u>525,325</u>
				<u>\$ 1,150,684</u>	<u>\$ -</u>	<u>\$ 567,777</u>	<u>\$ 582,907</u>

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Long-Term Debt
Schedule of Obligations Under Leases - Proprietary Fund
For the Fiscal Year Ended June 30, 2023

Description	Interest Rate	Date of Lease	Amount of Original Issue	Balance 07/01/22	Issued	Retired	Balance 06/30/23
Vehicles & technology	1.73%	6/15/2020	\$ 502,299	\$ 252,202	\$ -	\$ 125,017	\$ 127,185
Vehicles & technology	2.16%	7/18/2019	523,058	163,547	-	163,547	-
				<u>\$ 415,749</u>	<u>\$ -</u>	<u>\$ 288,564</u>	<u>\$ 127,185</u>

See independent auditors' report.

STATISTICAL SECTION

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Statistical Section J Series

CONTENTS	PAGE
FINANCIAL TRENDS	
These schedules contain trend information to help the reader understand how the District's financial performance and wellbeing have changed over time.	J-1 to J-5
REVENUE CAPACITY	
These schedules contain trend information to help the reader assess the District's most significant local revenue sources, the property tax.	J-6 to J-9
DEBT CAPACITY	
These schedules contain trend information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	J-10 to J-13
DEMOGRAPHIC AND ECONOMIC INFORMATION	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	J-14 to J-15
OPERATING INFORMATION	
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	J-16 to J-20
Sources: Unless otherwise noted, the information in these schedules are derived from the Annual Comprehensive Financial Reports (ACFR) for the relevant year.	
The District implemented GASB Statement No. 84 in the fiscal year ending June 30, 2021. Schedules presenting information relating to the implementation of GASB Statement No. 84 include information beginning in that year.	

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Net Position by Component
Last Ten Fiscal Years (Accrual Basis of Accounting)

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Government activities										
Net investment in capital assets	\$ 9,901,929	\$ 9,083,412	\$ 9,474,220	\$ 11,226,221	\$ 13,292,397	\$ 12,487,848	\$ 13,353,577	\$ 13,338,027	\$ 14,577,744	\$ 14,485,379
Restricted	878,685	861,504	1,672,418	1,265,165	2,963,008	1,436,011	3,329,113	3,682,013	2,040,941	2,035,046
Unrestricted	(7,386,948)	(3,786,616)	(5,418,500)	(6,291,751)	(7,596,502)	(4,355,100)	(5,860,368)	(4,808,904)	(3,575,069)	(2,761,245)
Total governmental activities	<u>\$ 3,393,666</u>	<u>\$ 6,158,300</u>	<u>\$ 5,728,138</u>	<u>\$ 6,199,635</u>	<u>\$ 8,658,903</u>	<u>\$ 9,568,759</u>	<u>\$ 10,822,322</u>	<u>\$ 12,211,136</u>	<u>\$ 13,043,616</u>	<u>\$ 13,759,180</u>
Business-type activities										
Net investment in capital assets	\$ 664,639	\$ 439,400	\$ 1,607,011	\$ 1,421,677	\$ 1,480,266	\$ 3,003,563	\$ 1,730,672	\$ 1,768,364	\$ 1,816,078	\$ 2,963,678
Unrestricted	868,033	(1,052,138)	(1,437,669)	(781,490)	(1,045,922)	(2,248,636)	(2,776,378)	(2,490,755)	(1,462,283)	(1,386,963)
Total business-type activities	<u>\$ 1,532,672</u>	<u>\$ (612,738)</u>	<u>\$ 169,342</u>	<u>\$ 640,187</u>	<u>\$ 434,344</u>	<u>\$ 754,927</u>	<u>\$ (1,045,706)</u>	<u>\$ (722,391)</u>	<u>\$ 353,795</u>	<u>\$ 1,576,715</u>
District-wide										
Net investment in capital assets	\$ 10,566,568	\$ 9,522,812	\$ 11,081,231	\$ 12,647,898	\$ 14,772,663	\$ 15,491,411	\$ 15,084,249	\$ 15,106,391	\$ 16,393,822	\$ 17,449,057
Restricted	878,685	861,504	1,672,418	1,265,165	2,963,008	1,436,011	3,329,113	3,682,013	2,040,941	2,035,046
Unrestricted	(6,518,915)	(4,838,754)	(6,856,169)	(7,073,241)	(8,642,424)	(6,603,736)	(8,636,746)	(7,299,659)	(5,037,352)	(4,148,208)
Total district-wide	<u>\$ 4,926,338</u>	<u>\$ 5,545,562</u>	<u>\$ 5,897,480</u>	<u>\$ 6,839,822</u>	<u>\$ 9,093,247</u>	<u>\$ 10,323,686</u>	<u>\$ 9,776,616</u>	<u>\$ 11,488,745</u>	<u>\$ 13,397,411</u>	<u>\$ 15,335,895</u>

*

Note: During the year ended June 30, 2021, the District implemented GASB Statement No. 84.

* as restated

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Changes in Net Position
Last Ten Fiscal Years (Accrual Basis of Accounting)

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Governmental activities										
Instruction										
Regular	\$ 6,783,272	\$ 7,994,360	\$ 8,084,175	\$ 8,920,184	\$ 8,703,370	\$ 8,713,124	\$ 8,928,631	\$ 10,203,963	\$ 9,285,993	\$ 9,115,846
Special education	1,544,142	1,521,071	1,891,749	2,327,301	2,238,108	2,040,912	1,999,675	2,106,481	2,361,599	2,326,016
Other special education	28,475	24,997	40,704	1,098	356	2,265	93,540	142,245	144,482	140,008
Other instruction	1,414,072	1,441,785	1,032,906	1,115,421	1,110,261	1,102,703	1,404,372	1,434,687	1,578,414	1,390,681
Support services										
Tuition	940,653	1,094,071	954,593	1,198,946	1,336,165	1,306,571	1,374,230	967,312	993,752	1,140,872
Student & instruction related services	3,570,980	4,143,236	4,627,236	5,047,114	5,671,611	5,204,918	4,899,186	5,833,691	4,946,613	5,187,603
General & business administrative services	1,191,594	1,349,198	1,267,290	1,398,733	1,389,733	1,052,704	1,483,117	1,316,464	1,285,624	1,243,939
School administration	599,975	670,034	724,417	812,418	838,368	767,067	517,206	912,644	582,219	657,258
Plant operations & maintenance	1,917,835	1,659,974	2,099,057	2,199,965	1,340,044	1,955,738	1,680,396	1,750,962	2,028,726	1,803,450
Pupil transportation	1,216,043	1,267,740	1,226,349	1,333,459	1,287,053	1,247,169	1,080,789	987,438	2,019,734	1,996,648
Capital outlay	-	-	-	-	-	866,634	-	-	-	-
Interest on long-term debt	123,357	130,697	35,282	18,805	548	6,220	42,411	26,757	23,755	21,962
Total governmental activities expenses	19,330,398	21,297,163	21,983,758	24,373,444	23,915,617	24,266,025	23,503,553	25,682,644	25,250,911	25,024,283
Business-type activities										
Transportation	3,054,696	3,470,988	3,732,371	3,572,686	4,504,774	3,822,210	4,760,412	3,653,685	3,703,228	3,703,071
Food services	452,199	402,611	376,867	347,258	320,083	320,632	280,930	204,772	463,146	451,938
Summer enrichment	-	-	-	-	-	-	4,150	-	-	-
Technology services	160,574	266,755	528,445	313,999	275,664	246,628	98,785	194,418	153,945	125,830
Administrative services	-	-	-	-	-	-	114,927	112,504	150,386	93,238
Total business-type activities	3,667,469	4,140,354	4,637,683	4,233,943	5,100,521	4,389,470	5,259,204	4,165,379	4,470,705	4,374,077
Total district expenses	\$ 22,997,867	\$ 25,437,517	\$ 26,621,441	\$ 28,607,387	\$ 29,016,138	\$ 28,655,495	\$ 28,762,757	\$ 29,848,023	\$ 29,721,616	\$ 29,398,360

Note: During the year ended June 30, 2021, the District implemented GASB Statement No. 84.

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Changes in Net Position (continued)
Last Ten Fiscal Years (Accrual Basis of Accounting)

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Program revenues										
Governmental activities										
Charges for services	\$ 225,954	\$ 366,500	\$ 123,489	\$ 154,467	\$ 44,857	\$ 34,421	\$ 245,901	\$ 238,336	\$ 305,503	\$ 399,359
Operating grants & contributions	214,024	229,134	4,792,227	6,201,452	7,249,654	5,641,043	201,250	322,879	731,365	894,039
Capital grants & contributions	-	110,735	-	-	527,542	1,022,889	-	-	-	-
Total governmental activities	439,978	706,369	4,915,716	6,355,919	7,822,053	6,698,353	447,151	561,215	1,036,868	1,293,398
Business-type activities										
Charges for services										
Transportation	3,134,672	3,682,898	3,865,697	4,397,780	4,342,647	4,164,486	4,060,287	3,881,697	4,624,895	4,848,999
Food services	339,217	335,139	300,555	284,217	269,641	264,304	203,191	23,178	94,905	334,182
Summer enrichment	-	-	-	-	-	-	4,150	-	-	-
Technology services	176,483	265,847	215,110	222,500	229,352	236,550	244,724	276,405	182,007	152,448
Administrative services	-	-	-	-	-	-	116,649	116,799	146,786	93,238
Operating grants & contributions	57,465	57,449	41,137	45,372	45,871	41,610	62,900	151,674	495,724	150,601
Capital grants & contributions	-	-	-	-	6,694	-	-	-	-	-
Total business-type activities	3,707,837	4,341,333	4,422,499	4,949,869	4,894,205	4,706,950	4,691,901	4,449,753	5,544,317	5,579,468
Total district-wide program revenues	\$ 4,147,815	\$ 5,047,702	\$ 9,338,215	\$ 11,305,788	\$ 12,716,258	\$ 11,405,303	\$ 5,139,052	\$ 5,010,968	\$ 6,581,185	\$ 6,872,866
Net (expense) revenues										
Governmental activities	\$ (18,890,420)	\$ (20,590,794)	\$ (17,068,042)	\$ (18,017,525)	\$ (16,093,564)	\$ (17,567,672)	\$ (23,056,402)	\$ (25,121,429)	\$ (24,214,043)	\$ (23,730,885)
Business-type activities	40,368	200,979	(215,184)	715,926	(206,316)	317,480	(567,303)	284,374	1,073,612	1,205,391
Total district-wide net expenses	\$ (18,850,052)	\$ (20,389,815)	\$ (17,283,226)	\$ (17,301,599)	\$ (16,299,880)	\$ (17,250,192)	\$ (23,623,705)	\$ (24,837,055)	\$ (23,140,431)	\$ (22,525,494)

Note: During the year ended June 30, 2021, the District implemented GASB Statement No. 84.

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Changes in Net Position (continued)
Last Ten Fiscal Years (Accrual Basis of Accounting)

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General revenues & other changes in net position										
Governmental activities										
Property taxes levied for general purposes	\$ 13,134,122	\$ 13,525,820	\$ 13,783,832	\$ 14,031,941	\$ 14,031,941	\$ 14,197,385	\$ 15,043,555	\$ 15,344,427	\$ 15,750,896	\$ 16,443,710
Taxes levied for debt service	555,964	578,050	578,350	578,200	577,600	551,200	-	-	-	-
Unrestricted grants & contributions	5,406,445	7,415,191	3,291,371	3,293,049	3,296,720	3,252,928	9,289,218	11,111,256	9,243,343	7,879,909
Investment earnings	3,504	9,677	12,612	4,560	9,097	11,306	49,980	11,981	11,906	68,763
Rent and royalties	-	-	-	373,500	510,440	306,694	-	-	-	-
Miscellaneous income	59,847	63,164	42,871	69,642	127,034	158,015	63,966	58,922	40,378	54,067
Special item										
Lease proceeds utilized	-	-	-	-	-	-	(1,758,333)	-	-	-
Gain (loss) on sale of assets	(52,734)	(360)	-	-	-	-	-	-	-	-
Transfers	-	-	-	(8,013)	-	-	-	(12,933)	-	-
Total governmental activities	<u>19,107,148</u>	<u>21,591,542</u>	<u>17,709,036</u>	<u>18,342,879</u>	<u>18,552,832</u>	<u>18,477,528</u>	<u>22,688,386</u>	<u>26,513,653</u>	<u>25,046,523</u>	<u>24,446,449</u>
General revenues & other changes in net position (cont'd)										
Business-type activities										
Investment earnings	-	126	122	162	473	597	375	27	90	1,393
Miscellaneous income	4,515	1,385	22,023	-	-	2,333	19,406	25,981	2,484	16,136
Transfer in (out)	-	-	-	8,013	-	-	-	12,933	-	-
Disposal of capital assets	4,312	1,281	-	-	-	-	-	-	-	-
Total business-type activities	<u>8,827</u>	<u>2,792</u>	<u>22,145</u>	<u>8,175</u>	<u>473</u>	<u>2,930</u>	<u>19,781</u>	<u>38,941</u>	<u>2,574</u>	<u>17,529</u>
Total district-wide	<u>\$ 19,115,975</u>	<u>\$ 21,594,334</u>	<u>\$ 17,731,181</u>	<u>\$ 18,351,054</u>	<u>\$ 18,553,305</u>	<u>\$ 18,480,458</u>	<u>\$ 22,708,167</u>	<u>\$ 26,552,594</u>	<u>\$ 25,049,097</u>	<u>\$ 24,463,978</u>
Change in net position										
Governmental activities	\$ 216,728	\$ 1,000,748	\$ 640,994	\$ 325,354	\$ 2,459,268	\$ 909,856	\$ (368,016)	\$ 1,392,224	\$ 832,480	\$ 715,564
Business-type activities	49,195	203,771	(193,039)	724,101	(205,843)	320,410	(547,522)	323,315	1,076,186	1,222,920
Total district	<u>\$ 265,923</u>	<u>\$ 1,204,519</u>	<u>\$ 447,955</u>	<u>\$ 1,049,455</u>	<u>\$ 2,253,425</u>	<u>\$ 1,230,266</u>	<u>\$ (915,538)</u>	<u>\$ 1,715,539</u>	<u>\$ 1,908,666</u>	<u>\$ 1,938,484</u>

Note: During the year ended June 30, 2021, the District implemented GASB Statement No. 84.

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Fund Balances - Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General fund										
Restricted	\$ 878,685	\$ 861,504	\$ 1,672,418	\$ 1,265,165	\$ 2,963,008	\$ 1,436,011	\$ 2,633,128	\$ 3,572,408	\$ 2,326,594	\$ 2,718,628
Committed	126,340	605,112	77,435	294,325	286,125	97,671	189,934	634,544	724,277	255,468
Assigned	300,000	250,000	225,000	406,180	200,000	200,000	124,081	300,000	174,605	429,856
Unassigned	239,521	167,434	47,594	111,075	166,547	286,238	274,381	382,590	489,131	535,576
Total general fund	<u>\$ 1,544,546</u>	<u>\$ 1,884,050</u>	<u>\$ 2,022,447</u>	<u>\$ 2,076,745</u>	<u>\$ 3,615,680</u>	<u>\$ 2,019,920</u>	<u>\$ 3,221,524</u>	<u>\$ 4,889,542</u>	<u>\$ 3,714,607</u>	<u>\$ 3,939,528</u>
							*			
All other governmental funds										
Restricted										
Special revenue fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 129,327	\$ 109,605	\$ 123,451	\$ 145,002
Capital projects fund	-	1,758,945	485,926	163,388	-	2,338,945	580,612	-	-	-
Unassigned	-	-	-	-	(696,217)	-	-	-	-	-
Total all other governmental funds	<u>\$ -</u>	<u>\$ 1,758,945</u>	<u>\$ 485,926</u>	<u>\$ 163,388</u>	<u>\$ (696,217)</u>	<u>\$ 2,338,945</u>	<u>\$ 709,939</u>	<u>\$ 109,605</u>	<u>\$ 123,451</u>	<u>\$ 145,002</u>
							*			

Note: During the year ended June 30, 2021, the District implemented GASB Statement No. 84.

* as restated

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues										
Tax levy	\$ 13,690,086	\$ 14,103,870	\$ 14,362,182	\$ 14,610,141	\$ 14,609,541	\$ 14,748,585	\$ 15,043,555	\$ 15,344,427	\$ 15,750,896	\$ 16,443,710
Tuition charges										
Individuals	61,791	187,493	12,735	12,735	5,514	-	-	-	2,400	4,000
Other LEAs within the state	-	-	110,754	141,732	39,343	34,421	54,411	50,119	108,775	141,823
Interest earnings	3,504	9,677	914	4,560	9,097	3,890	49,980	11,981	11,906	68,763
Rents and royalties	-	-	-	373,500	510,440	306,694	191,490	99,680	-	-
Miscellaneous	62,541	72,663	63,997	211,110	131,477	226,524	68,951	170,990	497,367	341,803
State sources	5,406,445	5,714,234	5,820,700	6,025,352	6,867,322	7,571,821	6,230,153	6,324,394	6,423,348	6,192,434
Federal sources	210,339	217,892	210,187	208,667	202,974	212,373	196,265	299,348	460,007	844,451
Total revenues	19,434,706	20,305,829	20,581,469	21,587,797	22,375,708	23,104,308	21,834,805	22,300,939	23,254,699	24,036,984
Expenditures										
Instruction										
Regular instruction	4,736,072	4,932,664	4,907,939	4,587,826	4,430,603	4,543,125	4,609,022	4,439,154	4,329,894	4,471,037
Special education instruction	1,039,553	876,297	930,532	1,021,182	1,002,289	956,904	910,242	844,511	946,184	980,855
Other special instruction	7,800	5,000	-	1,098	356	2,265	31,895	44,694	50,178	52,882
Other instruction	993,760	1,009,555	1,001,801	1,056,091	1,053,392	1,094,785	1,035,746	987,016	1,151,155	1,050,714
Support services										
Tuition	760,449	909,045	954,593	1,198,946	1,336,165	1,306,571	1,214,435	808,470	831,595	879,886
Student & instructional related services	2,440,575	2,484,432	2,581,083	2,432,479	2,764,760	2,808,608	2,795,526	2,706,117	2,580,051	2,657,756
General administration	498,010	491,957	420,944	484,527	429,481	339,764	332,458	330,810	406,362	343,494
School administration services	414,962	412,906	419,574	429,123	430,419	424,994	388,997	423,316	322,479	306,296
Central services	353,988	355,174	344,734	340,328	366,196	349,072	425,011	397,073	415,613	415,189
Administration info technology	63,656	112,352	196,203	138,410	65,239	-	39,961	39,895	106,146	124,854
Plant operations & maintenance	1,619,068	1,341,466	1,547,590	1,477,869	1,426,972	1,498,648	1,383,497	1,205,856	1,731,064	1,538,764
Pupil transportation	1,216,358	1,260,591	1,180,593	1,267,395	1,223,131	1,199,273	1,080,789	985,928	1,102,163	1,289,423
Employee benefits	3,036,763	2,832,695	2,935,287	2,745,505	2,979,985	3,309,925	3,249,982	3,268,491	3,258,658	3,481,268
On-behalf TPAF Pension & Social Security contributions	1,178,883	1,402,196	1,603,225	1,830,551	2,073,221	2,407,939	2,432,392	2,946,439	3,691,357	3,654,410
Capital outlay	887,712	167,164	530,890	545,367	546,135	2,864,506	968,982	753,765	2,001,018	822,902
Special revenue funds	214,024	229,134	309,826	281,414	262,746	280,755	201,250	427,784	911,847	1,126,024
Capital projects	-	276,839	1,162,192	1,431,713	831,185	457,625	1,758,333	580,612	-	-
Debt service										
Principal	475,000	792,212	505,000	520,000	535,000	530,000	-	-	-	-
Lease principal	-	-	-	-	-	-	-	-	553,043	567,777
Interest & other charges	129,281	115,031	73,350	58,200	42,600	21,200	26,981	26,981	26,981	26,981
Total expenditures	20,065,914	20,006,710	21,605,356	21,848,024	21,799,875	24,395,959	22,885,499	21,216,912	24,415,788	23,790,512

Note: During the year ended June 30, 2021, the District implemented GASB Statement No. 84.

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Changes in Fund Balances - Governmental Funds (continued)
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Excess (deficiency) of revenues over (under) expenditures	\$ (631,208)	\$ 299,119	\$ (1,023,887)	\$ (260,227)	\$ 575,833	\$ (1,291,651)	\$ (1,050,694)	\$ 1,084,027	\$ (1,161,089)	\$ 246,472
Other financing sources (uses)										
Leases (non-budgeted)	189,277	1,799,330	-	-	103,497	2,731,053	350,106	-	-	-
Transfers out	-	-	-	(8,013)	-	-	(75,000)	(12,933)	-	-
Total other financing sources (uses)	189,277	1,799,330	-	(8,013)	103,497	2,731,053	275,106	(12,933)	-	-
Net change in fund balances	\$ (441,931)	\$ 2,098,449	\$ (1,023,887)	\$ (268,240)	\$ 679,330	\$ 1,439,402	\$ (775,588)	\$ 1,071,094	\$ (1,161,089)	\$ 246,472
Debt service as a percentage of non-capital expenditures	3.25%	4.86%	2.99%	3.00%	2.91%	2.69%	0.13%	0.14%	0.12%	0.12%

Source: District Records

- Note: 1) Non-capital expenditures are total expenditures less capital outlay.
2) During the year ended June 30, 2021, the District implemented GASB Statement No. 84.

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
General Fund - Other Local Revenues by Source
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Tuition	\$ 51,689	\$ 107,316	\$ 123,489	\$ 154,467	\$ 44,857	\$ 34,421	\$ 54,411	\$ 50,119	\$ 111,175	\$ 145,823
Interest income	4,996	5,384	12,239	4,560	52,119	71,621	49,980	11,925	11,906	68,763
Rental income	-	-	-	373,500	510,440	306,694	191,490	99,680	-	-
Miscellaneous	32,826	34,248	43,103	69,642	84,012	90,284	63,966	58,922	40,378	54,067
Annual totals	<u>\$ 89,511</u>	<u>\$ 146,948</u>	<u>\$ 178,831</u>	<u>\$ 602,169</u>	<u>\$ 691,428</u>	<u>\$ 503,020</u>	<u>\$ 359,847</u>	<u>\$ 220,646</u>	<u>\$ 163,459</u>	<u>\$ 268,653</u>

Source: District Records

Note: During the year ended June 30, 2021, the District implemented GASB Statement No. 84.

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property
All Constituent Districts Combined
Last Ten Fiscal Years

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Vacant land	\$ 48,539,200	\$ 40,527,200	\$ 43,176,450	\$ 45,365,850	\$ 43,284,400	\$ 40,664,400	\$ 39,382,100	\$ 38,832,200	\$ 39,074,600	\$ 38,441,080
Residential	1,921,569,100	1,721,382,800	1,717,737,499	1,736,142,299	1,735,578,170	1,740,364,370	1,747,216,166	1,748,797,436	1,754,614,664	1,761,399,732
Farm regular	315,570,700	288,474,400	290,816,001	281,884,100	285,582,500	284,797,700	289,095,400	293,321,100	296,987,100	297,206,300
Q farm	12,379,332	12,541,189	12,447,869	12,189,659	12,052,409	12,343,633	12,315,130	12,093,070	12,044,470	12,374,370
Commercial	112,145,458	109,316,181	107,749,581	106,697,781	107,014,281	107,034,681	106,679,181	105,447,081	104,463,481	102,232,827
Industrial	29,245,250	27,167,250	27,167,250	26,708,050	25,924,558	25,924,550	23,485,550	23,160,050	23,160,050	21,750,450
Apartment	12,100,800	11,568,800	11,230,600	11,230,600	11,230,600	11,204,900	11,266,800	11,266,800	11,266,800	11,266,800
Total assessed value	2,451,549,840	2,210,977,820	2,210,325,250	2,220,218,339	2,220,666,918	2,222,334,234	2,229,440,327	2,232,917,737	2,241,611,165	2,244,671,559
Public utilities (a)	5,973,226	3,963,242	4,205,446	4,005,009	3,972,552	3,678,588	1,479,803	3,058,956	2,961,247	2,891,673
Net valuation taxable	\$2,457,523,066	\$2,214,941,062	\$2,214,530,696	\$2,224,223,348	\$2,224,639,470	\$2,226,012,822	\$2,230,920,130	\$2,235,976,693	\$2,244,572,412	\$2,247,563,232
Estimated actual county equalized value	\$2,400,491,067	\$2,325,388,669	\$2,323,841,661	\$2,353,308,162	\$2,341,965,202	\$2,384,876,726	\$2,398,131,116	\$2,409,159,095	\$2,569,327,629	\$2,776,685,406
Percentage of net valuation to estimated actual equalized value	102.38%	95.25%	95.30%	94.51%	94.99%	93.34%	93.03%	92.81%	87.36%	80.94%

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 Treasury to order a reassessment.

- (a) Taxable value of machinery, implements and equipment of telephone and messenger system companies.
- (b) Tax rates are per \$100 .

* Revalued/Reassessed

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property (continued)
By Constituent District - Township of Alexandria
Last Ten Fiscal Years

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Vacant land	\$ 12,754,400	\$ 10,448,300	\$ 9,380,000	\$ 9,316,700	\$ 8,131,900	\$ 6,531,200	\$ 5,894,600	\$ 6,409,500	\$ 5,833,800	\$ 5,931,900
Residential	654,129,600	569,320,900	567,628,200	576,623,900	576,752,800	578,309,600	581,479,900	581,700,700	580,798,000	583,713,700
Farm regular	123,550,900	106,917,400	108,879,000	104,491,000	107,236,400	106,986,600	107,516,500	108,587,100	109,553,800	110,067,000
Q farm	4,052,732	4,235,179	4,272,779	4,172,379	4,149,679	4,268,903	4,352,200	4,377,500	4,319,000	4,709,100
Commercial	20,957,488	19,100,800	18,850,800	18,850,800	18,905,200	18,783,800	18,783,800	18,783,800	18,783,800	18,783,800
Industrial	1,034,800	836,200	836,200	836,200	836,200	836,200	836,200	836,200	836,200	836,200
Apartment	418,900	230,400	230,400	230,400	230,400	228,100	228,100	228,100	228,100	228,100
Total assessed value	816,898,820	711,089,179	710,077,379	714,521,379	716,242,579	715,944,403	719,091,300	720,922,900	720,352,700	724,269,800
Public utilities (a)	2,109,187	178,774	165,764	168,946	168,184	169,385	169,228	173,462	159,949	159,949
Net valuation taxable	\$ 819,008,007	\$ 711,267,953	\$ 710,243,143	\$ 714,690,325	\$ 716,410,763	\$ 716,113,788	\$ 719,260,528	\$ 721,096,362	\$ 720,512,649	\$ 724,429,749
Estimated actual county equalized value	\$ 802,261,594	\$ 777,229,047	\$ 770,673,063	\$ 788,545,734	\$ 778,896,341	\$ 784,892,449	\$ 787,971,656	\$ 784,931,722	\$ 829,605,814	\$ 891,496,122
Percentage of net valuation to estimated actual equalized value	102.09%	91.51%	92.16%	90.63%	91.98%	91.24%	91.28%	91.87%	86.85%	81.26%
Total direct school tax rates (b)	\$ 0.699	\$ 0.749	\$ 0.710	\$ 0.684	\$ 0.673	\$ 0.692	\$ 0.705	\$ 0.698	\$ 0.742	\$ 0.711

*

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 Treasury to order a reassessment.

(a) Taxable value of machinery, implements and equipment of telephone and messenger system companies.

(b) Tax rates are per \$100.

* Revalued/Reassessed

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property (continued)
By Constituent District - Borough of Frenchtown
Last Ten Fiscal Years

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Vacant land	\$ 2,505,100	\$ 2,505,100	\$ 2,490,600	\$ 4,480,500	\$ 4,261,200	\$ 3,636,200	\$ 2,850,200	\$ 2,571,100	\$ 4,642,100	\$ 1,553,400
Residential	108,741,700	109,474,900	109,543,700	110,307,000	110,497,100	111,659,800	111,554,600	112,404,720	115,645,059	115,515,740
Farm regular	898,600	898,600	898,600	449,600	449,600	788,600	788,600	788,600	788,600	788,600
Q farm	14,700	14,700	14,700	11,200	11,200	27,100	27,000	26,300	26,300	26,300
Commercial	26,737,800	26,449,600	26,369,600	26,503,300	26,563,300	26,463,000	24,897,200	24,897,200	23,859,400	23,682,946
Industrial	3,726,350	3,726,350	3,726,350	3,726,350	3,726,350	3,726,350	1,492,550	1,167,050	1,167,050	1,094,050
Apartment	6,045,500	5,682,600	5,682,600	5,682,600	5,682,600	5,699,900	5,699,900	5,699,900	5,699,900	5,699,900
Total assessed value	148,669,750	148,751,850	148,726,150	151,160,550	151,191,350	152,000,950	147,310,050	147,554,870	151,828,409	148,360,936
Public utilities (a)	489,679	594,036	693,169	644,203	648,614	648,614	-	-	-	-
Net valuation taxable	\$ 149,159,429	\$ 149,345,886	\$ 149,419,319	\$ 151,804,753	\$ 151,839,964	\$ 152,649,564	\$ 147,310,050	\$ 147,554,870	\$ 151,828,409	\$ 148,360,936
Estimated actual county equalized value	\$ 159,392,422	\$ 152,424,868	\$ 164,522,483	\$ 177,044,431	\$ 166,893,728	\$ 178,506,872	\$ 168,123,773	\$ 170,781,100	\$ 185,791,005	\$ 195,083,414
Percentage of net valuation to estimated actual equalized value	93.58%	97.98%	90.82%	85.74%	90.98%	85.51%	87.62%	86.40%	81.72%	76.05%
Total direct school tax rates (b)	\$ 0.572	\$ 0.626	\$ 0.694	\$ 0.645	\$ 0.649	\$ 0.651	\$ 0.682	\$ 0.740	\$ 0.648	\$ 0.874

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 Treasury to order a reassessment.

- (a) Taxable value of machinery, implements and equipment of telephone and messenger system companies.
- (b) Tax rates are per \$100.

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property (continued)
By Constituent District - Township of Holland
Last Ten Fiscal Years

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Vacant land	\$ 10,255,300	\$ 6,480,600	\$ 6,975,500	\$ 7,439,600	\$ 8,046,300	\$ 7,665,900	\$ 9,831,500	\$ 9,500,900	\$ 8,791,500	\$ 9,986,700
Residential	643,244,500	525,191,400	524,687,600	526,884,100	527,053,100	524,938,100	526,398,500	525,715,700	526,881,200	529,114,500
Farm regular	75,823,800	65,474,000	65,808,400	64,633,400	62,836,000	64,907,400	63,918,100	65,028,100	66,460,300	65,687,800
Q farm	2,579,300	2,645,310	2,658,190	2,602,380	2,569,630	2,733,430	2,633,930	2,634,730	2,635,730	2,619,730
Commercial	16,745,200	16,026,211	15,119,411	13,883,911	14,136,311	14,447,811	14,565,111	13,813,111	13,867,311	13,660,211
Industrial	13,145,500	11,231,600	11,231,600	11,231,600	10,448,100	10,448,100	10,198,100	10,198,100	10,198,100	10,198,100
Apartment	409,900	429,300	429,300	429,300	429,300	429,300	429,300	429,300	429,300	429,300
Total assessed value	762,203,500	627,478,421	626,910,001	627,104,291	625,518,741	625,570,041	627,974,541	627,319,941	629,263,441	631,696,341
Public utilities (a)	1,671,889	1,531,313	1,504,717	1,464,110	1,428,395	1,136,595	1,127,501	1,261,048	1,188,633	1,125,381
Net valuation taxable	\$ 763,875,389	\$ 629,009,734	\$ 628,414,718	\$ 628,568,401	\$ 626,947,136	\$ 626,706,636	\$ 629,102,042	\$ 628,580,989	\$ 630,452,074	\$ 632,821,722
Estimated actual county equalized value	\$ 691,448,812	\$ 670,270,971	\$ 660,724,128	\$ 661,400,494	\$ 663,064,010	\$ 670,952,595	\$ 692,919,971	\$ 692,346,061	\$ 735,221,078	\$ 807,582,596
Percentage of net valuation to estimated actual equalized value	110.47%	93.84%	95.11%	95.04%	94.55%	93.41%	90.79%	90.79%	85.75%	78.36%
Total direct school tax rates (b)	\$ 0.609	\$ 0.584	\$ 0.614	\$ 0.646	\$ 0.601	\$ 0.668	\$ 0.723	\$ 0.738	\$ 0.786	\$ 0.795

*

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 Treasury to order a reassessment.

(a) Taxable value of machinery, implements and equipment of telephone and messenger system companies.

(b) Tax rates are per \$100.

* Revalued/Reassessed

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property (continued)
By Constituent District - Township of Kingwood
Last Ten Fiscal Years

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Vacant land	\$ 20,444,100	\$ 18,828,000	\$ 22,065,150	\$ 21,949,750	\$ 20,706,400	\$ 20,700,000	\$ 18,674,100	\$ 18,219,000	\$ 17,793,300	\$ 17,825,680
Residential	420,624,300	422,482,000	421,252,699	428,026,899	427,194,899	430,839,699	432,643,895	433,833,245	436,406,234	438,761,621
Farm regular	113,888,600	113,765,600	113,811,201	110,891,300	113,641,700	110,696,300	115,705,800	117,750,900	119,018,000	119,496,500
Q farm	5,711,500	5,624,100	5,480,300	5,381,800	5,300,000	5,292,300	5,280,500	5,034,040	5,042,940	4,998,740
Commercial	34,945,700	34,980,300	34,962,700	35,012,700	34,962,400	34,962,400	35,389,300	35,075,100	35,075,100	34,359,000
Industrial	9,346,600	9,381,100	9,381,100	8,921,900	8,921,908	8,921,900	8,972,900	8,972,900	8,972,900	8,972,900
Apartment	1,988,300	1,988,300	1,988,300	1,988,300	1,988,300	1,947,600	2,009,500	2,009,500	2,009,500	2,009,500
Total assessed value	606,949,100	607,049,400	608,941,450	612,172,649	612,715,607	613,360,199	618,675,995	620,894,685	624,317,974	626,423,941
Public utilities (a)	1,480,282	1,476,753	1,653,010	1,544,943	1,545,288	1,545,288	-	1,437,091	1,437,091	1,437,091
Net valuation taxable	\$ 608,429,382	\$ 608,526,153	\$ 610,594,460	\$ 613,717,592	\$ 614,260,895	\$ 614,905,487	\$ 618,675,995	\$ 622,331,776	\$ 625,755,065	\$ 627,861,032
Estimated actual county equalized value	\$ 629,713,705	\$ 611,216,103	\$ 618,887,553	\$ 603,828,946	\$ 611,153,881	\$ 625,535,242	\$ 626,253,664	\$ 639,469,561	\$ 689,765,283	\$ 745,412,599
Percentage of net valuation to estimated actual equalized value	96.62%	99.56%	98.66%	101.64%	100.51%	98.30%	98.79%	97.32%	90.72%	84.23%
Total direct school tax rates (b)	\$ 0.613	\$ 0.611	\$ 0.625	\$ 0.617	\$ 0.652	\$ 0.634	\$ 0.635	\$ 0.680	\$ 0.696	\$ 0.702

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 Treasury to order a reassessment.

- (a) Taxable value of machinery, implements and equipment of telephone and messenger system companies.
- (b) Tax rates are per \$100.

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property (continued)
By Constituent District - Borough of Milford
Last Ten Fiscal Years

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Vacant land	\$ 2,580,300	\$ 2,265,200	\$ 2,265,200	\$ 2,179,300	\$ 2,138,600	\$ 2,131,100	\$ 2,131,700	\$ 2,131,700	\$ 2,013,900	\$ 3,143,400
Residential	94,829,000	94,913,600	94,625,300	94,300,400	94,080,271	94,617,171	95,139,271	95,143,071	94,884,171	94,294,171
Farm regular	1,408,800	1,418,800	1,418,800	1,418,800	1,418,800	1,418,800	1,166,400	1,166,400	1,166,400	1,166,400
Q farm	21,100	21,900	21,900	21,900	21,900	21,900	21,500	20,500	20,500	20,500
Commercial	12,759,270	12,759,270	12,447,070	12,447,070	12,447,070	12,377,670	13,043,770	12,877,870	12,877,870	11,746,870
Industrial	1,992,000	1,992,000	1,992,000	1,992,000	1,992,000	1,992,000	1,985,800	1,985,800	1,985,800	649,200
Apartment	3,238,200	3,238,200	2,900,000	2,900,000	2,900,000	2,900,000	2,900,000	2,900,000	2,900,000	2,900,000
Total assessed value	116,828,670	116,608,970	115,670,270	115,259,470	114,998,641	115,458,641	116,388,441	116,225,341	115,848,641	113,920,541
Public utilities (a)	222,189	182,366	188,786	182,807	182,071	178,706	183,074	187,355	175,574	169,252
Net valuation taxable	\$ 117,050,859	\$ 116,791,336	\$ 115,859,056	\$ 115,442,277	\$ 115,180,712	\$ 115,637,347	\$ 116,571,515	\$ 116,412,696	\$ 116,024,215	\$ 114,089,793
Estimated actual county equalized value	\$ 117,674,534	\$ 114,247,680	\$ 109,034,434	\$ 122,488,557	\$ 121,957,242	\$ 124,989,568	\$ 122,862,052	\$ 121,630,651	\$ 128,944,449	\$ 137,110,675
Percentage of net valuation to estimated actual equalized value	99.47%	102.23%	106.26%	94.25%	94.44%	92.52%	94.88%	95.71%	89.98%	83.21%
Total direct school tax rates (b)	\$ 0.612	\$ 0.613	\$ 0.668	\$ 0.774	\$ 1.008	\$ 0.877	\$ 0.678	\$ 0.652	\$ 0.691	\$ 0.854

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 Treasury to order a reassessment.

- (a) Taxable value of machinery, implements and equipment of telephone and messenger system companies.
- (b) Tax rates are per \$100.

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates
By Constituent District - Township of Alexandria
Last Ten Fiscal Years
(Rate Per \$100 of Assessed Value)

Assessment Year	School District Direct Rate						Fire District	Total Direct & Overlapping Tax Rate	
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-6)		Local School Rate	Overlapping Rates			
			Total Direct School Tax Rate			Municipality			County
2014	\$ 0.679	\$ 0.020	\$ 0.699	\$ 1.139	\$ 0.235	\$ 0.402	\$ -	\$ 2.475	
2015	* 0.729	0.020	0.749	1.163	0.235	0.408	-	2.555	
2016	0.681	0.029	0.710	1.190	0.254	0.404	-	2.558	
2017	0.657	0.027	0.684	1.213	0.264	0.405	-	2.566	
2018	0.646	0.027	0.673	1.198	0.294	0.409	-	2.574	
2019	0.666	0.026	0.692	1.219	0.308	0.410	-	2.629	
2020	0.705	-	0.705	1.242	0.307	0.413	-	2.667	
2021	0.698	-	0.698	1.265	0.307	0.411	-	2.681	
2022	0.742	-	0.742	1.290	0.306	0.434	-	2.772	
2023	0.711	-	0.711	1.308	0.315	0.463	-	2.797	

Sources: Municipal Tax Collector

Note: N.J.S.A.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 pre-budget by more than the spending growth limitation calculated as follows: the pre-budget 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.

* Revalued/Reassessed

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates (continued)
By Constituent District - Borough of Frenchtown
Last Ten Fiscal Years
(Rate Per \$100 of Assessed Value)

Assessment Year	School District Direct Rate							Fire District	Total Direct & Overlapping Tax Rate
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-6)		Local School Rate	Overlapping Rates			
			Total Direct School Tax Rate			Municipality	County		
2014	\$ 0.552	\$ 0.020	\$ 0.572	\$ 1.263	\$ 0.705	\$ 0.383	\$ -	\$ 2.923	
2015	0.606	0.020	0.626	1.303	0.873	0.412	-	3.214	
2016	0.666	0.028	0.694	1.306	0.869	0.433	-	3.302	
2017	0.619	0.026	0.645	1.331	0.889	0.406	-	3.271	
2018	0.623	0.026	0.649	1.347	0.905	0.440	-	3.341	
2019	0.627	0.024	0.651	1.438	0.944	0.426	-	3.459	
2020	0.682	-	0.682	1.521	0.944	0.432	-	3.579	
2021	0.740	-	0.740	1.549	0.969	0.438	-	3.696	
2022	0.648	-	0.648	1.546	0.963	0.469	-	3.626	
2023	0.874	-	0.874	1.612	0.976	0.498	-	3.960	

Sources: Municipal Tax Collector

Note: N.J.S.A.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 pre-budget by more than the spending growth limitation calculated as follows: the pre-budget 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.
- * Revalued/Reassessed

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates (continued)
By Constituent District - Township of Holland
Last Ten Fiscal Years
(Rate Per \$100 of Assessed Value)

Assessment Year	School District Direct Rate						Fire District	Total Direct & Overlapping Tax Rate	
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-6)		Local School Rate	Overlapping Rates			
			Total Direct School Tax Rate			Municipality			County
2014	\$ 0.589	\$ 0.020	\$ 0.609	\$ 1.373	\$ 0.094	\$ 0.393	\$ -	\$ 2.469	
2015	* 0.564	0.020	0.584	1.396	0.189	0.391	-	2.560	
2016	0.589	0.025	0.614	1.396	0.189	0.389	-	2.588	
2017	0.620	0.026	0.646	1.427	0.190	0.391	-	2.654	
2018	0.577	0.024	0.601	1.440	0.190	0.403	-	2.634	
2019	0.643	0.025	0.668	1.471	0.190	0.409	-	2.738	
2020	0.723	-	0.723	1.537	0.190	0.415	-	2.865	
2021	0.738	-	0.738	1.614	0.190	0.415	-	2.957	
2022	0.786	-	0.786	1.642	0.189	0.440	-	3.057	
2023	0.795	-	0.795	1.668	0.189	0.481	-	3.133	

Sources: Municipal Tax Collector

Note: N.J.S.A.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 pre-budget by more than the spending growth limitation calculated as follows: the pre-budget 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.

* Revalued/Reassessed

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates (continued)
By Constituent District - Township of Kingwood
Last Ten Fiscal Years
(Rate Per \$100 of Assessed Value)

Assessment Year	School District Direct Rate						Fire District	Total Direct & Overlapping Tax Rate	
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-6)		Local School Rate	Overlapping Rates			
			Total Direct School Tax Rate			Municipality			County
2014	\$ 0.593	\$ 0.020	\$ 0.613	\$ 0.905	\$ 0.241	\$ 0.371	\$ -	\$ 2.130	
2015	0.591	0.020	0.611	0.920	0.252	0.377	-	2.160	
2016	0.600	0.025	0.625	0.932	0.259	0.365	-	2.181	
2017	0.593	0.024	0.617	0.950	0.265	0.368	-	2.200	
2018	0.626	0.026	0.652	0.966	0.295	0.383	-	2.296	
2019	0.610	0.024	0.634	0.981	0.324	0.376	-	2.315	
2020	0.635	-	0.635	0.998	0.340	0.382	-	2.355	
2021	0.680	-	0.680	1.010	0.357	0.387	-	2.434	
2022	0.696	-	0.696	1.024	0.355	0.417	-	2.492	
2023	0.702	-	0.702	1.039	0.355	0.448	-	2.544	

Sources: Municipal Tax Collector

Note: N.J.S.A.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 pre-budget by more than the spending growth limitation calculated as follows: the pre-budget 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.

* Revalued/Reassessed

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates (continued)
By Constituent District - Borough of Milford
Last Ten Fiscal Years
(Rate Per \$100 of Assessed Value)

Assessment Year	School District Direct Rate						Fire District	Total Direct & Overlapping Tax Rate	
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-6)		Local School Rate	Overlapping Rates			
			Total Direct School Tax Rate			Municipality			County
2014	\$ 0.587	\$ 0.025	\$ 0.612	\$ 1.528	\$ 0.708	\$ 0.349	\$ -	\$ 3.197	
2015	0.593	0.020	0.613	1.651	0.706	0.335	-	3.305	
2016	0.641	0.027	0.668	1.647	0.716	0.359	-	3.390	
2017	0.743	0.031	0.774	1.678	0.730	0.358	-	3.540	
2018	0.968	0.040	1.008	1.670	0.739	0.373	-	3.790	
2019	0.844	0.033	0.877	1.684	0.750	0.381	-	3.692	
2020	0.678	-	0.678	1.706	0.760	0.380	-	3.524	
2021	0.652	-	0.652	1.740	0.770	0.377	-	3.539	
2022	0.691	-	0.691	1.783	0.791	0.400	-	3.665	
2023	0.854	-	0.854	1.846	0.859	0.431	-	3.990	

Sources: Municipal Tax Collector

Note: N.J.S.A.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 pre-budget by more than the spending growth limitation calculated as follows: the pre-budget 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.

* Revalued/Reassessed

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Principal Property Taxpayers
By Constituent District - Township of Alexandria
Current Year and Nine Years Ago

	2023			2014		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Individual property owner	\$ 4,373,600	1	0.60%	\$ 5,758,800	1	0.70%
Sky Manor Airport Partners LLC	2,631,400	2	0.36%	2,598,800	2	0.32%
Columbia Gas Transmission	2,427,300	3	0.34%	2,427,300	3	0.30%
Frenchtown Care Home Inc	1,797,800	4	0.25%	-		0.00%
Individual property owner	1,549,100	5	0.21%	1,460,100	4	0.18%
Individual property owner	1,350,000	6	0.19%	1,428,700	5	0.17%
Individual property owner	1,309,000	7	0.18%	-		0.00%
November 85 LLC	1,274,200	8	0.18%	-		0.00%
Individual property owner	1,264,800	9	0.17%	1,168,000	10	0.14%
Stem Brothers	1,188,300	10	0.16%	-		0.00%
Desapio Properties #Six	-		0.00%	1,396,600	6	0.17%
Abplanalp c/o J Veneruso, Esq.	-		0.00%	1,316,700	7	0.16%
Manchanda Shapiro Rauch LLC	-		0.00%	1,209,300	8	0.15%
Alexandria Airpark LLC	-		0.00%	1,196,700	9	0.15%
	<u>\$ 19,165,500</u>		<u>2.64%</u>	<u>\$ 19,961,000</u>		<u>2.44%</u>

Source: Municipal Tax Assessor

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Principal Property Taxpayers (continued)
By Constituent District - Borough of Frenchtown
Current Year and Nine Years Ago

	2023			2014		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Frenchtown Associates LLC	\$ 2,950,000	1	1.99%	\$ 2,950,000	1	1.98%
Frenchtown Barn Centers LLC	1,500,000	2	1.01%	1,500,000	3	1.01%
Artyard	1,497,500	3	1.01%	-		0.00%
Oasis Realty LLC	1,398,200	4	0.94%	-		0.00%
Reading Properties LLC	1,321,600	5	0.89%	-		0.00%
Warren House LLC	1,140,000	6	0.77%	-		0.00%
Lucky Trenton Avenue LLC	1,120,400	7	0.76%	-		0.00%
Davon LLC	977,200	8	0.66%	977,200	4	0.66%
Le Pont LLC	947,200	9	0.64%	-		0.00%
Individual Property Owner	931,100	10	0.63%	830,800	6	0.56%
Frenchtown Properties LLC	-		0.00%	2,145,200	2	1.44%
Bridge Race Properties LLC	-		0.00%	972,200	5	0.65%
Traub Holdings LLC	-		0.00%	758,400	7	0.51%
B & B Properties LLC	-		0.00%	748,500	8	0.50%
T2 Services Inc	-		0.00%	724,700	9	0.49%
Individual Property Owner	-		0.00%	718,800	10	0.48%
	<u>\$ 13,783,200</u>		<u>9.30%</u>	<u>\$ 12,325,800</u>		<u>8.28%</u>

Source: Municipal Tax Assessor

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Principal Property Taxpayers (continued)
By Constituent District - Township of Holland
Current Year and Nine Years Ago

	2023			2014		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Gilbert Power, LLC	\$ 6,160,700	1	0.97%	\$ -		0.00%
Rothenberg, Craig & Antonietta	3,693,900	2	0.58%	-		0.00%
Fiberville Estates LLC	3,621,500	3	0.57%	1,368,700	7	0.18%
Georgia-Pacific Corp.	2,789,400	4	0.44%	2,789,400	4	0.37%
Oak Hill Golf Club, Inc.	2,049,200	5	0.32%	4,750,700	2	0.62%
Columbia Gas Transmission	1,897,400	6	0.30%	1,897,400	5	0.25%
Spring Mills LLC	1,778,600	7	0.28%	-		0.00%
Holland 2MG LLC	1,540,200	8	0.24%	-		0.00%
Individual property owner	1,516,450	9	0.24%	4,388,600	3	0.57%
Individual property owner	1,255,800	10	0.20%	1,463,000	6	0.19%
Genon Energy Services	-		0.00%	6,515,900	1	0.85%
KJA Holdings LLC	-		0.00%	1,349,500	8	0.18%
Holland Retail LLC	-		0.00%	1,228,700	9	0.16%
Verizon	-		0.00%	1,205,549	10	0.16%
	<u>\$ 26,303,150</u>		<u>4.14%</u>	<u>\$ 26,957,449</u>		<u>3.53%</u>

Source: Municipal Tax Assessor

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Principal Property Taxpayers (continued)
By Constituent District - Township of Kingwood
Current Year and Nine Years Ago

	2023			2014		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Buckeye Pipeline Co	\$ 7,615,000	1	1.21%	\$ 4,575,000	1	0.75%
Kingwood Flex LLC	4,519,400	2	0.72%	-		0.00%
Frenchtown III Solar LLC	4,286,200	3	0.68%	1,500,000	8	0.25%
MEL Chemicals Inc	3,704,800	4	0.59%	3,498,200	3	0.57%
Perini Properties LLC	2,895,500	5	0.46%	2,895,500	5	0.48%
869 Associates LLC	2,324,100	6	0.37%	2,324,100	6	0.38%
Individual Property Owner	1,967,400	7	0.31%	1,650,800	7	0.27%
Individual Property Owner	1,650,800	8	0.26%	1,435,800	10	0.24%
Individual Property Owner	1,611,300	9	0.26%	-		0.00%
Frenchtown II Solar LLC	1,500,000	10	0.24%	-		0.00%
Buckeye Pipeline Co	-		0.00%	3,040,000	4	0.50%
SPF Route 12 LLC	-		0.00%	4,188,100	2	0.69%
880 State Highway 12 LLC	-		0.00%	1,486,000	9	0.24%
	<u>\$ 32,074,500</u>		<u>5.10%</u>	<u>\$ 26,593,500</u>		<u>4.37%</u>

Source: Municipal Tax Assessor

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Principal Property Taxpayers (continued)
By Constituent District - Borough of Milford
Current Year and Nine Years Ago

	2023			2014		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
	Pinecrest Village Assoc	\$ 2,900,000	1	2.54%	\$ 3,238,200	1
60 Bridge Street LLC	1,868,500	2	1.64%	805,500	4	0.69%
International Paper Company	1,097,900	3	0.96%	1,336,600	2	1.14%
FWDSL & Assoc LP	1,066,600	5	0.93%	-		0.00%
Individual Property Owner	878,200	4	0.77%	539,100	7	0.46%
Individual Property Owner	689,300	6	0.60%	504,800	9	0.43%
Individual Property Owner	666,200	7	0.58%	485,400	10	0.41%
Individual Property Owner	601,300	8	0.53%	-		0.00%
Bridge Street Realty Partners, LLC	573,700	9	0.50%	-		0.00%
Individual Property Owner	565,000	10	0.50%	-		0.00%
Hunterdon Medical Center Finance	-		0.00%	1,131,000	3	0.97%
60 Bridge Street LLC	-		0.00%	702,100	5	0.60%
Peter Trustee Kerl	-		0.00%	573,700	6	0.49%
Stem Brothers	-		0.00%	523,700	8	0.45%
	<u>\$ 10,906,700</u>		<u>9.55%</u>	<u>\$ 9,840,100</u>		<u>8.41%</u>

Source: Municipal Tax Assessor

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Property Tax Levies and Collections
By Constituent District
Last Ten Years

Fiscal Year Ending June 30,	Taxes Levied for the Year					Collected within the Year of the Levy (a)	
	Township of Alexandria	Borough of Frenchtown	Township of Holland	Township of Kingwood	Borough of Milford	Total Amount	Percentage of Levy
2014	\$ 4,845,770	\$ 781,862	\$ 3,868,105	\$ 3,582,150	\$ 612,199	\$ 13,690,086	100.00%
2015	4,975,980	854,323	3,827,933	3,731,027	714,607	14,103,870	100.00%
2016	5,317,220	935,385	3,667,966	3,731,391	710,220	14,362,182	100.00%
2017	5,081,373	1,054,431	3,862,584	3,841,322	770,431	14,610,141	100.00%
2018	4,899,338	978,582	4,052,144	3,788,314	891,163	14,609,541	100.00%
2019	4,818,545	990,477	3,766,087	4,008,021	1,165,455	14,748,585	100.00%
2020	4,966,127	965,161	4,183,203	3,912,741	1,016,323	15,043,555	100.00%
2021	5,074,503	1,003,960	4,547,435	3,929,075	789,454	15,344,427	100.00%
2022	5,031,232	1,091,133	4,638,920	4,231,701	757,910	15,750,896	100.00%
2023	5,343,792	984,652	4,955,547	4,358,734	800,985	16,443,710	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.

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ending June 30,	Governmental Activities				Business-Type Activities Leases	Total District	% of Personal Income (a)	Per Capita (a)
	General Obligation Bonds	Certificates of Participation	Leases	Bond Anticipation Notes (BANs)				
2014	\$ 2,580,000	\$ -	\$ 189,277	\$ -	\$ 258,446	\$ 3,027,723	0.24%	\$ 184
2015	2,090,000	-	1,591,747	-	1,033,261	4,715,008	0.36%	287
2016	1,585,000	-	1,180,698	-	1,189,865	3,955,563	0.30%	242
2017	1,065,000	-	763,262	-	854,584	2,682,846	0.20%	165
2018	530,000	-	454,285	-	999,051	1,983,336	0.14%	122
2019	-	-	2,707,003	-	937,116	3,644,119	0.26%	225
2020	-	-	2,245,331	-	1,465,319	3,710,650	0.25%	230
2021	-	-	1,703,727	-	888,176	2,591,903	0.17%	161
2022	-	-	1,150,684	-	415,749	1,566,433	0.09%	95
2023	-	-	582,907	-	127,185	710,092	N/A	43

Notes: 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.

N/A Information is not available

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year Ending June 30,	General Bonded Debt Outstanding		Net General Bonded Debt Outstanding	% of Actual Taxable Value of Property (a)	Per Capita (b)
	General Obligation Bonds	Deductions			
2014	\$ 2,580,000	\$ -	\$ 2,580,000	0.10%	\$ 156
2015	2,090,000	-	2,090,000	0.09%	127
2016	1,585,000	-	1,585,000	0.07%	97
2017	1,065,000	-	1,065,000	0.05%	66
2018	530,000	-	530,000	0.02%	33
2019	-	-	-	0.00%	-
2020	-	-	-	0.00%	-
2021	-	-	-	0.00%	-
2022	-	-	-	0.00%	-
2023	-	-	-	0.00%	-

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.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Direct and Overlapping Governmental Activities Debt
As of December 31, 2022

Governmental Unit	<u>Debt Outstanding</u>	<u>Estimated % Applicable (a)</u>	<u>Estimated Share of Debt</u>
Debt repaid with property taxes			
Local or Regional School			
Township of Alexandria	\$ 12,994,000	100.00%	\$ 12,994,000
Borough of Frenchtown	798,000	100.00%	798,000
Township of Holland	-	100.00%	-
Township of Kingwood	235,000	100.00%	235,000
Borough of Milford	80,000	100.00%	80,000
Municipality			
Township of Alexandria	2,642,741	100.00%	2,642,741
Borough of Frenchtown	-	100.00%	-
Township of Holland	-	100.00%	-
Township of Kingwood	1,441,000	100.00%	1,441,000
Borough of Milford	540,349	100.00%	540,349
County general obligation debt	74,164,045	11.06%	<u>8,199,045</u>
Subtotal, overlapping debt			26,930,135
Regional High School			
Township of Alexandria	-	32.34%	-
Borough of Frenchtown	-	7.13%	-
Township of Holland	-	28.81%	-
Township of Kingwood	-	26.68%	-
Borough of Milford	-	5.05%	-
School District direct debt			<u>-</u>
Total direct and overlapping debt			<u>\$ 26,930,135</u>

Sources: Assessed value data used to estimate applicable percentages provided by the 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 the Municipality. 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.

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Legal Debt Margin Information
Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2023

		Equalized Valuation Basis
	2022	\$ 2,740,448,842
	2021	2,554,632,423
	2020	2,432,475,553
		\$ 7,727,556,818
Average equalized valuation of taxable property		\$ 2,575,852,273
Debt limit (3.0% of average equalization value)	(a)	\$ 77,275,568
Total net debt applicable to limit		-
Legal debt margin		\$ 77,275,568

	Fiscal Year				
	2019	2020	2021	2022	2023
Debt limit	\$ 70,506,077	\$ 71,119,217	\$ 71,549,506	\$ 73,470,028	\$ 77,275,568
Total net debt applicable	-	-	-	-	-
Legal debt margin	\$ 70,506,077	\$ 71,119,217	\$ 71,549,506	\$ 73,470,028	\$ 77,275,568
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%

	Fiscal Year				
	2014	2015	2016	2017	2018
Debt limit	\$ 77,884,791	\$ 70,366,993	\$ 69,850,520	\$ 69,934,555	\$ 70,260,638
Total net debt applicable	2,580,000	2,090,000	1,585,000	1,065,000	530,000
Legal debt margin	\$ 75,304,791	\$ 68,276,993	\$ 68,265,520	\$ 68,869,555	\$ 69,730,638
Total net debt applicable to the limit as a percentage of debt limit	3.31%	2.97%	2.27%	1.52%	0.75%

Source: Equalized valuation basis obtained from the annual report of the State of New Jersey Department of Treasury, Division of Taxation.

(a) Limit set by N.J.S.A. 18A:24-19.

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Demographic and Economic Statistics
By Constituent District - Township of Alexandria
Last Ten Fiscal Years

Year	Population (a)	Personal Income (b)	Per Capita Personal Income (c)	Unemployment Rate (d)
2014	4,843	\$ 364,266,245	\$ 75,215	4.5%
2015	4,829	380,824,598	78,862	4.1%
2016	4,816	390,004,496	80,981	3.8%
2017	4,793	401,476,059	83,763	3.8%
2018	4,799	407,492,688	84,912	3.2%
2019	4,776	419,972,784	87,934	2.7%
2020	4,764	438,030,744	91,946	7.0%
2021	4,730	449,766,240	95,088	4.9%
2022	4,827	484,090,176	100,288	2.7%
2023	4,837	N/A	N/A	N/A

Sources:

- (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 County estimated based upon the 2020 census published by the U.S. Bureau of Economic Analysis.
- (d) Unemployment data provided by the NJ Dept of Labor and Workforce Development.

N/A Information Not Available

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Demographic and Economic Statistics (continued)
By Constituent District - Borough of Frenchtown
Last Ten Fiscal Years

<u>Year</u>	<u>Population (a)</u>	<u>Personal Income (b)</u>	<u>Per Capita Personal Income (c)</u>	<u>Unemployment Rate (d)</u>
2014	1,411	\$ 106,128,365	\$ 75,215	5.2%
2015	1,406	110,879,972	78,862	3.3%
2016	1,405	113,778,305	80,981	3.1%
2017	1,360	113,917,680	83,763	2.8%
2018	1,364	115,819,968	84,912	3.0%
2019	1,358	119,414,372	87,934	2.5%
2020	1,354	124,494,884	91,946	8.1%
2021	1,349	128,273,712	95,088	4.3%
2022	1,377	138,096,576	100,288	2.8%
2023	1,380	N/A	N/A	N/A

Sources:

- (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 County estimated based upon the 2020 census published by the U.S. Bureau of Economic Analysis.
- (d) Unemployment data provided by the NJ Dept of Labor and Workforce Development.

N/A Information Not Available

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Demographic and Economic Statistics (continued)
By Constituent District - Township Holland
Last Ten Fiscal Years

<u>Year</u>	<u>Population (a)</u>	<u>Personal Income (b)</u>	<u>Per Capita Personal Income (c)</u>	<u>Unemployment Rate (d)</u>
2014	5,225	\$ 392,998,375	\$ 75,215	5.3%
2015	5,204	410,397,848	78,862	4.6%
2016	5,182	419,643,542	80,981	4.2%
2017	5,146	431,044,398	83,763	3.5%
2018	5,139	436,362,768	84,912	3.4%
2019	5,119	450,134,146	87,934	2.7%
2020	5,108	469,660,168	91,946	7.2%
2021	5,077	482,761,776	95,088	4.7%
2022	5,193	520,795,584	100,288	3.1%
2023	5,218	N/A	N/A	N/A

Sources:

- (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 County estimated based upon the 2020 census published by the U.S. Bureau of Economic Analysis.
- (d) Unemployment data provided by the NJ Dept of Labor and Workforce Development.

N/A Information Not Available

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Demographic and Economic Statistics (continued)
By Constituent District - Township Kingwood
Last Ten Fiscal Years

<u>Year</u>	<u>Population (a)</u>	<u>Personal Income (b)</u>	<u>Per Capita Personal Income (c)</u>	<u>Unemployment Rate (d)</u>
2014	3,797	\$ 285,591,355	\$ 75,215	4.9%
2015	3,765	296,915,430	78,862	4.7%
2016	3,766	304,974,446	80,981	3.9%
2017	3,747	313,859,961	83,763	3.9%
2018	3,742	317,740,704	84,912	3.5%
2019	3,747	329,488,698	87,934	3.1%
2020	3,749	344,705,554	91,946	7.4%
2021	3,753	356,865,264	95,088	4.2%
2022	3,824	383,501,312	100,288	3.0%
2023	3,831	N/A	N/A	N/A

Sources:

- (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 County estimated based upon the 2020 census published by the U.S. Bureau of Economic Analysis.
- (d) Unemployment data provided by the NJ Dept of Labor and Workforce Development.

N/A Information Not Available

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Demographic and Economic Statistics (continued)
By Constituent District - Borough of Milford
Last Ten Fiscal Years

Year	Population (a)	Personal Income (b)	Per Capita Personal Income (c)	Unemployment Rate (d)
2014	1,211	\$ 91,085,365	\$ 75,215	5.1%
2015	1,206	95,107,572	78,862	5.2%
2016	1,203	97,420,143	80,981	4.7%
2017	1,194	100,013,022	83,763	3.3%
2018	1,191	101,130,192	84,912	3.3%
2019	1,188	104,465,592	87,934	3.8%
2020	1,184	108,864,064	91,946	8.0%
2021	1,176	111,823,488	95,088	4.6%
2022	1,231	123,454,528	100,288	3.6%
2023	1,218	N/A	N/A	N/A

Sources:

- (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 County estimated based upon the 2020 census published by the U.S. Bureau of Economic Analysis.
- (d) Unemployment data provided by the NJ Dept of Labor and Workforce Development.

N/A Information Not Available

**DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Principal Employers
Current Year and Nine Years Ago**

2023

Employer	Employees	Rank	Percentage of Total Municipal Employment
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INFORMATION IS NOT AVAILABLE FOR THIS SCHOOL DISTRICT

2014

Employer	Employees	Rank	Percentage of Total Municipal Employment
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INFORMATION IS NOT AVAILABLE FOR THIS SCHOOL DISTRICT

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Full Time Equivalent District Employees by Function/Program
Last Ten Fiscal Years

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Instruction										
Regular	58.5	59.5	57.5	55.4	52.9	50.5	51.5	50.5	49.4	48.3
Special education	25.8	13.0	25.8	26.0	24.0	24.0	24.0	23.5	24.5	25.1
Other instruction	3.0	3.0	2.0	5.0	4.0	5.0	4.0	3.7	3.0	2.0
Support services										
Student and instruction related services	26.8	38.5	27.8	22.1	30.6	29.8	29.5	32.5	32.8	31.1
General administration	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5
School administration services	5.0	5.0	5.0	5.0	5.0	5.0	4.0	4.0	4.0	4.0
Central services	3.5	3.5	3.5	3.5	3.7	3.7	3.5	3.5	3.5	3.5
Administrative information technology	0.5	1.5	1.5	1.5	1.0	1.0	-	-	-	1.0
Plant operations and maintenance	11.5	11.5	11.5	11.5	12.5	13.5	13.5	13.5	13.5	13.5
Pupil transportation	49.0	46.1	67.0	59.0	56.0	57.0	56.0	51.0	45.0	45.0
Total	<u>185.1</u>	<u>183.1</u>	<u>203.1</u>	<u>190.5</u>	<u>191.2</u>	<u>191.0</u>	<u>187.5</u>	<u>183.7</u>	<u>177.2</u>	<u>175.0</u>

Source: District Personnel Records

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Operating Statistics
Last Ten Fiscal Years

Fiscal Year	June 30 Enrollment	Operating Expenditures (a)	Cost Per Pupil	Percentage Change	Teaching Staff (b)	Teacher Ratio	Average Daily Enrollment (ADE) (c)	Average Daily Attendance (ADA) (c)	% Change in Average Daily Enrollment	Student Attendance Percentage
2014	958	\$ 18,573,921	\$ 19,388	5.41%	80.0	1 to 11.98	945.3	900.3	-1.66%	95.24%
2015	899	18,655,464	20,751	7.03%	79.5	1 to 11.31	893.8	852.2	-5.45%	95.35%
2016	891	19,333,924	21,699	4.57%	77.5	1 to 11.50	880.3	842.4	-1.51%	95.69%
2017	876	19,292,744	22,024	1.50%	71.0	1 to 12.34	828.2	785.9	-5.92%	94.89%
2018	801	19,844,955	24,775	12.49%	68.7	1 to 11.66	693.5	660.2	-16.26%	95.20%
2019	730	20,522,628	28,113	13.47%	68.0	1 to 10.74	670.1	648.5	-3.37%	96.78%
2020	756	20,131,203	26,629	-5.28%	67.3	1 to 11.23	689.2	667.9	2.84%	96.91%
2021	696	19,855,554	28,528	7.13%	65.5	1 to 10.63	672.4	655.7	-2.43%	97.51%
2022	717	21,834,746	30,453	6.75%	66.4	1 to 10.80	691.2	658.0	2.80%	95.19%
2023	735	22,372,852	30,439	-0.05%	61.5	1 to 11.95	701.2	662.3	1.44%	94.46%

Source: District Records

- (a) Operating expenditures equal total expenditures less debt service and capital outlay.
- (b) Teaching staff includes only full-time equivalents or certificated staff.
- (c) Average Daily Enrollment and Average Daily Attendance are obtained from the School Register Summary.

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
School Building Information
Last Ten Fiscal Years

District Building	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<u>Delaware Valley Regional High School (1958)</u>										
Square feet	163,000	163,000	163,000	163,000	163,000	163,000	163,000	163,000	163,000	163,000
Capacity (students)	1,020	1,020	1,020	1,020	1,020	1,020	1,020	1,020	1,020	1,020
Enrollment	958	899	891	876	801	730	756	704	719	720
<u>Number of schools at June 30, 2023</u>										
Elementary	-									
Middle School	-									
High School	1									
Other	-									

Source: District Facilities Office

Note: Year of original construction is shown in parentheses. Increase in square footage and capacity are the result of renovations and additions.

Note: Enrollment is based on the annual October district count.

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Schedule of Required Maintenance
Last Ten Fiscal Years

Undistributed Expenditures - Required Maintenance for School Facilities

<u>Fiscal Year Ending</u>	<u>District Total</u>
2014	\$ 363,977
2015	302,091
2016	519,761
2017	457,695
2018	364,134
2019	396,514
2020	449,924
2021	366,590
2022	676,805
2023	392,562
Total school facilities	<u>\$ 4,290,053</u>

Note: 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

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Insurance Schedule
June 30, 2023
(Unaudited)

	Coverage	Deductible
Commercial Package Policy - New Jersey Schools Insurance Group (NJSIG)		
Real & Personal Property (per occurrence)	\$ 500,000,000	\$ 5,000
Blanket Extra Expense	50,000,000	5,000
Blanket Valuable Paper & Records	10,000,000	5,000
Demolition & Increased Cost of Construction	25,000,000	-
Limited Builders Risk	10,000,000	-
Fire Dept. Service Charge	10,000	-
Arson Reward	10,000	-
Pollution Cleanup & Removal	250,000	-
Flood/Earthquake:		
Flood Zone A & V	25,000,000	500,000
All Other Flood Zones	75,000,000	10,000
Earthquake	50,000,000	5,000
Terrorism	1,000,000	5,000
Electronic Data Processing		
Blanket Hardware/Software, Business Income, Transit, Debris Removal	500,000,000	1,000
Flood (Deductible for Zone A & Z)	-	500,000
(Deductible All Other Flood Zones)	-	10,000
Equipment Breakdown		
Combined Single Limit/Accident for Property Damage & Business Income	100,000,000	25,000
Property Damage	Included	
Off Premises Property Damage	1,000,000	25,000
Extra Expense	10,000,000	25,000
Service Interruption	10,000,000	25,000
Perishable Goods	1,000,000	25,000
Data Restoration	1,000,000	25,000
Demolition	1,000,000	25,000
Ordinance or Law	1,000,000	25,000
Expediting Expense	1,000,000	25,000
Hazardous Substances	1,000,000	25,000
Newly Acquired Locations - 120 Days Notice	1,000,000	25,000
Crime Coverage		
Public Employee Dishonesty	100,000	1,000
Theft, Disapp. & Destruction/Money Orders & Counterfeit Currency	10,000	1,000
Forgery or Alteration	100,000	1,000
Computer Fraud	50,000	1,000
Public Officials Bond		
Business Administrator - T Barna (Selective Ins. Co.)	250,000	-
Treasurer - R Sipple (Selective Ins. Co.)	210,000	-
General Liability		
Bodily Injury & Property Damage	10,000,000	-
Products & Completed Operations	10,000,000	-
Sexual Abuse	10,000,000	-
Personal Injury & Advertising Injury	10,000,000	-
Employee Benefits Liability	10,000,000	1,000

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Insurance Schedule (continued)
June 30, 2023
(Unaudited)

	Coverage	Deductible
Commercial Package Policy - NJSIG (continued)		
General Liability (continued)		
Premises Medical Payments	\$10,000 per accident	\$ -
	\$5,000 per person	-
Terrorism	1,000,000	-
Automotive Coverage		
Bodily Injury and Property Damage Combined Single Limit	10,000,000	-
Personal Injury Protection	250,000	-
Medical Payments	10,000	-
Underinsured	1,000,000	-
Terrorism	1,000,000	-
Garagekeepers	Included	-
School Leaders Errors & Omissions		
Coverage A - protection againsts "loss"/Wrongful Acts	1,000,000	10,000
Coverage B - defense costs for specific administrative actions	\$100,000/claim	10,000
	\$300,000/agg	10,000
Retro Date	7/1/1986	-
Workers' Compensation		
Part One	Statutory	-
Part Two		
Bodily Injury by Accident	3,000,000	-
Bodily Injury by Disease	3,000,000	-
Student/Athletic Volunteer Accident		
All School - US Fire Ins. Co.	25,000	-
Excess Coverage - Medical Expense benefits - National Union Fire Ins. Co.	7,500,000	25,000
Volunteer Workers	25,000	-

Source: District records

See independent auditors' report.

SINGLE AUDIT SECTION

**OTHER REPORTING REQUIRED BY
GOVERNMENT AUDITING STANDARDS - PART I**



Certified Public Accountants, PC
www.bkc-cpa.com

**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
Delaware Valley Regional High School District
Frenchtown, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, and the aggregate remaining fund information of the Delaware Valley School District (the District) in the County of Hunterdon, as of and for the fiscal year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 21, 2023.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

**BKC, CPAs, PC**Michael A. Holk, CPA, PSA
NO. 20CS00265600November 21, 2023
Flemington, New Jersey



Certified Public Accountants, PC
www.bkc-cpa.com

**Independent Auditors' Report on Compliance for Each Major Program
and on Internal Control Over Compliance Required by the Uniform Guidance
and the New Jersey OMB Circular 15-08**

Honorable President and
Members of the Board of Education
Delaware Valley Regional High School District
Frenchtown, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Delaware Valley Regional High School District's (the District) compliance with the types of compliance requirements as subject to audit in the OMB Compliance Supplement and the New Jersey State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the District's major federal and state programs for the year ended June 30, 2023. The District's major federal and state programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal and State Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

Report on Internal Control Over Compliance

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

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

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

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



BKC, CPAs, PC



Michael A. Holk, CPA,
PSA NO. 20CS00265600

November 21, 2023
Flemington, New Jersey

SUPPLEMENTARY INFORMATION

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards, Schedule A
For the Fiscal Year Ended June 30, 2023

Grantor/Program Title	Federal CFDA Number	FAIN Number	Project Number	Program or Award Amount	Grant Period		Balance June 30, 2022			Budgetary Expenditure	Adjustment	Repayment of Prior Year Balance	Balance June 30, 2023		
					From	To	(Acct Rec) Def Revenue	Carryover Amount	Cash Received				Accounts Receivable	Deferred Revenue	Due to Grantor
U.S. Department of Homeland Security															
Current Fund															
FEMA	97.036	Not available	FEMA-1050-23	\$ 11,767	07/01/22	06/30/23	\$ -	\$ -	\$ 11,767	\$ 11,767	\$ -	\$ -	\$ -	\$ -	\$ -
Total General Fund							-	-	11,767	11,767	-	-	-	-	-
U.S. Department of Education passed through State Department of Education															
Special Revenue Fund															
Title I A	84.010	S010A210030	ESSA-1050-22	25,993	07/01/21	06/30/22	(3,058)	-	7,464	4,406	-	-	-	-	-
Title I A	84.010	S010A220030	ESSA-1050-23	29,665	07/01/22	06/30/23	-	-	9,199	26,227	-	-	(17,028)	-	-
Title II A	84.367A	S367A210029	ESSA-1050-22	9,933	07/01/21	06/30/22	(4,468)	-	4,468	-	-	-	-	-	-
Title II A	84.367A	S367A220029	ESSA-1050-23	14,406	07/01/22	06/30/23	-	-	1,415	5,453	-	-	(4,038)	-	-
Title IV	84.424A	S424A210031	ESSA-1050-22	10,000	07/01/21	06/30/23	(758)	-	1,758	5,000	-	-	(4,000)	-	-
Title IV	84.424A	S424A220031	ESSA-1050-23	14,000	07/01/22	06/30/23	-	-	3,384	4,613	-	-	(1,229)	-	-
IDEA Basic (Special Education Cluster)	84.027A	H027A220100	IDEA-1050-23	171,631	07/01/22	06/30/23	-	-	171,631	171,631	-	-	-	-	-
ACRSERS Program	21.027	SLFRFDOE1SES	ACRSER-1050-22	197,152	07/01/21	06/30/22	(197,152)	-	197,152	-	-	-	-	-	-
ACRSERS Program	21.027	SLFRFDOE1SES	ACRSER-1050-23	100,741	07/01/22	06/30/23	-	-	100,741	100,741	-	-	-	-	-
ACRSERS Program	21.027	SLFRFDOE1SES	ACRSER-1050-23	298,528	07/01/22	06/30/23	-	-	-	298,528	-	-	(298,528)	-	-
COVID-19															
CRRSA - Learning Acceleration	84.425D	S425D210027	CRRSA-1050-23	25,000	03/13/20	09/30/23	-	-	5,044	5,044	-	-	-	-	-
CRRSA - Mental Health	84.425D	S425D210027	CRRSA-1050-23	45,000	03/13/20	09/30/23	(999)	-	4,027	11,104	-	-	(8,076)	-	-
ARP IDEA Basic	84.027X	H027X210100	ARP-1050-22	29,772	07/01/21	09/30/22	(3,722)	-	3,722	-	-	-	-	-	-
ARP - ESSER															
ARP - ESSER	84.425U	S425U210027	ESSER-1050-24	140,533	03/13/20	09/30/24	(118,511)	-	140,533	22,022	-	-	-	-	-
Accelerated Learning Coach and Educator Support	84.425U	S425U210027	ESSER-1050-24	50,673	03/13/20	09/30/24	-	-	9,281	12,197	-	-	(2,916)	-	-
Evidenced Based Summer Learning	84.425U	S425U210027	ESSER-1050-24	40,000	03/13/20	09/30/24	-	-	23,524	23,524	-	-	-	-	-
Evidenced Based Comprehensive Beyond the School Day	84.425U	S425U210027	ESSER-1050-24	40,000	03/13/20	09/30/24	-	-	-	-	-	-	-	-	-
NJTSS Mental Health	84.425U	S425U210027	ESSER-1050-24	45,000	03/13/20	09/30/24	-	-	19,373	23,683	-	-	(4,310)	-	-
Total Special Revenue Fund							(328,668)	-	702,716	714,173	-	-	(340,125)	-	-
U.S. Department of Agriculture passed through State Department of Agriculture															
Enterprise Fund															
Child Nutrition Cluster															
National School Lunch Program															
Non-Cash Assistance (Commodities)	10.555	221NJ304N1099	N/A	33,090	10/01/21	09/30/22	811	-	-	811	-	-	-	-	-
Non-Cash Assistance (Commodities)	10.555	231NJ304N1199	N/A	34,270	10/01/22	09/30/23	-	-	34,270	33,727	-	-	-	543	-
Cash Assistance	10.555	221NJ304N1099	N/A	380,577	10/01/21	09/30/22	(12,882)	-	12,882	-	-	-	-	-	-
Cash Assistance	10.555	231NJ304N1199	N/A	74,291	10/01/22	09/30/23	-	-	70,533	74,291	-	-	(3,758)	-	-
School Breakfast Program	10.553	221NJ304N1099	N/A	69,250	10/01/21	09/30/22	(4,085)	-	4,085	-	-	-	-	-	-
School Breakfast Program	10.553	231NJ304N1199	N/A	5,398	10/01/22	09/30/23	-	-	5,043	5,398	-	-	(355)	-	-
Total Child Nutrition Cluster							(16,156)	-	126,813	114,227	-	-	(4,113)	543	-
Supply Chain Assistance	10.555	231NJ304N1199	N/A	32,280	07/01/22	06/30/23	-	-	32,280	32,280	-	-	-	-	-
Total Enterprise Fund							(16,156)	-	159,093	146,507	-	-	(4,113)	543	-
Total Federal Awards							\$ (344,824)	\$ -	\$ 873,576	\$ 872,447	\$ -	\$ -	\$ (344,238)	\$ 543	\$ -

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance, Schedule B
For the Fiscal Year Ended June 30, 2023

Grantor/Program Title	Project Number	Program or Award Amount	Grant Period		Balance June 30, 2022		Cash Received	Budgetary Expenditure	Adjustments	Balance June 30, 2023			Memo	
			From	To	Deferred Rev. (Accts. Rec)	Due to Grantor				Accounts Receivable	Deferred Revenue	Due to Grantor	Budgetary Receivable	Cumulative Expenditure
State Department of Education														
General Fund														
Transportation Aid	23-495-034-5120-014	\$ 17,291	07/01/22	06/30/23	\$ -	\$ -	\$ 15,639	\$ 17,291	\$ -	\$ -	\$ -	\$ -	\$ 1,652	\$ 17,291
Special Education Categorical Aid	23-495-034-5120-089	592,662	07/01/22	06/30/23	-	-	536,070	592,662	-	-	-	-	56,592	592,662
Security Aid	23-495-034-5120-084	74,763	07/01/22	06/30/23	-	-	67,624	74,763	-	-	-	-	7,139	74,763
Equalization Aid	23-495-034-5120-078	1,172,230	07/01/22	06/30/23	-	-	1,060,296	1,172,230	-	-	-	-	111,934	1,172,230
Stabilization Aid	23-495-034-5120-128	278,960	07/01/22	06/30/23	-	-	278,960	278,960	-	-	-	-	-	278,960
Extraordinary Special Education Costs Aid	22-495-034-5120-044	308,698	07/01/21	06/30/22	(308,698)	-	308,698	-	-	-	-	-	-	308,698
Extraordinary Special Education Costs Aid	23-495-034-5120-044	330,733	07/01/22	06/30/23	-	-	-	330,733	-	(330,733)	-	-	-	330,733
Non-Public Transportation Aid	22-495-034-5120-014	3,770	07/01/21	06/30/22	(3,770)	-	3,770	-	-	-	-	-	-	3,770
Non-Public Transportation Aid	23-495-034-5120-014	1,958	07/01/22	06/30/23	-	-	-	1,958	-	(1,958)	-	-	-	1,958
Lead Testing for School Aid	22-495-034-5120-104	1,576	07/01/21	06/30/22	(1,576)	-	1,576	-	-	-	-	-	-	1,576
Secure our Children's Future Bond Act	22-100-082-2000-A92	46,356	07/01/21	06/30/22	(46,356)	-	46,356	-	-	-	-	-	-	46,356
Reimbursed TPAF Social Security Contribution	23-495-034-5094-003	487,014	07/01/22	06/30/23	-	-	463,190	487,014	-	(23,824)	-	-	-	487,014
On-Behalf TPAF Pension Contribution - Teacher's Pension & Annuity Fund	23-495-034-5094-002	2,473,470	07/01/22	06/30/23	-	-	2,473,470	2,473,470	-	-	-	-	-	2,473,470
On-Behalf TPAF Pension Contribution - Non-Contributory Insurance	23-495-034-5094-004	34,317	07/01/22	06/30/23	-	-	34,317	34,317	-	-	-	-	-	34,317
On-Behalf TPAF Pension Contribution - Post Retirement Medical	23-495-034-5094-001	658,789	07/01/22	06/30/23	-	-	658,789	658,789	-	-	-	-	-	658,789
On-Behalf TPAF Pension Contribution - Long-Term Disability Insurance	23-495-034-5094-004	820	07/01/22	06/30/23	-	-	820	820	-	-	-	-	-	820
Total General Fund					(360,400)	-	5,949,575	6,123,007	-	(356,515)	-	-	177,317	6,483,407
State Department of Education														
Special Revenue Fund														
SDA Emergent and Capital Maintenance Needs	23-100-034-5120-519	19,714	07/01/22	06/30/23	-	-	19,714	19,714	-	-	-	-	-	19,714
School Climate	23-WB01-G02	6,660	07/01/22	06/30/23	-	-	6,660	6,660	-	-	-	-	-	6,660
Total Special Revenue Fund					-	-	26,374	26,374	-	-	-	-	-	26,374
State Department of Agriculture														
Enterprise fund														
State School Lunch Program	22-100-010-3350-023	8,411	07/01/21	06/30/22	(279)	-	279	-	-	-	-	-	-	8,411
State School Lunch Program	23-100-010-3350-023	4,094	07/01/22	06/30/23	-	-	3,923	4,094	-	(171)	-	-	-	4,094
Total Enterprise Fund					(279)	-	4,202	4,094	-	(171)	-	-	-	12,505
Total State Financial Assistance					\$ (360,679)	\$ -	\$ 5,980,151	6,153,475	\$ -	\$ (356,686)	\$ -	\$ -	\$ 177,317	\$6,522,286
Less: On-Behalf TPAF Pension System Contributions														
On-Behalf TPAF Pension Contribution - Teachers' Pension & Annuity Fund	23-495-034-5094-002							2,473,470						
On-Behalf TPAF Pension Contribution - Non-Contributory Insurance	23-495-034-5094-004							34,317						
On-Behalf TPAF Pension Contribution - Postretirement Medical	23-495-034-5094-001							658,789						
On-Behalf TPAF Pension Contribution - Long-Term Disability Insurance	23-495-034-5094-004							820						
Total for State Financial Assistance - Major Program Determination								\$ 2,986,079						

See independent auditors' report.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2023

Note 1 - General

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance present the activity of all federal awards and state financial assistance programs of the Delaware Valley Regional High School District. The District is defined in Note 1 (A) to the District's basic financial statements. All federal awards and state financial assistance received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies, are included on the Schedules of Expenditures of Federal Awards and State Financial Assistance.

Note 2 - Basis of accounting

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance are presented using 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 Notes 1 (C) and 1 (D) to the District's basic financial statements.

Note 3 - Relationship of financial statements

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$42,272 for the general fund and \$130,572 for the special revenue fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2023

Note 3 - Relationship of financial statement (continued)

Financial assistance revenues are reported in the Board's financial statements on a GAAP basis as follows:

	Federal	State	Total
General fund	\$ 11,767	\$ 6,165,279	\$ 6,177,046
Special revenue fund	832,684	27,155	859,839
Food service fund	145,696	4,094	149,790
Total awards and financial assistance	\$ 990,147	\$ 6,196,528	\$ 7,186,675

Note 4 - Relationship to federal and state financial reports

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

Note 5 - Other

Revenues and expenditures reported under the USDA Commodities Program represent current year distributions respectively. The amount reported as TPAF Pension contributions represents the amount paid by the state on behalf of the District for the year ended June 30, 2023. TPAF Social Security contribution represents the amount reimbursed by the state for the employer's share of Social Security contributions for TPAF members for the fiscal year ended June 30, 2023.

Note 6 - Indirect costs

The District has elected not to utilize the 10% de minimis indirect cost rate.

**OTHER REPORTING REQUIRED BY
GOVERNMENT AUDITING STANDARDS - PART II**

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified

Internal Control Over Financial Reporting:

1. Were material weakness(es) identified? ___ Yes X No
2. Were significant deficiencies identified? ___ Yes X None reported

Noncompliance material to basic financial statements noted?

___ Yes X No

Federal Awards

Internal Control Over Major Programs:

1. Were material weakness(es) identified? ___ Yes X No
2. Were significant deficiencies identified? ___ Yes X None reported

What was the type of auditor's report issued on compliance for major programs?

Unmodified

Were any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 Section .516(a)?

___ Yes X No

Identification of Major Programs:

<u>CFDA Number(s)</u>	<u>FEIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>21-027</u>	<u>SLFRFDOE1SES</u>	<u>Additional or Compensatory Special Education and Related Services (ACSERS)</u>

What was the dollar threshold used to distinguish between Type A and Type B programs?

\$750,000

Did the auditee qualify as a low-risk auditee?

___ Yes X No

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

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

State Awards

What was the dollar threshold used to distinguish between Type A and Type B programs? \$750,000

Did the auditee qualify as a low-risk auditee? X Yes No

Internal Control Over Major Programs:

- 1. Were material weakness(es) identified? Yes X No
- 2. Were there significant deficiencies identified that are not considered to be material weaknesses? Yes X None reported

What was the type of auditor's report issued on compliance for major programs? Unmodified

Were any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 15-08 as applicable? Yes X No

Identification of Major Programs:

State Grant/Project Numbers	Name of State Program
<i>23-495-034-5120-089</i>	<i>State Aid Public Cluster:</i>
<i>23-495-034-5120-078</i>	<i>Special Education Categorical Aid</i>
<i>23-495-034-5120-084</i>	<i>Equalization Aid</i>
<i>23-495-034-5120-128</i>	<i>Security Aid</i>
	<i>Stabilization Aid</i>

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

Section II - Financial Statement Findings

There were no findings or questioned costs for the fiscal year ended June 30, 2023.

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

There were no findings or questioned costs for the fiscal year ended June 30, 2023.

DELAWARE VALLEY REGIONAL HIGH SCHOOL DISTRICT
Summary Schedule of Prior Year Audit Findings
and Questioned Costs as Prepared by Management
For the Fiscal Year Ended June 30, 2023

Status of Prior Year Findings

There were no prior year findings or questioned costs.