

**SCHOOL DISTRICT
OF
PASCACK VALLEY REGIONAL**

**Pascack Valley Regional High School District
Montvale, New Jersey**

**Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2023**

**Annual Comprehensive
Financial Report**

of the

Pascack Valley Regional High School District

Montvale, New Jersey

For the Fiscal Year Ended June 30, 2023

Prepared by

**Pascack Valley Regional High School District
Board of Education**

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INTRODUCTORY SECTION
(UNAUDITED)

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
28 West Grand Avenue
Montvale, New Jersey 07645-2028

Ms. Sarah Bilotti
Superintendent of Schools

Mr. Yas Usami
Business Administrator/Board Secretary

November 3, 2023

The Honorable President and Members
of the Board of Education
Pascack Valley Regional High School District
County of Bergen, New Jersey

Dear Board Members:

It is with pleasure that we submit the Annual Comprehensive Financial Report (ACFR) of the Pascack Valley Regional High School District for the fiscal year ended June 30, 2023. This ACFR includes the District's basic financial statements prepared in accordance with pronouncements of the Governmental Accounting Standards Board. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, data presented in this report is accurate in all materials respects and is reported in a manner designed to present fairly the basic financial statements and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Annual Comprehensive Financial Report is presented in four sections as follows:

- The Introductory Section contains a Letter of Transmittal, List of Principal Officials, and an Organizational Chart of the School District;
- The Financial Section begins with the Independent Auditors' Report and includes the Management's Discussion and Analysis and the Basic Financial Statements and Notes, providing an overview of the School District's financial position and operating results and supplementary schedules providing detailed budgetary information;
- The Statistical Section includes selected financial and demographic information, financial trends, and the fiscal capacity of the School District, generally presented on a multi-year basis;
- The Single Audit Section – The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Information related to this single audit, including the independent auditors' reports on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, is included in the single audit section of this report.

HILLSDALE

MONTVALE

RIVERVALE

WOODCLIFF LAKE

Schools and Communities – Partners in Education

1) REPORTING ENTITY AND ITS SERVICES

The Pascack Valley Regional High School District is an independent reporting entity within the criteria adopted by the GASB in codification section 2100. All funds of the District are included in this report. The Pascack Valley Regional Board of Education and all its schools constitute the District's reporting entity. The District is comprised of two high schools. Pascack Hills High School, which is located in Montvale, receives students from the towns of Montvale and Woodcliff Lake. Pascack Valley High School, located in Hillsdale, is the receiving school for students who reside in the towns of Hillsdale and River Vale.

The District continues to provide excellent educational opportunities for its students. Pascack Hills and Pascack Valley High Schools are outstanding secondary institutions, offering students rigorous, stimulating, and diverse academic programs, delivered by an experienced and dedicated faculty. Our students perform at an extraordinarily high level, while maintaining substantial involvement in interscholastic sports, clubs and activities and community service. Both schools have been consistently recognized as among the best high schools in New Jersey.

The Pascack Valley Regional High School District provides a full range of educational services appropriate for grade levels 9 through 12. These include regular, as well as, special education for handicapped youngsters. As of June 30, 2023 Pascack Hills High School reported a student enrollment of 785 and Pascack Valley High School had 981 students on roll. The District completed the 2022-2023 fiscal year with a total enrollment of 1,766 students, which represents a decrease of 5% of the previous year's enrollment.

The administrative team for the Pascack Valley Regional High School District consists of a District Superintendent, a Director of Curriculum Instruction and Assessment, a School Business Administrator/Board Secretary, a Facilities Manager and seven District wide curriculum supervisors. Pascack Hills High School administration is comprised of a principal, assistant principal, and athletic director/assistant principal. A larger student population, Pascack Valley High School is led by a principal, two assistant principals, and an athletic director.

School districts in New Jersey are legally classified as Type I or Type II. Pascack Valley Regional High School District, a Type II district, is one of 68 regional school districts in the state with a nine member, elected board of education. Board members are elected at the annual school election for terms of three years. Meetings of the Pascack Valley Regional Board of Education are held on the first and third Monday of each month. During its meetings, the Board determines District goals and priorities and conducts the business of the Board of Education. Board meetings are open to the public and begin at 7:30 P.M.

To maintain effective communications, the District produces community newsletters. The *Report* and *Pascack Regional Schools* are sent to all parents of children in the District. The *Report* is sent, as needed, to update the public on construction projects and other happenings in the District. Information about the budget is mailed in a special newsletter to all members of the community during the budget review process. Another monthly publication, *Bulletin*, summarizes the regular board meeting actions and is sent to all staff and is posted on the District's website.

PASCACK HILLS HIGH SCHOOL

Pascack Hills High School is an outstanding academic institution, offering students a rigorous, stimulating, and diverse academic program delivered by an experienced and dedicated faculty. Our students perform at an extraordinarily high level while maintaining substantial involvement in interscholastic sports, clubs and activities, and community service. Pascack Hills High School has been consistently recognized as one of the best high schools in New Jersey.

Both high schools in the Pascack Valley Regional High School District were the first in New Jersey to provide wireless laptops to all students and teachers to be used in classrooms and at home. Now in the seventeenth year of implementation, the impact of this initiative on teaching and learning has been substantial, communication between school and home and among teachers is vastly enhanced, and students report that their organizational and study skills are greatly improved. Beyond laptops, we use an array of electronic resources and social media as we continue to explore the vast possibilities of the global network.

Pascack Hills High School participates actively in the Pascack Valley Inter-district Articulation Program, which coordinates the curriculum between the middle schools and the regional high schools. Regular committee meetings are held throughout the school year to ensure curriculum alignment with the sending districts. The program of studies at Pascack Hills High School offers a challenging Honors and Advanced Placement Program, a selection of dual enrollment courses, specialized electives, and unique programs in humanities, molecular genetics, and video production. The performance of our students in the academic arena has been exceptional.

Pascack Hills High School students are also extensively involved in extracurricular activities. Students compete on 47 different athletic teams and actively participate in over 50 clubs. Many of our clubs are service clubs, and the willingness of so many of our students to give of themselves to others is a source of pride for our entire community.

We owe much of our success to our parent community. Both directly and indirectly, our parents collaborate with school personnel and function as partners in motivating our students and applauding their achievements. An active Parent Faculty Association provides the formal link between home and school.

Our students will live in a world of global challenge and opportunity. At Pascack Hills High School, a talented faculty, a resourceful community, and an ambitious student body converge to accept the challenge and engage that opportunity.

PASCACK VALLEY HIGH SCHOOL

Pascack Valley High School is a school that focuses on academic excellence and challenges each of its students to meet high expectations. The student/teacher ratio enables the staff to work individually and in clusters to maintain high academic standards while meeting student needs. Academic excellence is the foundation of student life. Students are afforded many course opportunities, including College Preparatory, Honors, Advanced Placement, and Dual Enrollment options. The majority of our students taking Advanced Placement assessments obtain passing scores exceeding the state average. For the past fifteen years, Pascack Valley High School has partnered with Virtual High School to offer over two hundred additional course options.

Our students have also excelled in developing multilingual skills. Fifty-six students passed the Seal of Biliteracy assessment this past year, demonstrating their competency in two or more languages.

There is a broad array of courses that focus on the individual needs of students. Follow-up surveys and communication with our alums provide consistent feedback, indicating the high academic preparation they have received from their high school experience.

The Student Council is an exceptional group involved in the essence of student life at Pascack Valley. Dedicated to student issues and service to the community, it is truly a student government. Executive council members meet regularly to proactively create a positive atmosphere within the building and reach out to help the community. All students are encouraged to become engaged in student clubs and activities. Student opportunities for development and growth are explored beyond the classroom in various co-

curricular activities and athletic programs. We offer more than fifty-eight active clubs, and fifty-two sports teams compete at multiple levels. As in past years, each grade level committed itself to supporting a charitable cause by raising funds and awareness throughout the school year. Being involved in positive, focused activities enhances student life and school experiences. Community service to our local community and the community at large is a significant commitment by groups within the school.

The student support services include a Child Study Team and skilled guidance staff. An Intervention and Referral Services Team specializes in early intervention of at-risk students, and the Student Assistance Counselor provides services and strategies that focus on prevention and intervention. Our groundbreaking Wellness Center is entering its eighth year of service to our students, parents, and staff. These carefully coordinated services give ongoing support to students and their families. Our personnel is committed to servicing the needs of Pascack Valley students at an exceptional level. Pascack Valley High School staff is pleased to provide a supportive environment that expands student experiences and involvement as they develop toward their potential. The program keeps students in the district successfully and has become a program that many area schools seek to send their district's special education students.

PARENT/FACULTY ORGANIZATIONS

A very active parent association provides an extremely valuable source of support for our students. The PFA (Parent Faculty Association) at Pascack Hills High School and the PFO (Parent Faculty Organization) at the Pascack Valley High School work well with school personnel and act as partners in motivating our students and applauding their achievements.

CURRICULUM AND INSTRUCTION

The Office of Curriculum, Instruction, and Assessment bears numerous responsibilities, and its organizational structure is as follows: a Director of Curriculum, a Supervisor of Mathematics & Computer Science, a Supervisor of Science and Technology Education, a Director of Special Services, a Supervisor of Special Services, a Supervisor of Guidance, a Supervisor of World Languages, Music, ELL, and Family and Consumer Sciences, a Supervisor of Social Studies, Business, two Athletics Directors/Supervisors of Physical and Health Education, and a Supervisor of English, Art, and Media Services. Additionally, there is a Regional Instruction and Curriculum Coordinator whose role is to facilitate coordination among our four K-8 sending districts.

The stated mission of the Office of Curriculum, Instruction, and Assessment is to equip students with the knowledge and skills needed to become informed and productive citizens in our society. To realize this mission, the office collaborates closely with the District's dedicated and knowledgeable staff. Furthermore, innovative methods of curriculum articulation and communication have been established across the districts of Hillsdale, Montvale, River Vale, and Woodcliff Lake, ensuring that students receive a high-quality K-12 education.

Another crucial responsibility of the Office of Curriculum, Instruction, and Assessment is to continually monitor the District's curriculum. This involves ensuring its consistency between high schools, its alignment with the needs of 21st-century students, and compliance with New Jersey Student Learning Standards, national standards, and research-based best practices. The curriculum in the Pascack Valley Regional High School District is carefully designed to provide students with a rigorous and meaningful educational foundation that prepares them for college, careers, and life. While emphasizing core content areas, the curriculum places significant emphasis on fostering independent and critical thinking skills, as well as honing oral and written expression. The District offers a range of courses, including College Preparatory, Honors, Dual Enrollment, and Advanced Placement, challenging all students to meet elevated expectations.

One of the District's goals is to deliver differentiated instruction that caters to the diverse learning and readiness levels of students. Through ongoing staff development initiatives, this office encourages educators to employ a wide array of instructional strategies and assessment methods, offering students multiple avenues to learn and demonstrate mastery of the material. Teachers are actively supported and encouraged to integrate technology into their teaching methods, ensuring that students acquire skills relevant to their future.

Collaboratively, the Pascack Valley Regional High School District's Curriculum Committee, DEAC Committee, and the School Improvement (SciP) committee, working in conjunction with the Office of Curriculum, Instruction, and Assessment, consistently develop plans to provide teachers with extensive professional development opportunities. During the 2022-23 school year, the District devoted four full days and six half days to professional development, focusing on technology integration for instruction, data driven instruction, social-emotional learning, and supporting students facing challenging circumstances, particularly those requiring remediation or acceleration. This supplemented the various professional development workshops, virtual sessions, and after-school online training sessions available to teachers. Additionally, during the same school year, the Regional Curriculum Office continued its successful efforts in providing curriculum coordination, professional development, and instructional coaching to the four sending districts, a program that commenced on July 1, 2012.

The overarching mission of the Pascack Valley Regional High School District is to prepare students for college, careers, and life. The vision centers on fostering a culture of innovation, inquiry, and individuality that promotes achievement and choice while cultivating the skills necessary for ethical and responsible global citizenship. The District's nationally recognized 1:1 laptop program, which is entering its 20th year, has played a pivotal role in providing technology tools that empower all participants in the learning community, students and teachers alike, to work toward achieving this vision.

Technology is seamlessly integrated into the fabric of the Pascack Valley Regional High School District, encompassing all curricular domains. This successful integration hinges on the support for creativity and professional growth among our educators, yielding profound impacts on the education and future prospects of our students. Exceptional instruction, bolstered by our 1:1 laptop program, enables students to take ownership of their education, pursuing all the opportunities our District offers for knowledge acquisition, critical thinking, collaboration, and exploration. Furthermore, the District's robust technology program enabled an effective transition to remote and hybrid learning during the recent pandemic years. In the upcoming 2023-24 school year, all instructional and administrative staff will have access to an iPad in addition to their laptop, further facilitating remote teaching when needed and enhancing instructional modeling for students. An iPad cart is also available for student use.

We firmly believe that complacency leads to mediocrity, whereas progress fosters excellence. Over the past two decades, Board Members, administration, faculty, staff, students, and parents have worked collaboratively to pursue excellence in our instructional program and the 1:1 laptop program. Our commitment to exploring and embracing ever-evolving tools aligns with our vision of excellence. We continue to engage with our community to provide an outstanding and forward-thinking educational environment for our students, preparing them for the global economy. In line with this vision, the District has established the following Technology goals through 2024:

1. Foster an environment for our district "community of learners" to further the use of Educational Technology with the continued support of the Board of Education and District Administration.
2. Under the guidance of the Curriculum Office, provide appropriate instruction and resources to promote Digital Citizenship in support of the district's vision.
3. Maintain an environment where students, teachers, and administrators have access to educational resources at any time and from anywhere.

4. Explore and maintain opportunities for Shared Technology Services with sending districts, as well as with districts in the Region and State, to reduce costs and enhance services.
5. Continuously enhance our delivery of instruction through remote and hybrid means, particularly in light of the global pandemic.

We are committed to improving communications with all stakeholders, with a special focus on the wider community. In the past year, we updated our website to provide a better experience, especially on mobile devices. Our website remains the central hub of communication with the community, offering contact information for all faculty and staff, as well as timely updates on programs, events, and initiatives.

For the 2022-23 school year, we introduced a community notification tool, "Parent Square," which enables us to send both broadcast and targeted communications to our stakeholders. This system also allows us to make reverse 911 calls for emergencies and provides the capability to send text and email messages to specific groups of parents, staff, and students. Additionally, our Administration and faculty continue to utilize Social Media as another means of disseminating information about events, emergencies, and the noteworthy happenings within our district.

The Parent and Student Access Portals of our Genesis Student Information System are continually improved to allow for viewing attendance, semester grades, gradebook details (at the assignment level), and scheduling and discipline records. Through Genesis, parents can securely complete forms online, saving time and paper for all parties involved. Our Learning Management System, Canvas, serves as a virtual classroom, consolidating all instructional materials into a secure online space for students, parents, and teachers. With a real-time course calendar, Canvas provides students and parents with a clear understanding of coursework. Online courses are also available as an option for students.

SPECIAL SERVICES

The Special Services Department of Pascack Valley Regional High School District (PVRHSD) is committed to ensuring that students with disabilities receive a free and appropriate public education consisting of placement and services based on each student's unique needs. Our students are afforded full educational opportunities, and to the maximum extent possible, are educated in the least restrictive environment.

We believe *all* students can learn and provide services that support personal and academic success, and college and/or career readiness by way of a broad-base of course offerings, placement options, and structured learning experiences.

Students with disabilities are mainstreamed in general education classes with supplementary aides and services. Also, inclusive education is provided through in-class support from a Special Education Teacher in collaboratively taught classes with approximately 70 such classes offered districtwide.

Students with disabilities also benefit from special education classes as follows:

- Secondary Special classes: Replacement Pull-out classes taught by General Education Content Specialists with no more than 16 students with disabilities per class,
- Replacement Resource Pull-out classes: taught by Highly Qualified Special Education Teachers with no more than 12 students per class), and
- Resource Support Pull-out classes: Study Skills.

The District offers approximately 127 collaborative and special education classes.

In addition to the class offerings on the previous page, PVRHSD has five Special Programs to meet the needs of students with a range of disabilities as follows:

- **Park@PVR and R.I.S.E.:** Programs for students with emotional regulation impairments, which provide therapeutic and behavioral services as well as adapted curricula.
- **LLD Levels 1 and 2:** A program for students with mild to moderate intellectual or learning and language disabilities or multiple disabilities with modified curricula, a Life Skills course for functional life skills development coupled with community-based learning opportunities, and a Transition Education course and Internship Program for vocational skill development.
- **Milestones@PVR:** A Life Skills program for adult students with disabilities ages 18-21.
- **Extended School Year:** A program provided in July, in accordance with a student's IEP, when an interruption in educational programming would cause a student's performance to revert to a lower level of functioning and recoupment would not be expected in a reasonable length of time during the regular school year.

The Special Services Department is comprised of a Director and Supervisor of Special Services, two Child Study Teams, (four Psychologists, two Social Workers, four Learning Consultants, and two Speech and Language Specialists), along with 26.6 Special Education Teachers, 26 Special Education Paraprofessionals, a full-time Behavior Consultant, and a Work Based Learning Supervisor.

As part of school wide Positive Behavior Supports, Special Services, Guidance and Administration meet regularly to plan and aid any student encountering significant difficulties and who may be at-risk. Special Services is represented on the District's Intervention and Referral Service Committee (I&R/S). This committee assists students in the general education program by identifying and collecting information on learning, behavior, and health difficulties, and through developing and implementing action plans utilizing a multi-tiered system of supports to improve students' academic and functional performance. Also, Special Services is represented on each school-based Behavior Threat Assessment Management Team (BTAM Team). BTAM Teams take a proactive approach to identify, assess, and provide appropriate interventions and resources for students who demonstrate behavior that raises concern for their safety and/or the safety of others.

Pascack Valley Regional High School District provides, as required by Federal law under Part B of the IDEA, an opportunity for the equitable participation of students with disabilities who attend St. Joseph's Regional, a Non-Public School in Montvale, NJ. Services pursuant to NJAC 6A:12-6.1 are provided through a contract with Bergen County Special Services (BCSS). The Director of Special Services meets annually or more with Non-Public School and BCSS personnel to ensure appropriate and seamless provision of services.

The District is also the LEA for a separate public-school program, Park Academy, (coordinated by the Region II Office of Special Education), for students with emotional regulation impairments in grades 4 through 8.

Pascack Valley Regional High School District receives students into the District's five special programs, from other school districts; these districts pay tuition for their students to attend PVRHSD's Special Programs. This affords students with disabilities, throughout Bergen County, an inclusive public-school experience, whose own districts do not have in-district placement options for them.

Pascack Valley Regional High School District has approximately 343 classified students who are being educated within the District. There are an additional 45 students placed out-of-district in county and private schools, and 8 students who attend full-time out-of-district vocational programs. To date, the District has a total of 63 students in its special programs with 21 of those students received from other districts.

2) ECONOMIC CONDITION AND OUTLOOK

New Jersey had experienced millennials moving to urban environments and businesses following suit. The impact was felt heavily by suburban corporate facilities. In addition, New Jersey's cost of living is higher than competing areas and the state had seen a significant outflow of residents and businesses, including the loss of corporate headquarters for Mercedes Benz in Montvale. There seemed to have been an influx of young families moving out of the city and into suburbs during the pandemic. In addition, there has been building developments due mostly to affordable housing mandates. It is still to be seen if this will bring an influx of school aged children to our communities. There were many small businesses that were forced to close due to the COVID-19 pandemic. As a result, fewer companies and consumers are left to fund state revenues which in turn puts pressure on local school districts seeking aid. Recently, new businesses have begun to open, so there is optimism this will ease the tax burden. Inflation has declined, however it remains a concern. School districts continue to experience significant price increases specifically in student transportation and construction costs.

The district is striving to take advantage of exciting developments in education and the emergence of cutting-edge technologies which has created new fields such as data analytics, sustainability, entrepreneurship, and STEM programs. However, all of New Jersey's public schools can only take advantage of these technologies if underfunding is dealt with.

While continuing to work within the tax levy cap increase of 2%, current school funding law has been modified to eliminate adjustment aid as well as State aid growth caps. This approach is meant to provide more equitable funding distribution. Over the course of seven years, aid to overfunded districts will be reduced and aid to underfunded districts will be increased to ensure that all public schools receive appropriate levels of state assistance under the School Funding Reform Act (SFRA) by fiscal year 2025. The District is one of the underfunded districts and has seen an increase in State Aid. Meanwhile, the burden of funding school budgets will continue to rely heavily on community taxpayers.

3) MAJOR INITIATIVES

Our students continue to score significantly above state and national average in all standardized measures of achievement. The SAT scores for the District Class of 2023 remain higher than the state and national averages. Of our graduates, approximately 95% of the students in the Pascack Valley Regional High School District attend postsecondary schools. The remainder enter the workforce or the military.

As in years past, a number of building maintenance projects were completed during the year. In general, the buildings are well maintained. A program of preventive maintenance is in place. The comprehensive maintenance plan (CMP), which is approved by the Board each year, identifies a number of priority facility projects. Funding for these projects is included in the annual budget.

The state's school facilities office has been short-handed and as a result, project approvals have been delayed. An exterior stair replacement and HVAC upgrades at Pascack Hills High School were completed as well as toilet room renovations and roof replacements at both Pascack Hills High School and Pascack Valley High School.

The District is very concerned about maintaining a safe and hazard free work environment for students and staff. Annual safety workshops were held for custodial and maintenance employees. This is part of the District's membership in North East Bergen County School Board Insurance Group (NESBIG). In addition, all of the required annual and semi-annual health reports, inspections and public press releases, such as AHERA., Right to Know, Medical Waste Disposal, Fire Inspections, Life Hazard Registry, Lab Safety Standards, have been updated, completed and filed promptly. Arrangements have been made for administering blood borne pathogen vaccinations to new staff in accordance with District policy. All required health and safety certificates and employee' notices are on file in each building.

4) INTERNAL ACCOUNTING CONTROLS

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

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

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

5) BUDGETARY CONTROLS

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by a vote of the Board of Education. Annual appropriated budgets are adopted for the general fund, 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 restrictions, commitments and assignments of fund balance at June 30, 2023.

6) ACCOUNTING SYSTEMS AND REPORTS

The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic Financial Statements," Note 1.

7) CASH MANAGEMENT

The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Basic Financial Statements", Note 3. The District has adopted a cash management plan, which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

8) RISK MANAGEMENT

The Board carries various forms of insurance, including but not limited to general liability, excess liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, workers' compensation and fidelity bonds. A schedule of insurance coverage is found on Exhibit J-20.

The Board is a member of the Northeast Bergen County School Board Insurance Group, ("NESBIG"). The NESBIG is a risk-sharing public entity risk fund that is both an insured and self-administered group of school districts established for the purpose of providing low-cost insurance coverage to its members. Additional information on the NESBIG is included in Note 12 to the Basic Financial Statements.

9) OTHER INFORMATION

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

10) ACKNOWLEDGMENTS

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

Respectfully submitted,

Ms. Sarah Bilotti

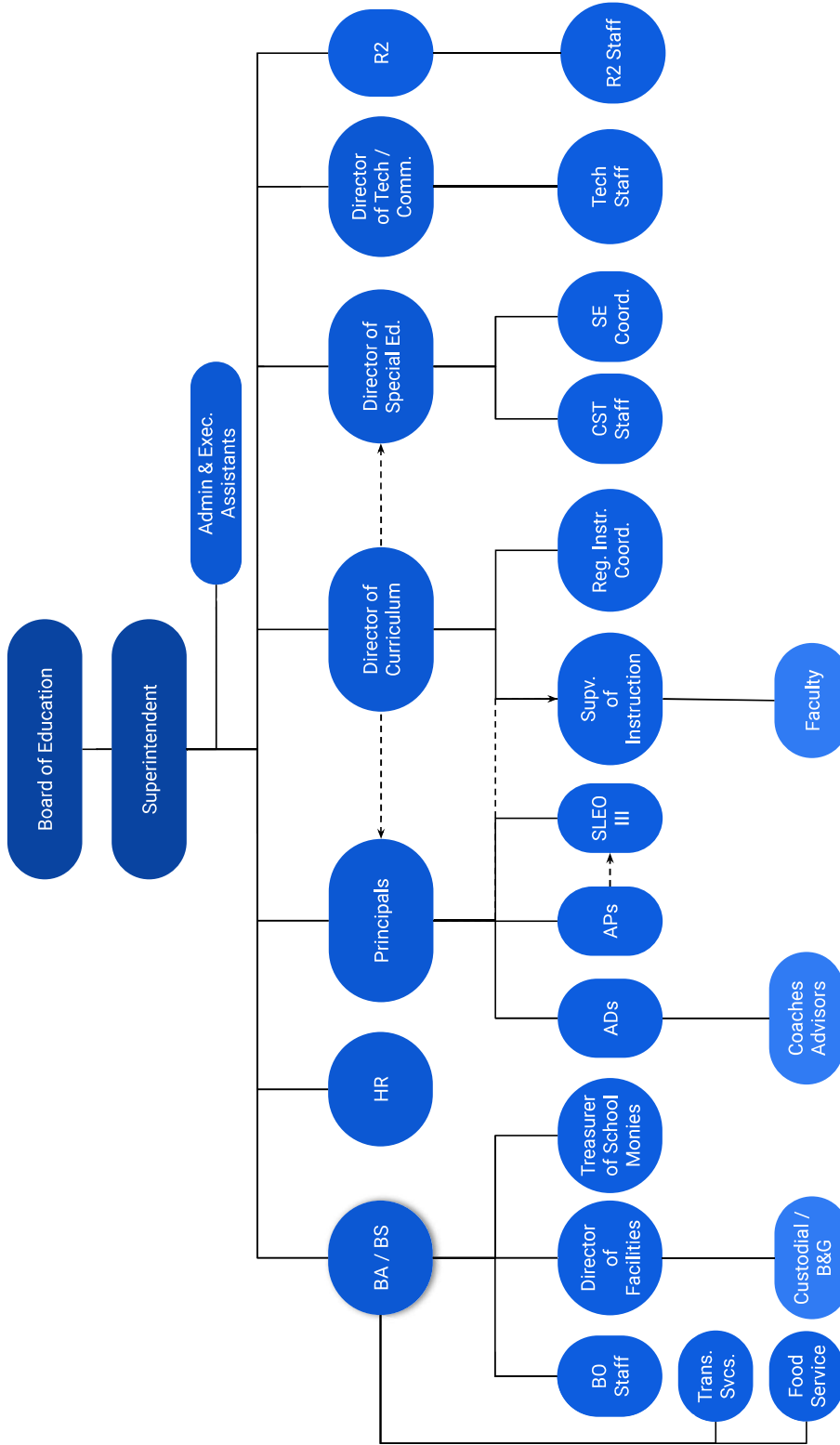
Yas Usami

Ms. Sarah Bilotti
Superintendent

Mr. Yas Usami
Business Administrator/Board Secretary

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT

ORGANIZATIONAL CHART



**PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
MONTVALE, NEW JERSEY**

**ROSTER OF OFFICIALS
JUNE 30, 2023**

<u>Members of the Board of Education</u>	<u>Term Expires</u>	<u>Sending District</u>
Mr. Joseph Blundo, President	2024	River Vale
Mrs. Gini Varghese, Vice President	2023	Hillsdale
Dr. Kelly Blundy	2023	Woodcliff Lake
Mr. Pat Luisi	2024	Hillsdale
Mrs. Kristin Martin	2023	Hillsdale
Mr. James Stankus	2025	River Vale
Ms. Debra Stephans	2024	Montvale
Ms. Elizabeth Calderone	2025	Woodcliff Lake
Mr. Michael Weaver	2023	Montvale

Other Officials

Title

Ms. Sarah Bilotti	Superintendent of Schools
Mr. Yas Usami	School Business Administrator/Board Secretary
Dr. Barry Bachenheimer	Director of Curriculum, Instruction and Assessment
Ms. Kathryn Brancato	Treasurer of School Monies

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT

Consultants and Advisors

Audit Firm

Nisivoccia LLP
Mount Arlington Corporate Center
200 Valley Road, Suite 300
Mount Arlington, NJ 07856-1320

and

Lawrence Business Park
11 Lawrence Road
Newton NJ, 07860

and

1140 Route 22 East, Suite 203
Bridgewater, New Jersey 08807

Attorney

Stephen R. Fogarty and Rodney T. Hara
Fogarty and Hara Counselors at Law
21-00 Route 208 South
Fair Lawn, NJ 07410

Official Depository

Valley Bank
1460 Valley Road
Wayne NJ, 07675

FINANCIAL SECTION

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Pascack Valley Regional High School District
County of Bergen, New Jersey

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Pascack Valley Regional High School District (the "District"), in the County of Bergen, 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 as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, 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 fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 3, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.

Mount Arlington, New Jersey
November 3, 2023

Nisivoccia LLP
NISIVOCCIA LLP

Valerie A Dolan

Valerie Dolan
Licensed Public School Accountant #2526
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS

Pascack Valley Regional High School District Management's Discussion and Analysis

This section of Pascack Valley Regional High School District's annual financial report presents its discussion and analysis of the District's financial performance during the fiscal year ending June 30, 2023. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

Overview of the Financial Statements

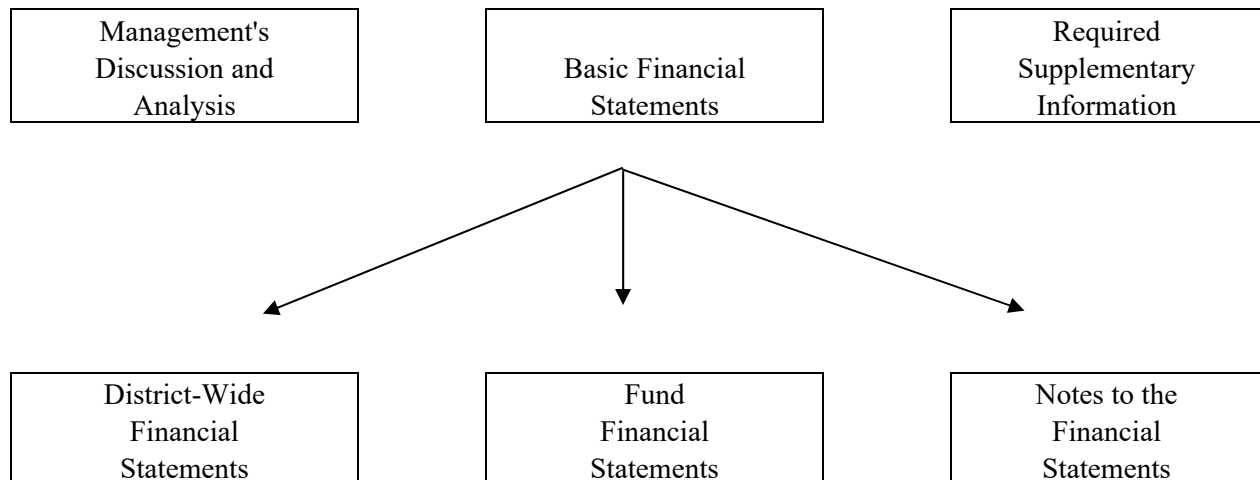
This annual report consists of three parts: management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are *District-wide financial statements* that provide both *short-term* and *long-term* information about the District's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District's operations in *more* detail than the District-wide statements.
- The *governmental funds statements* tell how basic services such as regular and special education were financed in the short-term as well as what remains for future spending.
- *Proprietary funds statements* offer *short-* and *long-term* financial information about the activities the District operates like a business, such as food services and others.
- *Notes to Basic Financial Statements*: Provide additional information essential to a full understanding of the district-wide and fund financial statements.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the District's budget for the fiscal year.

Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

**Figure A-1
Organization of the Board of Education of Pascack Valley Regional
High School's Financial Report**



**Pascack Valley Regional High School District
Management's Discussion and Analysis**

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

Figure A-2

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

Pascack Valley Regional High School District Management's Discussion and Analysis

District-wide Statements

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

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

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

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

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

Fund Financial Statements

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

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

The District has two kinds of funds:

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

**Pascack Valley Regional High School District
Management's Discussion and Analysis**

Notes to the Basic Financial Statements

Provide additional information essential to a full understanding of the district-wide and fund financial statements.

Financial Analysis of the District as a Whole

Net Position. The Statement of Net Position provides one perspective of the District as a whole. Figure A-3 provides a summary of the District's net position as of June 30, 2023 and 2022. The District's combined net position was \$52,961,952 on June 30, 2023 or 6.85% more than the year before. Net investment in capital assets increased by \$1,509,525. Restricted net position decreased by \$151,130 primarily due to a decrease in capital reserve, offset by increases in excess surplus and maintenance reserve. Unrestricted net position increased by \$2,036,407.

**Figure A-3
Condensed Statement of Net Position**

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2022/23	2021/22	2022/23	2021/22	2022/23	2021/22	2022/23
Assets:							
Current and Other Assets	\$ 25,207,250	\$ 24,102,062	\$ 400,023	\$ 491,079	\$ 25,607,273	\$ 24,593,141	
Capital Assets, Net	55,579,363	56,278,300	56,485	64,881	55,635,848	56,343,181	
Lease Assets, Net	673,221	667,711			673,221	667,711	
Total Assets	81,459,834	81,048,073	456,508	555,960	81,916,342	81,604,033	0.38%
Deferred Outflows of Resources	2,347,807	2,453,260	200,524	221,616	2,548,331	2,674,876	-4.73%
Liabilities:							
Other Liabilities	3,072,028	2,165,362	200,442	405,226	3,272,470	2,570,588	
Long-Term Liabilities	24,890,376	25,412,188	1,054,781	973,777	25,945,157	26,385,965	
Total Liabilities	27,962,404	27,577,550	1,255,223	1,379,003	29,217,627	28,956,553	0.90%
Deferred Inflows of Resources	2,069,197	5,145,045	215,897	610,161	2,285,094	5,755,206	-60.30%
Net Position:							
Net Investment in Capital Assets	43,066,082	41,548,161	56,485	64,881	43,122,567	41,613,042	
Restricted	12,641,550	12,792,680			12,641,550	12,792,680	
Unrestricted/(Deficit)	(1,931,592)	(3,562,103)	(870,573)	(1,276,469)	(2,802,165)	(4,838,572)	
Total Net Position/(Deficit)	\$ 53,776,040	\$ 50,778,738	\$ (814,088)	\$ (1,211,588)	\$ 52,961,952	\$ 49,567,150	6.85%

**Pascack Valley Regional High School District
Management's Discussion and Analysis**

Financial Analysis of the District as a Whole

**Figure A-4
Changes in Net Position from Operating Results**

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2022/23	2021/22	2022/23	2021/22	2022/23	2021/22	2022/23
Revenue:							
Program Revenue:							
Charges for Services	\$ 1,989,064	\$ 1,787,992	\$ 10,083,684	\$ 7,893,968	\$ 12,072,748	\$ 9,681,960	
Grants and Contributions:							
Operating	12,146,313	13,842,504			12,146,313	13,842,504	
General Revenue:							
Property Taxes	54,643,367	53,597,807			54,643,367	53,597,807	
Federal and State Aid							
Not Restricted	87,174	79,487			87,174	79,487	
Other	2,017,008	749,332	8,440	343	2,025,448	749,675	
Total Revenue	<u>70,882,926</u>	<u>70,057,122</u>	<u>10,092,124</u>	<u>7,894,311</u>	<u>80,975,050</u>	<u>77,951,433</u>	3.88%
Expenses:							
Instruction	34,629,604	35,355,645			34,629,604	35,355,645	
Pupil and Instruction Services	14,725,422	13,792,465			14,725,422	13,792,465	
Administrative and Business	4,514,993	4,434,758			4,514,993	4,434,758	
Maintenance and Operations	6,867,913	6,450,748			6,867,913	6,450,748	
Transportation	3,250,697	2,270,935			3,250,697	2,270,935	
Other	3,896,995	3,560,488	9,672,619	7,595,250	13,569,614	11,155,738	
Total Expenses	<u>67,885,624</u>	<u>65,865,039</u>	<u>9,672,619</u>	<u>7,595,250</u>	<u>77,558,243</u>	<u>73,460,289</u>	5.58%
Other Item			(22,005)		(22,005)	-0-	-100.00%
Change in Net Position	<u>\$ 2,997,302</u>	<u>\$ 4,192,083</u>	<u>\$ 397,500</u>	<u>\$ 299,061</u>	<u>\$ 3,394,802</u>	<u>\$ 4,491,144</u>	-24.41%

**Pascack Valley Regional High School District
Management's Discussion and Analysis**

Governmental Activities

Maintaining existing programs with a multitude of special programs and services for disabled pupils while remaining within in the 2% tax cap places great demands on the District's resources. During the past five years, a number of veteran teachers have retired and have been replaced by teachers with less experience. Such changes have generated significant salary savings, but these have not been sufficient enough to offset increased special education programs and increased health benefit costs.

Careful management of expenses remains essential for the District to sustain its financial health. Among the many significant cost savings actions during the past three years were:

- Region II, a joint venture with other area school districts, provides all of the transportation routes to out-of-district special education schools.
- The District has in-district special education programs that saved on out-of-district tuition and transportation. In addition, out-of-district students pay tuition to attend these programs.
- Standard practice has been to maintain lower maintenance costs by seeking competitive proposals each fiscal year for these services.
- Participation in energy and telecommunication consortiums.
- Participation in a purchasing cooperative with over 300 school districts.
- Participation in the Northeast Bergen School Board Insurance Group.

It is crucial that the District examine its expenses carefully. Increasing parental and student demands for new activities and programs must be evaluated thoroughly.

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

**Figure A-5
Net Cost of Governmental Activities**

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2022/23</u>	<u>2021/22</u>	<u>2022/23</u>	<u>2021/22</u>
Instruction	\$ 34,629,604	\$ 35,355,645	\$ 24,767,418	\$24,507,150
Pupil and Instruction Services	14,725,422	13,792,465	11,285,682	10,309,821
Administrative and Business	4,514,993	4,434,758	4,186,984	3,894,040
Maintenance and Operations	6,867,913	6,450,748	6,777,040	6,105,086
Transportation	3,250,697	2,270,935	2,836,128	1,857,958
Other	3,896,995	3,560,488	3,896,995	3,560,488
	<u>\$ 67,885,624</u>	<u>\$ 65,865,039</u>	<u>\$ 53,750,247</u>	<u>\$ 50,234,543</u>

**Pascack Valley Regional High School District
Management's Discussion and Analysis**

Business-Type Activities

Net position from the District's business-type activity increased by \$397,500 (Refer to Figure A-4). Factors contributing to these results included:

- The District established a new enterprise fund called the Milestone Program during the 2017-2018 year, which had an increase from the prior year's deficit of \$186,911. The District acknowledges that this is the sixth year of this program's existence and will continue to monitor the progress of the program and look at alternatives to decrease costs. The Park Academy enterprise saw an increase in net position of \$68,572. The Food Service enterprise saw an increase in net position of \$82,852; and the Region II Transportation enterprise saw an increase in net position of \$59,065. In the past few years, the costs to run the programs have not been offset by the revenues the programs produce and the District is aware and is looking at alternatives to reduce costs.

Financial Analysis of the District's Funds

Difficult economic times due to COVID-19 have had a direct impact upon the District's revenue sources. Ratables in the municipalities have been impacted by closures of businesses, thus generating concern for the local tax levy in the future. However, there appears to be housing developments in some of the Pascack Valley communities which may boost the tax base in the future. The District had been experiencing favorable interest on investments from banking services since the pandemic, which caused interest rates to plummet. The District has enjoyed an increase in State Aid and will hopefully receive increases according to the funding formula in which the District had been underfunded in past years.

These factors are likely to continue for the near future. To maintain a stable financial position, the District must continue to practice sound fiscal management.

General Fund Budgetary Highlights

Over the course of the fiscal year, the District revised the annual operating budget several times. These budget amendments fall into two categories:

- Changes made within budgetary line items for changes in school-based needs for programs, supplies and equipment.
- The preparation of the 2022/2023 budget was difficult as a result of rising costs. This resulted in the need for line item transfers during the fiscal year.

Capital Asset and Long-Term Liabilities

**Figure A-6
Capital Assets (Net of Depreciation)**

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2022/23	2021/22	2022/23	2021/22	2022/23	2021/22	2022/23
	Land	\$ 6,245,500	\$ 6,245,500			\$ 6,245,500	\$ 6,245,500
Construction in Progress	2,427,435	1,137,541			2,427,435	1,137,541	
Land Improvements	640,132	838,665			640,132	838,665	
Buildings and Building Improvements	43,189,467	45,003,561			43,189,467	45,003,561	
Machinery and Equipment	3,076,829	3,053,033	\$ 56,485	\$ 64,881	3,133,314	3,117,914	
Total Capital Assets (Net of Depreciation)	\$ 55,579,363	\$ 56,278,300	\$ 56,485	\$ 64,881	\$ 55,635,848	\$ 56,343,181	-1.26%

**Pascack Valley Regional High School District
Management’s Discussion and Analysis**

Long-term Liabilities

At fiscal year end, the District had \$11,070,000 of general obligation bonds outstanding – a decrease of \$1,565,000 from last year. In addition, the District has \$11,163,974 of net pension liability – an increase of \$1,979,033 from last year, \$544,746 of unamortized bond issuance premium – a decrease of \$177,963 from last year, \$1,319,273 of financed purchases payable – a decrease of \$632,717 from last year, \$678,429 of leases payable – an increase of \$5,748 from last year, and \$1,168,735 in compensated absences payable – a decrease of \$49,909 from the prior year.

**Figure A-7
Outstanding Long-Term Liabilities**

	Total School District		Total Percentage Change
	2022/23	2021/22	2022/23
General Obligation Bonds (Financed with Property Taxes)	\$ 11,070,000	\$ 12,635,000	
Other Long-Term Liabilities	14,875,157	13,750,965	
	<u>\$ 25,945,157</u>	<u>\$ 26,385,965</u>	-1.67%

Factors Bearing on the District’s Future Revenue/Expenses

The board and the administration have had discussions on how existing circumstances could affect the future financial health of the School District. The following examples may have an impact and affect the financial operation in the future:

- Rising costs, especially in construction materials for capital and maintenance projects and pupil transportation.
- There has been federal relief funding provided to school districts for learning loss, mental health support and improving ventilation/air quality among others. However, these funds are to be expended in two to three-year timeframe. These programs are meant to be short term solutions and not something to be sustained over years. Funds must be expended by September 2024.
- Governor Murphy’s legislation to modify the school funding law is favorable to the District.
- Double-digit health insurance increases to premiums.
- The district faces challenges for financial planning to continue the expansion and renovation of both Pascack Hills and Pascack Valley High Schools to meet curriculum demands and aging facilities.

The two percent tax levy cap has generated concern in the educational community for public school funding.

In New Jersey, the response to the tax levy cap has been to impose such measures as larger class sizes, cuts of jobs and textbook budgets, reduced school bus service, and fewer resources for state education departments and the uncertainty that state legislation could impose greater constraints on public school districts, has had an effect on suburban public school districts recognized for providing innovative and cutting edge programs to their students to place a hold on expanding their academic offerings. Wealthy districts such as the sending districts of Hillsdale, Montvale, River Vale and Woodcliff Lake to the Pascack Valley Regional High School District, which are mostly residential, are concerned that if the state does not provide these districts their fair share of state aid, the schools will be unable to provide the programs that made them high achieving districts and to maintain the condition of the school facilities.

The discussion about the constant increases in local property taxes in the media and the method which is used by the state to apportion school taxes between the sending districts has polarized many communities, and in the center of this discontent is the cost of education. The state legislatures have embraced this opportunity to shift the problems of inefficiency and accountability from state bureaucracy to the cost of funding public schools.

Pascack Valley Regional High School District Management's Discussion and Analysis

Facility Upgrades

Financial planning is required to fund the future challenges of needed expansion and renovation in both Pascack Hills and Pascack Valley High Schools in order to meet enrollment and curriculum demands along with necessary facility modifications. The current plan is to continue allocations in the Fund 12, General Fund Capital Outlay section of the school budget, as well as the use of funds in the Capital Reserve. This financial plan has allowed the District to identify projects to be included in the General Fund Capital Outlay section of the school budget without the need to include a special question for the voters to approve at the annual school election. Furthermore, by maintaining the line item at the previous level there is a neutral effect on the tax base.

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Pascack Valley Regional Board of Education Office located at 28 West Grand Avenue, Montvale, New Jersey.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2023

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 11,153,690	\$ 864,344	\$ 12,018,034
Internal Balances	1,828,030	(1,828,030)	
Receivables from Federal Government	342,770		342,770
Receivables from State Government	1,046,123		1,046,123
Receivables from Other Governments	35,730	1,356,107	1,391,837
Other Receivables	394,531		394,531
Inventory		7,602	7,602
Restricted Assets:			
Cash and Cash Equivalents	10,406,376		10,406,376
Capital Assets, Net:			
Sites (Land) and Construction in Progress	8,672,935		8,672,935
Depreciable Land Improvements, Buildings and Building Improvements and Machinery and Equipment	46,906,428	56,485	46,962,913
Lease Assets, net	673,221		673,221
Total Assets	81,459,834	456,508	81,916,342
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amount on Refunding	425,946		425,946
Deferred Outflows Related to Pensions	1,921,861	200,524	2,122,385
Total Deferred Outflows of Resources	2,347,807	200,524	2,548,331
LIABILITIES			
Current Liabilities:			
Accounts Payable	2,785,057	128,310	2,913,367
Accrued Interest Payable	201,577		201,577
Payable to State Government	49,723	13,174	62,897
Unearned Revenue	35,671	58,958	94,629
Noncurrent Liabilities:			
Due Within One Year	2,601,658		2,601,658
Due Beyond One Year	22,288,718	1,054,781	23,343,499
Total Liabilities	27,962,404	1,255,223	29,217,627
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows Related to Pensions	2,069,197	215,897	2,285,094
Total Deferred Inflows of Resources	2,069,197	215,897	2,285,094

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2023

	<u>Governmental</u> <u>Activities</u>	<u>Business-Type</u> <u>Activities</u>	<u>Total</u>
NET POSITION			
Net Investment in Capital Assets	\$ 43,066,082	\$ 56,485	\$ 43,122,567
Restricted for:			
Capital Projects	8,368,816		8,368,816
Emergency	262,750		262,750
Maintenance	849,923		849,923
Excess Surplus	2,240,410		2,240,410
Unemployment Compensation	224,185		224,185
Scholarships	215,223		215,223
Student Activities	480,243		480,243
Unrestricted/(Deficit)	<u>(1,931,592)</u>	<u>(870,573)</u>	<u>(2,802,165)</u>
Total Net Position/(Deficit)	<u>\$ 53,776,040</u>	<u>\$ (814,088)</u>	<u>\$ 52,961,952</u>

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Functions/Programs	Program Revenues			Net (Expenses)/Revenues and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:						
Instruction:						
Regular	\$ 25,735,136		\$ 5,286,240	\$ (20,448,896)		\$ (20,448,896)
Special Education	5,780,739		4,127,201	(1,653,538)		(1,653,538)
Other Instruction	3,113,729		448,745	(2,664,984)		(2,664,984)
Support Services:						
Tuition	4,788,251	\$ 909,217	7,091	(3,871,943)		(3,871,943)
Student & Instruction Related Services	9,937,171	1,079,847	1,443,585	(7,413,739)		(7,413,739)
General Administrative Services	1,127,922		8,986	(1,118,936)		(1,118,936)
School Administrative Services	2,072,448		302,280	(1,770,168)		(1,770,168)
Central Services	893,776		11,270	(882,506)		(882,506)
Administration Information Technology	420,847		5,473	(415,374)		(415,374)
Plant Operations and Maintenance	6,867,913		90,873	(6,777,040)		(6,777,040)
Pupil Transportation	3,250,697		414,569	(2,836,128)		(2,836,128)
Interest on Long-Term Liabilities	457,960			(457,960)		(457,960)
Capital Outlay	106,363			(106,363)		(106,363)
Unallocated Depreciation	3,332,672			(3,332,672)		(3,332,672)
Total Governmental Activities	67,885,624	1,989,064	12,146,313	(53,750,247)		(53,750,247)

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Functions/Programs	Program Revenues			Net (Expenses)/Revenues and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Business-Type Activities:						
Food Service	\$ 1,018,097	\$ 1,092,609			\$ 74,512	\$ 74,512
Park Academy	753,373	843,950			90,577	90,577
Region II Transportation	7,514,494	7,573,559			59,065	59,065
Region II Summer School	25,672	25,672				
Milestone Program	230,779	417,690			186,911	186,911
Transportation	130,204	130,204				
Total Business-Type Activities	9,672,619	10,083,684		411,065	411,065	411,065
Total Primary Government	\$ 77,558,243	\$ 12,072,748	\$ 12,146,313	\$ (53,750,247)	411,065	(53,339,182)
General Revenues and Other Items:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				52,612,092		52,612,092
Taxes Levied for Debt Service				2,031,275		2,031,275
State Aid Not Restricted				87,174		87,174
Interest and Miscellaneous Income				2,017,008	8,440	2,025,448
Other Item - Accounts Receivable Cancelled				(22,005)		(22,005)
Total General Revenues and Other Items				56,747,549	(13,565)	56,733,984
Change in Net Position				2,997,302	397,500	3,394,802
Net Position/(Deficit) - Beginning				50,778,738	(1,211,588)	49,567,150
Net Position/(Deficit) - Ending				\$ 53,776,040	\$ (814,088)	\$ 52,961,952

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

FUND FINANCIAL STATEMENTS

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
ASSETS				
Cash and Cash Equivalents	\$ 4,203,318		\$ 6,950,372	\$ 11,153,690
Interfund Receivable	2,168,277			2,168,277
Receivables from Federal Government		\$ 342,770		342,770
Receivables from State Government	1,036,202	9,921		1,046,123
Receivables from Other Governments	35,730			35,730
Other Receivables	394,531			394,531
Restricted Cash and Cash Equivalents	9,705,674	700,702		10,406,376
Total Assets	\$ 17,543,732	\$ 1,053,393	\$ 6,950,372	\$ 25,547,497
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 1,325,169	\$ 77,529	\$ 540,226	\$ 1,942,924
Interfund Payable		196,976	143,271	340,247
Payable to State Government		49,723		49,723
Unearned Revenue	1,972	33,699		35,671
Total Liabilities	1,327,141	357,927	683,497	2,368,565
Fund Balances:				
Restricted:				
Excess Surplus - 2024-2025	1,413,901			1,413,901
Excess Surplus - 2023-2024	826,509			826,509
Capital Reserve Account	8,368,816			8,368,816
Maintenance Reserve Account	849,923			849,923
Emergency Reserve Account	262,750			262,750
Unemployment Compensation	224,185			224,185
Scholarships		215,223		215,223
Student Activities		480,243		480,243
Committed - Capital Projects Fund			6,266,875	6,266,875
Assigned:				
Encumbrances	957,154			957,154
Designated for Subsequent Year's Expenditures	1,231,919			1,231,919
Unassigned:				
General Fund	2,081,434			2,081,434
Total Fund Balances	16,216,591	695,466	6,266,875	23,178,932
Total Liabilities and Fund Balances	\$ 17,543,732	\$ 1,053,393	\$ 6,950,372	\$ 25,547,497

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023

	<u>Total Governmental Funds</u>
Amounts Reported for Governmental Activities in the Statement of Net Position (A-1) are Different Because:	
Funds Balances - Governmental Funds (Prior Page)	\$ 23,178,932
Capital Assets Used in Governmental Activities are not Financial Resources and therefore are not reported in the Funds.	55,579,363
Leased Assets used in Governmental Activities are not financial resources and therefore are not reported in the Funds.	673,221
Deferred Amount on Refunding is not reported as an expenditure in the Governmental Funds in the year of the expenditure.	425,946
Interest on Long-Term Liability is not Accrued in the Governmental Funds, but rather is recognized as an expenditure when due.	(201,577)
Bond Premiums are reported as revenue in the Governmental Funds in the year the bonds are sold.	(544,746)
The Net Pension Liability for PERS is not Due and Payable in the Current Period and is not reported in the Governmental Funds.	(10,109,193)
Certain Amounts Related to the Net Pension Liability are Deferred and Amortized in the Statement of Activities and are not Reported in the Governmental Funds.	
Deferred Outflows	1,079,728
Deferred Inflows	(2,069,197)
Long-Term Liabilities, including Bonds Payable, Leases Payable, and Financed Purchases Payable are not due and payable in the current period and therefore are not reported as liabilities in the Funds.	<u>(14,236,437)</u>
Net Position of Governmental Activities	<u>\$ 53,776,040</u>

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
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	\$ 52,612,092			\$ 2,031,275	\$ 54,643,367
Tuition From Individuals	29,381				29,381
Tuition From Other LEAs Within the State	879,836				879,836
Rents and Royalties	20,903				20,903
Restricted Miscellaneous Revenue	6,978	\$ 1,089,515			1,096,493
Unrestricted Miscellaneous Revenue	1,803,356	5,247	\$ 185,771		1,994,374
Total - Local Sources	55,352,546	1,094,762	185,771	2,031,275	58,664,354
State Sources	15,567,461	414,851			15,982,312
Federal Sources	10,218	1,091,069			1,101,287
Total Revenues	70,930,225	2,600,682	185,771	2,031,275	75,747,953
EXPENDITURES					
Current:					
Regular Instruction	18,164,465	993,140			19,157,605
Special Education Instruction	3,933,974	467,052			4,401,026
Other Instruction	2,362,928				2,362,928
Support Services and Undistributed Costs:					
Tuition	4,788,251				4,788,251
Student & Instruction Related Services	6,565,965	1,046,024			7,611,989
General Administrative Services	1,019,550				1,019,550
School Administrative Services	1,509,777				1,509,777
Central Services	758,904				758,904
Administration Information Technology	355,892				355,892
Plant Operations and Maintenance	6,343,885				6,343,885
Pupil Transportation	3,235,547				3,235,547
Unallocated Benefits	19,150,499				19,150,499
Debt Service:					
Principal				1,565,000	1,565,000
Interest and Other Charges				466,275	466,275
Capital Outlay	659,372	50,975	2,275,059		2,985,406
Total Expenditures	68,849,009	2,557,191	2,275,059	2,031,275	75,712,534
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	2,081,216	43,491	(2,089,288)		35,419
OTHER FINANCING SOURCES/(USES)					
Leases (Non-Budgeted)	182,331				182,331
Transfers	(3,997,817)		3,997,817		
Total Other Financing Sources/(Uses)	(3,815,486)		3,997,817		182,331
Net Change in Fund Balances	(1,734,270)	43,491	1,908,529		217,750
Fund Balance — July 1	17,950,861	651,975	4,358,346		22,961,182
Fund Balance — June 30	\$ 16,216,591	\$ 695,466	\$ 6,266,875	\$ -0-	\$ 23,178,932

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

PASCACK 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 Change in Fund Balances - Governmental Funds (from B-2) \$ 217,750

Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:

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

Depreciation expense	\$ (3,332,672)
Capital Asset Additions	<u>2,633,735</u>

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

Amortization expense	(176,821)
Lease Asset Additions	<u>5,510</u>

Repayment of serial bonds is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. (+)

1,565,000

Leases entered into by the District are an other financing source in the Governmental Funds, but the acquisition increases Long-Term Liabilities in the Statement of Net Position and is not reported in the Statement of Activities.

(182,331)

Repayment of leases is an expenditure in the Governmental Funds, but the repayment reduces Long-Term Liabilities in the Statement of Net Position and is not reported in the Statement of Activities.

176,583

Repayment of financed purchases is an expenditure in the Governmental Funds, but the repayment reduces Long-Term Liabilities in the Statement of Net Position and is not reported in the Statement of Activities.

632,717

PASCACK 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

In the statement of activities, interest on long-term liabilities in the statement of activities is accrued, regardless of when accrued, regardless of when due. In the governmental funds, interest is reported when due. When the accrued interest exceeds the interest paid, the difference is a reduction in the reconciliation (-); when the interest paid exceeds the accrued interest, the difference is an addition to the reconciliation (+).

The governmental funds report the effect of bond premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities (+)

The governmental funds report the effect of the deferred amount on the refunding when debt is first issued, whereas this amount is deferred and amortized in the statement of activities (-)

The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:

Changes in Net Pension Liability	\$ (1,898,029)
Change in Deferred Outflows	44,967
Change in Deferred Inflows	3,075,848
	1,222,786

In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).

Change in Net Position of Governmental Activities (A-2)

	49,909
	\$ 2,997,302

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2023

	Business-Type Activities - Enterprise Funds				Total Enterprise
	Non-Major Funds	Major Funds			
		Milestone Program	Region II Transportation	Park Academy	
ASSETS					
Current Assets:					
Cash and Cash Equivalents	\$ 192,051			\$ 672,293	\$ 864,344
Accounts Receivable:					
Intergovernmental - Other	63,089	\$ 8,568	\$ 1,222,750	61,700	1,356,107
Inventories	7,602				7,602
Total Current Assets	262,742	8,568	1,222,750	733,993	2,228,053
Non-Current Assets:					
Capital Assets	249,344				249,344
Less: Accumulated Depreciation	(192,859)				(192,859)
Total Non-Current Assets	56,485				56,485
Total Assets	319,227	8,568	1,222,750	733,993	2,284,538
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Outflows Related to Pensions		21,135	116,103	63,286	200,524
Total Deferred Outflows of Resources		21,135	116,103	63,286	200,524
LIABILITIES					
Current Liabilities:					
Accounts Payable	2,511	9,502	86,749	29,548	128,310
Intergovernmental Accounts Payable	13,136		38		13,174
Interfund Payable - General Fund	207,408	563,143	1,057,479		1,828,030
Unearned Revenue	34,307		24,651		58,958
Noncurrent Liabilities:					
Net Pension Liability		111,176	610,710	332,895	1,054,781
Total Liabilities	257,362	683,821	1,779,627	362,443	3,083,253
DEFERRED INFLOWS OF RESOURCES					
Deferred Inflows Related to Pensions		22,756	125,003	68,138	215,897
Total Deferred Inflows of Resources		22,756	125,003	68,138	215,897
NET POSITION					
Investment in Capital Assets	56,485				56,485
Unrestricted / (Deficit)	5,380	(676,874)	(565,777)	366,698	(870,573)
Total Net Position/(Deficit)	\$ 61,865	\$ (676,874)	\$ (565,777)	\$ 366,698	\$ (814,088)

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Business-Type Activities - Enterprise Funds				
	Non-Major Funds	Milestone Program	Region II Transportation	Park Academy	Total Enterprise
Operating Revenue:					
Charges for Services:					
Daily Sales - Non-Reimbursable Programs	\$ 1,061,216				\$ 1,061,216
Special Events	5,645				5,645
Free Lunch Subsidized	25,748				25,748
Charges and Fees	155,876	\$ 417,690	\$ 7,573,559	\$ 843,950	8,991,075
Total Operating Revenue	1,248,485	417,690	7,573,559	843,950	10,083,684
Operating Expenses:					
Cost of Sales - Non-Reimbursable Programs	465,571				465,571
Salaries	372,812	231,818	998,243	574,487	2,177,360
Employee Benefits	27,251	(34,766)	175,867	45,269	213,621
Purchased Services	250,166		929,785	39,515	1,219,466
Contracted Services			5,399,382	28,963	5,428,345
Supplies and Materials	49,777	3,709	7,957	5,139	66,582
Depreciation Expense	8,396				8,396
Rent		21,000		60,000	81,000
Miscellaneous		9,018	3,260		12,278
Total Operating Expenses	1,173,973	230,779	7,514,494	753,373	9,672,619
Operating Income/(Loss)	74,512	186,911	59,065	90,577	411,065
Non-Operating Revenue:					
Interest Revenue	8,440				8,440
Total Non-Operating Revenue	8,440				8,440
Change in Net Position Before Other Item	82,952	186,911	59,065	90,577	419,505
Other Item:					
Accounts Receivable Cancelled				(22,005)	(22,005)
Change in Net Position After Other Item	82,952	186,911	59,065	68,572	397,500
Net Position/(Deficit) - Beginning of Year	(21,087)	(863,785)	(624,842)	298,126	(1,211,588)
Net Position/(Deficit) - End of Year	\$ 61,865	\$ (676,874)	\$ (565,777)	\$ 366,698	\$ (814,088)

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Business-Type Activities - Enterprise Funds				
	Non-Major Funds	Major Funds			Total Enterprise
		Milestone Program	Region II Transportation	Park Academy	
Cash Flows from Operating Activities:					
Receipts from Customers	\$ 1,148,511	\$ 409,122	\$ 7,331,640	\$ 806,700	\$ 9,695,973
Receipts from District	25,748				25,748
Payments to Employees	(23,760)	(231,818)	(1,040,719)	(574,487)	(1,870,784)
Payments for Employee Benefits	(1,912)	(91,359)	(175,867)	(179,872)	(449,010)
Payments for Services	(115,552)	241	(6,476,334)	(76,478)	(6,668,123)
Payments for Rent		(21,000)		(60,000)	(81,000)
Payments to Food Service Vendor	(1,024,395)				(1,024,395)
Payments to Suppliers		(12,727)	(11,217)	(5,139)	(29,083)
Net Cash Provided by/(Used for) Operating Activities	<u>8,640</u>	<u>52,459</u>	<u>(372,497)</u>	<u>(89,276)</u>	<u>(400,674)</u>
Cash Flows from Investing Activities:					
Interest Revenue	8,440				8,440
Net Cash Provided by Investing Activities	<u>8,440</u>				<u>8,440</u>
Cash Flows from Noncapital Financing Activities:					
Interfund Payable - General Fund	47,572	563,143	1,057,479	1,847	1,670,041
Interfund Receivable- General Fund		(615,602)	(684,982)		(1,300,584)
Net Cash Provided by/(Used for) Noncapital Financing Activities	<u>47,572</u>	<u>(52,459)</u>	<u>372,497</u>	<u>1,847</u>	<u>369,457</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	64,652			(87,429)	(22,777)
Cash and Cash Equivalents, July 1	127,399			759,722	887,121
Cash and Cash Equivalents, June 30	<u>\$ 192,051</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 672,293</u>	<u>\$ 864,344</u>
Reconciliation of Operating Income to Net Cash Provided by/(Used for) Operating Activities:					
Operating Income	\$ 74,512	\$ 186,911	\$ 59,065	\$ 90,577	\$ 411,065
Adjustment to Reconcile Operating Income to Net Cash Provided by/(Used for) Operating Activities:					
Depreciation	8,396				8,396
Changes in Assets and Liabilities:					
(Increase)/Decrease in Accounts Receivable	(51,848)	(8,568)	(226,869)	(37,250)	(324,535)
(Increase)/Decrease in Inventory	1,352				1,352
(Increase)/Decrease in Deferred Outflows for Pensions		8,968	(5,353)	(140,679)	(137,064)
(Increase)/Decrease in Deferred Inflows for Pensions		(80,877)	(172,707)	6,441	(247,143)
Increase/(Decrease) in Net Pension Liability		(54,216)	135,584	(365)	81,003
Increase/(Decrease) in Accounts Payable	(1,394)	241	(147,167)	(8,000)	(156,320)
Increase/(Decrease) in Unearned Revenue	(22,378)		(15,050)		(37,428)
Net Cash Provided by/(Used for) Operating Activities	<u>\$ 8,640</u>	<u>\$ 52,459</u>	<u>\$ (372,497)</u>	<u>\$ (89,276)</u>	<u>\$ (400,674)</u>

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity:

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

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

B. Basis of Presentation:

District-Wide Financial Statements:

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

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function. Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements. Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

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

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements:

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

The District reports the following governmental funds:

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

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

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

B. Basis of Presentation: (Cont'd)

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

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

The District reports the following proprietary funds:

Enterprise Fund: The Enterprise Funds account for all revenue and expenses pertaining to the Board's food service, milestone program, Region II transportation and summer school, and park academy. The Enterprise Funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e., expenses including depreciation and indirect costs) of providing goods or services to the recipients on a continuing basis are financed or recovered primarily through user charges.

C. Measurement Focus and Basis of Accounting:

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

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

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

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

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

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budget for the fiscal year ended June 30, 2023 was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2 (m) 1. All budget amendments/transfers must be made by School Board resolution. All budgeting amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budget during the fiscal year).

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

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

D. Budgets/Budgetary Control: (Cont'd)

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 70,964,310	\$ 2,873,068
Difference - Budgetary to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognized Encumbrances as Expenditures and Revenue while the GAAP Basis does not:		
Prior Year Encumbrances		41,236
Current Year Encumbrances		(313,622)
Prior Year State Aid Payments Recognized for GAAP Statements, not Recognized for Budgetary Purposes	134,335	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	<u>(168,420)</u>	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 70,930,225</u>	<u>\$ 2,600,682</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 68,849,009	\$ 2,829,577
Differences - Budgetary 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:		
Prior Year Encumbrances		41,236
Current Year Encumbrances		<u>(313,622)</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 68,849,009</u>	<u>\$ 2,557,191</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

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

E. Cash and Cash Equivalents and Investments:

Cash and cash equivalents include petty cash, cash in banks and short-term investments with original maturities of three months or less. Certificates of deposit with maturities of one year or less when purchased are stated at cost.

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

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

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

F. Interfund Transactions:

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

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

G. Allowance for Uncollectible Accounts:

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

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

H. Encumbrances:

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

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

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

I. Short-term Interfund Receivables/Payables:

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

J. Inventories and Prepaid Expenses:

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

Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2023.

K. Capital Assets:

During the fiscal year ended June 30, 1994, the District established a formal system of accounting for its capital assets. Capital assets acquired or constructed subsequent to June 30, 1994, are recorded at historical cost, including ancillary charges necessary to place the asset into service. Capital assets acquired or constructed prior to the establishment of the formal system are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Land has been recorded at estimated historical cost. Donated capital assets are valued at acquisition value. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. Capital assets have been reviewed for impairment. The capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is \$2,000. The depreciation method is straight-line. The estimated useful lives of capital assets reported in the District-wide statements and proprietary funds are as follows:

	<u>Estimated Useful Life</u>
Buildings and Building Improvements	40 years
Land Improvements	20 years
Machinery and Equipment	10 to 15 years

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

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

K. Capital Assets: (Cont'd)

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

L. Lease Assets

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

M. Subscription Assets

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

N. Long Term Liabilities:

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

O. Accrued Salaries and Wages:

The District does not allow employees who provide services over the ten-month academic year the option to have their salaries evenly distributed during the entire twelve-month year; therefore, there are no accrued salaries and wages as of June 30, 2023.

P. Compensated Absences:

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. Upon termination, employees are paid for accrued vacation. The District's policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent fiscal years.

Upon retirement, employees shall be paid by the District for the unused sick leave in accordance with the District's agreements with the various employee unions.

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

Q. Lease Payable

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

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

R. Subscription Payable

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

S. Unearned Revenue:

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

T. Fund Balance Appropriated:

General Fund: Of the \$16,216,591 General Fund fund balance at June 30, 2023 \$957,154 is assigned for encumbrances; \$1,231,919 is assigned for subsequent year's expenditures; \$8,368,816, \$849,923 and \$262,750 are restricted in the capital reserve, maintenance reserve and emergency reserve accounts, respectively; \$224,185 is restricted for unemployment compensation; \$2,240,410 is restricted for excess surplus in accordance with N.J.S.A. 18A:7F-7, as amended (\$826,509 is prior fiscal year excess surplus and is included as anticipated revenue for the fiscal year ending June 30, 2024 and the remaining \$1,413,901 is current fiscal year excess surplus and will be included as anticipated revenue for the fiscal year ending June 30, 2025); and \$2,081,434 is unassigned which is \$168,420 less on the GAAP basis than the calculated maximum unassigned fund balance (budgetary basis) due to the June state aid payments which are not recognized until the fiscal year ended June 30, 2024.

Special Revenue Fund: The Special Revenue Fund fund balance at June 30, 2023 is \$695,466 and is restricted for student activities and scholarships.

Capital Projects Fund: The Capital Projects Fund fund balance at June 30, 2023 is \$6,266,875 and is committed for capital projects which are financed with capital outlay or capital reserve funds.

Debt Service Fund: The Debt Service Fund fund balance is \$-0- at June 30, 2023.

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7 as amended by P.L. 2004, c.73 (S1701), the designation for Restricted Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent fiscal year's budget. The District has excess surplus at June 30, 2023 as noted above.

The District's unassigned fund balance in the General Fund is less on a GAAP basis than the budgetary basis by \$168,420 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event one or more state school aid payments are not made until the following school budget year, districts must record the June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the school district cannot recognize the June state aid payments on the GAAP financial statements until the fiscal year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the June state aid payments and not the fund balance reported on the fund statement which excludes the June state aid payments.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

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

U. Deficit Net Position:

The District has a deficit in unrestricted net position of \$1,931,592 in governmental activities and \$870,573 in the proprietary funds, which is primarily due to compensated absences payable, and liabilities and deferred inflows and outflows related to pensions. Region II Enterprise Fund Transportation Fund has a deficit in unrestricted net position of \$565,777 and the Milestone Program has a deficit in unrestricted net position of \$676,874, which is due to liabilities and deferred inflows and outflows related to pensions. These deficits do not indicate that the District is in financial difficulties and is a permitted practice under generally accepted accounting principles.

V. Fund Balance Restrictions, Commitments and Assignments:

The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. The committed fund balance classification includes amounts that can be used only for the specific purposes determined for a formal action of the District's highest level of decision-making authority.

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Unassigned fund balance is the residual classification for the District's General Fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classifications should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts has been restricted, committed or assigned.

Fund balance restrictions have been established for excess surplus, capital reserve, maintenance reserve, emergency reserve, unemployment compensation, scholarships and student activities.

The District Board of Education has the responsibility to formally commit resources for specific purposes through a motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body. The Board of Education must also utilize a formal motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body in order to remove or change the commitment of resources. The District has committed resources in the Capital Projects Fund at June 30, 2023.

The assignment of resources is generally made by the District Board of Education through a motion or a resolution passed by a majority of the Members of the Board of Education. These resources are intended to be used for a specific purpose. The process is not as restrictive as the commitment of resources and the Board of Education may allow an official of the District to assign resources through policies adopted by the Board of Education. The District has assigned resources for fiscal year-end encumbrances and subsequent year's expenditures in the General Fund at June 30, 2023.

W. Net Position:

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

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District had deferred outflows of resources at June 30, 2023 for pensions and for the deferred amount on the refunding of bonds. The District had deferred inflows of resources for pensions at June 30, 2023.

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

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

W. Net Position: (Cont'd)

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

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

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

X. Revenue - Exchange and Nonexchange Transactions:

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

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

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

Y. Operating Revenue and Expenses:

Operating revenue are those revenues that are generated directly from the primary activity of the Enterprise Fund. For the School District, these revenues are sales for food service and charges for services in the various other Enterprise Funds. Operating expenses are necessary costs incurred to provide the services that are the primary activity of the Enterprise Funds.

Z. Management Estimates:

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

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

AA. Pensions:

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

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

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

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

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

Credit Risk – The Board limits its investments to those authorized in its formal cash management plan which are those permitted under state statute as in the section of this note on investments.

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

Deposits:

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey, which are insured by the Federal Deposit Insurance Corporation (FDIC) or by any other agencies of the United States that insure deposits or the State of New Jersey Cash Management Fund.

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

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

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

Deposits: (Cont'd)

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

Investments:

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

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located.
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983, c.313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by local units;
- (6) Local government investment pools;
- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or
- (8) Agreements for the repurchase of fully collateralized securities if:
 - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.);
 - (b) the custody of collateral is transferred to a third party;
 - (c) the maturity of the agreement is not more than 30 days;
 - (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
 - (e) a master repurchase agreement providing for the custody and security of collateral is executed; or
- (9) Deposit of funds in accordance with the following conditions:
 - (a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

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

Investments: (Cont'd)

- (b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;
- (c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;
- (d) The designated public depository acts as custodian for the school district with respect to these deposits; and
- (e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

As of June 30, 2023, cash and cash equivalents of the District consisted of the following:

	Cash and Cash Equivalents							
	Restricted						Unrestricted	Total
	Capital Reserve	Maintenance Reserve	Emergency Reserve	Unemployment Compensation	Scholarships	Student Activities		
Checking Accounts	\$8,368,816	\$ 849,923	\$ 262,750	\$ 224,185	\$ 215,223	\$ 485,479	\$12,018,034	\$22,424,410

During the period ended June 30, 2023, the District did not hold any investments other than certificates of deposit. The carrying amount of the Board's cash and cash equivalents at June 30, 2023, was \$22,424,410 and the bank balance was \$23,459,038.

NOTE 4. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by Board resolution by inclusion of \$1 in September 2001 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 4. CAPITAL RESERVE ACCOUNT (Cont'd)

The activity of the capital reserve for the July 1, 2022 to June 30, 2023 fiscal year is as follows:

Beginning Balance, July 1, 2022	\$ 9,247,404
Interest Earnings	5,000
Deposit by Board Resolution - June 5, 2023	3,300,000
Unexpended Project Balances Returned	421,512
Less: Budgeted Withdrawal	(4,562,600)
Less: Board Approved Withdrawal to Capital Projects Fund	<u>(42,500)</u>
Ending Balance, June 30, 2023	<u>\$ 8,368,816</u>

The June 30, 2023 capital reserve account balance does not exceed the local support costs of uncompleted capital projects in the District's Long Range Facilities Plan ("LRFP"). The withdrawals from the capital reserve account were for use in facilities projects, consistent with the District's LRFP.

NOTE 5. EMERGENCY RESERVE ACCOUNT

An emergency reserve account was established by Board resolution on June 20, 2011 by inclusion of \$250,000 for the accumulation of funds for use as unanticipated general fund expenditures in subsequent fiscal years. The emergency reserve account is maintained in the general fund and its activity is included in the General Fund annual budget.

The emergency reserve is restricted to accumulate funds in accordance with N.J.S.A. 18A:7F-41c(1) to finance unanticipated general fund expenditures required for a through and efficient education. The maximum balance permitted at any time in this reserve is the greater of \$250,000 or 1% of the general fund budget not to exceed one million dollars. Deposits may be made to the emergency reserve account by board resolution between June 1st and June 30th of any unanticipated revenue or unexpended line item appropriation or both. Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of four percent or the withdrawal is included in the original budget certified for taxes to finance school security improvements pursuant to N.J.S.A. 18A:7G-6(c)1.

The activity of the emergency reserve for the July 1, 2022 to June 30, 2023 fiscal year is as follows:

Beginning Balance, July 1, 2022	\$ 262,000
Interest Earnings	<u>750</u>
Ending Balance, June 30, 2023	<u>\$ 262,750</u>

NOTE 6. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account in the amount of \$150,000 was established by Board resolution on June 27, 2012. These funds may be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 6. MAINTENANCE RESERVE ACCOUNT (Cont'd)

Pursuant to N.J.A.C. 6A:26A-4.2 funds may be deposited into the maintenance reserve account at any time by board resolution to meet the required maintenance of the District by transferring unassigned general fund balance or by transferring excess unassigned general fund balance that is anticipated to be deposited during the current fiscal year in the advertised recapitulation of balances of the subsequent fiscal year's budget that is certified for taxes. Funds may be withdrawn from the maintenance reserve account and appropriated into the required maintenance account lines at budget time or any time during the fiscal year by Board resolution for use on required maintenance activities by school facility as reported in the comprehensive maintenance plan.

Funds withdrawn from the maintenance reserve account are restricted to required maintenance appropriations and may not be transferred to any other line-item account. In any fiscal year that maintenance reserve account funds are withdrawn, unexpended required maintenance appropriations, up to the amount of maintenance reserve account funds withdrawn, shall be restored to the maintenance reserve account at fiscal year-end. At no time, shall the maintenance reserve account have a balance that exceeds four percent of the replacement cost of the current fiscal year of the District's school facilities. If the account exceeds this maximum amount at June 30, the excess shall be restricted and designated in the subsequent fiscal year's budget. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The activity of the maintenance reserve for the July 1, 2022 to June 30, 2023 fiscal year is as follows:

Beginning Balance, July 1, 2022	\$ 639,159
Interest Earnings	1,250
Deposit by Board Resolution - June 5, 2023	500,000
Less: Board Approved Withdrawal	<u>(290,486)</u>
Ending Balance, June 30, 2023	<u>\$ 849,923</u>

NOTE 7. TRANSFERS TO CAPITAL OUTLAY

During the fiscal year ending June 30, 2023, the District transferred \$158,399 to the capital outlay accounts for equipment, which did not require County Superintendent approval.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 8. CAPITAL ASSETS

Capital asset balances and activity for the fiscal year ended June 30, 2023 were as follows:

	Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Governmental Activities:				
Capital Assets not Being Depreciated:				
Sites (Land)	\$ 6,245,500			\$ 6,245,500
Construction in Progress	1,137,541	\$ 2,276,519	\$ (986,625)	2,427,435
Total Capital Assets Not Being Depreciated	7,383,041	2,276,519	(986,625)	8,672,935
Capital Assets Being Depreciated:				
Land Improvements	4,494,853			4,494,853
Buildings and Building Improvements	69,573,514		986,625	70,560,139
Machinery and Equipment	10,533,510	357,216	(39,737)	10,850,989
Total Capital Assets Being Depreciated	84,601,877	357,216	946,888	85,905,981
Governmental Activities Capital Assets	91,984,918	2,633,735	(39,737)	94,578,916
Less Accumulated Depreciation for:				
Land Improvements	(3,656,188)	(198,533)		(3,854,721)
Buildings and Building Improvements	(24,569,953)	(2,800,719)		(27,370,672)
Machinery and Equipment	(7,480,477)	(333,420)	39,737	(7,774,160)
	(35,706,618)	(3,332,672)	39,737	(38,999,553)
Governmental Activities Capital Assets, Net of Accumulated Depreciation	\$ 56,278,300	\$ (698,937)	\$ - 0 -	\$ 55,579,363
Business-Type Activities:				
Capital Assets Being Depreciated:				
Machinery and Equipment	\$ 249,344			\$ 249,344
Less Accumulated Depreciation	(184,463)	\$ (8,396)		(192,859)
Business-Type Activities Capital Assets, Net of Accumulated Depreciation	\$ 64,881	\$ (8,396)	\$ -0-	\$ 56,485

The \$2,276,519 addition to construction in progress is the result of the District's \$2,275,059 Capital Projects Fund expenditure and \$1,040 capital outlay expenditures in the General Fund.

The District had various active construction projects as of June 30, 2023. As of June 30, 2023, the District has \$6,266,875 in active construction projects including \$1,455,128 of encumbrances.

Depreciation expense was charged to governmental functions as follows:

Unallocated	\$ 3,332,672
	\$ 3,332,672

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 9. LEASE ASSETS

Lease asset balances and activity for the year ended June 30, 2023 were as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Adjustments/ Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Lease Assets Being Amortized:				
Buildings	\$ 574,461	\$ 182,331		\$ 756,792
Machinery and Equipment	<u>257,057</u>			<u>257,057</u>
Total Lease Assets Being Amortized	<u>831,518</u>	<u>182,331</u>		<u>1,013,849</u>
Governmental Activities Lease Assets	<u>831,518</u>	<u>182,331</u>		<u>1,013,849</u>
Less Accumulated Amortization for:				
Buildings	(9,574)	(125,410)		(134,984)
Machinery and Equipment	<u>(154,233)</u>	<u>(51,411)</u>		<u>(205,644)</u>
	<u>(163,807)</u>	<u>(176,821)</u>		<u>(340,628)</u>
Governmental Activities Lease Assets, Net of Accumulated Amortization	<u>\$ 667,711</u>	<u>\$ 5,510</u>	<u>\$ -0-</u>	<u>\$ 673,221</u>

Amortization expense was charged to governmental functions as follows:

General Administration	\$ 74,583
School Administration	17,137
Central Services	<u>85,101</u>
	<u>\$ 176,821</u>

NOTE 10. LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2023, the following changes occurred in liabilities reported in the District-wide financial statements:

	<u>Balance 6/30/2022</u>	<u>Added</u>	<u>Retired</u>	<u>Balance 6/30/2023</u>	<u>Due within one year</u>
Serial Bonds Payable	\$ 12,635,000		\$ 1,565,000	\$ 11,070,000	\$ 1,650,000
Unamortized Bond Issuance Premium	722,709		177,963	544,746	90,791
Leases Payable	672,681	\$ 182,331	176,583	678,429	210,370
Financed Purchases Payable	1,951,990		632,717	1,319,273	650,497
Compensated Absences Payable	1,218,644		49,909	1,168,735	
Net Pension Liability:					
Governmental Funds	8,211,164	1,898,029		10,109,193	
Proprietary Funds	<u>973,777</u>	<u>81,004</u>		<u>1,054,781</u>	
	<u>\$ 26,385,965</u>	<u>\$ 2,161,364</u>	<u>\$ 2,602,172</u>	<u>\$ 25,945,157</u>	<u>\$ 2,601,658</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 10. LONG-TERM LIABILITIES (Cont'd)

A. Unamortized Bond Premium:

The unamortized bond issuance premium of the governmental fund types is recorded in the noncurrent liabilities. The current portion of the unamortized bond issuance premium balance of the governmental funds is \$90,791 and is separated from the long-term portion of \$453,955.

B. Bonds Payable:

Bonds are authorized in accordance with State law by the voters of the municipalities through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds. The current portion of bonds at June 30, 2023 is \$1,650,000 and the long-term portion is \$9,420,000. Bonds are liquidated through the debt service fund.

The District had bonds outstanding as of June 30, 2023 as follows:

Purpose	Final Maturity	Interest Rate	Amount
School Refunding Bonds	08/15/2028	4.00%	\$ 11,070,000

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

Fiscal Year Year Ending June 30,	Principal	Interest	Total
2024	\$ 1,650,000	\$ 409,800	\$ 2,059,800
2025	1,720,000	342,400	2,062,400
2026	1,805,000	271,900	2,076,900
2027	1,880,000	198,200	2,078,200
2028	1,965,000	121,300	2,086,300
2029	2,050,000	41,000	2,091,000
	\$ 11,070,000	\$ 1,384,600	\$ 12,454,600

C. Bonds Authorized But Not Issued:

As of June 30, 2023, the Board had no bonds authorized but not issued.

D. Financed Purchases Payable:

The District has a financed purchase agreement for Apple computers valued at \$1,951,990, of which \$632,717 has matured and been repaid. The finance purchase agreement is for a term of three years.

A schedule of the future minimum financed purchase payments, and the present value of the net minimum financed purchases payments at June 30, 2023 is shown on the following page.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 10. LONG-TERM LIABILITIES (Cont'd)

D. Financed Purchases Payable: (Cont'd)

<u>Fiscal Year</u>	<u>Amount</u>
2024	\$ 687,568
2025	687,569
Total Minimum Financed Purchases Payments	1,375,137
Less: Amount Representing Interest	(55,864)
Present Value Net of Minimum Financed Purchases Payments	<u>\$ 1,319,273</u>

The current portion of the financed purchase payable at June 30, 2023 is \$650,497 and the long-term portion is \$668,776. The General Fund will be used to liquidate the financed purchase payable.

E. Leases Payable:

The District had leases outstanding as of June 30, 2023 as follows:

<u>Leases Payable</u>				
<u>Purpose</u>	<u>Frequency of Payment</u>	<u>Final Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
Central Office Lease	Monthly	05/01/27	0.750%	\$ 451,816
Canon Copiers	Monthly	06/01/24	3.100%	54,641
Region II Office Lease	Monthly	07/01/27	0.750%	171,972
				<u>\$ 678,429</u>

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

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2024	\$ 210,370	\$ 5,069
2025	156,901	2,972
2026	158,082	1,791
2027	149,513	601
2028	3,563	2
	<u>\$ 678,429</u>	<u>\$ 10,435</u>

F. Compensated Absences:

The liability for compensated absences of the governmental fund types is recorded in the current and long-term liabilities. The current portion of this liability is \$0 and the long-term portion of compensated absences is \$1,168,735.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 10. LONG-TERM LIABILITIES (Cont'd)

F. Compensated Absences: (Cont'd)

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2023, no liability existed for compensated absences in the proprietary funds. Compensated absences are liquidated by the related fund, in this case the general fund.

G. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in the current and long-term liabilities and will be liquidated by the General Fund, Park Academy Enterprise Fund, Milestone Program Enterprise Fund, and the Region II Transportation Enterprise Fund. The current portion of the net pension liability at June 30, 2023 is \$-0- and the long-term portion is \$11,163,974. See Note 11 for further information on the PERS.

NOTE 11. PENSION PLANS

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

A. Public Employees' Retirement System (PERS):

Plan Description

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

Benefits Provided

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

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

Benefits Provided (Cont'd)

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

Contributions

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

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

District contributions to PERS amounted to \$932,871 for the current fiscal year. During the fiscal year ended June 30, 2022, the State of New Jersey contributed \$23,489 to the PERS for normal pension benefits on behalf of the District.

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

Special Funding Situation

A special funding situation exists for certain local employers of the PERS. The State of New Jersey, as a nonemployer, is required to pay the additional costs incurred by local employers Chapter 133, P.L. 2001. The special funding situation for Chapter 133, P.L. 2001 is due to the State paying the additional normal cost related to benefit improvements from Chapter 133. Previously, this additional normal cost was paid from the Benefit Enhancement Fund (BEF). As of June 30, 2022, there is no net pension liability associated with this special funding situation and there was no accumulated difference between the annual additional normal cost under the special funding situation and the actual State contribution through the valuation date. The State special funding situation for the fiscal year ending June 30, 2022, is the actuarially determined contribution amount that the State owes for the fiscal year ending June 30, 2022. The pension expense is deemed to be a State administrative expense due to the special funding situation.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

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

At June 30, 2023, the District's liability was \$11,163,974 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021 which was rolled forward to June 30, 2022. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2022, the District's proportion was 0.074%, which was a decrease of 0.004% from its proportion measured as of June 30, 2021.

For the fiscal year ended June 30, 2023, the District recognized an actual pension benefit in the amount of \$593,117. Additionally, for the fiscal year ended June 30, 2022, the State recognized pension expense on behalf of the District in the amount of \$23,489 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2023 financial statements.

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

At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to pensions.

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2018	5.63		\$ 268,360
	2019	5.21		335,360
	2020	5.16		986,140
	2021	5.13		81,829
	2022	5.04	\$ 34,590	
				34,590
Changes in Proportion	2018	5.63	62,240	
	2019	5.21	1,135	
	2020	5.16	305,700	
	2021	5.13	246,082	
	2022	5.04		542,353
				615,157

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

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

	<u>Deferral</u> <u>Year</u>	<u>Amortization</u> <u>Period</u> <u>in Years</u>	<u>Deferred</u> <u>Outflows of</u> <u>Resources</u>	<u>Deferred</u> <u>Inflows of</u> <u>Resources</u>
Net Difference Between Projected and Actual	2019	5.00	\$ 11,044	
Investment Earnings on Pension Plan Investments	2020	5.00	331,870	
	2021	5.00	(2,069,990)	
	2022	5.00	2,189,143	
			<u>462,067</u>	
Difference Between Expected and Actual	2018	5.63		\$ 10,219
Experience	2019	5.21	25,635	
	2020	5.16	54,941	
	2021	5.13		27,508
	2022	5.04		33,330
			<u>80,576</u>	<u>71,057</u>
District Contribution Subsequent to the				
Measurement Date	2022	1.00	<u>930,000</u>	
			<u>\$ 2,122,390</u>	<u>\$ 2,285,099</u>

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

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Total</u>
2023	\$ (957,634)
2024	(487,883)
2025	(237,931)
2026	519,075
2027	(1,140)
	<u>\$ (1,165,513)</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

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	2.75 – 6.55% based on years of service
Investment Rate of Return	7.00%

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

The actuarial assumptions used in the July 1, 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 pension plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS' target asset allocation as of June 30, 2022 are summarized in the table on the following page.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return (Cont'd)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real 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 and the nonemployer contributing entity will be based upon 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

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

The following presents the District's proportionate share of the collective net pension liability as of June 30, 2022 calculated using the discount rate as disclosed below, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>June 30, 2022</u>		
	<u>1%</u>	<u>Current</u>	<u>1%</u>
	<u>Decrease</u>	<u>Discount Rate</u>	<u>Increase</u>
	<u>(6.00%)</u>	<u>(7.00%)</u>	<u>(8.00%)</u>
District's proportionate share of the Net Pension Liability	\$ 14,342,437	\$ 11,163,974	\$ 8,458,975

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

Pension Plan Fiduciary Net Position

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

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF), is a cost-sharing multiple-employer defined benefit pension plan with a special funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. The TPAF is administered by the State of New Jersey Division of Pensions and Benefits (the Division).

For additional information about the TPAF, please refer to the Division's annual financial statements which can be found at: www.state.nj.us/treasury/pensions/annual-reports.shtml.

Benefits Provided

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

The following represents the membership tiers for TPAF:

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

Contributions

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

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer. During the fiscal year ended 2023, the State of New Jersey contributed \$8,162,684 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required contribution of \$2,772,134.

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

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

At June 30, 2023, the State's proportionate share of the net pension liability associated with the District was \$103,004,322. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021 which was rolled forward to June 30, 2022. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2022, the District's proportion was 0.199%, which was a decrease of 0.0001% from its proportion measured as of June 30, 2021.

District's Proportionate Share of the Net Pension Liability	\$ -0-
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>103,004,322</u>
Total	<u>\$ 103,004,322</u>

For the fiscal year ended June 30, 2022, the State recognized pension expense on behalf of the District in the amount of \$2,772,134 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2023 financial statements.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

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

The State reported collective deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) related to pensions from the sources on the following page.

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2015	8.30	\$ 213,742,984	
	2016	8.30	1,695,809,748	
	2017	8.30		\$ 3,681,530,748
	2018	8.29		2,705,362,525
	2019	8.04		2,012,738,111
	2020	7.99	1,007,402,060	
	2021	7.93		11,041,509,093
	2022	7.83	96,143,072	
			<u>3,013,097,864</u>	<u>19,441,140,477</u>
Difference Between Expected and Actual Experience	2015	8.30	13,201,022	
	2016	8.30		21,088,845.00
	2017	8.30	65,502,212	
	2018	8.29	474,592,771	
	2019	8.04		78,198,040
	2020	7.99		5,368,990
	2021	7.93	146,524,969	
	2022	7.83		18,009,041
			<u>699,820,974</u>	<u>122,664,916</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2019	5.00	36,220,692	
	2020	5.00	482,791,080	
	2021	5.00	(2,665,975,358)	
	2022	5.00	3,319,334,659	
				<u>1,172,371,073</u>
			<u>\$ 4,885,289,911</u>	<u>\$ 19,563,805,393</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

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

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

Fiscal Year Ending June 30,	Total
2023	\$ (2,658,825,381)
2024	(3,823,762,872)
2025	(3,351,102,048)
2026	(1,509,375,379)
2027	(1,647,727,819)
Thereafter	(1,687,721,983)
	\$ (14,678,515,482)

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	2.75 – 5.65% based on years of service
Investment Rate of Return	7.00%

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real 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 – TPAF

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 made based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all projected benefit payments in determining the total pension liability.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

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

The following presents the State's proportionate share of the net pension liability associated with the District as of June 30, 2022 calculated using the discount rate as disclosed above, as well as what the State's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2022		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
State's Proportionate Share of the Net Pension Liability Associated with the District	\$ 120,774,757	\$ 103,004,322	\$ 88,034,964

Pension Plan Fiduciary Net Position - TPAF

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

C. Defined Contribution Retirement Program (DCRP):

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

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

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

For DCRP, the District recognized pension expense of \$20,329 for the fiscal year ended June 30, 2023. Employee contributions to DCRP amounted to \$33,217 for the year ended June 30, 2023.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

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. Health benefits are provided to employees through the State of New Jersey Health Benefits Plan.

New Jersey Unemployment Compensation Insurance

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method”. Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State.

The following is a summary of District contributions, employee contributions, interest earnings, reimbursements to the State for benefits paid and the ending balance of the District’s Unemployment Compensation Restricted Fund Balance in the General Fund for the current and previous two fiscal years:

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Interest Earned</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2022-2023	-0-	\$ 6,978	\$ 48,299	\$ 50,587	\$ 224,185
2021-2022	-0-	431	43,773	-0-	219,495
2020-2021	-0-	283	49,155	17,472	175,291

Property and Liability Insurance

The District is a member of the Northeast Bergen School Board Insurance Group (“NESBIG”) and maintains commercial insurance coverage for property, liability, student accident and surety bonds. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report.

A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report. NESBIG is a risk-sharing public entity risk management pool that is an insured and self-administered group of school boards established for the purpose of providing low-cost insurance for its respective members in order to keep local property taxes to a minimum. Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for NESBIG are elected.

As a member of NESBIG, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of NESBIG were to be exhausted, members would become responsible for their respective shares of the liabilities. NESBIG can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided among the members in the same ratio as their individual assessment related to the total assessment of the membership body.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 12. RISK MANAGEMENT (Cont'd)

The audit report for the fiscal year ended June 30, 2023 was not available as of the date of this report. Selected, summarized financial information for NESBIG as of June 30, 2022 is as follows:

Total Assets	\$ 30,411,159
Net Position	\$ 17,613,833
Total Revenue	\$ 16,642,103
Total Expenses	\$ 18,220,220
Change in Net Position	\$ (1,578,117)
Member Dividends	\$ 2,231,474

Financial statements for NESBIG are available at the Executive Director's Office:

Burton Agency
44 Bergen Street
PO Box 270
Westwood, NJ 07675
(201) 664-0310

NOTE 13. COMMITMENTS AND CONTINGENCIES

Litigation

The Board is periodically involved in lawsuits arising in the normal course of business, including claims regarding special education, disputes over contract awards and performance, and employment matters. The Board does not believe that the ultimate outcome of these cases will have a material negative effect on the District's financial position.

Grant Programs

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

Encumbrances

At June 30, 2023, there were encumbrances as detailed below in the governmental funds. All of the governmental funds are considered to be major funds.

Governmental Funds			
	Special	Capital	Total
General	Revenue	Projects	Governmental Funds
\$ 957,154	\$ 313,622	\$ 1,455,128	\$ 2,725,904

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 13. COMMITMENTS AND CONTINGENCIES (Cont'd)

Encumbrances (Cont'd)

On the District's Governmental Fund Balance Sheet as of June 30, 2023, \$-0- is assigned for year-end encumbrances in the Special Revenue Fund, which is \$313,622 less than the actual year-end encumbrances on a budgetary basis. On the GAAP basis, encumbrances are not recognized until paid and this non-recognition of encumbrances on a GAAP basis is also reflected as either a reduction in grants receivable or an increase in unearned revenue in the Special Revenue Fund. The \$1,455,128 of year-end encumbrances in the Capital Projects Fund are included in the committed fund balance on a GAAP basis at June 30, 2023.

NOTE 14. INTERFUND RECEIVABLES AND PAYABLES AND TRANSFERS

The following interfund balances existed at June 30, 2023:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 2,168,277	
Special Revenue		\$ 196,976
Capital Projects Fund		143,271
Proprietary Funds - Transportation - Region II		1,057,479
Proprietary Funds - Food Service Fund		159,836
Proprietary Funds - Transportation		47,572
Proprietary Funds - Milestone Program		563,143
	<u>\$ 2,168,277</u>	<u>\$ 2,168,277</u>

The General Fund interfund receivable consists of monies loaned to Special Revenue and the Proprietary Funds (Transportation, Food Service, and Milestone Program) to meet short-term cash flow needs as Special Revenue and the Proprietary Funds have outstanding receivables at fiscal year end; as well as interest earned in the Capital Projects Fund not yet turned over.

NOTE 15. 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 fiscal years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows:

AXA-Equitable	Legends	MetLife
Oldham	Valic	Vangaurd
Security Benefit	Lincoln Investment Planning	National Life Group

NOTE 16. TAX CALENDAR

Property taxes are levied by the District's constituent municipalities as of January 1 on property values assessed as of the previous calendar year. The tax levy is divided into two billings. The first billing is an estimate of the current year's levy based on the prior year's taxes. The second billing reflects adjustments to the current year's actual levy.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 16. TAX CALENDAR (Cont'd)

The final tax bill is usually mailed on or before June 14th, along with the first half estimated tax bills for the subsequent year. The first half estimated taxes are divided into two due dates, February 1 and May 1. The final tax bills are also divided into two due dates, August 1 and November 1. A ten-day grace period is usually granted before the taxes are considered delinquent and there is an imposition of interest charges. A penalty may be assessed for any unpaid taxes in excess of \$10,000 at December 31 of the current year. Unpaid taxes of the current and prior year may be placed in lien at a tax sale held after December 10.

Taxes are collected by the constituent municipalities and are remitted to the District on a predetermined mutually agreed-upon schedule.

NOTE 17. ACCOUNTS PAYABLE

The following accounts payable balances existed as of June 30, 2023:

	<u>Governmental Funds</u>				<u>District Contribution Subsequent to Measurement Date</u>	<u>Total Governmental Activities</u>	<u>Business- Type Proprietary Funds</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Total Governmental Funds</u>			
Vendors	\$ 1,263,834	\$ 77,529	\$ 540,226	\$ 1,881,589		\$ 1,881,589	\$ 40,443
Payroll Deductions and Withholdings	61,335			61,335		61,335	
Due to:							
State of New Jersey					\$ 842,133	842,133	87,867
	<u>\$ 1,325,169</u>	<u>\$ 77,529</u>	<u>\$ 540,226</u>	<u>\$ 1,942,924</u>	<u>\$ 842,133</u>	<u>\$ 2,785,057</u>	<u>\$ 128,310</u>

NOTE 18. ECONOMIC DEPENDENCY

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

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

State Health Benefit Program Fund – Local Education Retired Employees Plan

General Information about the OPEB Plan

Plan Description and Benefits Provided

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

The State of New Jersey reports a liability as a result of its statutory requirements to pay other post-employment (health) benefits for the State Health Benefit Local Education Retired Employees Plan. The State Health Benefit Local Education Retired Employees Plan is a multiple-employer defined benefit OPEB plan that is administered on a pay-as-you-go basis.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

(Continued)

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

General Information about the OPEB Plan (Cont'd)

Plan Description and Benefits Provided (Cont'd)

Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for the Postemployment Benefits Other than Pensions*. The State Health Benefits Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

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

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

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

Employees Covered by Benefit Terms

At June 30, 2021, the plan membership consisted of the following:

Retirees Plan Members and Spouses of Retirees Currently Receiving Benefit Payments	151,669
Active Plan Members	213,148
Total	364,817

Total Nonemployer OPEB Liability

The total nonemployer 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.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

Actuarial Assumptions and Other Inputs

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

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

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

Mortality Rates

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

Health Care Trend Assumptions

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

Discount Rate

The discount rate used to measure the total OPEB liability was 3.54%. This represents the municipal bond rate as chosen by the State of New Jersey Division of Pensions and Benefits. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

Changes in the State’s Proportionate Share of the Total OPEB Liability Attributable to the District

	Total OPEB Liability
Balance at June 30, 2021	\$ 94,156,057
Changes for Year:	
Service Cost	4,114,422
Interest on the Total OPEB Liability	2,105,053
Changes of Assumptions	(21,308,527)
Differences between Expected and Actual Experience	2,383,892
Gross Benefit Payments by the State	(2,085,118)
Contributions from Members	66,892
Net Changes	(14,723,386)
Balance at June 30, 2022	\$ 79,432,671

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

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2022, calculated using the discount rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2022		
	At 1% Decrease (2.54%)	At Discount Rate (3.54%)	At 1% Increase (4.54%)
Total OPEB Liability Attributable to the District	\$ 93,364,749	\$ 79,432,671	\$ 68,266,807

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

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2022, calculated using the healthcare trend rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were calculated using a healthcare trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

Sensitivity of the Total Nonemployer OPEB Liability Attributable to the District to Changes in the Healthcare Trend Rate (Cont'd)

	June 30, 2022		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability Attributable to the District	\$ 65,655,958	\$ 79,432,671	\$ 97,529,220

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

For the fiscal year ended June 30, 2023 the District recognized OPEB expense of \$2,699,591 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

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

At June 30, 2022 the State had deferred outflows of resources and deferred inflows of resources related to OPEB associated with the District from the following sources:

	Deferral Year	Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		\$ 4,124,229
	2018	9.51		3,935,688
	2019	9.29	\$ 555,660	
	2020	9.24	13,119,371	
	2021	9.24	72,753	
	2022	9.13		18,974,625
				13,747,784
Differences between Expected and Actual Experience	2018	9.51		3,720,450
	2019	9.29		6,540,145
	2020	9.24	12,227,769	
	2021	9.24		13,991,118
	2022	9.13	1,954,114	
				14,181,883
Changes in Proportion	N/A	N/A	3,011,731	566,190
			\$ 30,941,398	\$ 51,852,445

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

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

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30,	Total
2023	\$ (3,947,839)
2024	(3,947,839)
2025	(3,947,839)
2026	(3,411,922)
2027	(1,950,982)
Thereafter	(6,150,167)
	\$ (23,356,588)

SCHEDULES OF REQUIRED
SUPPLEMENTARY INFORMATION

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST NINE FISCAL YEARS

	Fiscal Year Ending June 30,			
	2015	2016	2017	2018
District's proportion of the net pension liability	0.0651608925%	0.0678582550%	0.0683943911%	0.0699524789%
District's proportionate share of the net pension liability	\$ 12,080,929	\$ 15,232,818	\$ 20,256,456	\$ 16,283,819
District's covered employee payroll	4,535,887	4,617,790	4,699,693	4,775,762
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	266.34%	329.87%	431.02%	340.97%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%
				53.60%
				284.11%
				5,018,780
				\$ 14,258,820
				0.0724183890%
				0.0739758505%
				11,163,974
				5,788,469
				192.87%
				62.91%

	Fiscal Year Ending June 30,		
	2020	2021	2022
District's proportion of the net pension liability	0.0724400187%	0.0756837452%	0.0775329537%
District's proportionate share of the net pension liability	\$ 13,052,592	\$ 12,342,040	\$ 9,184,941
District's covered employee payroll	6,137,099	5,631,851	5,672,538
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	212.68%	219.15%	161.92%
Plan fiduciary net position as a percentage of the total pension liability	56.27%	58.32%	70.33%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST NINE FISCAL YEARS

	Fiscal Year Ending June 30,		
	2015	2016	2017
Contractually required contribution	\$ 537,177	\$ 538,329	\$ 567,557
Contributions in relation to the contractually required contribution	<u>(537,177)</u>	<u>(538,329)</u>	<u>(567,557)</u>
Contribution deficiency/(excess)	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
District's covered employee payroll	\$ 4,617,790	\$ 4,699,693	\$ 4,775,762
Contributions as a percentage of covered employee payroll	11.63%	11.45%	11.88%
			12.17%
			10.94%

	Fiscal Year Ending June 30,		
	2020	2021	2022
Contractually required contribution	\$ 650,919	\$ 827,942	\$ 908,001
Contributions in relation to the contractually required contribution	<u>(650,919)</u>	<u>(827,942)</u>	<u>(908,001)</u>
Contribution deficiency/(excess)	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
District's covered employee payroll	\$ 5,631,851	\$ 5,672,538	\$ 5,788,469
Contributions as a percentage of covered employee payroll	11.56%	14.60%	15.69%
			15.54%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
ATTRIBUTABLE TO THE DISTRICT
TEACHERS' PENSION AND ANNUITY FUND
LAST NINE FISCAL YEARS

	Fiscal Year Ending June 30,			
	2015	2016	2017	2018
State's proportion of the net pension liability attributable to the District	0.1868945847%	0.1849861808%	0.1884997318%	0.1941586831%
State's proportionate share of the net pension liability attributable to the District	\$ 99,889,073	\$ 116,919,166	\$ 148,285,854	\$ 130,908,794
District's covered employee payroll	\$ 19,161,369	\$ 19,161,369	\$ 19,640,775	\$ 20,425,197
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	521.30%	610.18%	754.99%	640.92%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.33%	25.41%
				26.49%

	Fiscal Year Ending June 30,		
	2020	2021	2022
State's proportion of the net pension liability attributable to the District	0.1994348243%	0.2002729746%	0.1996751863%
State's proportionate share of the net pension liability attributable to the District	\$ 122,395,036	\$ 131,877,344	\$ 95,994,222
District's covered employee payroll	\$ 22,000,991	\$ 22,581,441	\$ 22,935,719
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	556.32%	584.01%	418.54%
Plan fiduciary net position as a percentage of the total pension liability	26.95%	24.59%	35.52%
			32.29%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATE CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND
LAST NINE FISCAL YEARS

	Fiscal Year Ending June 30,				
	2015	2016	2017	2018	2019
Contractually required contribution	\$ 5,374,970	\$ 7,138,968	\$ 11,141,619	\$ 9,068,698	\$ 7,436,568
Contributions in relation to the contractually required contribution	(790,640)	(1,000,103)	(2,107,542)	(2,952,906)	(3,922,401)
Contribution deficiency/(excess)	<u>\$ 4,584,330</u>	<u>\$ 6,138,865</u>	<u>\$ 9,034,077</u>	<u>\$ 6,115,792</u>	<u>\$ 3,514,167</u>
District's covered employee payroll	\$ 19,161,369	\$ 19,640,775	\$ 20,425,197	\$ 20,961,007	\$ 22,000,991
Contributions as a percentage of covered employee payroll	28.05%	5.09%	10.32%	14.09%	17.83%
	Fiscal Year Ending June 30,				
	2020	2021	2022	2023	
Contractually required contribution	\$ 7,219,186	\$ 8,200,694	\$ 2,258,786	\$ 2,772,134	
Contributions in relation to the contractually required contribution	(4,392,753)	(5,804,316)	(8,218,591)	(8,162,684)	
Contribution deficiency/(excess)	<u>\$ 2,826,433</u>	<u>\$ 2,396,378</u>	<u>\$ (5,959,805)</u>	<u>\$ (5,390,550)</u>	
District's covered employee payroll	\$ 22,581,441	\$ 22,935,719	\$ 23,292,371	\$ 24,684,261	
Contributions as a percentage of covered employee payroll	19.45%	25.31%	35.28%	33.07%	

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF CHANGES IN THE STATE'S TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST SIX FISCAL YEARS

	Fiscal Years Ending June 30,					
	2017	2018	2019	2020	2021	2022
Total OPEB Liability						
Service Cost	\$ 3,282,360	\$ 2,725,923	\$ 2,504,282	\$ 2,569,390	\$ 4,633,111	\$ 4,114,422
Interest on the Total OPEB Liability	2,544,558	2,948,209	2,825,193	2,300,891	2,442,507	2,105,053
Changes of Benefit Terms					(100,218)	
Changes of Assumptions	(10,382,227)	(8,198,432)	954,902	19,071,944	92,892	(21,308,527)
Differences between Expected and Actual Experience		(4,728,801)	(11,775,555)	18,185,341	(15,459,706)	2,383,892
Gross Benefit Payments by the State	(1,865,485)	(1,910,358)	(1,965,962)	(1,817,675)	(1,924,012)	(2,085,118)
Contributions from Members	68,692	66,025	58,277	55,094	62,443	66,892
Net Change in Total OPEB Liability	(6,352,102)	(9,097,434)	(7,398,863)	40,364,985	(10,252,983)	(14,723,386)
Total OPEB Liability - Beginning	86,892,454	80,540,352	71,442,918	64,044,055	104,409,040	94,156,057
Total OPEB Liability - Ending	<u>\$ 80,540,352</u>	<u>\$ 71,442,918</u>	<u>\$ 64,044,055</u>	<u>\$ 104,409,040</u>	<u>\$ 94,156,057</u>	<u>\$ 79,432,671</u>
District's Covered Employee Payroll *	\$ 24,340,468	\$ 25,200,959	\$ 25,979,787	\$ 28,138,090	\$ 28,213,292	\$ 28,608,257
Total OPEB Liability as a Percentage of Covered Employee Payroll	331%	283%	247%	371%	334%	278%

* - Covered payroll for the fiscal years ending June 30, 2017 - 2022 are based on the payroll on the June 30, 2016 - 2021 census data.

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

In the July 1, 2021 actuarial valuation the salary increases were 2.75% – 6.55% based on years of service while in the July 1, 2020 actuarial valuation the salary increases were 2.00%-6.00% through 2026 and 3.00-7.00% thereafter based on years of service.

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. The actuarial assumptions used in the July 1, 2020 actuarial valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018.

B. TEACHERS' PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

In the July 1, 2021 actuarial valuation the salary increases were 2.75% – 5.65% based on years of service while in the July 1, 2020 actuarial valuation the salary increases were 1.55%-4.45% through 2026 and 2.75%-5.65% thereafter based on years of service.

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. The actuarial assumptions used in the July 1, 2020 actuarial valuation were based on the results of an actuarial experience study for the period July 1, 2015 to June 30, 2018.

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate for June 30, 2022 was 3.54%. The discount rate for June 30, 2021 was 2.16%, a change of 1.38%.

The salary increases for TPAF/ABP thereafter were 1.55% - 4.45% through 2026 and 2.75% - 5.65% for thereafter in the valuation as of June 30, 2021. The salary increases for TPAF/ABP were 2.75% - 4.25% in the valuation as of June 30, 2022.

The salary increases for PERS were 2.00% - 6.00% through 2026 and 3.00% - 7.00% for thereafter in the valuation as of June 30, 2021. The salary increases for PERS were 2.75% - 6.55% in the valuation as of June 30, 2022.

The salary increases for PFRS were 3.25% - 15.25% through 2026 and not applicable for thereafter in the valuation as of June 30, 2021. The salary increases for PFRS were 3.25% - 16.25% in the valuation as of June 30, 2022.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN (Cont'd)

Changes of Actuarial Assumptions (Cont'd)

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

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

The health care trend rates in the valuation as of June 30, 2021 were based on the following:

For pre-Medicare medical benefits, the trend rate is initially 5.65% and decreases to a 4.5% long term trend rate after seven years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rates for fiscal years 2022 through 2023 are reflected. For PPO the trend is initially 5.74% in fiscal year 2024, increasing to 12.93% in fiscal year 2025 and decreasing to 15.23% in fiscal year 2025 and decreasing to 4.5% after 11 years. For HMO the trend is initially 6.01% in fiscal year 2024, increasing to 15.23% in fiscal year 2025 and decreasing to 4.5% after 11 years. For prescription drug benefits, the initial trend rate is 6.75% and decreases to a 4.5% long term rate after seven years.

BUDGETARY COMPARISON SCHEDULES

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues from Local Sources:					
Local Tax Levy	\$ 52,612,092		\$ 52,612,092	\$ 52,612,092	\$ 29,381
Tuition From Individuals				879,836	63,614
Tuition From Other LEAs Within the State	816,222		816,222	20,903	20,903
Rents and Royalties				1,796,356	1,512,806
Unrestricted Miscellaneous Revenues	283,550		283,550	750	
Interest Earned on Emergency Reserve	750		750		
Interest Earned on Maintenance Reserve	1,250		1,250		
Interest Earned on Capital Reserve Funds	5,000		5,000		
Other Restricted Miscellaneous Revenues				6,978	6,978
Total Revenues from Local Sources	53,718,864		53,718,864	55,352,546	1,633,682
Revenues from State Sources:					
Categorical Transportation Aid	363,359		363,359	363,359	
Extraordinary Aid				979,191	979,191
Categorical Special Education Aid	1,890,404		1,890,404		
Categorical Security Aid	71,406		71,406		
Nonpublic Transportation Aid				49,920	49,920
State Reimbursement for Lead Testing of Drinking Water				5,550	5,550
Homeless Tuition Reimbursement				7,091	7,091
TPAF Post Retirement Contributions (Non-Budgeted)				2,174,068	2,174,068
TPAF Pension Contributions (Non-Budgeted)				8,162,684	8,162,684
TPAF Non-Contributory Insurance (Non-Budgeted)				113,248	113,248
TPAF Long-Term Disability Insurance (Non-Budgeted)				2,243	2,243
Reimbursed TPAF Social Security Contributions				1,782,382	1,782,382
Total Revenues from State Sources	2,325,169		2,325,169	15,601,546	13,276,377
Revenues from Federal Sources:					
Medicaid Reimbursement	17,071		17,071	10,218	(6,853)
Total Revenues from Federal Sources	17,071		17,071	10,218	(6,853)
TOTAL REVENUE	56,061,104		56,061,104	70,964,310	14,903,206

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
GENERAL CURRENT EXPENSE					
Regular Programs - Instruction:					
Grades 9-12 - Salaries of Teachers	\$ 16,138,453	\$ (209,440)	\$ 15,929,013	\$ 15,875,534	\$ 53,479
Regular Programs - Home Instruction:					
Salaries of Teachers	100,000	(1)	99,999	19,842	80,157
Purchased Professional-Educational Services	40,000	(3,000)	37,000	23,251	13,749
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	387,936	33,751	421,687	421,687	
Purchased Professional-Educational Services		3,000	3,000	3,000	
Other Purchased Services (400-500 series)	1,668,326	(16,170)	1,652,156	1,318,324	333,832
General Supplies	410,911	13,854	424,765	380,290	44,475
Textbooks	105,190	(9,867)	95,323	83,989	11,334
Other Objects	56,508	7,549	64,057	38,548	25,509
Total Regular Programs - Instruction	18,907,324	(180,324)	18,727,000	18,164,465	562,535
Special Education - Instruction:					
Learning and/or Language Disabilities:					
Salaries of Teachers	468,381	110,576	578,957	578,957	
Other Salaries for Instruction	281,848	56,393	338,241	338,241	
General Supplies	8,978	(1,816)	7,162	4,762	2,400
Textbooks	899		899	800	99
Total Learning and/or Language Disabilities	760,106	165,153	925,259	922,760	2,499
Behavioral Disabilities:					
Salaries of Teachers	597,254	26,678	623,932	608,103	15,829
Other Salaries for Instruction	99,571	156	99,727	97,945	1,782
General Supplies	764		764	12	752
Textbooks	410		410	410	410
Total Behavioral Disabilities	697,999	26,834	724,833	706,060	18,773

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Resource Room/Resource Center:					
Salaries of Teachers	\$ 2,030,887	\$ (28,546)	\$ 2,002,341	\$ 1,912,605	\$ 89,736
Other Salaries for Instruction	463,260	(124,124)	339,136	332,958	6,178
General Supplies	2,900		2,900	265	2,635
Total Resource Room/Resource Center	<u>2,497,047</u>	<u>(152,670)</u>	<u>2,344,377</u>	<u>2,245,828</u>	<u>98,549</u>
Home Instruction:					
Salaries of Teachers	20,000	14,595	34,595	34,595	
Purchased Professional-Educational Services	17,300	7,486	24,786	24,731	55
Total Home Instruction	<u>37,300</u>	<u>22,081</u>	<u>59,381</u>	<u>59,326</u>	<u>55</u>
TOTAL SPECIAL EDUCATION - INSTRUCTION	<u>3,992,452</u>	<u>61,398</u>	<u>4,053,850</u>	<u>3,933,974</u>	<u>119,876</u>
Bilingual Education - Instruction:					
Salaries of Teachers	23,449		23,449	23,449	
Total Bilingual Education - Instruction	<u>23,449</u>		<u>23,449</u>	<u>23,449</u>	
School-Spon. Cocurricular & Extracurricular Actvts. - Inst.:					
Salaries	425,735	98,146	523,881	523,881	
Purchased Services (300-500 series)	3,340	1,949	5,289	5,103	186
Supplies and Materials	83,013	(12,056)	70,957	49,848	21,109
Other Objects	49,960	10,183	60,143	49,745	10,398
Total School-Spon. Cocurricular & Extracurricular Actvts. - Inst.	<u>562,048</u>	<u>98,222</u>	<u>660,270</u>	<u>628,577</u>	<u>31,693</u>
School-Sponsored Athletics - Instruction:					
Salaries	1,177,260	9,670	1,186,930	1,143,540	43,390
Purchased Services (300-500 series)	342,203	(12,435)	329,768	300,783	28,985
Supplies and Materials	172,341	(5,537)	166,804	157,563	9,241
Other Objects	108,006	(106)	107,900	94,311	13,589
Total School-Sponsored Athletics - Instruction	<u>1,799,810</u>	<u>(8,408)</u>	<u>1,791,402</u>	<u>1,696,197</u>	<u>95,205</u>

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Before/After School Programs - Instruction:					
Salaries of Teachers	\$ 2,401	\$ 2,401	\$ 2,401	\$ 2,055	\$ 346
Total Before/after School Programs - Instruction	2,401	2,401	2,401	2,055	346
Total Before/after School Programs	2,401	2,401	2,401	2,055	346
Summer School - Instruction:					
Salaries of Teachers	12,650	12,650	12,650	12,650	
Total Summer School - Instruction	12,650	12,650	12,650	12,650	
Total Summer School	12,650	12,650	12,650	12,650	
TOTAL INSTRUCTION	\$ 25,285,083	(14,061)	25,271,022	24,461,367	809,655
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Special	1,302,575	(232,929)	1,069,646	1,011,755	57,891
Tuition to County Voc. School Dist.-Regular	1,010,556	(35,514)	975,042	955,631	19,411
Tuition to County Voc. School Dist.-Special	161,019	114,331	275,350	240,680	34,670
Tuition to CSSD & Reg. Day Schools	332,791	111,666	444,457	434,657	9,800
Tuition to Priv. Sch. for the Handicap. W/I State	2,154,828	(132,893)	2,021,935	1,577,758	444,177
Tuition to Priv Sch Handicap & Oth LEAs-Spl,O/S St	40,605	104,561	145,166	145,166	
Tuition - Other	260,948	268,224	529,172	422,604	106,568
Total Undistributed Expenditures - Instruction	5,263,322	197,446	5,460,768	4,788,251	672,517
Undistributed Expend. - Attend. & Social Work:					
Salaries	60,499	3,048	63,547	63,547	
Purchased Professional and Technical Services	40,000	(40,000)			
Total Undist. Expend. - - Attend. & Social Work	100,499	(36,952)	63,547	63,547	

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Health Services:					
Salaries	\$ 313,310	\$ 31,099	\$ 344,409	\$ 343,964	\$ 445
Other Purchased Services (400-500 series)	60,324	(6,099)	54,225	21,821	32,404
Supplies and Materials	7,100		7,100	4,218	2,882
Other Objects	3,000		3,000		3,000
Total Undist. Expenditures - Health Services	383,734	25,000	408,734	370,003	38,731
Undist. Expend. - Speech, OT, PT, Related Svcs:					
Purchased Professional - Educational Services	118,405	8,400	126,805	57,435	69,370
Total Undist. Expend. - Speech, OT, PT, Related Svcs	118,405	8,400	126,805	57,435	69,370
Undist. Expend.-Other Supp.Serv.Students-Extra.Serv.:					
Salaries	41,819	4,848	46,667	46,667	
Purchased Professional - Educational Services	542,169	(42,717)	499,452	347,870	151,582
Total Undist. Expend. - Other Supp. Svcs. Students - Extra. Serv.	583,988	(37,869)	546,119	394,537	151,582
Undist. Expend.-Guidance:					
Salaries of Other Professional Staff	1,639,025	11,718	1,650,743	1,648,117	2,626
Salaries of Secretarial and Clerical Assistants	272,414	(1,717)	270,697	270,697	
Other Purchased Services (400-500 series)	21,250		21,250	150	21,100
Supplies and Materials	11,100		11,100	6,244	4,856
Other Objects	41,900		41,900	32,732	9,168
Total Undist Expend. - Guidance	1,985,689	10,001	1,995,690	1,957,940	37,750
Undist. Expend.-Child Study Team:					
Salaries of Other Professional Staff	865,927	8,399	874,326	868,455	5,871
Salaries of Secretarial and Clerical Assistants	139,096	1,834	140,930	140,930	
Purchased Professional - Educational Services	110,151	261	110,412	102,828	7,584
Supplies and Materials	15,180	(1,520)	13,660	11,924	1,736
Other Objects	15,500		15,500	14,999	501
Total Undist Expend. - Child Study Team	1,145,854	8,974	1,154,828	1,139,136	15,692

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Improv. of Inst. Serv.:					
Salaries of Supervisors of Instruction	\$ 1,775,130	\$ (47,027)	\$ 1,728,103	\$ 1,671,175	\$ 56,928
Salaries of Secretarial and Clerical Assistants	55,375	(865)	54,510	54,510	
Unused Vacation Payment to Terminated/Retired Staff	22,549		22,549		22,549
Sal of Facilitators, Math Coaches & Literacy Coaches	87,849	17,375	105,224	105,224	
Other Purchased Services (400-500 series)	37,367		37,367	19,890	17,477
Other Objects	13,648		13,648	13,633	15
Total Undist. Expend.-Improv. of Inst. Serv.	1,991,918	(30,517)	1,961,401	1,864,432	96,969
Undist. Expend.-Edu. Media Serv./Sch. Library:					
Salaries	236,384	2,400	238,784	238,092	692
Purchased Professional and Technical Services	4,300	143	4,443	4,443	
Supplies and Materials	78,275	(52,562)	25,713	19,047	6,666
Other Objects		49,949	49,949	49,944	5
Total Undist Expend-Edu. Media Serv./Sch. Library	318,959	(70)	318,889	311,526	7,363
Undist.Expend.-Instructional Staff Training Services:					
Salaries of Supervisors of Instruction	83,244	4,587	87,831	87,580	251
Salaries of Other Professional Staff		42,077	42,077	42,077	
Salaries of Secretarial and Clerical Assistants	57,808	3,941	61,749	61,749	
Purchased Professional - Educational Service	156,080	4,724	160,804	136,866	23,938
Other Purchased Services (400-500 series)	75,550	(29,161)	46,389	44,971	1,418
Supplies and Materials	13,000	37,423	50,423	13,464	36,959
Other Objects	60,645	(37,053)	23,592	20,702	2,890
Total Undist.Expend.-Instructional Staff Training Services	446,327	26,538	472,865	407,409	65,456
Undist. Expend.-Support Serv.-Gen. Admin.:					
Salaries	541,852	8,505	550,357	550,357	
Legal Services	70,000	53,804	123,804	114,793	9,011
Audit Fees	50,000	(1,416)	48,584	48,584	
Architectural/Engineering Services	79,260	34,264	113,524	49,688	63,836

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Support Serv.-Gen. Admin. (Cont'd):					
Other Purchased Professional Services	\$ 68,830	\$ 9,725	\$ 78,555	\$ 31,891	\$ 46,664
Communications / Telephone	36,000	2,000	38,000	16,684	21,316
BOE Other Purchased Services	5,400		5,400		5,400
Other Purch. Serv. (400-500 series other than 530 & 585)	95,264	(3,933)	91,331	80,999	10,332
General Supplies	14,486		14,486	12,642	1,844
Miscellaneous Expenditures	112,050	(5,525)	106,525	97,131	9,394
BOE Membership Dues and Fees	26,000	(9,200)	16,800	16,781	19
Total Undist. Expend.-Support Serv.-Gen. Admin.	<u>1,099,142</u>	<u>88,224</u>	<u>1,187,366</u>	<u>1,019,550</u>	<u>167,816</u>
Undist. Expend.-Support Serv.-School Admin.:					
Salaries of Principals/Assistant Principals/Prog Director	1,111,966	30,895	1,142,861	1,126,984	15,877
Salaries of Secretarial and Clerical Assistants	355,715	(654)	355,061	353,088	1,973
Unused Vacation Payment to Terminated/Retired Staff	6,009		6,009		6,009
Purchased Professional and Technical Services		20,000	20,000		20,000
Other Purchased Services (400-500 series)	30,300	(301)	29,999	18,268	11,731
Supplies and Materials	16,200	(679)	15,521	10,763	4,758
Other Objects	1,050	(76)	974	674	300
Total Undist. Expend.-Support Serv.-School Adm.	<u>1,521,240</u>	<u>49,185</u>	<u>1,570,425</u>	<u>1,509,777</u>	<u>60,648</u>
Undist. Expend. - Central Services:					
Salaries	697,049	(6,835)	690,214	690,214	
Purchased Professional Services	28,000	5,980	33,980	15,500	18,480
Purchased Technical Services	25,210	22,649	47,859	17,703	30,156
Miscellaneous Purchased Services (400-500 series other than 594)	14,000	4,391	18,391	10,897	7,494
Supplies and Materials	8,000	3,224	11,224	8,036	3,188
Other Objects	11,650	6,265	17,915	16,554	1,361
Total Undist. Expend. - Central Services	<u>783,909</u>	<u>35,674</u>	<u>819,583</u>	<u>758,904</u>	<u>60,679</u>

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Admin. Info. Technology:					
Salaries	\$ 298,120	\$ 37,052	\$ 335,172	\$ 335,170	\$ 2
Other Purchased Services (400-500 series)	9,825	12,716	22,541	12,231	10,310
Supplies and Materials	4,271	4,573	8,844	8,491	353
Total Undist. Expend. - Admin. Info. Technology	<u>312,216</u>	<u>54,341</u>	<u>366,557</u>	<u>355,892</u>	<u>10,665</u>
Undist. Expend.-Required Maintenance for School Facilities:					
Salaries	682,409	(5,015)	677,394	645,627	31,767
Unused Vacation Payment to Terminated/Retired Staff	4,274		4,274		4,274
Cleaning, Repair, and Maintenance Services	2,100,697	149,884	2,250,581	1,396,688	853,893
Lead Testing of Drinking Water	4,091		4,091	3,762	329
General Supplies	227,602	(24,457)	203,145	129,993	73,152
Other Objects	3,200	825	4,025	3,855	170
Total Undist. Expend.- Required Maint. for School Facilities	<u>3,022,273</u>	<u>121,237</u>	<u>3,143,510</u>	<u>2,179,925</u>	<u>963,585</u>
Undist. Expend.-Custodial Services:					
Salaries	1,859,391	(15,284)	1,844,107	1,728,088	116,019
Unused Vacation Payment to Terminated/Retired Staff	4,273		4,273		4,273
Purchased Professional and Technical Services	63,503	24,967	88,470	82,875	5,595
Cleaning, Repair, and Maintenance Services	48,800	1,860	50,660	31,270	19,390
Rental of Land & Bldg. Oth. than Lease Pur. Agrmt.	159,500	28,133	187,633	162,539	25,094
Other Purchased Property Services	73,898	(391)	73,507	62,903	10,604
Insurance	329,768	40,045	369,813	369,813	
Miscellaneous Purchased Services	234,385	36,682	271,067	193,473	77,594
General Supplies	136,596	27,582	164,178	159,844	4,334
Energy (Natural Gas)	265,000		265,000	205,035	59,965
Energy (Electricity)	615,000	(65,234)	549,766	530,739	19,027
Other Objects	21,900	2,329	24,229	20,110	4,119
Total Undist. Expend.-Custodial Services	<u>3,812,014</u>	<u>80,689</u>	<u>3,892,703</u>	<u>3,546,689</u>	<u>346,014</u>

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Care and Upkeep of Grounds:					
Salaries	\$ 70,316		\$ 70,316	\$ 69,837	\$ 479
Cleaning, Repair, and Maintenance Services	141,725	\$ 13,800	155,525	135,475	20,050
General Supplies	34,414	(8,217)	26,197	23,215	2,982
Total Care And Upkeep Of Grounds	<u>246,455</u>	<u>5,583</u>	<u>252,038</u>	<u>228,527</u>	<u>23,511</u>
Security:					
Purchased Professional and Technical Services	379,769		379,769	354,540	25,229
Cleaning, Repair, and Maintenance Services	47,421		47,421	22,059	25,362
General Supplies	18,800		18,800	12,145	6,655
Total Security	<u>445,990</u>		<u>445,990</u>	<u>388,744</u>	<u>57,246</u>
Total Undist. Expend.-oper. And Maint. Of Plant Serv.	<u>7,526,732</u>	<u>207,509</u>	<u>7,734,241</u>	<u>6,343,885</u>	<u>1,390,356</u>
Undist. Expend.-Student Transportation Serv.:					
Sal. for Pupil Trans. (Bet. Home and Sch)-Reg.	77,897	1,116	79,013	79,013	
Sal. for Pupil Trans. (Oth. than Bet. Home & Sch)		26,536	26,536	25,955	581
Other Purchased Professional and Technical Services		10,745	10,745	10,745	
Cleaning, Repair, and Maint. Services	11,700	(8,714)	2,986	1,920	1,066
Contract. Serv. - Aid in Lieu of Payments-Nonpublic Studts	150,000	(6,530)	143,470	142,058	1,412
Contract. Serv.(Bet. Home & Sch.)-Vendors	777,790	425,547	1,203,337	962,018	241,319
Contract. Serv.(Oth. than Bet. Home & Sch.)-Vend.	497,071	11,500	508,571	441,136	67,435
Contract. Serv.(Spl. Ed. Students)-Joint Agrmnts	1,176,239	411,756	1,587,995	1,570,242	17,753
Transportation Supplies		132	132		132
Other Objects	800	2,000	2,800	2,460	340
Total Undist. Expend.-Student Trans. Serv.	<u>2,691,497</u>	<u>874,088</u>	<u>3,565,585</u>	<u>3,235,547</u>	<u>330,038</u>

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
UNALLOCATED BENEFITS					
Social Security Contributions	\$ 690,000	\$ (24,525)	\$ 665,475	\$ 665,475	
Other Retirement Contributions - PERS	930,500	(80,146)	850,354	845,588	\$ 4,766
Other Retirement Contributions - Regular	25,000	1,966	26,966	20,329	6,637
Workers Compensation	215,244	(84,860)	130,384	123,124	7,260
Health Benefits	5,495,234	(138,088)	5,357,146	5,093,804	263,342
Tuition Reimbursement	59,000	2,000	61,000	47,200	13,800
Other Employee Benefits	178,000		178,000	105,299	72,701
Unused Sick Payment to Terminated/Retired Staff	135,000	(20,626)	114,374	15,055	99,319
TOTAL UNALLOCATED BENEFITS	<u>7,727,978</u>	<u>(344,279)</u>	<u>7,383,699</u>	<u>6,915,874</u>	<u>467,825</u>
ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)					
TPAF Post Retirement Contributions (Non-Budgeted)				2,174,068	(2,174,068)
TPAF Pension Contributions (Non-Budgeted)				8,162,684	(8,162,684)
TPAF Non-Contributory Insurance (Non-Budgeted)				113,248	(113,248)
TPAF Long-Term Disability Insurance (Non-Budgeted)				2,243	(2,243)
Reimbursed TPAF Social Security Contributions				1,782,382	(1,782,382)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)				<u>12,234,625</u>	<u>(12,234,625)</u>
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	<u>7,727,978</u>	<u>(344,279)</u>	<u>7,383,699</u>	<u>19,150,499</u>	<u>(11,766,800)</u>
TOTAL UNDISTRIBUTED EXPENDITURES	<u>34,001,409</u>	<u>1,135,693</u>	<u>35,137,102</u>	<u>43,728,270</u>	<u>(8,591,168)</u>
TOTAL GENERAL CURRENT EXPENSE	<u>59,286,492</u>	<u>1,121,632</u>	<u>60,408,124</u>	<u>68,189,637</u>	<u>(7,781,513)</u>

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
CAPITAL OUTLAY					
Equipment:					
Grades 9-12	\$ 9,652	\$ 75,639	\$ 85,291	\$ 85,291	
Vocational Programs:					
School-Sponsored and Other Instructional Programs	71,248	46,473	117,721	52,152	\$ 65,569
Undistributed:					
Undist. Expend.-Support Serv. - Inst. Staff		2,470	2,470	2,470	
Undist. Expend. - Required Maint for School Fac.		17,381	17,381	17,381	
Undist. Expend. - Custodial Services	14,748		14,748	14,748	
Undist. Expend. - Care and Upkeep of Grounds	31,678	16,019	47,697	40,843	6,854
School Buses - Special	155,916	417	156,333	156,333	
Total Equipment	<u>283,242</u>	<u>158,399</u>	<u>441,641</u>	<u>369,218</u>	<u>72,423</u>
Facilities Acquisition and Construction Serv.:					
Construction Services	1,460		1,460	1,460	
Assessment for Debt Service on SDA Funding	106,363		106,363	106,363	
Total Facilities Acquisition and Const. Serv.	<u>107,823</u>		<u>107,823</u>	<u>107,823</u>	
Assets Acquired Under Leases (Non-Budgeted):					
Central Services - Building				182,331	(182,331)
Total Assets Acquired Under Leases (Non-Budgeted)				<u>182,331</u>	<u>(182,331)</u>
TOTAL CAPITAL OUTLAY	<u>391,065</u>	<u>158,399</u>	<u>549,464</u>	<u>659,372</u>	<u>(109,908)</u>
TOTAL EXPENDITURES	<u>59,677,557</u>	<u>1,280,031</u>	<u>60,957,588</u>	<u>68,849,009</u>	<u>(7,891,421)</u>
Excess/(Deficit) of Revenues Over/(Under) Expenditures	<u>(3,616,453)</u>	<u>(1,280,031)</u>	<u>(4,896,484)</u>	<u>2,115,301</u>	<u>7,011,785</u>

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Financing Sources/(Uses):					
Return of Funds from Capital Projects Fund to Capital Reserve				\$ 421,512	\$ 421,512
Capital Projects Fund - Interest Earned				185,771	185,771
Leases (Non-budgeted)				182,331	182,331
Capital Reserve - Transfer to Capital Projects Fund	\$ (4,562,600)	\$ (42,500)	\$ (4,605,100)	(4,605,100)	
Total Other Financing Sources/(Uses)	<u>(4,562,600)</u>	<u>(42,500)</u>	<u>(4,605,100)</u>	<u>(3,815,486)</u>	<u>789,614</u>
Excess/(Deficit) of Revenues and Other Financing Sources					
Over/(Under) Expenditures and Other Financing Uses	(8,179,053)	(1,322,531)	(9,501,584)	(1,700,185)	7,801,399
Fund Balance, July 1	18,085,196		18,085,196	18,085,196	
Fund Balance, June 30	<u>\$ 9,906,143</u>	<u>\$ (1,322,531)</u>	<u>\$ 8,583,612</u>	<u>\$ 16,385,011</u>	<u>\$ 7,801,399</u>

Recapitulation:

Restricted Fund Balance:	
Excess Surplus - Restricted For 2024-2025	\$ 1,413,901
Excess Surplus - Restricted For 2023-2024	826,509
Capital Reserve	8,368,816
Maintenance Reserve	849,923
Emergency Reserve	262,750
Unemployment Compensation	224,185
Assigned Fund Balance:	
Year End Encumbrances	957,154
Designated for Subsequent Year's Expenditures	1,231,919
Unassigned Fund Balance	<u>2,249,854</u>
	<u>16,385,011</u>
Reconciliation to Governmental Funds Statement (GAAP):	
Last State Aid Payments not Recognized on GAAP basis	<u>(168,420)</u>
Fund Balance per Governmental Funds (GAAP)	<u>\$ 16,216,591</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Federal Sources	\$ 412,294	\$ 1,441,531	\$ 1,853,825	\$ 1,384,563	\$ (469,262)
State Sources	391,495	55,625	447,120	397,397	(49,723)
Local Sources	41,452	1,006,165	1,047,617	1,091,108	43,491
Total Revenues	845,241	2,503,321	3,348,562	2,873,068	(475,494)
EXPENDITURES:					
Instruction:					
Salaries	9,691	269,660	279,351	144,019	135,332
Purchased Professional/Technical Services		17,400	17,400	11,917	5,483
Tuition	380,267	262,620	642,887	642,887	
General Supplies	34,096	(4,117)	29,979	21,792	8,187
Textbooks	16,806	6,096	22,902	22,885	17
Total Instruction	440,860	551,659	992,519	843,500	149,019
Support Services:					
Salaries		17,539	17,539	15,499	2,040
Personal Services - Employee Benefits		22,091	22,091	11,582	10,509
Purchased Professional/Educational Services	244,654	278,991	523,645	298,213	225,432
Other Purchased Professional and Technical Services		165,221	165,221	147,640	17,581
Travel		5,000	5,000	2,905	2,095
Supplies and Materials	159,727	60,126	219,853	107,544	112,309
Scholarships Awarded		52,543	52,543	52,543	
Student Activities		993,481	993,481	993,481	
Total Support Services	404,381	1,594,992	1,999,373	1,629,407	369,966

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Facilities Acquisition and Construction Services:					
Non-Instructional Equipment	\$ 356,670		\$ 356,670	\$ 356,670	
Total Facilities Acquisition and Construction Services	356,670		356,670	356,670	
Total Expenditures	\$ 845,241	2,503,321	3,348,562	2,829,577	\$ 518,985
Excess/(Deficit) of Revenue Over/(Under) Expenditures	\$ -0-	\$ -0-	\$ -0-	\$ 43,491	\$ 43,491

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTES TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 70,964,310	\$ 2,873,068
Differences - Budgetary to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue while the GAAP Basis does not:		
Prior Year Encumbrances		41,236
Current Year Encumbrances		(313,622)
Prior Year State Aid Payments Recognized for GAAP Statements, not Recognized for Budgetary Purposes	134,335	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	<u>(168,420)</u>	
 Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	 <u>\$ 70,930,225</u>	 <u>\$ 2,600,682</u>
 Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 68,849,009	\$ 2,829,577
Differences - Budgetary 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:		
Prior Year Encumbrances		41,236
Current Year Encumbrances		<u>(313,622)</u>
 Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	 <u>\$ 68,849,009</u>	 <u>\$ 2,557,191</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTES TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Budgets/Budgetary Control:

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

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

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

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

SCHOOL LEVEL SCHEDULES
(NOT APPLICABLE)

SPECIAL REVENUE FUND

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Elementary and Secondary Education Act					ARP IDEA Basic
	Title I Part A	Title II, Part A	Title III Immigrant	Title IV	IDEA Part B, Basic Regular	
REVENUE:						
Federal Sources	\$ 37,438	\$ 17,321	\$ 277	\$ 377	\$ 443,915	\$ 23,137
State Sources						
Local Sources						
Total Revenue	37,438	17,321	277	377	443,915	23,137
EXPENDITURES:						
Instruction:						
Salaries	32,808					10,395
Purchased Professional/Technical Services						11,917
Tuition					396,545	
General Supplies			212	377		30
Textbooks						
Total Instruction	32,808		212	377	396,545	22,342
Support Services:						
Salaries	1,970	5,406				
Personal Services - Employee Benefits	2,660	414				795
Purchased Professional/Educational Services		5,099			47,370	
Other Purchased Professional and Technical Services						
Travel		2,905				
Supplies and Materials		3,497	65			
Scholarships Awarded						
Student Activities						
Total Support Services	4,630	17,321	65		47,370	795
Facilities Acquisition and Construction Services:						
Non-Instructional Equipment						
Total Facilities Acquisition and Construction Services						
Total Expenditures	\$ 37,438	\$ 17,321	\$ 277	\$ 377	\$ 443,915	\$ 23,137

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Climate Awareness Education	SDA Emergent Capital and Maintenance Needs	NJ Nonpublic Compensatory Education	Auxiliary and Handicapped Supplementary Instruction	Services Examination and Classification
REVENUE:					
Federal Sources					
State Sources	\$ 6,600	\$ 51,024	\$ 49,712	\$ 38,078	\$ 49,681
Local Sources					
Total Revenue	6,600	51,024	49,712	38,078	49,681
EXPENDITURES:					
Instruction:					
Salaries					
Purchased Professional/Technical Services					
Tuition					
General Supplies	6,600				
Textbooks					
Total Instruction	6,600				
Support Services:					
Salaries					
Personal Services - Employee Benefits					
Purchased Professional/Educational Services			49,712	38,078	49,681
Other Purchased Professional and Technical Services					
Travel					
Supplies and Materials					
Scholarships Awarded					
Student Activities					
Total Support Services			49,712	38,078	49,681
Facilities Acquisition and Construction Services:					
Non-Instructional Equipment		51,024			
Total Facilities Acquisition and Construction Services		51,024			
Total Expenditures	\$ 6,600	\$ 51,024	\$ 49,712	\$ 38,078	\$ 49,681

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	NJ Nonpublic				Nonpublic Teacher STEM Grant
	Textbooks	Nursing Services	Technology	Security Aid	
REVENUE:					
Federal Sources					
State Sources	\$ 22,885	\$ 51,072	\$ 14,573	\$ 93,000	\$ 20,772
Local Sources					
Total Revenue	<u>22,885</u>	<u>51,072</u>	<u>14,573</u>	<u>93,000</u>	<u>20,772</u>
EXPENDITURES:					
Instruction:					
Salaries					19,296
Purchased Professional/Technical Services					
Tuition					
General Supplies			14,573		
Textbooks	22,885				
Total Instruction	<u>22,885</u>		<u>14,573</u>		<u>19,296</u>
Support Services:					
Salaries					1,476
Personal Services - Employee Benefits					
Purchased Professional/Educational Services					
Other Purchased Professional and Technical Services		51,072			
Travel					
Supplies and Materials				93,000	
Scholarships Awarded					
Student Activities					
Total Support Services		<u>51,072</u>		<u>93,000</u>	<u>1,476</u>
Facilities Acquisition and Construction Services:					
Non-Instructional Equipment					
Total Facilities Acquisition and Construction Services					
Total Expenditures	<u>\$ 22,885</u>	<u>\$ 51,072</u>	<u>\$ 14,573</u>	<u>\$ 93,000</u>	<u>\$ 20,772</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	ACSERS	CARES Emergency Relief	ESSER II	CRRSA Learning Acceleration	Mental Health
REVENUE:					
Federal Sources	\$ 429,298	\$ 112	\$ 3,225	\$ 7,119	\$ 9,243
State Sources					
Local Sources					
Total Revenue	429,298	112	3,225	7,119	9,243
EXPENDITURES:					
Instruction:					
Salaries			2,995	6,613	
Purchased Professional/Technical Services					
Tuition	246,342				
General Supplies					
Textbooks					
Total Instruction	246,342		2,995	6,613	
Support Services:					
Salaries	8,123				
Personal Services - Employee Benefits			230	506	
Purchased Professional/Educational Services	78,265				9,243
Other Purchased Professional and Technical Services	96,568				
Travel					
Supplies and Materials		112			
Scholarships Awarded					
Student Activities					
Total Support Services	182,956	112	230	506	9,243
Facilities Acquisition and Construction Services:					
Non-Instructional Equipment					
Total Facilities Acquisition and Construction Services					
Total Expenditures	\$ 429,298	\$ 112	\$ 3,225	\$ 7,119	\$ 9,243

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	American Rescue Plan						Totals
	ESSER III	Evidence Based Summer Learning and Enrichment	Evidence Based Comprehensive Beyond the School Day	Student Activities	Scholarships	Other Local Grants	June 30, 2023
REVENUE:							
Federal Sources	\$ 399,627	\$ 3,197	\$ 10,277				\$ 1,384,563
State Sources				\$ 1,079,847	\$ 9,668	\$ 1,593	397,397
Local Sources				1,079,847	9,668	1,593	1,091,108
Total Revenue	399,627	3,197	10,277	1,079,847	9,668	1,593	2,873,068
EXPENDITURES:							
Instruction:							
Salaries	68,942	2,970					144,019
Purchased Professional/Technical Services							11,917
Tuition							642,887
General Supplies							21,792
Textbooks							22,885
Total Instruction	68,942	2,970					843,500
Support Services:							
Salaries							15,499
Personal Services - Employee Benefits	5,274	227					11,582
Purchased Professional/Educational Services	19,765		1,000				298,213
Other Purchased Professional and Technical Services							147,640
Travel							2,905
Supplies and Materials						1,593	107,544
Scholarships Awarded					52,543		52,543
Student Activities				993,481			993,481
Total Support Services	25,039	227	10,277	993,481	52,543	1,593	1,629,407
Facilities Acquisition and Construction Services:							
Non-Instructional Equipment	305,646						356,670
Total Facilities Acquisition and Construction Services	305,646						356,670
Total Expenditures	\$ 399,627	\$ 3,197	\$ 10,277	\$ 993,481	\$ 52,543	\$ 1,593	\$ 2,829,577

CAPITAL PROJECTS FUND

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SUMMARY SCHEDULE OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGETARY BASIS
CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Revenue and Other Financing Sources:	
Transfer from Capital Reserve	\$ 4,605,100
Interest Revenue	185,771
	<hr/>
Total Revenue and Other Financing Sources	4,790,871
	<hr/>
Expenditures and Other Financing Uses:	
Purchased Professional and Technical Services	33,192
Construction Services	2,241,867
Transfers Out:	
Unexpended Project Funds - Transfer to Capital Reserve	421,512
General Fund - Interest Earned	185,771
	<hr/>
Total Expenditures and Other Financing Uses	2,882,342
	<hr/>
Excess/(Deficiency) of Revenue and Other Financing Sources	
Over/(Under) Expenditures and Other Financing Uses	1,908,529
	<hr/>
Fund Balance - Beginning	4,358,346
	<hr/>
Fund Balance - Ending	\$ 6,266,875
	<hr/> <hr/>
Recapitulation:	
Committed Fund Balance	\$ 4,811,747
Committed Fund Balance - Year End Encumbrances	1,455,128
	<hr/>
Fund Balance per Governmental Funds (Budgetary/GAAP)	\$ 6,266,875
	<hr/> <hr/>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
54 WING ROOF CONSTRUCTION AT PASCACK VALLEY HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Prior Periods	Current Year	Totals	Revised Project Authorization
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 689,950		\$ 689,950	\$ 689,950
Total Revenue and Other Financing Sources	689,950		689,950	689,950
Expenditures and Other Financing Uses:				
Construction Services	21,857	\$ 415,159	437,016	689,950
Total Expenditures and Other Financing Uses	21,857	415,159	437,016	689,950
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	\$ 668,093	\$ (415,159)	\$ 252,934	\$ -0-
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 454,000			
Change Orders	\$ 235,950			
Revised Authorized Cost	\$ 689,950			
Change Order Percentage	51.97%			
Percentage Completion	63.34%			
Original Target Completion Date	6/30/22			
Revised Target Completion Date	9/30/23			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
HVAC FILTRATION UPGRADES PASCACK VALLEY HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 464,100		\$ 464,100	\$ 464,100
Total Revenue and Other Financing Sources	464,100		464,100	464,100
Expenditures and Other Financing Uses:				
Construction Services	49,606	\$ 361,802	411,408	464,100
Total Expenditures and Other Financing Uses	49,606	361,802	411,408	464,100
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	\$ 414,494	\$ (361,802)	\$ 52,692	\$ -0-
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 35,450			
Change Orders	\$ 428,650			
Revised Authorized Cost	\$ 464,100			
Change Order Percentage	1209.17%			
Percentage Completion	88.65%			
Original Target Completion Date	6/30/22			
Revised Target Completion Date	12/31/23			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
HVAC FILTRATION UPGRADES AT PASCACK HILLS HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Prior Periods	Current Year	Totals	Revised Project Authorization
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 674,100		\$ 674,100	\$ 674,100
Total Revenue and Other Financing Sources	674,100		674,100	674,100
Expenditures and Other Financing Uses:				
Construction Services	41,056	\$ 447,299	488,355	674,100
Total Expenditures and Other Financing Uses	41,056	447,299	488,355	674,100
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	\$ 633,044	\$ (447,299)	\$ 185,745	\$ -0-
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 22,750			
Change Orders	\$ 651,350			
Revised Authorized Cost	\$ 674,100			
Change Order Percentage	2863.08%			
Percentage Completion	72.45%			
Original Target Completion Date	6/30/22			
Revised Target Completion Date	12/31/23			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
A WING ROOF CONSTRUCTION AT PASCACK HILLS HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 643,050		\$ 643,050	\$ 643,050
Total Revenue and Other Financing Sources	643,050		643,050	643,050
Expenditures and Other Financing Uses:				
Construction Services	21,857	\$ 104,173	126,030	643,050
Total Expenditures and Other Financing Uses	21,857	104,173	126,030	643,050
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	<u>\$ 621,193</u>	<u>\$ (104,173)</u>	<u>\$ 517,020</u>	<u>\$ -0-</u>
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 347,524			
Change Orders	\$ 295,526			
Revised Authorized Cost	\$ 643,050			
Change Order Percentage	85.04%			
Percentage Completion	19.60%			
Original Target Completion Date	6/30/22			
Revised Target Completion Date	9/30/23			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
GRANDSTAND DRAINAGE AT PASCACK HILLS HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 50,000		\$ 50,000	\$ 50,000
Total Revenue and Other Financing Sources	50,000		50,000	50,000
Expenditures and Other Financing Uses:				
Construction Services				50,000
Total Expenditures and Other Financing Uses				50,000
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	\$ 50,000	\$ -0-	\$ 50,000	\$ -0-
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 50,000			
Change Orders	\$ -0-			
Revised Authorized Cost	\$ 50,000			
Change Order Percentage	0.00%			
Percentage Completion	0.00%			
Original Target Completion Date	6/30/22			
Revised Target Completion Date	6/30/24			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
TRACK REPLACEMENT AT PASCACK HILLS HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 809,510		\$ 809,510	\$ 809,510
Total Revenue and Other Financing Sources	809,510		809,510	809,510
Expenditures and Other Financing Uses:				
Construction Services		\$ 797,010	797,010	809,510
Total Expenditures and Other Financing Uses		797,010	797,010	809,510
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	\$ 809,510	\$ (797,010)	\$ 12,500	\$ -0-
Additional Project Information:				
Project Number(s)		N/A		
Grant Date		N/A		
Original Authorized Cost		\$ 809,510		
Change Orders		\$ -0-		
Revised Authorized Cost		\$ 809,510		
Change Order Percentage		0.00%		
Percentage Completion		98.46%		
Original Target Completion Date		6/30/23		
Revised Target Completion Date		6/30/24		

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
A WING HVAC REPLACEMENT AT PASCACK HILLS HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Prior Periods	Current Year	Totals	Revised Project Authorization
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 8,500	\$ 318,500	\$ 327,000	\$ 327,000
Total Revenue and Other Financing Sources	8,500	318,500	327,000	327,000
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services		3,000	3,000	8,500
Construction Services				318,500
Total Expenditures and Other Financing Uses		3,000	3,000	327,000
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	\$ 8,500	\$ 315,500	\$ 324,000	\$ -0-
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 8,500			
Change Orders	\$ 318,500			
Revised Authorized Cost	\$ 327,000			
Change Order Percentage	3747.06%			
Percentage Completion	0.92%			
Original Target Completion Date	6/30/23			
Revised Target Completion Date	6/30/24			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
CAFETERIA HVAC UPGRADE AT PASCACK VALLEY HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Prior Periods	Current Year	Totals	Project Authorization
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 750,000		\$ 750,000	\$ 750,000
Total Revenue and Other Financing Sources	750,000		750,000	750,000
Expenditures and Other Financing Uses:				
Purchased Professional and Technical Services	18,000	\$ 5,000	23,000	33,000
Construction Services				717,000
Total Expenditures and Other Financing Uses	18,000	5,000	23,000	750,000
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	\$ 732,000	\$ (5,000)	\$ 727,000	\$ -0-
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 750,000			
Change Orders	\$ -0-			
Revised Authorized Cost	\$ 750,000			
Change Order Percentage	0.00%			
Percentage Completion	3.07%			
Original Target Completion Date	6/30/23			
Revised Target Completion Date	6/30/24			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
C WING ROOF REPLACEMENT AT PASCACK HILLS HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 421,512	\$ (421,512)		
Total Revenue and Other Financing Sources	421,512	(421,512)		
Expenditures and Other Financing Uses:				
Construction Services				
Total Expenditures and Other Financing Uses				
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	<u>\$ 421,512</u>	<u>\$ (421,512)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 421,512			
Change Orders	\$ (421,512)			
Revised Authorized Cost	\$ -0-			
Change Order Percentage	-100.00%			
Percentage Completion	0.00%			
Original Target Completion Date	6/30/23			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK HILLS D WING ROOF REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 540,000	\$ 540,000	\$ 540,000
Total Revenue and Other Financing Sources		540,000	540,000	540,000
Expenditures:				
Construction Services				540,000
Total Expenditures				540,000
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ -0-	\$ 540,000	\$ 540,000	\$ -0-
Additional Project Information:				
Project Number(s)		N/A		
Grant Date		N/A		
Original Authorized Cost		\$ 540,000		
Change Orders		\$ -0-		
Revised Authorized Cost		\$ 540,000		
Change Order Percentage		0.00%		
Percentage Completion		0.00%		
Original Target Completion Date		6/30/24		

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK VALLEY AUDITORIUM RENOVATION
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 1,300,000	\$ 1,300,000	\$ 1,300,000
Total Revenue and Other Financing Sources		1,300,000	1,300,000	1,300,000
Expenditures:				
Purchased Professional and Technical Services				300,000
Construction Services				1,000,000
Total Expenditures				1,300,000
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ -0-	\$ 1,300,000	\$ 1,300,000	\$ -0-
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 1,300,000			
Change Orders	\$ -0-			
Revised Authorized Cost	\$ 1,300,000			
Change Order Percentage	0.00%			
Percentage Completion	0.00%			
Original Target Completion Date	6/30/24			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK VALLEY BATHROOM RENOVATIONS
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Prior Periods	Current Year	Totals	Project Authorization
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 390,000	\$ 390,000	\$ 390,000
Total Revenue and Other Financing Sources		390,000	390,000	390,000
Expenditures:				
Purchased Professional and Technical Services		12,744	12,744	13,000
Construction Services		57,183	57,183	377,000
Total Expenditures		69,927	69,927	390,000
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ -0-	\$ 320,073	\$ 320,073	\$ -0-
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 390,000			
Change Orders	\$ -0-			
Revised Authorized Cost	\$ 390,000			
Change Order Percentage	0.00%			
Percentage Completion	17.93%			
Original Target Completion Date	6/30/24			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK VALLEY WINDOW REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 366,600	\$ 366,600	\$ 366,600
Total Revenue and Other Financing Sources		366,600	366,600	366,600
Expenditures:				
Purchased Professional and Technical Services		2,400	2,400	12,000
Construction Services				354,600
Total Expenditures		2,400	2,400	366,600
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ -0-	\$ 364,200	\$ 364,200	\$ -0-
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 366,600			
Change Orders	\$ -0-			
Revised Authorized Cost	\$ 366,600			
Change Order Percentage	0.00%			
Percentage Completion	0.65%			
Original Target Completion Date	6/30/24			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK HILLS AUDITORIUM RENOVATION
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 1,300,000	\$ 1,300,000	\$ 1,300,000
Total Revenue and Other Financing Sources		1,300,000	1,300,000	1,300,000
Expenditures:				
Purchased Professional and Technical Services				300,000
Construction Services				1,000,000
Total Expenditures				1,300,000
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ -0-	\$ 1,300,000	\$ 1,300,000	\$ -0-
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 1,300,000			
Change Orders	\$ -0-			
Revised Authorized Cost	\$ 1,300,000			
Change Order Percentage	0.00%			
Percentage Completion	0.00%			
Original Target Completion Date	6/30/24			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK HILLS BATHROOM RENOVATIONS
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 390,000	\$ 390,000	\$ 390,000
Total Revenue and Other Financing Sources		390,000	390,000	390,000
Expenditures:				
Purchased Professional and Technical Services		10,048	10,048	13,000
Construction Services		59,241	59,241	377,000
Total Expenditures		69,289	69,289	390,000
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ -0-	\$ 320,711	\$ 320,711	\$ -0-
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 390,000			
Change Orders	\$ -0-			
Revised Authorized Cost	\$ 390,000			
Change Order Percentage	0.00%			
Percentage Completion	17.77%			
Original Target Completion Date	6/30/24			

PROPRIETARY FUNDS

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2023

	Non-Major Funds		Major Funds			Enterprise Fund Totals
	Food Service	Transportation	Totals	Milestone Program	Region II Transportation	
ASSETS						
Current Assets:						
Cash and Cash Equivalents	\$ 192,051		\$ 192,051			\$ 864,344
Accounts Receivable:						
Intergovernmental - Other	\$ 63,089		63,089	\$ 8,568	1,222,750	1,356,107
Inventories	7,602		7,602			7,602
Total Current Assets	199,653	63,089	262,742	8,568	1,222,750	2,228,053
Non-Current Assets:						
Capital Assets	249,344		249,344			249,344
Less: Accumulated Depreciation	(192,859)		(192,859)			(192,859)
Total Non-Current Assets	56,485		56,485			56,485
Total Assets	256,138	63,089	319,227	8,568	1,222,750	2,284,538
DEFERRED OUTFLOWS OF RESOURCES						
Deferred Outflows Related to Pensions				21,135	116,103	200,524
Total Deferred Outflows of Resources				21,135	116,103	200,524
LIABILITIES						
Current Liabilities:						
Interfund Payable - General Fund	159,836	47,572	207,408	563,143	1,057,479	1,828,030
Accounts Payable	130	2,381	2,511	9,502	86,749	128,310
Intergovernmental Accounts Payable		13,136	13,136		38	13,174
Unearned Revenue	34,307		34,307		24,651	58,958
Noncurrent Liabilities:						
Net Pension Liability				111,176	610,710	1,054,781
Total Liabilities	194,273	63,089	257,362	683,821	1,779,627	3,083,253

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2023

	Non-Major Funds		Major Funds		Enterprise Fund Totals
	Food Service	Totals	Milestone Program	Region II Transportation	
DEFERRED INFLOWS OF RESOURCES					
Defered Inflows Related to Pensions			\$ 22,756	\$ 125,003	\$ 215,897
Total Deferred Inflows of Resources			22,756	125,003	215,897
NET POSITION					
Investment in Capital Assets	\$ 56,485	\$ 56,485			56,485
Unrestricted/(Deficit)	5,380	5,380	(676,874)	(565,777)	(870,573)
Total Net Position/(Deficit)	\$ 61,865	\$ 61,865	\$ (676,874)	\$ (565,777)	\$ (814,088)

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Non-Major Funds				Major Funds				Enterprise Fund Totals
	Food Service	Region II		Milestone Program	Region II Transportation	Park Academy	Totals		
		Summer School	Transportation						
Operating Revenue:									
Charges for Services:									
Daily Sales - Non-Reimbursable Programs	\$ 1,061,216			\$ 1,061,216				\$ 1,061,216	
Special Events	5,645			5,645				5,645	
Free Lunch Subsidized and Operating Revenue	25,748			25,748				25,748	
Charges and Fees		\$ 25,672	\$ 130,204	155,876	\$ 417,690	\$ 843,950	\$ 7,573,559	843,950	8,991,075
Total Operating Revenue	1,092,609	25,672	130,204	1,248,485	417,690	843,950	7,573,559	10,083,684	
Operating Expenses:									
Cost of Sales - Non-Reimbursable Programs	465,571			465,571				465,571	
Salaries	349,052	23,760		372,812	231,818	574,487	998,243	2,177,360	
Employee Benefits	25,339	1,912		27,251	(34,766)	45,269	175,867	213,621	
Purchased Services	119,962		130,204	250,166		39,515	929,785	1,219,466	
Contracted Services	49,777			49,777	3,709	5,139	5,399,382	5,428,345	
Supplies and Materials	8,396			8,396				66,582	
Depreciation Expense					21,000	60,000		81,000	
Rent					9,018		3,260	12,278	
Miscellaneous									
Total Operating Expenses	1,018,097	25,672	130,204	1,173,973	230,779	753,373	7,514,494	9,672,619	
Operating Income	74,512			74,512	186,911	90,577	59,065	411,065	
Non-Operating Revenue:									
Interest Revenue	8,440			8,440				8,440	
Total Non-Operating Revenue	8,440			8,440				8,440	
Change in Net Position Before Other Item	82,952			82,952	186,911	90,577	59,065	419,505	
Other Item:									
Accounts Receivable Cancelled								(22,005)	
Change in Net Position After Other Item	82,952			82,952	186,911	68,572	59,065	397,500	
Net Position/(Deficit) - Beginning of Year	(21,087)			(21,087)	(863,785)	298,126	(624,842)	(1,211,588)	
Net Position/(Deficit) - End of Year	\$ 61,865	\$ -0-	\$ -0-	\$ 61,865	\$ (676,874)	\$ 366,698	\$ (565,777)	\$ (814,088)	

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Non-Major Funds				Major Funds				Enterprise Fund Totals
	Region II				Milestone Program	Region II Transportation	Park Academy	Totals	
	Food Service	Summer School	Transportation	Totals					
Cash Flows from Operating Activities:									
Receipts from Customers	\$ 1,069,127	\$ 25,672	\$ 53,712	\$ 1,148,511	\$ 409,122	\$ 7,331,640	\$ 806,700	\$ 9,695,973	
Receipts from District	25,748			25,748				25,748	
Payments to Employees	(23,760)	(23,760)		(23,760)	(231,818)	(1,040,719)	(574,487)	(1,870,784)	
Payments for Employee Benefits	(1,912)	(1,912)		(1,912)	(91,359)	(175,867)	(179,872)	(449,010)	
Payments for Services			(115,552)	(115,552)	241	(6,476,334)	(76,478)	(6,668,123)	
Payments for Rent					(21,000)		(60,000)	(81,000)	
Payments to Food Service Vendor	(1,024,395)			(1,024,395)				(1,024,395)	
Payments to Suppliers					(12,727)	(11,217)	(5,139)	(29,083)	
Net Cash Provided by/(Used for) Operating Activities	70,480		(61,840)	8,640	52,459	(372,497)	(89,276)	(400,674)	
Cash Flows from Investing Activities:									
Interest Income	8,440			8,440				8,440	
Net Cash Provided by Investing Activities	8,440			8,440				8,440	
Cash Flows from Noncapital Financing Activities:									
Interfund Payable - General Fund			47,572	47,572	563,143	1,057,479	1,847	1,670,041	
Interfund Receivable - General Fund					(615,602)	(684,982)		(1,300,584)	
Net Cash Provided by/(Used for) Noncapital Financing Activities			47,572	47,572	(52,459)	372,497	1,847	369,457	
Net Increase/(Decrease) in Cash and Cash Equivalents	78,920		(14,268)	64,652			(87,429)	(22,777)	
Cash and Cash Equivalents, July 1	113,131		14,268	127,399			759,722	887,121	
Cash and Cash Equivalents, June 30	\$ 192,051	\$ -0-	\$ -0-	\$ 192,051	\$ -0-	\$ -0-	\$ 672,293	\$ 864,344	

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Non-Major Funds				Major Funds				Enterprise Fund Totals
	Region II		Totals	Milestone Program	Region II Transportation	Park Academy	Enterprise Fund Totals		
	Food Service	Summer School						Transportation	
\$	74,512	\$ -0-	\$ -0-	\$ 74,512	\$ 186,911	\$ 59,065	\$ 90,577	\$ 411,065	
	8,396			8,396				8,396	
	1,352		(51,848)	(51,848)	(8,568)	(226,869)	(37,250)	(324,535)	
				1,352	8,968	(5,353)	(140,679)	1,352	
					(80,877)	(172,707)	6,441	(137,064)	
					(54,216)	135,584	(365)	(247,143)	
	(16,046)		14,652	(1,394)	241	(147,167)	(8,000)	81,003	
	2,266		(24,644)	(22,378)		(15,050)		(156,320)	
	\$ 70,480	\$ -0-	\$ (61,840)	\$ 8,640	\$ 52,459	\$ (372,497)	\$ (89,276)	\$ (400,674)	

Reconciliation of Operating Income to Net Cash Provided by/(Used for) Operating Activities:
 Operating Income
 Adjustment to Reconcile Operating Income to Net Cash Provided by/(Used for) Operating Activities:
 Depreciation
 Changes in Assets and Liabilities:
 (Increase)/Decrease in Accounts Receivable
 (Increase)/Decrease in Inventory
 (Increase)/Decrease in Deferred Outflows for Pensions
 (Increase)/Decrease in Deferred Inflows for Pensions
 Increase/(Decrease) in Net Pension Liability
 Increase/(Decrease) in Accounts Payable
 Increase/(Decrease) in Unearned Revenue
 Net Cash Provided by/(Used for) Operating Activities

LONG-TERM LIABILITIES

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
LONG-TERM LIABILITIES
SCHEDULE OF SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding		Interest Rate	Retired/Matured	Balance June 30, 2023	
			Date	Amount				
School Refunding Bonds	11/01/12	\$ 8,710,000				\$ 1,565,000	\$ 1,565,000	
School Refunding Bonds	02/26/13	12,335,000	08/15/23	\$ 1,650,000	4.000%			
			08/15/24	1,720,000	4.000%			
			08/15/25	1,805,000	4.000%			
			08/15/26	1,880,000	4.000%			
			08/15/27	1,965,000	4.000%			
			08/15/28	2,050,000	4.000%			
						11,070,000	\$ 11,070,000	
							<u>\$ 12,635,000</u>	<u>\$ 1,565,000</u>
							<u>\$ 11,070,000</u>	<u>\$ 11,070,000</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
LONG-TERM LIABILITIES
SCHEDULE OF OBLIGATIONS UNDER FINANCED PURCHASES

<u>Item</u>	<u>Interest Rate</u>	<u>Original Issue</u>	<u>Balance July 1, 2022</u>	<u>Retired/ Matured</u>	<u>Balance June 30, 2023</u>
Apple Computers	2.81%	\$ 1,951,990	\$ 1,951,990	\$ 632,717	\$ 1,319,273
			<u>\$ 1,951,990</u>	<u>\$ 632,717</u>	<u>\$ 1,319,273</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
LONG-TERM LIABILITIES
SCHEDULE OF OBLIGATIONS UNDER LEASES

<u>Item</u>	<u>Interest Rate</u>	<u>Original Issue</u>	<u>Balance July 1, 2022</u>	<u>Issued</u>	<u>Retired/ Matured</u>	<u>Balance June 30, 2023</u>
Central Office Lease	0.75%	\$ 574,461	\$ 565,062		\$ 113,246	\$ 451,816
Canon Copiers	3.10%	257,057	107,619		52,978	54,641
Region II Office Lease	0.75%	182,331		\$ 182,331	10,359	171,972
			<u>\$ 672,681</u>	<u>\$ 182,331</u>	<u>\$ 176,583</u>	<u>\$ 678,429</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 2,031,275		\$ 2,031,275	\$ 2,031,275	
Total Revenues	<u>2,031,275</u>		<u>2,031,275</u>	<u>2,031,275</u>	
EXPENDITURES:					
Regular Debt Service:					
Interest	466,275		466,275	466,275	
Redemption of Principal	1,565,000		1,565,000	1,565,000	
Total Regular Debt Service	<u>2,031,275</u>		<u>2,031,275</u>	<u>2,031,275</u>	
Total Expenditures	<u>2,031,275</u>		<u>2,031,275</u>	<u>2,031,275</u>	
Excess/(Deficit) of Revenues Over Expenditures	-0-		-0-	-0-	
Fund Balance, July 1					
Fund Balance, June 30	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

STATISTICAL SECTION
(UNAUDITED)

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

Contents

	<u>Exhibit</u>
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	J-1 thru J-5
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property taxes.	J-6 thru J-9
Debt Capacity These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	J-10 thru J-13
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.	J-14 thru J-15
Operating Information These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the School provides and the activities it performs.	J-16 thru J-20

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NET POSITION BY COMPONENT,
LAST TEN FISCAL YEARS
(accrual basis of accounting)
UNAUDITED

	June 30,				
	2019	2020	2021	2022	2023
Governmental Activities:					
Net Investment in Capital Assets	\$ 36,725,159	\$ 39,467,647	\$ 42,570,732	\$ 41,548,161	\$ 43,066,082
Restricted	13,000,513	13,729,709	13,835,495	12,792,680	12,641,550
Unrestricted/(Deficit)	<u>(9,803,611)</u>	<u>(10,846,045)</u>	<u>(9,819,572)</u>	<u>(3,562,103)</u>	<u>(1,931,592)</u>
Total Governmental Activities Net Position	<u>\$ 39,922,061</u>	<u>\$ 42,351,311</u>	<u>\$ 46,586,655</u>	<u>\$ 50,778,738</u>	<u>\$ 53,776,040</u>
Business-type Activities:					
Investment in Capital Assets	\$ 71,623	\$ 76,724	\$ 68,088	\$ 64,881	\$ 56,485
Unrestricted/(Deficit)	<u>(940,061)</u>	<u>(1,182,608)</u>	<u>(1,578,737)</u>	<u>(1,276,469)</u>	<u>(870,573)</u>
Total Business-Type Activities Net Position/(Deficit)	<u>\$ (868,438)</u>	<u>\$ (1,105,884)</u>	<u>\$ (1,510,649)</u>	<u>\$ (1,211,588)</u>	<u>\$ (814,088)</u>
District-wide:					
Net Investment in Capital Assets	\$ 36,796,782	\$ 39,544,371	\$ 42,638,820	\$ 41,613,042	\$ 43,122,567
Restricted	13,000,513	13,729,709	13,835,495	12,792,680	12,641,550
Unrestricted/(Deficit)	<u>(10,743,672)</u>	<u>(12,028,653)</u>	<u>(11,398,309)</u>	<u>(4,838,572)</u>	<u>(2,802,165)</u>
Total District Net Position	<u>\$ 39,053,623</u>	<u>\$ 41,245,427</u>	<u>\$ 45,076,006</u>	<u>\$ 49,567,150</u>	<u>\$ 52,961,952</u>
	June 30,				
	2014	2015	2016	2017	2018
Governmental Activities:					
Net Investment in Capital Assets	\$ 35,749,562	\$ 38,756,146	\$ 29,831,999	\$ 28,083,149	\$ 36,594,195
Restricted	7,800,979	10,050,676	10,492,732	11,503,268	12,930,925
Unrestricted/(Deficit)	<u>(7,785,001)</u>	<u>(10,748,778)</u>	<u>(10,264,434)</u>	<u>(9,633,487)</u>	<u>(12,064,619)</u>
Total Governmental Activities Net Position	<u>\$ 35,765,540</u>	<u>\$ 38,058,044</u>	<u>\$ 30,060,297</u>	<u>\$ 29,952,930</u>	<u>\$ 37,460,501</u>
Business-type Activities:					
Investment in Capital Assets	\$ 12,083	\$ 87,137	\$ 82,105	\$ 87,428	\$ 73,971
Unrestricted/(Deficit)	<u>(537,074)</u>	<u>(820,269)</u>	<u>(634,958)</u>	<u>(709,730)</u>	<u>(651,969)</u>
Total Business-Type Activities Net Position/(Deficit)	<u>\$ (524,991)</u>	<u>\$ (733,132)</u>	<u>\$ (552,853)</u>	<u>\$ (622,302)</u>	<u>\$ (577,998)</u>
District-wide:					
Net Investment in Capital Assets	\$ 35,761,645	\$ 38,843,283	\$ 29,914,104	\$ 28,170,577	\$ 36,668,166
Restricted	7,800,979	10,050,676	10,492,732	11,503,268	12,930,925
Unrestricted/(Deficit)	<u>(8,322,075)</u>	<u>(11,569,047)</u>	<u>(10,899,392)</u>	<u>(10,343,217)</u>	<u>(12,716,588)</u>
Total District Net Position	<u>\$ 35,240,549</u>	<u>\$ 37,324,912</u>	<u>\$ 29,507,444</u>	<u>\$ 29,330,628</u>	<u>\$ 36,882,503</u>

Source: School District Financial Reports.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
(accrual basis of accounting)

UNAUDITED

	Fiscal Year Ending June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Governmental Activities:										
Instruction:										
Regular	\$ 17,413,349	\$ 22,153,918	\$ 24,083,408	\$ 27,647,329	\$ 28,845,263	\$ 29,037,425	\$ 28,662,670	\$ 27,837,392	\$ 26,620,975	\$ 25,735,136
Special Education	3,610,323	4,337,466	4,734,414	5,381,126	5,637,714	5,797,708	6,522,720	6,457,778	5,542,974	5,780,739
Other Special Instruction		20,467	11,870	15,290	16,113	16,849	16,475	14,659	12,192	
Other Instruction	2,425,827	2,690,357	2,815,096	3,150,367	3,100,379	3,261,207	3,214,922	2,941,865	3,179,504	3,113,729
Support Services:										
Tuition	2,438,356	2,566,495	2,675,799	2,996,164	3,179,569	3,659,055	4,244,272	4,050,619	4,094,650	4,788,251
Student & Instruction Related Services	7,433,012	8,071,758	8,477,083	9,522,818	9,781,094	9,621,041	9,901,248	9,782,232	9,697,815	9,937,171
General Administrative Services	891,617	1,109,752	1,162,045	1,284,224	1,207,304	1,050,429	1,227,177	1,057,494	1,021,482	1,127,922
School Administrative Services	1,768,137	1,851,421	1,968,372	2,139,765	2,405,540	2,274,267	2,217,961	2,280,589	2,016,634	2,072,448
Central Services	737,628	923,446	1,204,022	1,113,406	1,119,237	863,829	845,809	814,761	906,986	893,776
Administration Information Technology	648,873	665,291	712,352	799,177	772,364	408,338	435,895	365,536	489,656	420,847
Plant Operations and Maintenance	4,555,728	5,856,064	5,213,221	5,761,088	6,220,622	5,578,930	5,911,463	4,920,952	6,450,748	6,867,913
Pupil Transportation	1,604,132	1,771,462	1,673,964	1,830,454	1,808,059	1,938,306	1,846,119	1,730,274	2,270,935	3,250,697
Interest on Long-term Liabilities	771,338	771,332	724,279	685,675	646,415	606,083	564,271	520,959	486,474	457,960
Capital Outlay	802,498	813,635	2,335	2,335	278,534	13,431	68,691	106,363	106,363	106,363
Unallocated Depreciation		802,498	3,800,000	3,846,995	3,192,657	2,700,072	2,712,354	2,756,803	2,967,651	3,332,672
Disposal of Capital Assets		8,667,419								
Total Governmental Activities Expenses	45,100,818	54,405,362	67,923,344	66,176,213	68,210,864	66,826,970	68,392,047	65,638,276	65,865,039	67,885,624
Business-type Activities:										
Food Service	1,006,835	965,990	911,442	907,120	899,916	931,879	679,904	60,259	866,495	1,018,097
Park Academy	728,124	583,055	735,147	817,985	876,653	885,929	932,659	992,285	817,377	753,373
Region II Transportation	3,738,667	3,972,383	4,644,105	5,066,863	4,849,989	5,203,472	4,815,849	4,568,863	5,430,367	7,514,494
Region II Administration	479,069	531,632								
Region II Summer School	28,921	34,883	36,367	40,916	53,963	60,660	64,393	447,467	388,282	230,779
Milestone Program			100,033	101,996	99,845	14,452	76,451	73,851	92,729	130,204
Transportation	119,706	101,648						14,475		
Child Care Program										
Total Business-type Activities Expenses	6,101,322	6,191,591	6,427,094	6,934,880	7,329,800	7,494,368	6,766,077	6,157,200	7,595,250	9,672,619

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
(accrual basis of accounting)

UNAUDITED

	Fiscal Year Ending June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Total District Expenses	\$ 51,202,140	\$ 60,596,953	\$ 74,350,438	\$ 73,111,093	\$ 75,540,664	\$ 74,321,338	\$ 75,158,124	\$ 71,795,476	\$ 73,460,289	\$ 77,558,243
Program Revenues										
Governmental Activities:										
Charges for Services:										
Student & Instruction Related Services								526,751	975,427	1,079,847
Instruction (Tuition)	523,008	477,831	630,780	966,246	1,255,489	970,560	728,946	916,265	812,565	909,217
Operating Grants and Contributions	5,454,526	10,542,252	12,509,362	16,752,380	17,673,718	16,577,664	16,925,605	15,435,238	13,842,504	12,146,313
Capital Grants and Contributions		276,215	181,124		175,315	366,067	14,993			
Total Governmental Activities Program Revenues	5,977,534	11,296,298	13,321,266	17,718,626	19,104,522	17,914,291	17,669,544	16,878,254	15,630,496	14,135,377
Program Revenues										
Business-Type Activities:										
Charges for Services:										
Food Service	956,330	826,567	863,292	858,138	879,125	888,990	609,281	13,986	916,807	1,092,609
Park Academy	760,663	524,781	939,902	958,900	734,455	748,146	848,772	1,146,737	965,661	843,950
Region II Transportation	3,738,667	3,972,383	4,667,464	4,890,331	5,100,407	5,207,953	4,810,053	4,385,779	5,554,771	7,573,559
Region II Administration	479,069	522,952								
Region II Summer School	28,921	34,883	36,367	40,916	53,963	60,660	64,393	117,588	364,000	25,672
Milestone Program					234,605	281,786	118,216			417,690
Transportation	119,706	101,648	100,033	101,996	99,845	14,452	76,451	73,851	92,729	130,204
Child Care Program								12,556		
Total Business-Type Activities Revenues	6,083,356	5,983,214	6,607,058	6,850,281	7,102,400	7,201,987	6,527,166	5,750,497	7,893,968	10,083,684
Total District Program Revenues	12,060,890	17,279,512	19,928,324	24,568,907	26,206,922	25,116,278	24,196,710	22,628,751	23,524,464	24,219,061
Net (Expense)/Revenue										
Governmental Activities	(39,123,284)	(43,109,064)	(54,602,078)	(48,457,587)	(49,106,342)	(48,912,679)	(50,722,503)	(48,760,022)	(50,234,543)	(53,750,247)
Business-Type Activities	(17,966)	(208,377)	179,964	(84,599)	(227,400)	(292,381)	(238,911)	(406,703)	298,718	411,065
Total District-Wide Net (Expense)/Revenue	(39,141,250)	(43,317,441)	(54,422,114)	(48,542,186)	(49,333,742)	(49,205,060)	(50,961,414)	(49,166,725)	(49,935,825)	(53,339,182)

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN NET ASSETS, LAST TEN FISCAL YEARS
(accrual basis of accounting)
UNAUDITED

	Fiscal Year Ending June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 42,343,341	\$ 43,190,207	\$ 44,403,138	\$ 45,910,355	\$ 46,828,562	\$ 47,765,133	\$ 49,577,550	\$ 50,569,100	\$ 51,580,482	\$ 52,612,092
Taxes Levied for Debt Service	1,949,124	1,961,788	1,915,010	1,973,875	1,925,281	1,990,650	1,999,400	2,006,650	2,017,325	2,031,275
Unrestricted Grants and Contributions	31,466	31,308	31,308	35,828	35,828	35,828	35,828	35,828	79,487	87,174
Investment Earnings	35,002	17,128		430,162	198,619	1,582,628	589,510	390,453	749,332	2,017,008
Miscellaneous Income	192,711	201,137	254,875					(1,919)		
Transfers										
Total Governmental Activities	44,551,644	45,401,568	46,604,331	48,350,220	48,988,290	51,374,239	52,202,288	53,000,112	54,426,626	56,747,549
Business-Type Activities:										
Investment Earnings	841	236	315	298	625	1,941	1,465	19	343	8,440
Cancellation of Prior Year Accounts Payable					247,000					(22,005)
Other Item										
Transfers								1,919		
Total Business-Type Activities	841	236	315	298	247,625	1,941	1,465	1,938	343	(13,565)
Total District-Wide	44,552,485	45,401,804	46,604,646	48,350,518	49,235,915	51,376,180	52,203,753	53,002,050	54,426,969	56,733,984
Change in Net Position										
Governmental Activities	5,428,360	2,292,504	(7,997,747)	(107,367)	(118,052)	2,461,560	1,479,785	4,240,090	4,192,083	2,997,302
Business-Type Activities	(17,125)	(208,141)	180,279	(84,301)	20,225	(290,440)	(237,446)	(404,765)	299,061	397,500
Total District	\$ 5,411,235	\$ 2,084,363	\$ (7,817,468)	\$ (191,668)	\$ (97,827)	\$ 2,171,120	\$ 1,242,339	\$ 3,835,325	\$ 4,491,144	\$ 3,394,802

Source: School District Financial Reports.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS,
 LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
 UNAUDITED

	June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund:										
Restricted	\$ 7,689,270	\$ 9,938,967	\$ 10,432,538	\$ 11,443,074	\$ 12,930,925	\$ 13,000,513	\$ 12,780,244	\$ 13,105,491	\$ 12,140,705	\$ 11,946,084
Assigned	1,087,016	419,303	1,261,999	3,295,375	906,724	2,522,794	1,984,513	632,232	2,677,315	2,189,073
Unassigned	1,070,041	1,181,938	1,190,128	1,338,005	1,352,650	1,627,470	1,937,661	3,383,155	3,132,841	2,081,434
Total General Fund	\$ 9,846,327	\$ 11,540,208	\$ 12,884,665	\$ 16,076,454	\$ 15,190,299	\$ 17,150,777	\$ 16,702,418	\$ 17,120,878	\$ 17,950,861	\$ 16,216,591
All Other Governmental Funds:										
Restricted										
Student Activities Fund							\$ 532,932	\$ 468,040	\$ 393,877	\$ 480,243
Scholarship Fund							273,208	261,964	258,098	215,223
Capital Projects Fund	\$ 60,194	\$ 60,194	\$ 60,194	\$ 60,194						
Debt Service Fund	51,515	51,515								
Committed:										
Capital Projects Fund	2,626,606	421,913	318,737	150,678	\$ 864,052	\$ 1,648,462	1,164,244	1,475,313	4,358,346	6,266,875
Total All Other Governmental Funds	\$ 2,738,315	\$ 533,622	\$ 378,931	\$ 210,872	\$ 864,052	\$ 1,648,462	\$ 1,970,384	\$ 2,205,317	\$ 5,010,321	\$ 6,962,341
Total Governmental Funds:										
Restricted	\$ 7,800,979	\$ 10,050,676	\$ 10,492,732	\$ 11,503,268	\$ 12,930,925	\$ 13,000,513	\$ 13,586,384	\$ 13,835,495	\$ 12,792,680	\$ 12,641,550
Committed	2,626,606	421,913	318,737	150,678	864,052	1,648,462	1,475,313	1,475,313	4,358,346	6,266,875
Assigned	1,087,016	419,303	1,261,999	3,295,375	906,724	2,522,794	632,232	632,232	2,677,315	2,189,073
Unassigned	1,070,041	1,181,938	1,190,128	1,338,005	1,352,650	1,627,470	3,383,232	3,383,155	3,132,841	2,081,434
Total Governmental Funds	\$ 12,584,642	\$ 12,073,830	\$ 13,263,596	\$ 16,287,326	\$ 16,054,351	\$ 18,799,239	\$ 19,077,161	\$ 19,326,195	\$ 22,961,182	\$ 23,178,932

Source: School District Financial Reports.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,

LAST TEN FISCAL YEARS

(modified accrual basis of accounting)

UNAUDITED

Fiscal Year Ending June 30,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues										
Tax Levy	\$ 44,292,465	\$ 45,151,995	\$ 46,318,148	\$ 47,884,230	\$ 48,753,843	\$ 49,755,783	\$ 51,576,950	\$ 52,575,750	\$ 53,597,807	\$ 54,643,367
Tuition Charges	523,008	477,831	630,780	966,246	1,255,489	970,560	728,946	916,265	812,565	909,217
Interest Earnings	35,002	19,571	13,137							
Miscellaneous	192,883	201,137	249,375	445,528	198,619	1,583,274	664,503	928,307	1,737,808	3,111,770
State Sources	4,977,616	5,915,362	6,567,476	7,268,540	8,531,090	10,077,959	10,532,133	12,631,191	15,436,757	15,982,312
Federal Sources	508,204	557,103	516,918	546,584	478,123	489,866	488,348	684,053	1,195,035	1,101,287
Total Revenues	50,529,178	52,322,999	54,295,834	57,111,128	59,217,164	62,877,442	63,990,880	67,735,566	72,779,972	75,747,953
Expenditures										
Instruction:										
Regular Instruction	14,676,557	15,744,893	16,319,697	15,704,881	16,915,066	17,141,912	17,284,556	18,087,120	18,950,333	19,157,605
Special Education Instruction	2,744,073	2,954,641	3,205,945	3,405,001	3,405,279	3,592,098	3,907,756	4,100,771	4,160,531	4,401,026
Other Instruction	1,944,375	1,958,522	1,949,168	1,983,028	2,002,817	2,112,534	2,095,059	1,964,071	2,367,604	2,362,928
Support Services:										
Tuition	2,438,356	2,566,495	2,675,799	2,996,164	3,179,569	3,659,055	4,244,272	4,050,619	4,094,650	4,788,251
Student & Instruction Related Services	5,739,316	5,677,900	5,488,597	5,727,173	5,794,472	5,950,416	6,194,858	6,725,982	7,256,925	7,611,989
General Administrative Services	755,350	871,596	886,713	915,913	821,663	873,227	1,020,796	976,005	926,201	1,019,550
School Administrative Services	1,305,123	1,346,991	1,369,105	1,340,724	1,345,257	1,348,691	1,342,552	1,491,230	1,423,577	1,509,777
Central Services	557,996	639,900	756,329	658,579	657,572	641,756	641,436	719,770	738,185	758,904
Administration Information Technology	415,667	372,732	382,838	394,237	377,500	313,480	338,384	311,245	403,121	355,892
Plant Operations and Maintenance	3,759,144	4,538,424	3,827,715	3,861,941	4,332,677	4,913,811	5,395,337	4,713,351	5,591,792	6,343,885
Pupil Transportation	1,582,662	1,738,123	1,634,186	1,771,698	1,744,554	1,913,819	1,821,260	1,716,003	2,256,119	3,235,547
Unallocated Benefits	9,056,471	9,450,304	10,562,438	11,751,787	13,079,707	14,365,234	14,609,597	15,993,711	18,194,744	19,150,499
Capital Outlay	930,816	3,011,502	2,081,013	1,602,397	3,808,531	1,315,871	4,028,194	4,367,051	3,290,329	2,985,406
Debt Service:										
Principal	1,115,000	1,155,000	1,205,000	1,255,000	1,305,000	1,350,000	1,400,000	1,450,000	1,505,000	1,565,000
Interest and Other Charges	834,124	806,788	761,525	718,875	680,475	640,650	599,400	556,650	512,325	466,275
Total Expenditures	47,855,030	52,833,811	53,106,068	54,087,398	59,450,139	60,132,554	64,923,457	67,223,579	71,671,436	75,712,534
Excess (Deficiency) of Revenues										
Over (Under) Expenditures	2,674,148	(510,812)	1,189,766	3,023,730	(232,975)	2,744,888	(932,577)	511,987	1,108,536	35,419

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
UNAUDITED

	Fiscal Year Ending June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Other Financing Sources (Uses)										
Leases (Non-Budgeted)									\$ 574,461	\$ 182,331
Financed Purchases (Non-Budgeted)									1,951,990	
Transfers In	\$ 2,520,024	\$ 632,176	\$ 7,387	\$ 169,456	\$ 1,184,439	\$ 491,164	\$ 789,195	\$ 2,257,094	3,027,615	3,027,615
Transfers Out	(2,520,024)	(632,176)	(7,387)	(169,456)	(1,184,439)	(491,164)	(789,195)	(2,259,013)	(3,027,615)	(3,027,615)
Total Other Financing Sources (Uses)	-0-	-0-	-0-	-0-	-0-	-0-	-0-	(1,919)	2,526,451	182,331
Net Change in Fund Balances	\$ 2,674,148	\$ (510,812)	\$ 1,189,766	\$ 3,023,730	\$ (232,975)	\$ 2,744,888	\$ (932,577)	\$ 510,068	\$ 3,634,987	\$ 217,750
Debt Service as a Percentage of Noncapital Expenditures	4.33%	4.10%	4.01%	3.91%	3.70%	3.50%	3.39%	3.30%	3.04%	2.87%

Source: School District Financial Reports.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS
 (modified accrual basis of accounting)
UNAUDITED

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Tuition</u>	<u>Rentals - Use</u> <u>of Facilities</u>	<u>Other</u>	<u>Total</u>
2014	\$ 37,833	\$ 523,008	\$ 6,775	\$ 175,973	\$ 743,589
2015	7,000	477,831	3,600	197,537	685,968
2016	5,750	630,780	11,966	229,772	878,268
2017	7,000	966,246	4,180	411,799	1,389,225
2018	7,000	1,255,489	8,444	174,493	1,445,426
2019	7,000	970,560	12,670	1,527,597	2,517,827
2020	7,000	728,946	10,927	571,583	1,318,456
2021	7,283	916,265	4,350	375,210	1,303,108
2022	7,431	812,565	12,245	720,236	1,552,477
2023	13,978	909,217	20,903	1,796,356	2,740,454

Source: Pascack Valley Regional High School District records.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
UNAUDITED

BOROUGH OF HILLSDALE

Year Ended December 31,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Tax-Exempt Property	Add: Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
2013	* \$ 11,462,800	\$ 1,543,338,400	\$ 676,200	12,200	\$ 97,389,700	12,029,100	\$ 4,959,700	\$ 1,669,868,100	\$ 140,637,400	\$ 6,484,341	\$ 1,676,352,441	0.65	\$ 1,760,985,490
2014	10,606,300	1,543,881,100	621,800	12,200	97,025,800	12,029,100	4,959,700	1,669,136,000	140,724,900	5,466,941	1,674,602,941	0.65	1,810,828,300
2015	10,606,300	1,544,839,900	621,800	12,200	96,902,400	12,029,100	4,959,700	1,669,971,400	140,595,200	5,459,352	1,675,430,752	0.68	1,778,154,309
2016	10,541,400	1,547,451,500	621,800	12,200	96,611,800	12,029,100	4,959,700	1,672,227,500	140,242,900	5,840,947	1,678,068,447	0.68	1,812,873,041
2017	10,204,700	1,550,344,000	621,800	12,200	96,744,900	12,029,100	4,959,700	1,674,916,400	140,488,700	5,840,947	1,680,757,347	0.68	1,805,083,688
2018	14,139,500	1,553,102,200	621,800	12,200	94,928,700	12,029,100	4,959,700	1,679,793,200	140,448,700	5,873,363	1,685,666,563	0.69	1,813,645,677
2019	12,551,900	1,559,712,900	621,800	12,200	94,786,700	12,029,100	4,959,700	1,684,674,300	140,445,900	5,809,640	1,690,483,940	0.75	1,879,223,781
2020	11,070,200	1,563,453,300	621,800	12,200	97,111,900	11,944,100	7,119,700	1,691,333,200	140,502,100	5,888,257	1,697,221,457	0.73	1,873,441,718
2021	8,443,800	1,567,361,300	621,800	12,200	96,833,700	11,944,100	14,619,700	1,699,836,600	141,279,100	6,171,484	1,706,008,084	0.73	1,894,706,963
2022	6,818,900	1,574,249,800	621,800	12,200	96,793,700	11,944,100	14,619,700	1,705,060,200	141,847,600	5,819,616	1,710,879,816	0.73	1,977,971,492

BOROUGH OF MONTVALE

Year Ended December 31,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Tax-Exempt Property	Add: Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
2013	* \$ 21,928,800	\$ 1,374,516,300	\$ 1,939,100	32,400	\$ 581,097,200	11,044,100	\$ 17,653,000	\$ 2,008,210,900	\$ 112,457,100	\$ 2,735,012	\$ 2,010,945,912	0.56	\$ 2,177,618,311
2014	25,314,100	1,375,114,800	1,939,100	32,400	576,034,600	11,044,100	17,653,000	2,007,132,100	112,110,400	2,166,301	2,009,298,401	0.59	2,272,470,680
2015	20,081,500	1,393,297,000	1,939,100	32,400	609,601,400	11,044,100	17,653,000	2,053,648,500	112,110,400	2,513,505	2,056,162,005	0.63	2,261,833,469
2016	40,981,600	1,400,530,900	1,939,100	18,000	562,631,600	11,044,100	17,653,000	2,034,798,300	115,930,000	2,467,175	2,037,265,475	0.66	2,288,500,542
2017	36,648,700	1,429,329,000	1,939,100	18,000	541,543,970	11,044,100	17,653,000	2,038,175,870	116,711,900	2,242,777	2,040,418,647	0.66	2,291,556,345
2018	18,230,600	1,461,402,600	1,939,100	8,500	547,446,970	10,892,500	17,653,000	2,057,573,270	117,451,600	2,188,152	2,059,761,422	0.65	2,321,042,653
2019	30,535,900	1,469,209,600	1,939,100	8,500	511,254,470	10,892,500	17,653,000	2,041,493,070	154,154,700	2,188,152	2,043,681,222	0.69	2,269,548,486
2020	45,226,600	1,484,625,100	1,939,100	8,500	483,682,270	10,892,500	17,653,000	2,044,027,070	154,154,700	2,156,516	2,046,183,586	0.71	2,388,274,297
2021	80,115,200	1,500,465,800	1,939,100	8,500	463,003,670	10,892,500	20,953,000	2,077,371,770	154,656,500	2,196,919	2,079,574,689	0.70	2,381,679,082
2022	75,337,700	1,509,240,300	1,939,100	8,500	477,946,770	10,892,500	20,953,000	2,096,317,870	157,666,500	2,182,455	2,098,500,325	0.72	2,487,101,129

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

b - Tax rates are per \$100.

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each County Board of Taxation. Reassessment occurs when ordered by the County Board of Taxation.

* Year in which revaluation became effective.

Source: Municipal Tax Assessors.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
UNAUDITED

TOWNSHIP OF RIVER VALE

Year Ended December 31,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Tax-Exempt Property	Add: Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
2013	\$ 24,311,200	\$ 1,961,259,300	\$ -	\$ -	\$ 75,786,600	\$ -	\$ 13,034,700	\$ 2,074,391,800	\$ 123,265,600	\$ 1,480,772	\$ 2,075,872,572	\$ 0.52	\$ 1,984,989,947
2014	22,643,800	1,953,627,700	-	-	71,333,700	-	13,034,700	2,060,639,900	127,962,100	1,330,849	2,061,970,749	0.53	1,939,589,744
2015	17,521,400	1,964,693,300	-	-	71,128,200	-	13,034,700	2,066,377,600	126,791,200	1,351,396	2,067,728,996	0.58	1,956,461,720
2016	15,375,500	1,974,406,900	-	-	70,235,800	-	13,034,700	2,073,052,900	127,037,000	1,344,095	2,074,396,995	0.58	2,047,995,196
2017	15,467,100	1,974,720,200	-	-	71,521,600	-	13,034,700	2,074,743,600	127,518,100	1,333,316	2,076,076,916	0.61	2,076,076,916
2018	14,378,600	1,981,135,500	-	-	71,521,600	-	13,034,700	2,080,070,400	127,526,500	1,342,127	2,081,412,527	0.63	2,074,763,194
2019	14,094,200	1,987,790,600	-	-	71,459,800	-	13,034,700	2,086,379,300	126,380,600	1,348,864	2,087,728,164	0.63	2,078,144,276
2020	14,720,400	1,993,400,600	-	-	71,704,400	-	13,034,700	2,092,860,100	123,805,800	1,325,398	2,094,185,498	0.66	2,138,007,357
2021	35,273,200	1,997,201,900	-	-	67,991,100	-	13,034,700	2,113,500,900	126,325,000	1,353,096	2,114,853,996	0.61	2,114,110,802
2022	34,321,800	2,001,900,800	-	-	67,991,100	-	14,519,600	2,118,733,300	128,294,500	1,311,441	2,120,044,741	0.63	2,196,108,614

BOROUGH OF WOODCLIFF LAKE

Year Ended December 31,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Tax-Exempt Property	Add: Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
2013	\$ 21,415,000	\$ 1,279,611,400	\$ 1,003,600	\$ 6,600	\$ 526,614,400	\$ -	\$ -	\$ 1,828,651,000	\$ 67,849,500	\$ 1,902,495	\$ 1,830,553,495	\$ 0.61	\$ 1,999,384,529
2014	14,430,300	1,293,849,200	1,003,600	6,600	473,997,500	-	-	1,783,287,200	67,303,700	1,488,377	1,784,775,577	0.63	1,924,752,204
2015	12,987,200	1,368,240,000	1,042,900	6,600	512,114,400	-	-	1,894,391,100	67,622,700	1,777,846	1,896,168,946	0.60	1,963,379,073
2016	12,723,700	1,387,553,500	1,061,300	6,600	517,184,700	-	-	1,918,529,800	68,458,300	1,781,755	1,920,311,555	0.59	1,935,004,044
2017	23,281,300	1,405,890,100	1,060,700	6,600	551,589,700	-	-	1,981,828,400	69,125,200	1,775,410	1,983,603,810	0.56	1,983,603,810
2018	20,458,700	1,440,265,500	1,079,000	6,600	549,849,100	-	-	2,011,658,900	68,665,100	1,772,943	2,013,431,843	0.57	2,010,875,503
2019	15,226,500	1,467,894,300	1,093,100	6,600	554,773,600	-	-	2,038,994,100	70,089,000	1,775,253	2,040,769,353	0.57	2,000,935,964
2020	16,043,900	1,478,389,100	1,108,100	6,600	577,982,600	-	-	2,073,530,300	70,721,200	1,782,991	2,075,313,291	0.58	2,041,691,286
2021	12,707,300	1,490,616,100	1,113,400	6,600	583,346,900	-	-	2,087,790,300	71,102,400	1,790,404	2,089,580,704	0.65	2,128,787,353
2022	13,048,500	1,539,660,800	1,166,100	6,600	605,079,700	-	-	2,158,961,700	71,419,500	1,801,606	2,160,763,306	0.63	2,191,864,155

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

^b - Tax rates are per \$100.

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each County Board of Taxation. Reassessment occurs when ordered by the County Board of Taxation.

* Year in which revolution became effective.

Source: Municipal Tax Assessors.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
(rate per \$100 of assessed value)
UNAUDITED

BOROUGH OF HILLSDALE

Year Ended December 31,	Pascack Valley Regional High School District				Overlapping Rates			Total Direct and Overlapping Tax Rate
	Direct Rate			Borough of Hillsdale	Borough of Hillsdale			
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct		Public Schools	Bergen County		
2013	* \$ 0.62	\$ 0.03	\$ 0.65	\$ 0.49	\$ 1.19	\$ 0.24	\$ 2.57	
2014	0.62	0.03	0.65	0.54	1.17	0.25	2.61	
2015	0.65	0.03	0.68	0.55	1.13	0.26	2.62	
2016	0.65	0.03	0.68	0.55	1.22	0.26	2.71	
2017	0.65	0.03	0.68	0.57	1.23	0.27	2.75	
2018	0.67	0.03	0.69	0.58	1.26	0.26	2.80	
2019	0.72	0.03	0.75	0.56	1.32	0.27	2.90	
2020	0.70	0.03	0.73	0.60	1.31	0.27	2.91	
2021	0.71	0.03	0.73	0.59	1.31	0.28	2.91	
2022	0.71	0.03	0.73	0.63	1.36	0.28	3.00	

BOROUGH OF MONTVALE

Year Ended December 31,	Pascack Valley Regional High School District				Overlapping Rates			Total Direct and Overlapping Tax Rate
	Direct Rate			Borough of Montvale	Borough of Montvale			
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct		Public Schools	Bergen County		
2013	* \$ 0.54	\$ 0.02	\$ 0.56	\$ 0.56	\$ 0.73	\$ 0.25	\$ 2.10	
2014	0.56	0.04	0.59	0.58	0.75	0.26	2.18	
2015	0.60	0.03	0.63	0.58	0.73	0.26	2.20	
2016	0.63	0.03	0.66	0.59	0.75	0.26	2.26	
2017	0.63	0.03	0.66	0.60	0.77	0.27	2.30	
2018	0.62	0.03	0.65	0.60	0.79	0.28	2.32	
2019	0.67	0.03	0.69	0.56	0.85	0.27	2.36	
2020	0.68	0.03	0.71	0.59	0.84	0.29	2.43	
2021	0.67	0.03	0.70	0.58	0.89	0.29	2.46	
2022	0.69	0.03	0.72	0.62	0.84	0.29	2.47	

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.

* - Property revaluation became effective in this year.

Note: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy . The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculation.

Source: Municipal Tax Collectors and School Business Administrator.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
(rate per \$100 of assessed value)
UNAUDITED

TOWNSHIP OF RIVER VALE

Year Ended December 31,	Pascack Valley Regional High School District				Overlapping Rates			Total Direct and Overlapping Tax Rate
	Direct Rate			Township of River Vale	Township of River Vale			
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct		Public Schools	Bergen County		
2013	* \$ 0.50	\$ 0.02	\$ 0.52	\$ 0.50	\$ 0.99	\$ 0.22	\$ 2.23	
2014	0.51	0.02	0.53	0.50	1.02	0.22	2.27	
2015	0.56	0.02	0.58	0.53	1.01	0.23	2.35	
2016	0.56	0.02	0.58	0.55	1.05	0.24	2.42	
2017	0.59	0.02	0.61	0.56	1.07	0.25	2.49	
2018	0.61	0.03	0.63	0.57	1.08	0.24	2.52	
2019	0.61	0.02	0.63	0.54	1.14	0.24	2.55	
2020	0.63	0.03	0.66	0.59	1.12	0.25	2.61	
2021	0.59	0.02	0.61	0.56	1.15	0.25	2.58	
2022	0.61	0.02	0.63	0.62	1.14	0.25	2.65	

BOROUGH OF WOODCLIFF LAKE

Year Ended December 31,	Pascack Valley Regional High School District				Overlapping Rates			Total Direct and Overlapping Tax Rate
	Direct Rate			Borough of Woodcliff Lake	Borough of Woodcliff Lake Public Schools			
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct		Bergen County			
2013	* \$ 0.58	\$ 0.03	\$ 0.61	\$ 0.51	\$ 0.77	\$ 0.24	\$ 2.13	
2014	0.60	0.03	0.63	0.52	0.81	0.25	2.21	
2015	0.58	0.02	0.60	0.51	0.76	0.25	2.12	
2016	0.57	0.02	0.59	0.51	0.79	0.25	2.14	
2017	0.54	0.02	0.56	0.50	0.78	0.25	2.09	
2018	0.55	0.02	0.57	0.50	0.78	0.24	2.09	
2019	0.54	0.02	0.57	0.49	0.80	0.24	2.09	
2020	0.56	0.02	0.58	0.48	0.80	0.24	2.10	
2021	0.62	0.02	0.65	0.52	0.77	0.26	2.19	
2022	0.61	0.02	0.63	0.54	0.80	0.22	2.19	

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.

* - Property revaluation became effective in this year.

Note: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy . The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculation.

Source: Municipal Tax Collectors and School Business Administrator.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

BOROUGH OF HILLSDALE

Taxpayer	2022			2013		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxpayer	Rank	% of Total District Net Assessed Value
New Creek LLC	\$ 11,472,700	1	0.67%	Prima II LLC	1	0.64%
Cross Roads - Hillsdale Association LLC	9,126,400	2	0.53%	Cross Roads - Hillsdale Association LLC	2	0.55%
305 Patterson Street LLC	7,500,000	3	0.44%	New Jersey Bell	3	0.50%
New Jersey Bell	5,819,616	4	0.34%	U.S.A Waste C/O Waste Management	4	0.40%
Public Service Electric and Gas, Co.	3,100,000	5	0.18%	Edgewood Country Club, Inc.	5	0.23%
Edgewood Golf Course Realty Assoc., LLC	3,069,400	6	0.18%	New Jersey Bell	6	0.20%
Pavonia Equities, LP	3,008,100	7	0.18%	Golden Orchard Associates, LP	7	0.20%
Marsala Enterprises	2,651,000	8	0.15%	321 Broadway Associates, LLC	8	0.19%
100 Park Ave Associates, LLC	2,560,000	9	0.15%	Marsala Enterprises	9	0.16%
New Jersey Bell, Gen. Tax Adm.	2,400,000	10	0.14%	Bank of America	10	0.15%
Total	\$ 50,707,216		2.96%	Total		3.22%

BOROUGH OF MONTVALE

Taxpayer	2022			2013		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxpayer	Rank	% of Total District Net Assessed Value
KPMG Peat Marwick Co	\$ 47,550,000	1	2.27%	KPMG Peat Marwick Co	1	2.49%
Terraza 18 LLC	38,015,900	2	1.81%	Two Paragon Associates	2	1.49%
Montvale Dev. Group c/o/ Hekemian	36,993,600	3	1.76%	CBRE	3	1.40%
SHG Montvale MB LLC	26,729,700	4	1.27%	Grand Prix Montvale	4	1.14%
Two Paragon Dr., L.L.C.	25,619,500	5	1.22%	Mercedes Benz	5	1.10%
Grand Prix Montvale LLC C/O Ganghi	20,900,000	6	1.00%	Hub Properties Trust	6	0.97%
160 Spring Valley Road LLC ETAL	18,456,900	7	0.88%	Benjamin Moore	7	0.95%
Nottingham Court LLC	17,653,000	8	0.84%	Alson Realty Co. LP	8	0.93%
Benjamin Moore & Company	16,000,000	9	0.76%	Prim Montvale LLC	9	0.92%
155 Montvale Partners, LLC c/o Gold	14,059,500	10	0.67%	Western Union Financial c/o First Data	10	0.90%
Total	\$ 261,978,100		12.48%	Total		12.28%

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

TOWNSHIP OF RIVER VALE

Taxpayer	2022			2013		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Toll NJ LLC	\$ 22,617,000	1	1.07%	\$ 25,235,400	1	1.22%
Edgewood Golf Course Rlty Assoc, LLC	17,522,100	2	0.83%	8,017,100	2	0.39%
Gal-Ben Associates, LLC	7,672,000	3	0.36%	7,672,000	3	0.37%
Rivervale Collignon Vil Prty Owr LP	7,266,400	4	0.34%	7,266,400	4	0.35%
United Water Co of NJ	6,850,600	5	0.32%	5,548,200	5	0.27%
Young Property LLC	5,548,200	6	0.26%	5,187,100	6	0.25%
Florentine, Inc.	5,187,100	7	0.24%	4,165,300	7	0.20%
Lindvale Gardens Ltd.	4,875,400	8	0.23%	3,222,800	8	0.16%
Bear Brook Builders, LLC	4,151,800	9	0.20%	2,514,600	9	0.12%
Powder Hill Holdings, LLC	2,514,600	10	0.12%	1,862,500	10	0.09%
Total	\$ 84,205,200		3.97%	\$ 70,691,400		3.43%

BOROUGH OF WOODCLIFF LAKE

Taxpayer	2022			2013		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
BMW of North America LLC	\$ 87,935,800	1	4.07%	\$ 180,057,000	1	10.09%
BMW of North America LLC %Tax Dept	61,703,200	2	2.86%	51,788,000	2	2.90%
SIG 100 Tice LLC	60,563,200	3	2.80%	48,645,000	3	2.73%
WS Tice's Corner Market, C/O DA Realty	52,171,300	4	2.41%	41,650,500	4	2.33%
Hudson-Tice LLC Suite-400	42,159,500	5	1.95%	41,341,700	5	2.32%
Capstone Tice Blvd LLC	38,000,000	6	1.76%	32,928,000	6	1.84%
Tice WL LLC	36,000,000	7	1.67%	16,813,500	7	0.94%
Albertsons Co. C/O Paradigm Tax GRP	32,775,600	8	1.52%	15,838,500	8	0.89%
CP Woodcliff Lakes LLC	23,000,000	9	1.06%	15,610,000	9	0.87%
Woodcliff Lake Senior Care LLC	21,504,400	10	1.00%	15,420,500	10	0.86%
Total	\$ 455,813,000		21.09%	\$ 460,092,700		25.78%

Source: Municipal Tax Assessors.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS,
LAST TEN FISCAL YEARS
UNAUDITED

BOROUGH OF HILLSDALE

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2014	\$ 10,875,330	\$ 10,875,330	100.00%	-0-
2015	10,809,102	10,809,102	100.00%	-0-
2016	10,563,576	10,563,576	100.00%	-0-
2017	10,964,812	10,964,812	100.00%	-0-
2018	11,025,958	11,025,958	100.00%	-0-
2019	11,712,880	11,712,880	100.00%	-0-
2020	12,631,897	12,631,897	100.00%	-0-
2021	12,376,389	12,376,389	100.00%	-0-
2022	12,502,747	12,502,747	100.00%	-0-
2023	12,540,616	12,540,616	100.00%	-0-

BOROUGH OF MONTVALE

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2014	\$ 11,390,163	\$ 11,390,163	100.00%	-0-
2015	12,260,632	12,260,632	100.00%	-0-
2016	12,774,608	12,774,608	100.00%	-0-
2017	12,347,197	12,347,197	100.00%	-0-
2018	13,332,391	13,332,391	100.00%	-0-
2019	13,407,081	13,407,081	100.00%	-0-
2020	14,160,966	14,160,966	100.00%	-0-
2021	14,493,519	14,493,519	100.00%	-0-
2022	14,577,401	14,577,401	100.00%	-0-
2023	15,054,163	15,054,163	100.00%	-0-

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

Source: Pascack Valley Regional High School District records, including the Certificate and Report of Report of School Taxes (A4F form).

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS,
LAST TEN FISCAL YEARS
UNAUDITED

TOWNSHIP OF RIVER VALE

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2013	\$ 10,673,670	\$ 10,673,670	100.00%	-0-
2014	10,787,475	10,787,475	100.00%	-0-
2015	11,002,982	11,002,982	100.00%	-0-
2016	11,564,508	11,564,508	100.00%	-0-
2017	11,570,402	11,570,402	100.00%	-0-
2018	12,199,043	12,199,043	100.00%	-0-
2019	13,191,209	13,191,209	100.00%	-0-
2020	13,221,137	13,221,137	100.00%	-0-
2021	13,724,673	13,724,673	100.00%	-0-
2022	13,405,670	13,405,670	100.00%	-0-

BOROUGH OF WOODCLIFF LAKE

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2013	\$ 11,221,093	\$ 11,221,093	100.00%	-0-
2014	11,239,497	11,239,497	100.00%	-0-
2015	11,079,279	11,079,279	100.00%	-0-
2016	11,415,456	11,415,456	100.00%	-0-
2017	11,027,944	11,027,944	100.00%	-0-
2018	10,271,169	10,271,169	100.00%	-0-
2019	11,444,613	11,444,613	100.00%	-0-
2020	11,562,950	11,562,950	100.00%	-0-
2021	11,523,886	10,563,562	91.67%	\$ 960,324
2022	13,642,918	13,642,918	100.00%	-0-

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

Source: Pascack Valley Regional High School District records, including the Certificate and Report of Report of School Taxes (A4F form).

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities			Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds	Certificates of Participation	Leases and Financed Purchases	Bond Anticipation Notes (BANs)	Financed Purchases					
2014	\$ 23,260,000	\$ -0-	\$ 2,576,018	\$ -0-	\$ -0-	\$ -0-	\$ 25,836,018	1.02%	\$ 755	
2015	22,105,000	-0-	1,288,009	-0-	-0-	-0-	23,393,009	0.88%	679.06	
2016	20,900,000	-0-	-0-	-0-	-0-	-0-	20,900,000	0.77%	603.59	
2017	19,645,000	-0-	-0-	-0-	-0-	-0-	19,645,000	0.70%	564.43	
2018	18,340,000	-0-	-0-	-0-	-0-	-0-	18,340,000	0.62%	527.51	
2019	16,990,000	-0-	-0-	-0-	-0-	-0-	16,990,000	0.56%	489.58	
2020	15,590,000	-0-	-0-	-0-	-0-	-0-	15,590,000	0.49%	450.40	
2021	14,140,000	-0-	158,981	-0-	-0-	-0-	14,298,981	0.43%	415.21	
2022	12,635,000	-0-	2,624,671	-0-	-0-	-0-	15,259,671	0.46%	443.05	
2023	11,070,000	-0-	1,997,702	-0-	-0-	-0-	13,067,702	0.39%	379.41	

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

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

Source: School District Financial Reports.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2014	\$ 23,260,000	\$ -0-	\$ 23,260,000	0.294%	\$ 679.84
2015	22,105,000	-0-	22,105,000	0.278%	641.67
2016	20,900,000	-0-	20,900,000	0.263%	603.59
2017	19,645,000	-0-	19,645,000	0.243%	564.43
2018	18,340,000	-0-	18,340,000	0.225%	527.51
2019	16,990,000	-0-	16,990,000	0.207%	489.58
2020	15,590,000	-0-	15,590,000	0.189%	450.40
2021	14,140,000	-0-	14,140,000	0.168%	410.59
2022	12,635,000	-0-	12,635,000	0.148%	366.85
2023	11,070,000	-0-	11,070,000	0.125%	321.41

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

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

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

Source: School District Financial Reports.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2022
UNAUDITED

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes:			
Borough of Hillsdale	\$ 2,567,368	100.00%	\$ 2,567,368
Borough of Montvale	17,343,181	100.00%	17,343,181
Township of River Vale	31,717,817	100.00%	31,717,817
Borough of Woodcliff Lake	12,738,056	100.00%	12,738,056
Bergen County General Obligation Debt	977,925,631	4.54%	<u>44,409,608</u>
Subtotal, Overlapping Debt			108,776,030
Pascack Valley Regional High School District Direct Debt			<u>11,070,000</u>
Total Direct and Overlapping Debt			<u><u>\$ 119,846,030</u></u>

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

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

Legal Debt Margin Calculation for Fiscal Year 2023

Year Ended December 31,	Borough of Hillsdale	Borough of Montvale	Township of River Vale	Borough of Woodcliff Lake	Total Equalized Valuation Basis
2020	\$ 1,875,924,135	\$ 2,333,897,088	\$ 2,089,725,512	\$ 2,154,317,195	\$ 8,453,863,930
2021	1,961,500,808	2,455,239,062	2,186,983,547	2,213,752,836	8,817,476,253
2022	2,100,603,918	2,532,396,557	2,327,511,040	2,489,864,721	9,450,376,236
	<u>\$ 1,979,342,954</u>	<u>\$ 2,440,510,902</u>	<u>\$ 2,201,406,700</u>	<u>\$ 2,285,978,251</u>	<u>\$ 26,721,716,419</u>
				Average Equalized Valuation of Taxable Property	<u>\$ 8,907,238,806</u>
				Debt Limit (3% of Average Equalization Value)	\$ 267,217,164 *
				Net Bonded School Debt	<u>11,070,000</u>
				Legal Debt Margin	<u>\$ 256,147,164</u>

	Fiscal Year				
	2014	2015	2016	2017	2018
Debt Limit	\$ 244,177,897	\$ 240,607,906	\$ 239,019,034	\$ 239,142,641	\$ 242,144,658
Total Net Debt Applicable to Limit	<u>23,260,000</u>	<u>22,105,000</u>	<u>20,900,000</u>	<u>19,645,000</u>	<u>18,340,000</u>
Legal Debt Margin	<u>\$ 220,917,897</u>	<u>\$ 218,502,906</u>	<u>\$ 218,119,034</u>	<u>\$ 219,497,641</u>	<u>\$ 223,804,658</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	9.53%	9.19%	8.74%	8.21%	7.57%

	Fiscal Year				
	2019	2020	2021	2022	2023
Debt Limit	\$ 243,791,696	\$ 246,759,109	\$ 249,815,706	\$ 256,410,203	\$ 267,217,164
Total Net Debt Applicable to Limit	<u>16,990,000</u>	<u>15,590,000</u>	<u>14,140,000</u>	<u>12,635,000</u>	<u>11,070,000</u>
Legal Debt Margin	<u>\$ 226,801,696</u>	<u>\$ 231,169,109</u>	<u>\$ 235,675,706</u>	<u>\$ 243,775,203</u>	<u>\$ 256,147,164</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	6.97%	6.32%	5.66%	4.93%	4.14%

* - Limit set by NJSA 18A:24-19 for a 9 through 12 district; other % limits would be applicable for other districts.

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

BOROUGH OF HILLSDALE

Year	Population ^a	Personal Income (thousands of dollars) ^b	Bergen County Per Capita Personal Income ^c	Unemployment Rate ^d
2014	10,356	\$ 765,132,348	\$ 73,883	4.70%
2015	10,380	802,612,740	77,323	4.00%
2016	10,368	817,371,648	78,836	4.00%
2017	10,382	841,191,168	81,024	4.00%
2018	10,345	881,300,895	85,191	3.80%
2019	10,307	909,499,987	88,241	2.80%
2020	10,253	942,988,916	91,972	8.50%
2021	10,068	980,049,324	97,343	5.70%
2022	10,044	977,713,092 ***	97,343 *	3.20%
2023	10,044 **	977,713,092 ***	97,343 *	N/A

BOROUGH OF MONTVALE

Year	Population ^a	Personal Income (thousands of dollars) ^b	Bergen County Per Capita Personal Income ^c	Unemployment Rate ^d
2014	8,217	\$ 607,096,611	\$ 73,883	4.70%
2015	8,333	644,332,559	77,323	3.90%
2016	8,410	663,010,760	78,836	3.90%
2017	8,576	694,861,824	81,024	3.90%
2018	8,566	729,746,106	85,191	3.70%
2019	8,571	756,313,611	88,241	2.50%
2020	8,580	789,119,760	91,972	8.10%
2021	8,439	821,477,577	97,343	4.80%
2022	8,428	820,406,804 ***	97,343 *	2.70%
2023	8,428 **	820,406,804 ***	97,343 *	N/A

* - Latest Bergen County per capita personal income available (2021) was used for calculation purposes.

** - Latest municipal population data available (2022) was used for calculation purposes.

*** - Latest Bergen County per capita personal income available (2021) and municipal population data available (2022) was used for calculation purposes.

N/A - Information Not Available

Source:

a - Population information provided by the US Department of Census - Population Division.

b - Personal Income information provided by the US Department of Commerce - Bureau of Economic Analysis.

c - Per Capita Personal Income information provided by the US Department of Commerce - Bureau of Economic Analysis.

d - Unemployment data provided by the NJ Department of Labor and Workforce Development.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

TOWNSHIP OF RIVER VALE

Year	Population ^a	Personal Income (thousands of dollars) ^b	Bergen County Per Capita Personal Income ^c	Unemployment Rate ^d
2014	9,863	\$ 728,708,029	\$ 73,883	4.30%
2015	9,902	765,652,346	77,323	4.00%
2016	10,030	790,725,080	78,836	3.80%
2017	10,049	814,210,176	81,024	3.80%
2018	10,016	853,273,056	85,191	3.50%
2019	9,985	881,086,385	88,241	2.50%
2020	9,946	914,753,512	91,972	8.10%
2021	9,840	957,855,120	97,343	5.50%
2022	9,888	962,527,584 ***	97,343 *	2.70%
2023	9,888 **	962,527,584 ***	97,343 *	N/A

BOROUGH OF WOODCLIFF LAKE

Year	Population ^a	Personal Income (thousands of dollars) ^b	Bergen County Per Capita Personal Income ^c	Unemployment Rate ^d
2014	5,778	426,895,974	\$ 73,883	4.00%
2015	5,834	451,102,382	77,323	3.40%
2016	5,818	458,667,848	78,836	3.00%
2017	5,798	469,777,152	81,024	3.00%
2018	5,840	497,515,440	85,191	3.00%
2019	5,835	514,886,235	88,241	2.20%
2020	5,835	536,656,620	91,972	7.40%
2021	6,091	592,916,213	97,343	4.80%
2022	6,082	592,040,126 ***	97,343 *	2.60%
2023	6,082 **	592,040,126 ***	97,343 *	N/A

* - Latest Bergen County per capita personal income available (2021) was used for calculation purposes.

** - Latest municipal population data available (2022) was used for calculation purposes.

*** - Latest Bergen County per capita personal income available (2021) and municipal population data available (2022) was used for calculation purposes.

N/A - Information Not Available

Source:

a - Population information provided by the US Department of Census - Population Division.

b - Personal Income information provided by the US Department of Commerce - Bureau of Economic Analysis.

c - Per Capita Personal Income information provided by the US Department of Commerce - Bureau of Economic Analysis.

d - Unemployment data provided by the NJ Department of Labor and Workforce Development.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL EMPLOYERS - BERGEN COUNTY
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

Information was not available as of the date of these financial statements.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
UNAUDITED

<u>Function/Program</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Instruction:										
Regular	138	140	147	145	148	145	148	150	150	152
Special Education	27	26	35	34	44	45	50	53	51	53
Other Special Instruction	10	12	1	1	0	0	0	0	0	0
Other Instruction	0	0	1	1	1	1	1	1	1	1
Support Services:										
Student & Instruction Related Services	59	58	54	51	49	50	49	49	48	51
General Administrative Services	4	4	4	4	4	4	4	4	4	4
School Administrative Services	14	14	13	12	12	11	11	11	12	12
Plant Operations and Maintenance	31	31	33	31	34	35	33	33	33	32
Pupil Transportation	1	1	1	1	1	1	1	1	1	1
Business and Other Support Services	14	12	13	12	11	10	10	10	11	10
Total	298	298	302	292	304	302	307	312	311	316

Source: District Personnel Records.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil ^d	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio		Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Pascack Hills High School	Pascack Valley High School				
2014	2,062	\$ 44,975,090	\$ 21,811	3.37%	157	1:13	1:13	2,070.0	1,984.0	1.59%	95.85%
2015	2,042	47,860,521	23,438	7.46%	169	1:12	1:12	2,027.7	1,954.0	-2.04%	96.37%
2016	2,068	49,058,530	23,723	1.21%	172	1:12	1:12	2,059.4	1,985.4	1.56%	96.41%
2017	2,034	50,511,126	24,833	4.68%	174	1:11	1:12	2,026.2	1,941.5	-1.61%	95.82%
2018	2,052	53,656,133	26,148	5.29%	172	1:11	1:12	2,010.6	1,934.8	-0.77%	96.23%
2019	2,033	56,665,674	27,873	6.60%	171	1:12	1:12	2,022.1	1,939.9	0.57%	95.94%
2020	1,978	58,829,024	29,742	6.70%	173	1:11	1:12	1,950.9	1,894.3	-3.52%	97.10%
2021	1,920	60,849,878	31,693	6.56%	177	1:11	1:12	1,915.4	1,887.2	-1.82%	98.53%
2022	1,853	66,363,782	35,814	13.00%	175	1:11	1:11	1,833.2	1,750.9	-4.29%	95.51%
2023	1,766	70,695,853	40,032	11.78%	180	1:10	1:10	1,738.3	1,653.3	-5.18%	95.11%

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

b - Teaching staff includes only full-time equivalents of certificated staff.

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

d - Cost per pupil is calculated based upon enrollment and operating expenditures as presented and may not be the same as other (State) cost per pupil calculations.

Note: Enrollment based on annual October District count.

Source: Pascack Valley Regional High School District records.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<u>District Building</u>										
Pascack Valley High School (1962)										
Square Feet	200,807	200,807	200,807	200,807	200,807	200,807	200,807	200,807	200,807	200,807
* Capacity (students)	1,307	1,307	1,307	1,307	1,307	1,307	1,307	1,307	1,307	1,307
Enrollment	1,265	1,191	1,191	1,210	1,234	1,201	1,156	1,090	1,024	981
Pascack Hills High School (1954)										
Square Feet	193,037	193,037	193,037	193,037	193,037	193,037	193,037	193,037	193,037	192,037
* Capacity (students)	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100
Enrollment	835	842	842	824	818	832	822	830	829	785
Superintendent's Office Building										
Square Feet	877	877	877	877						
Board of Education Offices										
Square Feet	1,253	1,253	1,253							

Number of Schools at June 30, 2023
 High School = 2

* Based on Functional Capacity in District's LRF

Note: Year of original construction is shown in parentheses. Enrollment is based on the annual October District count.
 Source: Pascaek Valley Regional High School District Facilities Office.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS
UNAUDITED

Undistributed Expenditures - Required Maintenance
 For School Facilities - Account #11-000-261-XXX:

<u>School Facilities*</u>	<u>Project # (s)</u>	<u>Fiscal Year Ended June 30,</u>				
		<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Pascack Hills HS	N/A	\$ 681,836	\$ 933,748	\$ 514,047	\$ 797,902	\$ 1,108,115
Pascack Valley HS	N/A	654,441	830,866	424,522	787,415	1,071,810
Total School Facilities		<u>1,336,277</u>	<u>1,764,614</u>	<u>938,569</u>	<u>1,585,317</u>	<u>2,179,925</u>
Grand Total		<u>\$ 1,336,277</u>	<u>\$ 1,764,614</u>	<u>\$ 938,569</u>	<u>\$ 1,585,317</u>	<u>\$ 2,179,925</u>

<u>School Facilities*</u>	<u>Project # (s)</u>	<u>Fiscal Year Ended June 30,</u>				
		<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Pascack Hills HS	N/A	\$ 479,057	\$ 528,521	\$ 566,797	\$ 314,119	\$ 400,169
Pascack Valley HS	N/A	440,136	924,300	398,572	429,062	659,373
Total School Facilities		<u>919,193</u>	<u>1,452,821</u>	<u>965,369</u>	<u>743,181</u>	<u>1,059,542</u>
Grand Total		<u>\$ 919,193</u>	<u>\$ 1,452,821</u>	<u>\$ 965,369</u>	<u>\$ 743,181</u>	<u>\$ 1,059,542</u>

N/A - Not Applicable.

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

Source: Pascack Valley Regional High School District records.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2023
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy -		
Northeast Bergen County School Board Insurance Group- School Package		
Policy - National Union Fire Insurance Company		
Building and Contents (All Locations)	\$ 98,860,071	\$ 5,000
Boiler and Machinery - included in property		
Earthquake	5,000,000	100,000
Flood Zones (Zones A, V, N)	15,000,000 Agg / 7,500,000	500,000
Flood Zones (Zones C & X)	20,000,000 / 200,000 Agg	50,000
Comprehensive General Liability	1,000,000	2,500
General Automobile Liability	1,000,000	2,500
Comprehensive and Collision		1,000
Umbrella Liability - National Union Fire Ins. Co.	9,000,000	10,000
School Board Legal Liability - XL	1,000,000	35,000
Employment Practices -		35,000
Environmental - Chubb	2,000,000	25,000
Aggregate	4,000,000	
Group Aggregate	20,000,000	
Fireman's Fund Excess Umbrella (Shared) - 1/2 Group	25,000,000	
Great American, Allied World Hudson Ins Umbrella	30,000,000	
Allied Hudson	100,000	
Cyber Liability - Coalition		
1st Party	1,000,000	25,000
Crime Coverage - National Union:		
Employee Theft	500,000	5,000
Forgery and Alterations	250,000	5,000
Individual Bonds - Selective Insurance Company:		
School Business Administrator/Board Secretary	450,000	
Treasurer of School Monies	450,000	
Accidental Death and Dismemberment - Gerber Life Insurance		
Principal Sum (AD&D)	100,000	
Student and Athletic Accident - Peoples Benefit Life		
Insurance Company:	Catlin	
Accident Medical Expense Benefit	Basic	
Athletics	80% Coinsurance	25,000
Student		25,000
Accident Medical Expense Benefit - CAT		
Athletics	5,000,000	
Student	5,000,000	
Voluntary: Berkley Life	500,000	
Chubb - Volunteer Workers Accident Policy	250,000	

Source: Pascack Valley Regional High School District records.

SINGLE AUDIT SECTION



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

Independent Auditors' Report

The Honorable President and Members
 of the Board of Education
 Pascack Valley Regional High School District
 County of Bergen, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Office"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Pascack Valley Regional High School District (the "District"), in the County of Bergen, 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 3, 2023.

Report on Internal Control Over Financial Reporting

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

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

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

The Honorable President and Members
of the Board of Education
Pascack Valley Regional High School District
Page 2

Report on Compliance and Other Matters

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

Purpose of this Report

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

Mount Arlington, New Jersey
November 3, 2023

Nisivoccia LLP
NISIVOCCIA LLP

Valerie A Dolan

Valerie Dolan
Licensed Public School Accountant #2526
Certified Public Accountant



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

The Honorable President and Members
 of the Board of Education
 Pascack Valley Regional High School District
 County of Bergen, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

We have audited the Pascack Valley Regional High School District (the District's) compliance with the types of compliance requirements identified 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 fiscal year ended June 30, 2023. The District's major federal and state programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs.

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

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

The Honorable President and Members
of the Board of Education
Pascack Valley Regional High School District
Page 2

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey's OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than 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 GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey's OMB Circular 15-08, we

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

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

Report on Internal Control Over Compliance

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

The Honorable President and Members
of the Board of Education
Pascack Valley Regional High School District
Page 3

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

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

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

Mount Arlington, New Jersey
November 3, 2023

Nisivoccia LLP
NISIVOCCIA LLP

Valerie A Dolan

Valerie Dolan
Licensed Public School Accountant #2526
Certified Public Accountant

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Federal Grantor/Pass Through Grantor/ Program Title/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period		Program or Award Amount	Balance at June 30, 2022			Balance at June 30, 2023							
			From	To		Budgetary (Accounts Receivable)	Budgetary Unearned Revenue	Cash Received	Budgetary Expenditures	Receivable Balance Cancelled	Budgetary (Accounts Receivable)	Budgetary Unearned Revenue	Amounts Provided to Subrecipients			
U.S. Department of Education - General Fund: Medicaid Reimbursement Total General Fund	93.778	N/A	7/1/22	6/30/23	\$ 10,218			\$ 10,218	\$ (10,218)							
Special Revenue Fund: Passed-through State Department of Education: Elementary and Secondary Education Act:																
Title I	84.010	ESEA-3960-23	7/1/22	9/30/23	42,420			23,565	(37,438)							\$ (13,873)
Title II - Part A	84.367	ESEA-3960-22	7/1/21	9/30/22	27,419			23,565	(37,438)							(13,873)
Title II - Part A	84.367	ESEA-3960-23	7/1/22	9/30/23	33,032			5,105								
Total Title II								8,726	(17,321)							(8,595)
Title III	84.365	ESEA-3960-23	7/1/22	9/30/23	2,353			13,831	(17,321)							(8,595)
Total Title III								277	(277)							
Title IV	84.424	ESEA-3960-22	7/1/21	9/30/22	12,114			7,962								
Title IV	84.424	ESEA-3960-23	7/1/22	9/30/23	377				(377)							(377)
Total Title IV								7,962	(377)							(377)
Total Elementary and Secondary Education Act								45,635	(55,413)							(22,845)
Special Education Cluster: I.D.E.A. Part B, Basic Regular I.D.E.A. Part B, Basic Regular COVID 19 - American Rescue Plan: I.D.E.A. Part B, Basic Regular Total Special Education Cluster	84.027A 84.027A 84.027X	IDEA-3960-23 IDEA-3960-22 IDEA-3960-22	7/1/22 7/1/21 7/1/21	9/30/23 9/30/22 9/30/23	495,336 475,334 100,218			375,631 99,570 23,149	(443,915) (99,570) (23,137)							(68,284) (9,017) (77,301)
Education Stabilization Fund: COVID 19 - CARES Emergency Relief COVID 19 - CRRSA ESSER II Learning Acceleration Mental Health COVID 19 - ARP ESSER III Summer Learning and Enrichment Comprehensive Beyond the School Day Total Education Stabilization Fund	84.425D 84.425D 84.425D 84.425D 84.425U 84.425U 84.425U	CARES396020 S425D210027 S425D210027 S425D210027 S425U210027 S425U210027 S425U210027	3/13/20 3/13/20 3/13/20 3/13/20 3/13/20 3/13/20 3/13/20	9/30/22 9/30/23 9/30/23 9/30/23 9/30/24 9/30/24 9/30/24	57,332 183,836 25,000 45,000 413,159 40,000 40,000			4,953 40,090 7,637 15,118 64,151 3,197 10,277	(4,841) (36,953) (592) (10,175) (399,627) (3,197) (10,277)	(112) (3,225) (7,119) (9,243)						(335,476) (339,938) (440,084)
Total U.S. Department of Education								689,408	(955,265)				377			(440,084)

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Federal Grantor/Pass Through Grantor/ Program Title/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period		Program or Award Amount	Balance at June 30, 2022			Balance at June 30, 2023			
			From	To		Budgetary (Accounts Receivable)	Budgetary Unearned Revenue	Cash Received	Budgetary Expenditures	Receivable Balance Cancelled	Budgetary (Accounts Receivable)	Budgetary Unearned Revenue
U.S. Department of Treasury:												
COVID 19 - ASCERS	21.027	N/A	7/1/22	6/30/23	\$ 429,298			\$ 220,917	\$ (429,298)		\$ (208,381)	
COVID 19 - ASCERS	21.027	N/A	7/1/21	6/30/22	411,812	\$ (193,412)		193,412				
Total U.S. Department of Treasury						(193,412)		414,329	(429,298)		(208,381)	
Total Special Revenue Fund						(368,016)		1,103,737	(1,384,563)	377	(648,465)	
TOTAL FEDERAL AWARDS						\$ (368,016)	\$ -0-	\$ 1,113,955	\$ (1,394,781)	\$ 377	\$ (648,465)	\$ -0-

N/A - Not Applicable

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

State Grantor/Program Title	Project Number	Grant Period		Program or Award Amount	Balance at June 30, 2022			Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2023		MEMO
		From	To		Budgetary (Accounts Receivable)	Budgetary Unearned Revenue	Due to Grantor				GAAP (Accounts Receivable)	Budgetary Unearned Revenue	
State Department of Education:													
General Fund:													
Special Education Categorical Aid	23-495-034-5120-089	7/1/22	6/30/23	\$ 1,890,404			\$ 1,753,475	\$ (1,890,404)			\$ (136,929)	\$ 1,890,404	
Special Education Categorical Aid	22-495-034-5120-089	7/1/21	6/30/22	1,594,440			107,437					1,594,440	
Security Aid	23-495-034-5120-084	7/1/22	6/30/23	71,406			66,234	(71,406)			(5,172)	71,406	
Security Aid	22-495-034-5120-084	7/1/21	6/30/22	35,828			2,414					35,828	
Transportation Aid	23-495-034-5120-014	7/1/22	6/30/23	363,359			337,040	(363,359)			(26,319)	363,359	
Transportation Aid	22-495-034-5120-014	7/1/21	6/30/22	363,359			24,484					363,359	
Extraordinary Special Education Costs Aid	23-495-034-5120-044	7/1/22	6/30/23	979,191				(979,191)			(979,191)	979,191	
Extraordinary Special Education Costs Aid	22-495-034-5120-044	7/1/21	6/30/22	989,545				(49,920)			(49,920)	989,545	
Nonpublic Transportation Aid	23-495-034-5120-014	7/1/22	6/30/23	49,920			41,180					41,180	
Nonpublic Transportation Aid	22-495-034-5120-014	7/1/21	6/30/22	41,180			36,833					36,833	
Securing Our Children's Future Bond Act	20E00486	7/1/20	6/30/23	36,833				(7,091)			(7,091)	36,833	
Homeless Tuition Reimbursement	N/A	7/1/21	6/30/22	7,091			5,550					7,091	
State Reimbursement for Lead Testing of Drinking Water	23-495-034-5120-104	7/1/21	6/30/22	5,550								5,550	
Reimbursed TPAF Social Security Contributions	23-495-034-5094-003	7/1/22	6/30/23	1,782,382			1,782,382	(1,782,382)				1,782,382	
Reimbursed TPAF Social Security Contributions	22-495-034-5094-003	7/1/21	6/30/22	1,685,444			83,858					1,685,444	
On-Behalf TPAF Post Retirement Contributions	23-495-034-5094-001	7/1/22	6/30/23	2,174,068			2,174,068	(2,174,068)				2,174,068	
On-Behalf TPAF Pension Contributions	23-495-034-5094-002	7/1/22	6/30/23	8,162,684			8,162,684	(8,162,684)				8,162,684	
On-Behalf TPAF Non-Contributory Insurance	23-495-034-5094-004	7/1/22	6/30/23	113,248			113,248	(113,248)				113,248	
On-Behalf TPAF Long-Term Disability Insurance	23-495-034-5094-004	7/1/22	6/30/23	2,243			2,243	(2,243)				2,243	
Total General Fund State Aid							15,682,675	(15,601,546)			(1,036,202)	18,662,731	
Special Revenue Fund:													
NJ Nonpublic Aid:													
Auxiliary Services (Chapter 192):													
Compensatory Education	22-100-034-5120-067	7/1/21	6/30/22	116,454					\$ 68,977		\$ 26,388	47,477	
Compensatory Education	23-100-034-5120-067	7/1/22	6/30/23	76,100								49,712	
Handicapped Services (Chapter 193):													
Examination and Classification	22-100-034-5120-066	7/1/21	6/30/22	77,360								59,910	
Examination and Classification	23-100-034-5120-066	7/1/22	6/30/23	62,376			62,376	(49,681)			12,695	49,681	
Supplementary Instruction	22-100-034-5120-066	7/1/21	6/30/22	52,864								43,778	
Supplementary Instruction	23-100-034-5120-066	7/1/22	6/30/23	45,430			45,430	(38,078)			7,352	38,078	
Corrective Speech	22-100-034-5120-066	7/1/21	6/30/22	9,300								1,302	
Corrective Speech	23-100-034-5120-066	7/1/22	6/30/23	2,790			2,790	(22,885)			17	22,885	
Textbook Aid (Chapter 194)	23-100-034-5120-064	7/1/22	6/30/23	22,902			22,902	(51,072)			1	51,072	
Nursing Services (Chapter 226)	23-100-034-5120-064	7/1/22	6/30/23	51,072			51,072	(14,573)			1	14,573	
Technology Initiative	23-100-034-5120-373	7/1/22	6/30/23	14,574			14,574	(93,000)			480	93,000	
Security Aid	23-100-034-5120-509	7/1/22	6/30/23	93,480			93,480						

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

State Grantor/Program Title	Project Number	Grant or State	Grant Period		Program or Award Amount	Balance at June 30, 2022			Due to Grantor	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2023		Due to Grantor	MEMO	
			From	To		Budgetary (Accounts Receivable)	Budgetary Unearned Revenue	GAAP (Accounts Receivable)					Budgetary Unearned Revenue	(Budgetary Receivable)		Cumulative Total Expenditures	
SDA Emergent Maintenance and Capital Needs	N/A		7/1/22	6/30/23	\$ 51,024	\$	51,024	\$	51,024	\$ (51,024)							
Tech STEM Classes in Nonpublic Schools	N/A		7/1/21	6/30/22	21,259	\$ (9,614)	9,614										\$ 21,259
Tech STEM Classes in Nonpublic Schools	N/A		7/1/22	6/30/23	20,772		10,851		10,851	(20,772)				\$ (9,921)		\$	20,772
Climate Awareness Education Grant	23-100-034-5063-359		7/1/22	6/30/23	6,600		6,600		6,600	(6,600)							6,600
Anti-Bullying Bill of Rights Act	N/A		7/1/13	6/30/14	433												217
Total Special Revenue Fund						(9,614)	217	103,511	446,813	(397,397)	103,511		(9,921)	217	49,723	(9,921)	520,316
Total State Department of Education						(1,295,365)	217	103,511	16,129,488	(15,998,943)	103,511		(1,046,123)	217	49,723	(1,214,543)	19,183,047
Total State Awards Subject to Single Audit Determination						\$ (1,295,365)	\$ 217	\$ 103,511	\$ 16,129,488	\$ (15,998,943)	\$ 103,511		\$ (1,046,123)	\$ 217	\$ 49,723	\$ (1,214,543)	\$ 19,183,047
Less: State Awards Not Subject to Single Audit Major Program Determination																	
On-Behalf/TPAF Pension System Contributions:																	
On-Behalf/TPAF Post Retirement Contributions	23-495-034-5094-001		7/1/22	6/30/23	(2,174,068)					\$ 2,174,068							
On-Behalf/TPAF Pension Contributions	23-495-034-5094-002		7/1/22	6/30/23	(8,162,684)					8,162,684							
On-Behalf/TPAF Non-Contributory Insurance	23-495-034-5094-004		7/1/22	6/30/23	(113,248)					113,248							
On-Behalf/TPAF Long-Term Disability Insurance	23-495-034-5094-004		7/1/22	6/30/23	(2,243)					2,243							
Subtotal - On-Behalf/TPAF Pension System Contribution										10,452,243							
Total State Awards Subject to Single Audit Major Program Determination										\$ (5,546,700)							

N/A - Not Available

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 1. BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards include federal and state awards activity of the Board of Education, Pascack Valley Regional High School District under programs of the federal and state governments for the fiscal year ended June 30, 2023. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”) and New Jersey’s OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the District, they are not intended to and do not present the financial position, changes in net position or cash flows of the District.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 3. INDIRECT COST RATE

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

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the 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 these payments are not recognized until the subsequent budget year due to the state deferral and recording of the June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. Grant revenue in the capital projects fund is recognized on the budgetary basis in the fiscal year of award but is not recognized on the GAAP basis until expended and submitted for reimbursement.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$34,085) for the general fund and (\$272,386) for the special revenue fund of which (\$3,654 is for local grants). See Note 1D for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
 (Continued)

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

Awards and financial assistance revenue are reported on the Board’s basic financial statements on a GAAP basis as presented below:

	Federal	State	Total
General Fund	\$ 10,218	\$ 15,567,461	\$ 15,577,679
Special Revenue Fund	1,091,069	414,851	1,505,920
Total Financial Assistance	\$ 1,101,287	\$ 15,982,312	\$ 17,083,599

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. OTHER

TPAF Social Security contributions represent the amount reimbursed by the State for the employer’s share of social security contributions for TPAF members for the fiscal year ended June 30, 2023.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Summary of Auditors' Results:

- The Independent Auditors' Report expresses an unmodified opinion on the financial statements of the District.
- There were no material weaknesses or significant deficiencies disclosed during the audit of the financial statements as reported in the *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*.
- No instances of noncompliance material to the financial statements of the District which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
- There were no material weaknesses or significant deficiencies in internal control over major federal or state programs disclosed during the audit as reported in the *Independent Auditors' Report on Compliance For Each Major Federal and State Program; Report on Internal Control Over Compliance* Required by the Uniform Guidance and NJ OMB 15-08.
- The auditor's report on compliance for the major federal and state programs for the District expresses an unmodified opinion on all major federal and state programs.
- The audit did not disclose any audit findings which are required to be reported in accordance with New Jersey's OMB Circular 15-08 or 2 CFR 200.516(a) of the Uniform Guidance.
- The District's programs tested as major federal and state programs for the current fiscal year consisted of the following:

	<u>Assistance Listing / State Grant Number</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>Budgetary Expenditures</u>
<u>Federal:</u>				
Special Education Cluster:				
I.D.E.A. Part B,				
Basic Regular	84.027A	7/1/22-9/30/23	\$ 495,336	\$ 443,915
COVID 19 - ARP BASIC	84.027X	7/1/21-9/30/23	100,218	23,137
Education Stabilization Fund:				
COVID 19 - CARES Emergency Relief	84.425D	3/13/20-9/30/22	57,332	112
COVID 19 - CRRSA:				
ESSER II	84.425D	3/13/20-9/30/23	183,836	3,225
Learning Acceleration	84.425D	3/13/20-9/30/23	25,000	7,119
Mental Health	84.425D	3/13/20-9/30/23	45,000	9,243
COVID 19 - ARP:				
ESSER III	84.425U	3/13/20-9/30/24	413,159	399,627
Summer Learning and Enrichment	84.425U	3/13/20-9/30/24	40,000	3,197
Comprehensive Beyond the School Day	84.425U	3/13/20-9/30/24	40,000	10,277
<u>State:</u>				
Reimbursed TPAF Social Security Contributions	23-495-034-5094-003	7/1/22-6/30/23	1,782,382	1,782,382
Extraordinary Special Education Costs Aid	23-495-034-5120-044	7/1/22-6/30/23	979,191	979,191

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(Continued)

Summary of Auditors' Results: (Cont'd)

- The threshold used for distinguishing between federal and state Type A and Type B programs was \$750,000.
- The single audit threshold identified in the Uniform Guidance and New Jersey's OMB Circular 15-08 was \$750,000.
- The District was not determined to be a "low-risk" auditee for state and federal programs.

Findings Relating to the Financial Statements which are required to be Reported in Accordance with Generally Accepted Government Auditing Standards:

- The audit did not disclose any findings required to be reported under Generally Accepted Government Auditing Standards.

Findings and Questioned Costs for Federal Awards:

- The audit did not disclose any findings or questioned costs for federal awards as defined in 2 CFR 200.516(a) of the Uniform Guidance.

Findings and Questioned Costs for State Awards:

- The audit did not disclose any findings or questioned costs for state awards as defined in 2 CFR 200.516(a) of the Uniform Guidance and New Jersey's OMB Circular 15-08.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2023

Status of Prior Fiscal Year Findings:

The District had no prior fiscal year audit findings.