

**SCHOOL DISTRICT OF WALLKILL  
VALLEY REGIONAL**

**Wallkill Valley Regional High School District  
Hamburg, New Jersey**

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

**Annual Comprehensive  
Financial Report**

**of the**

**Wallkill Valley Regional  
High School District**

**Hamburg, New Jersey**

**For the Fiscal Year Ended June 30, 2023**

**Prepared by**

**Wallkill Valley Regional High School  
For the Fiscal Year Ended June 30, 2023**

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INTRODUCTORY SECTION



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

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*10 Grumm Road, Hamburg, NJ 07419      Phone (973) 827-4100*  
*Fax (973) 827-8318*

November 10, 2023

The Honorable President and Members of  
the Board of Education  
Wallkill Valley Regional High School District  
Hamburg, New Jersey

Dear Board Members:

The annual comprehensive financial report of the Wallkill Valley Regional High School District (the "District") for the fiscal year ended June 30, 2023, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (the "Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The annual comprehensive financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the management's discussion and analysis, the basic financial statements and notes providing an overview of the 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 fiscal capacity, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with 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*. Information related to this single audit, including the auditors' reports on internal control system and compliance with applicable laws, regulations, contracts and grants, and findings and recommendations, are included in the single audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES: The Wallkill Valley Regional High School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board ("GASB") in codification section 2100. All funds of the District are included in this report. The Wallkill Valley Regional High School constitutes the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels 9 through 12 for the students residing in the Township of Hardyston, Borough of Ogdensburg, Borough of Hamburg and Borough of Franklin. These include regular, vocational as well as special education for handicapped youngsters.

2) ECONOMIC CONDITION AND OUTLOOK: The growth in the constituent communities has slowed down considerably. Our enrollment as of June 30, 2023, was 611. As of September 1, 2023 we had 640 students enrolled at Wallkill Valley Regional High School.

3) MAJOR INITIATIVES: In the prior year the Wallkill Valley Regional High School Board of Education started a \$5.3 million dollar referendum. This referendum included HVAC upgrades, auditorium renovations, locker replacements, football field and track upgrades, shop upgrades, tennis court renovations and fire alarm upgrades.

4) INTERNAL ACCOUNTING CONTROLS: Management of the District is responsible for establishing and maintaining an internal control system designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data 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 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's management.

As part of the District's single audit described earlier, tests are made to determine the adequacy of the internal control system, including that portion related to federal and state award programs, as well as to determine that the District has complied with applicable laws, 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/or assignments of fund balance at June 30, 2023.

6) ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles, as promulgated by the 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.



The Honorable President and Members of  
the Board of Education  
Wallkill Valley Regional High School District  
Page 3  
November 10, 2023

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, and fidelity bonds. A schedule of insurance coverage is found on J-20.

9) OTHER INFORMATION: 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's finance committee. 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* ("Uniform Guidance") and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. The independent auditors' report on basic financial statements and specific required supplementary information is included in the financial section of this report. The auditors' reports related specifically to the single audit and *Government Auditing Standards* are included in the single audit section of this report.

10) ACKNOWLEDGMENTS: We would like to express our appreciation to the members of the Wallkill Valley Regional High School District 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 the financial and accounting staff.

Respectfully submitted,



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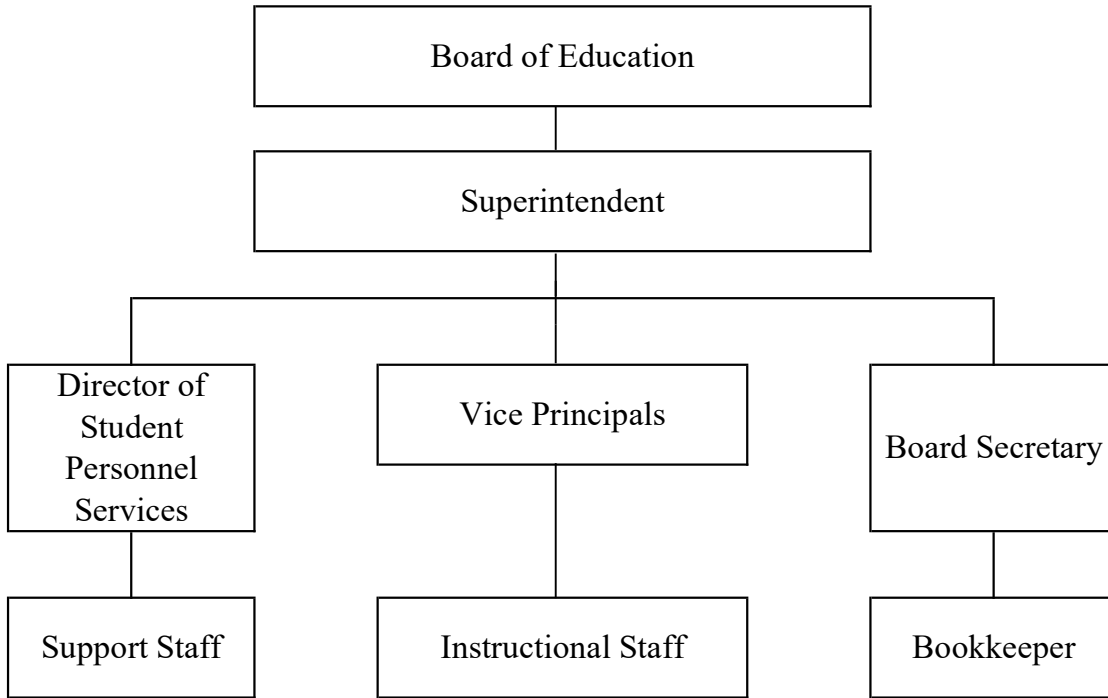
David Carr  
Superintendent/Principal



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Joseph P. Hurley, Jr  
Business Administrator/Board Secretary

**WALLKILL VALLEY REGIONAL HIGH SCHOOL BOARD OF EDUCATION**  
**Organizational Chart**  
**(Unit Control)**



**WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
 ROSTER OF OFFICIALS  
 JUNE 30, 2023**

<u>Members of the Board of Education</u>		<u>Term Expires</u>
Robert Carlson, President	Hardyston Township	2025
Virginia Jones, Vice President	Hamburg Borough	2023
Thomas Kabatra	Franklin Borough	2025
Cynthia Rock	Hardyston Township	2024
Jacqueline Elmo	Hardyston Township	2023
Ronald Neal	Franklin Borough	2023
Suzanne Testino	Hardyston Township	2024
Guy G. McHugh	Hamburg Borough	2024
Ralph Bonard	Odgensburg Borough	2025

Other Officers

David Carr	Superintendent/Principal
Joseph P. Hurley Jr.	Business Administrator/Board Secretary
Barbara Decker	Treasurer

**WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
Consultants and Advisors**

**Audit Firm**

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

And

Lawrence Business Park  
11 Lawrence Road  
Newton, NJ 07860

And

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

**Attorney**

Sciarrillo, Cornell, Merlino, McKeever & Osborne, LLC  
238 St. Paul Street  
Westfield, NJ 07090

**Official Depository**

Sussex Bank  
399 Route 23  
Franklin, NJ 07416

FINANCIAL SECTION

## Independent Auditors' Report

The Honorable President and Members  
of the Board of Education  
Wallkill Valley Regional High School District  
Hamburg, 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 Wallkill Valley Regional High School District (the “District”), in the County of Sussex, 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 10, 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.

November 10, 2023  
Mount Arlington, New Jersey

*Nisivoccia LLP*  
NISIVOCCIA LLP

*John J. Mooney*  
John J. Mooney  
Licensed Public School Accountant #2602  
Certified Public Accountant



REQUIRED SUPPLEMENTARY INFORMATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
(UNAUDITED)

## **Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2023**

This section of Wallkill 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.

### **Using this Annual Comprehensive Financial Report (ACFR)**

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

The Statement of Net Position and Statement of Activities provide information about the activities of the entire District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements show how services were financed in the short-term as well as what remains for future spending. The fund financial statements present all funds of the District. The General Fund is by far the most significant fund.

### **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.

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

**Figure A-1**  
**Organization of Wallkill Valley Regional High School Financial Report**

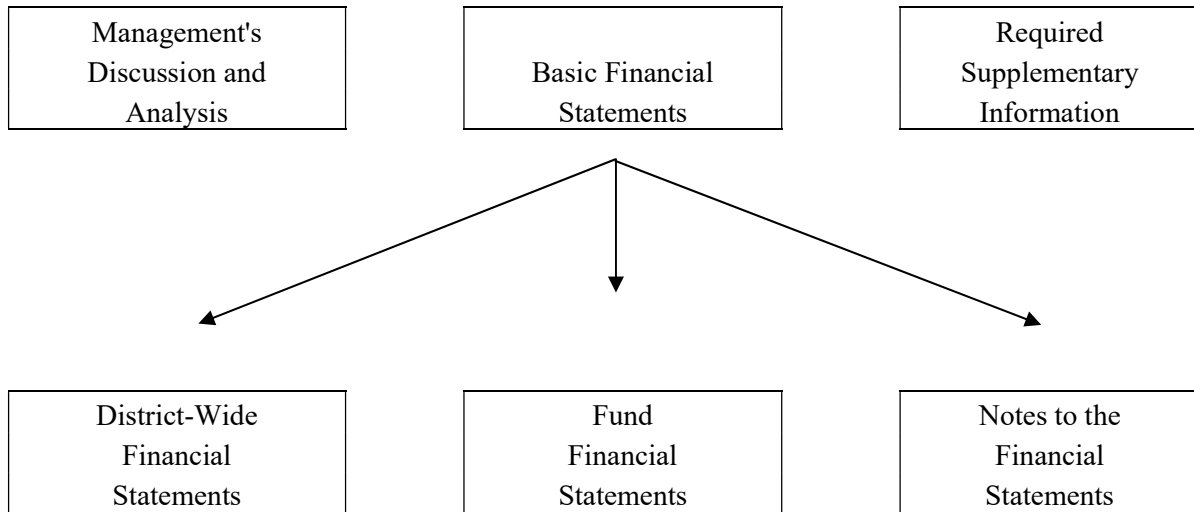


Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents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

**Figure A-2**

***Major Features of the District-Wide and Fund Financial Statements***

	District-Wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire District (except fiduciary funds)	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
Required Financial Statements	<ul style="list-style-type: none"> <li>• Statement of net position</li> <li>• Statement of activities</li> </ul>	<ul style="list-style-type: none"> <li>• Balance sheet</li> <li>• Statement of revenue, expenditures, and changes in fund balances</li> </ul>	<ul style="list-style-type: none"> <li>• Statement of net position</li> <li>• Statement of revenue, expenses, and changes in net position</li> <li>• Statement of cash flows</li> </ul>
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial 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

## ***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 – are one way to measure the District's financial health or *position*.

- Over time, increases or decreases in the District's net position are an indicator of whether its financial position 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 is 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 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 its other programs and activities. The District does not utilize internal service funds.

*Notes to the Basic Financial Statements:* The notes provide information that is essential to a full understanding of the data provided in the District-wide and fund financial statements. The notes to the basic financial statements can be found immediately following the fund financial statements.

### Financial Analysis of the District as a Whole

*Net Position.* The Statement of Net Position provides the perspective of the School District as a whole. Net position may serve over time as a useful indicator of a school’s financial position.

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

	Governmental Activities		Business-Type Activities		Total School District		Percentage Change 2022/2023
	2021/2022	2022/2023	2021/2022	2022/2023	2021/2022	2022/2023	
Current and							
Other Assets	\$ 6,783,702	\$ 5,379,195	\$107,489	\$ 141,920	\$ 6,891,191	\$ 5,521,115	
Capital Assets, Net	11,967,866	13,448,259	33,530	26,167	12,001,396	13,474,426	
Lease Asses, Net	38,847	106,321			38,847	106,321	
Total Assets	18,790,415	18,933,775	141,019	168,087	18,931,434	19,101,862	0.90%
Deferred Outflows of Resources	252,111	261,356			252,111	261,356	3.67%
Other Liabilities	338,177	406,405	7,314	34,629	345,491	441,034	
Long-term Liabilities	8,499,855	8,471,550			8,499,855	8,471,550	
Total Liabilities	8,838,032	8,877,955	7,314	34,629	8,845,346	8,912,584	0.76%
Deferred Inflows of Resources	1,014,200	445,639			1,014,200	445,639	-56.06%
Net Investment in Capital Assets	8,720,613	10,339,014	33,530	26,167	8,754,143	10,365,181	
Restricted	2,032,184	1,539,999			2,032,184	1,539,999	
Unrestricted/ (Deficit)	(1,562,503)	(2,007,476)	100,175	107,291	(1,462,328)	(1,900,185)	
Total Net Position	\$ 9,190,294	\$ 9,871,537	\$133,705	\$ 133,458	\$ 9,323,999	\$ 10,004,995	7.30%

The District’s financial position is the product of financial transactions including the net results of activities, the acquisition and payment of bonded and long-term liabilities, the acquisition and disposal of capital assets, and the depreciation of capital assets.

*Changes in Net Position.* Net position in the Governmental Activities increased due primarily to the maturity of long term liabilities, capital assets additions offset by depreciation expense as well as excess revenues and unexpended budget balances in the General Fund. An explanation for the change in Net Position for Business-Type Activities is included later in this section of the report.

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

	Governmental Activities		Business-Type Activities		Total School District		% Change
	2021/2022	2022/2023	2021/2022	2022/2023	2021/2022	2022/2023	
Revenue:							
Program Revenue:							
Charges for Services	\$ 251,809	\$ 296,732	\$ 51,226	\$ 129,753	\$ 303,035	\$ 426,485	
Operating Grants and Contributions	6,758,195	6,439,738	302,951	105,014	7,061,146	6,544,752	
General Revenue:							
Property Taxes	11,791,510	12,286,955			11,791,510	12,286,955	
Other	288,856	244,317	105	189	288,961	244,506	
Total Revenue	<u>19,090,370</u>	<u>19,267,742</u>	<u>354,282</u>	<u>234,956</u>	<u>19,444,652</u>	<u>19,502,698</u>	0.30%
Expenses:							
Instruction	9,520,115	9,416,757			9,520,115	9,416,757	
Pupil and Instruction Services	3,750,594	4,077,565			3,750,594	4,077,565	
Administrative and Business	1,661,122	1,669,872			1,661,122	1,669,872	
Maintenance and Operations	1,437,096	1,299,322			1,437,096	1,299,322	
Transportation	1,493,969	1,870,451			1,493,969	1,870,451	
Other	179,121	252,532	274,740	235,203	453,861	487,735	
Total Expenses	<u>18,042,017</u>	<u>18,586,499</u>	<u>274,740</u>	<u>235,203</u>	<u>18,316,757</u>	<u>18,821,702</u>	2.76%
Other Items -							
Transfer	(60)		60				
Change in Net Position	<u>\$ 1,048,293</u>	<u>\$ 681,243</u>	<u>\$ 79,602</u>	<u>\$ (247)</u>	<u>\$ 1,127,895</u>	<u>\$ 680,996</u>	-39.62%

**Governmental Activities**

The financial position increased by \$681,243. However, maintaining existing programs and the provision of a multitude of special programs and services for disabled pupils place great demands on the District's resources.

Careful management of expenses remains essential for the District to sustain its financial health. The most significant cost savings action implemented during the year was:

- Increased use of federal funds for tuition and related service costs.

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**

	Total Cost of Services		Net Cost of Services	
	2021/2022	2022/2023	2021/2022	2022/2023
Instruction	\$ 9,520,115	\$ 9,416,757	\$ 4,098,139	\$ 4,096,368
Pupil and Instruction Services	3,750,594	4,077,565	3,015,710	3,365,718
Administrative and Business	1,661,122	1,669,872	1,385,920	1,477,520
Maintenance and Operations	1,437,096	1,299,322	1,377,837	1,299,322
Transportation	1,493,969	1,870,451	975,286	1,358,569
Other	179,121	252,532	179,121	252,532
	<u>\$ 18,042,017</u>	<u>\$ 18,586,499</u>	<u>\$ 11,032,013</u>	<u>\$ 11,850,029</u>

## Business-Type Activities

Net position from the District's business-type activity decreased by \$247. (Refer to Figure A-4). Factors contributing to these results included:

- Food services expenses exceeded revenues by \$247.

## Financial Analysis of the District's Funds

The District's financial position decreased significantly due to significant changes in the student clientele and difficult economic conditions. Expenditures related to special needs children have increased significantly due to additional students, requiring related services and material needs, as well as transportation to special schools. Salaries of staff have been increased by prior year negotiated agreements. Health costs have been contained for several years; however, significantly increased premiums are anticipated in the next few years. The Board has been able to save health premium costs by offering a program to staff whereby they can waive certain benefits under certain conditions.

## General Fund Budgetary Highlights

Changes were made within budgetary line items for changes in school based needs in programs, supplies and equipment but these changes did not increase the budget appropriations.

## Capital Asset and Long-Term Liabilities

Figure A-6

### Capital Assets (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total School District		% Change 2022/2023
	2021/2022	2022/2023	2021/2022	2022/2023	2021/2022	2022/2023	
Construction in Progress	\$ 1,834,952	\$ 2,002,163			\$ 1,834,952	\$ 2,002,163	
Buildings, Building and Site Improvements	9,209,233	10,629,590			9,209,233	10,629,590	
Furniture, Machinery, and Equipment	923,681	816,506	\$ 33,530	\$ 26,167	957,211	842,673	
Total Capital Assets - (Net of Depreciation)	<u>\$ 11,967,866</u>	<u>\$ 13,448,259</u>	<u>\$ 33,530</u>	<u>\$ 26,167</u>	<u>\$ 12,001,396</u>	<u>\$ 13,474,426</u>	12.27%

Figure A-7

### Outstanding Long-Term Liabilities

	Total School District		Percentage Change
	2021/2022	2022/2023	
General Obligation Bonds (Financed with Property Taxes)	\$ 6,710,000	\$ 6,405,000	
Net Pension Liability	1,266,934	1,524,817	
Other Long Term Liabilities	465,572	541,733	
	<u>\$ 8,442,506</u>	<u>\$ 8,471,550</u>	0.34%



## **Factors Bearing on the District's Future Revenue/Expense Changes**

- The Wallkill Valley Regional High School District is presently in good financial condition. The District is proud of its community support of the public school and the pride that the students take in their building. A major concern is that community support will not continue to be as strong if tax increases are necessitated by flat funding or decreases in state aid. Another concern is that the school building is getting older and will require more repairs and upgrades in the future.
- Wallkill Valley Regional High School District's budget for 2023-2024 was not voted on by the public due to the District's passing a resolution to stay at or under cap and to have board elections in November.
- The District routinely monitors the rules and regulations of the Every Student Succeeds Act federal legislation to assess and ensure financial compliance.
- It is important that the District continues to be able to complete capital improvement projects and to maintain the physical plant of the District.
- The State of New Jersey made significant changes to its allocation of state aid. As a result, Wallkill Valley Regional High School District had a reduction of \$391,548 in the 2020-2021 school year, a reduction of \$431,485 in the 2021-2022 school year, a reduction of \$187,606 in the 2022-2023 school year and an increase of \$7,598 in the 2023-2024 school year.

## **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 Board of Education Office, Wallkill Valley Regional High School District, 10 Grumm Road, Hamburg, New Jersey.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

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

	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 3,896,096	\$ 59,264	\$ 3,955,360
Receivables from State Government	205,775	103	205,878
Receivables from Federal Government	145,541	2,660	148,201
Internal Balances	(70,303)	70,303	
Other Receivables	4,860	1,136	5,996
Inventory		8,454	8,454
Restricted Cash and Cash Equivalents	1,197,226		1,197,226
Capital Assets:			
Sites (Land) and Construction in Progress	2,002,163		2,002,163
Depreciable Buildings and Building Improvements, Site Improvements and Furniture, Machinery and Equipment	11,446,096	26,167	11,472,263
Lease Assets, Net	106,321		106,321
Total Assets	<u>18,933,775</u>	<u>168,087</u>	<u>19,101,862</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Outflows Related to Pensions	261,356		261,356
Total Deferred Outflows of Resources	<u>261,356</u>		<u>261,356</u>
<b>LIABILITIES</b>			
Accounts Payable - Vendors	315,472	7,529	323,001
Payable to State Government	277		277
Unearned Revenue	27,704	27,100	54,804
Accrued Interest Payable	62,952		62,952
Noncurrent Liabilities:			
Due Within One Year	342,150		342,150
Due Beyond One Year	8,129,400		8,129,400
Total Liabilities	<u>8,877,955</u>	<u>34,629</u>	<u>8,912,584</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Inflows Related to Pensions	445,639		445,639
Total Deferred Inflows of Resources	<u>445,639</u>		<u>445,639</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	10,339,014	26,167	10,365,181
Restricted for:			
Capital Projects	1,181,126		1,181,126
Debt Service	112,422		112,422
Scholarship	68,979		68,979
Student Activities	169,422		169,422
Unemployment Compensation	8,050		8,050
Unrestricted/(Deficit)	(2,007,476)	107,291	(1,900,185)
Total Net Position	<u>\$ 9,871,537</u>	<u>\$ 133,458</u>	<u>\$ 10,004,995</u>

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

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

Functions/Programs	Program Revenue			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:						
Instruction:						
Regular	\$ 7,249,187		\$ 4,299,577	\$ (2,949,610)		\$ (2,949,610)
Special Education	1,389,775		1,019,005	(370,770)		(370,770)
Other Special Instruction	83,756		1,807	(81,949)		(81,949)
School Sponsored/Other Instruction	694,039			(694,039)		(694,039)
Support services:						
Tuition	1,650,957		173,135	(1,477,822)		(1,477,822)
Student & Instruction Related Services	2,426,608	\$ 296,732	241,980	(1,887,896)		(1,887,896)
General Administrative Services	851,137		99,144	(751,993)		(751,993)
School Administrative Services	620,412		93,208	(527,204)		(527,204)
Central Services	198,323			(198,323)		(198,323)
Plant Operations and Maintenance	1,299,322			(1,299,322)		(1,299,322)
Pupil Transportation	1,870,451		511,882	(1,358,569)		(1,358,569)
Interest on Long-Term Debt	165,763			(165,763)		(165,763)
Unallocated Depreciation	48,123			(48,123)		(48,123)
Capital Outlay	38,646			(38,646)		(38,646)
Total Governmental Activities	18,586,499	296,732	6,439,738	(11,850,029)	\$ -0-	(11,850,029)

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

<u>Functions/Programs</u>	Program Revenue		Net (Expense) Revenue and Changes in Net Position		
	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Food Service	\$ 235,203	\$ 129,753	\$ 105,014	\$ (436)	\$ (436)
Total Business-Type Activities	235,203	129,753	105,014	(436)	(436)
Total Primary Government	\$ 18,821,702	\$ 426,485	\$ 6,544,752	\$ (11,850,029)	\$ (11,850,465)
General Revenues:					
Property Taxes, Levied for General Purposes, Net			11,868,798		11,868,798
Taxes Levied for Debt Service			418,157		418,157
Interest on Investments			13,337	189	13,526
Interest Earned in Capital Reserve			1,881		1,881
Miscellaneous Income			229,099		229,099
Total General Revenues			12,531,272	189	12,531,461
Change in Net Position			681,243	(247)	680,996
Net Position - Beginning			9,190,294	133,705	9,323,999
Net Position - Ending			\$ 9,871,537	\$ 133,458	\$ 10,004,995

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

FUND FINANCIAL STATEMENTS

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

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 1,399,173	\$ 402,566	\$ 2,094,357		\$ 3,896,096
Receivables From State Government	205,775				205,775
Receivables From Federal Government		145,541			145,541
Interfund Receivable	53,073		1,642,799	\$ 165,495	1,861,367
Other Receivables	4,860				4,860
Restricted Cash and Cash Equivalents	958,825	238,401			1,197,226
<b>Total Assets</b>	<u>\$ 2,621,706</u>	<u>\$ 786,508</u>	<u>\$ 3,737,156</u>	<u>\$ 165,495</u>	<u>\$ 7,310,865</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts Payable - Vendors	\$ 75,620	\$ 110,852			\$ 186,472
Payable to State Government		277			277
Interfund Payable	1,303,828	409,274	\$ 165,495	\$ 53,073	1,931,670
Unearned Revenue		27,704			27,704
<b>Total Liabilities</b>	<u>1,379,448</u>	<u>548,107</u>	<u>165,495</u>	<u>53,073</u>	<u>2,146,123</u>
<b>Fund Balances:</b>					
<b>Restricted for:</b>					
Capital Reserve Account	907,302				907,302
Capital Projects Fund			3,571,661		3,571,661
Debt Service Fund				112,422	112,422
Unemployment Compensation	8,050				8,050
Student Activities		169,422			169,422
Scholarships		68,979			68,979
<b>Assigned to:</b>					
Year-end Encumbrances	122,272				122,272
For Subsequent Year's Expenditures	204,634				204,634
<b>Total Fund Balances</b>	<u>1,242,258</u>	<u>238,401</u>	<u>3,571,661</u>	<u>112,422</u>	<u>5,164,742</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 2,621,706</u>	<u>\$ 786,508</u>	<u>\$ 3,737,156</u>	<u>\$ 165,495</u>	

Amounts Reported for *Governmental Activities* in the Statement of Net Position (A-1) are Different Because:

Capital assets used in Governmental Activities are not financial resources and therefore are not reported in the Funds.	13,448,259
Leased assets used in Governmental Activities are not financial resources and therefore are not reported in the Funds.	106,321
Long-term liabilities, including bonds payable and leases payable are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(6,946,733)
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as expenditure when due.	(62,952)
The Net Pension Liability for PERS is not due and payable in the current period and is not reported in the Governmental Funds.	(1,524,817)
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	132,356
Deferred Inflows	(445,639)
<b>Net Position of Governmental Activities</b>	<u>\$ 9,871,537</u>

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



WALLKILL 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
<b>REVENUE:</b>					
Local Sources:					
Local Tax Levy	\$ 11,868,798			\$ 418,157	\$ 12,286,955
Interest on Investments	6,596		6,741		13,337
Interest Earned on Capital Reserve Funds	1,881				1,881
Prior Year Refund	56,684				56,684
Restricted Miscellaneous	21				21
Unrestricted Miscellaneous	172,394	\$ 296,732			469,126
Total - Local Sources	12,106,374	296,732	6,741	418,157	12,828,004
State Sources	6,949,233	13,533			6,962,766
Federal Sources	11,365	1,127,525			1,138,890
Total Revenue	19,066,972	1,437,790	6,741	418,157	20,929,660
<b>EXPENDITURES:</b>					
Current:					
Regular Instruction	4,319,845	426,526			4,746,371
Special Education Instruction	809,073	115,469			924,542
Other Special Instruction	56,630				56,630
School Sponsored/Other Instruction	697,281				697,281
Support Services and Undistributed Costs:					
Tuition	1,477,822	173,135			1,650,957
Student & Instruction Related Services	1,473,012	322,955			1,795,967
General Administrative Services	573,925				573,925
School Administrative Services	412,600				412,600

WALLKILL 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
<b>EXPENDITURES (Cont'd):</b>					
Support Services and Undistributed Costs (Cont'd):					
Central Services	\$ 199,438				\$ 199,438
Plant Operations and Maintenance	1,162,180				1,162,180
Pupil Transportation	1,870,451				1,870,451
Benefits - Allocated and Unallocated	5,808,666				5,808,666
Debt Service:					
Principal				\$ 305,000	305,000
Interest and Other Charges				166,230	166,230
Capital Outlay	247,637	\$ 425,928	\$ 1,397,737		2,071,302
Total Expenditures	19,108,560	1,464,013	1,397,737	471,230	22,441,540
Excess/(Deficiency) of Revenue over/(under) Expenditures	(41,588)	(26,223)	(1,390,996)	(53,073)	(1,511,880)
<b>OTHER FINANCING SOURCES/(USES):</b>					
Transfers In			914,699	56,741	971,440
Transfers Out	(914,699)		(56,741)		(971,440)
Leases (Non-budgeted)	105,027				105,027
Total Other Financing Sources/(Uses)	(809,672)		857,958	56,741	105,027
Net Change in Fund Balances	(851,260)	(26,223)	(533,038)	3,668	(1,406,853)
Fund Balance—July 1	2,093,518	264,624	4,104,699	108,754	6,571,595
Fund Balance—June 30	\$ 1,242,258	\$ 238,401	\$ 3,571,661	\$ 112,422	\$ 5,164,742

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

WALLKILL 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)	\$	(1,406,853)
Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays differs from depreciation in the period	Depreciation Expense	\$ (447,236)
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.	Addition of Capital Assets	1,927,629
Repayment of leases is an expenditure in the Governmental Funds, but the repayment reduce Long-Term Liabilities in the Statement of Net Position and is not reported in the Statement of Activities	Amortization Expense	(37,553)
Repayment of serial bonds is an expenditure in the Governmental Funds, but the repayment reduce Long-Term Liabilities in the Statement of Net Position and is not reported in the Statement of Activities	Addition of Lease Assets	105,027
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	Addition of Lease Liability	37,772
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, expenditure 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 (+)		305,000
In the Statement of Activities, interest on long-term debt in the Statement of Activities is accrued, regardless of when due. In the Governmental Funds, interest is reported when due		(105,027)
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		(8,906)
Change in Net Pension Liability		467
Change in Deferred Outflows		(257,883)
Change in Deferred Inflows		245
Change in Net Position of Governmental Activities (A-2)		568,561
	\$	<u>681,243</u>

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

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

	<u>Business-type Activities - Enterprise Funds Food Service</u>
<u>ASSETS:</u>	
Current Assets:	
Cash and Cash Equivalents	\$ 59,264
Accounts Receivable:	
State	103
Federal	2,660
Other Accounts Receivable	1,136
Interfund Receivable	70,303
Inventories	<u>8,454</u>
Total Current Assets	<u>141,920</u>
Non-Current Assets:	
Capital Assets	108,584
Less: Accumulated Depreciation	<u>(82,417)</u>
Total Non-Current Assets	<u>26,167</u>
Total Assets	<u>168,087</u>
<u>LIABILITIES:</u>	
Current Liabilities:	
Accounts Payable - Vendors	7,529
Unearned Revenue - Supply Chain Assistance (SCA) Funding	23,814
Unearned Revenue - Donated Commodities	<u>3,286</u>
Total Current Liabilities	<u>34,629</u>
<u>NET POSITION:</u>	
Investment in Capital Assets	26,167
Unrestricted	<u>107,291</u>
Total Net Position	<u>\$ 133,458</u>

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

WALLKILL 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
	Food Service
Operating Revenue:	
Local Sources:	
Daily Sales - Reimbursable Programs	\$ 85,040
Daily Sales - Non-Reimbursable Programs	44,713
	129,753
Total Operating Revenue	129,753
Operating Expenses:	
Cost of Sales - Reimbursable Programs	72,215
Cost of Sales - Non Reimbursable Programs	37,970
Salaries & Payroll Taxes	98,074
Employee Benefits	445
Management Fee	10,433
Professional and Technical Services	642
Depreciation Expense	7,363
Other Miscellaneous Expenses	8,061
	235,203
Total Operating Expenses	235,203
Operating (Loss)	(105,450)
Non-Operating Revenue:	
State Sources:	
State School Lunch Program	2,760
State School Breakfast Program	176
Federal Sources:	
National School Lunch Program	71,196
Supply Chain Assistance (SCA) Funding	18,532
Food Distribution Program	12,350
Local Sources:	
Interest on Investments	189
	105,203
Total Non-Operating Revenue	105,203
Change in Net Position	(247)
Net Position - Beginning of Year	133,705
Net Position - End of Year	\$ 133,458

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

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

	Business-type Activities - Enterprise Funds
	Food Service
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 113,323
Payments to Employees	(98,074)
Payments for Benefits	(445)
Payments to Food Service Vendor	(10,433)
Payments to Suppliers	(103,940)
Net Cash (Used for) Operating Activities	(99,569)
Cash Flows from Noncapital Financing Activities:	
Cash Received from Federal and State Sources	125,963
Net Cash Provided by Noncapital Financing Activities	125,963
Cash Flows from Investing Activities:	
Investment Income	189
Net Cash Flows Provided by Investing Activities	189
Net Increase in Cash and Cash Equivalents	26,583
Cash and Cash Equivalents, July 1	32,681
Cash and Cash Equivalents, June 30	\$ 59,264
Reconciliation of Operating (Loss) to Net Cash (Used for) Operating Activities:	
Operating (Loss)	\$ (105,450)
Adjustment to Reconcile Operating (Loss) to Net Cash (Used for) Operating Activities:	
Federal Food Distribution Program	12,350
Depreciation	7,363
Changes in Assets and Liabilities:	
(Increase) in Interfund Receivable	(14,198)
(Increase) in Inventory	(1,999)
(Increase) in Accounts Receivable	(1,136)
Increase in Accounts Payable	2,786
(Decrease) in Unearned Revenue - Prepaid Sales	(1,096)
Increase in Unearned Revenue - Donated Commodities	1,811
Net Cash (Used for) Operating Activities	\$ (99,569)

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$14,161 and utilized U.S.D.A. Commodities valued at \$12,350.

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

WALLKILL 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 Wallkill 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 has the ability to 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 government 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 non-exchange transactions. Business type activities are financed in part by fees charged to external parties.

WALLKILL 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)

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 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 revenue identifies the extent to which each government function or business segment is self-financing or draws from the general revenue 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, including its fiduciary 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 non-instructional equipment which are classified in the capital outlay sub-fund.

As required by the 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 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 local 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.



WALLKILL 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 major 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 expenditures for principal and interest.

The District reports the following proprietary fund:

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

C. Measurement Focus and Basis of Accounting

The district-wide financial statements and the proprietary 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 acquisitions or subscription assets are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under financed purchases or leases are reported as other financing sources.

WALLKILL 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. Budget amendments/transfers are made by School Board resolution. 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.

WALLKILL 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)

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	\$ 19,056,612	\$ 1,454,795
Differences - Budget 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.		(17,004)
Prior Year State Aid Payments Recognized for GAAP Statements, not Recognized for Budgetary Purposes	340,451	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	<u>(330,091)</u>	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	<u>\$ 19,066,972</u>	<u>\$ 1,437,791</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 19,003,533	\$ 1,480,167
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.		<u>(17,004)</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 19,003,533</u>	<u>\$ 1,463,163</u>

E. Cash and Cash Equivalents and Investments:

Cash and cash equivalents include petty cash, change funds, amounts in deposits, and short-term investments with original maturities of three months or less.

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 the types of investments and types of financial institutions they may invest in. New Jersey Statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units.

WALLKILL 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: (Cont'd)

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.

The District holds investments that are measured at fair value on a recurring basis. Because investing is not a core part of the District's mission, the District determines that the disclosures related to these investments only need to be disaggregated by major type. The District chooses a narrative format for the fair value disclosures.

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.

The District has the following recurring fair value measurement as of June 30, 2023:

Solar Renewable Energy Certificates (SREC) of \$172,374 are valued using quoted market prices (Level 1 inputs).

The quoted market prices were obtained from <http://www.njcleanenergy.com/> for the NJ SREC Trading Statistics Energy at the monthly weighted average price per SREC.

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 source/uses in governmental funds and after non-operating revenues/expenses in the enterprise fund. 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 Amounts:

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

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.

WALLKILL 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: (Cont'd)

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 Receivable/Payable:

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 expenditures during the 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 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. 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	50 years
Site Improvements	20 years
Machinery and Equipment	10 to 15 years
Computer and Related Technology	5 years
Vehicles	8 years

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

WALLKILL 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)

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 premium and discounts are reported as deferred charges and amortized over the term of the related debt using the straight-line method of amortization. In the fund financial statements, 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. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after fifteen years of service.

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 in more than one year.

Q. 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.

R 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.

WALLKILL 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)

S. 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.

T. Fund Balance Appropriated:

General Fund: Of the \$1,242,258 General Fund fund balance at June 30, 2023, \$122,272 is assigned for year-end encumbrances; which is \$13,530 less on a GAAP basis due to the final two state aid payments, \$907,302 is restricted for the capital reserve account; \$8,050 is restricted for unemployment compensation; \$204,634 is assigned for subsequent year's expenditures and \$-0- is unassigned which is \$316,561 less than the calculated maximum unassigned fund balance, on a GAAP basis, due to the final two state aid payments, which are not recognized until the fiscal year ended June 30, 2024.

Special Revenue Fund: Of the \$238,401 Special Revenue Fund fund balance at June 30, 2023, \$169,422 is restricted for student activities and \$68,979 is restricted for scholarships.

Capital Projects Fund: Of the \$3,571,661 Capital Projects Fund fund balance at June 30, 2023, \$3,571,661 is restricted.

Debt Service Fund: The Debt Service Fund fund balance at June 30, 2023 of \$112,422 is restricted.

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 year's budget. The District has no excess surplus at June 30, 2023.

The District's fund balance in the General Fund is less on a GAAP basis than the budgetary basis by \$330,091 as reported in the fund statements (modified accrual basis). P.L. 2003, C.97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last two state aid payment 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 last two state aid payments in the subsequent fiscal year, the school district cannot recognize the last two state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the final two state aid payments and not the fund balance reported on the fund statement which excludes the last two state aid payments.

U. Deficit Net Position:

The District has a \$2,007,476 deficit in its governmental activities Unrestricted Net Position at June 30, 2023 primarily due to the accrual of interest, compensated absences payable, net pension liability and the related deferred inflows and outflows; offset by the assigned and unassigned General Fund and Capital Project Fund committed fund balances. This deficit does not indicate that the District is having financial difficulties and is a permitted practice under generally accepted accounting principles.

WALLKILL 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)

V. 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 inflows and outflows of resources for pensions.

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

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

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.

W 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 a capital reserve, unemployment compensation, scholarships, student activities, the Capital Projects Fund, and the Debt Service Fund.

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 no committed resources 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 year-end encumbrances, and amounts designated for subsequent year's expenditures in the General Fund at June 30, 2023.



WALLKILL 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)

X. Revenue - Exchange and Non-exchange Transactions:

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

Non-exchange 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 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 non-exchange 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. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the Enterprise Fund.

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.

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.

WALLKILL 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

Cash and cash equivalents include petty cash, change funds, amounts in deposits, and short-term investments with original maturities of three months or less.

The Board classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

GASB requires disclosure of the level of custodial credit risk assumed by the District 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 cash management plan, the District 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 District limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed on the following two pages.

Deposits:

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 NJ school districts are permitted to invest their funds.

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

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

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

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

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

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;

WALLKILL 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)

- (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;
  - (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.

WALLKILL 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)

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

	Cash and Cash Equivalents	Restricted Cash and Cash Equivalents	Total
Checking and Savings Accounts	\$ 3,955,360	\$ 1,197,226	\$ 5,152,586
	\$ 3,955,360	\$ 1,197,226	\$ 5,152,586

During the period ended June 30, 2023, the District did not hold any investments. The carrying amount of the Board's cash and cash equivalents at June 30, 2023, was \$5,152,586 and the bank balance was \$4,946,499.

NOTE 4. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by Board resolution on September 26, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end (June 1 to June 30) 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 pursuant to *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.

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	\$ 1,370,426
Increased by:	
Board Resolution June 22, 2023	449,694
Interest Earnings	1,881
Decreased by:	
Board Withdrawal	(43,473)
Budgeted Withdrawal	(871,226)
Ending Balance, June 30, 2023	\$ 907,302

The June 30, 2023 Long Range Facilities Plan (LRFP) balance of local support costs of uncompleted capital projects at June 30, 2023 is equal to or greater than \$907,302. The withdrawal from the capital reserve was for use in DOE approved facilities projects, consistent with the District's LRFP.

NOTE 5. TRANSFER TO CAPITAL OUTLAY:

During the year ended June 30, 2023, the District made transfers to capital outlay accounts in the amount of \$4,443 for equipment which did not require County Superintendent approval.

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

NOTE 6. CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets not Being Depreciated:				
Construction In Progress	\$ 1,834,952	\$ 1,397,737	\$ (1,230,526)	\$ 2,002,163
Total Capital Assets Not Being Depreciated	<u>1,834,952</u>	<u>1,397,737</u>	<u>(1,230,526)</u>	<u>2,002,163</u>
Capital Assets Being Depreciated:				
Buildings, Building Improvements and Site Improvements	18,580,758	529,892	1,230,526	20,341,176
Machinery and Equipment	2,033,460			2,033,460
Total Capital Assets Being Depreciated	<u>20,614,218</u>	<u>529,892</u>	<u>1,230,526</u>	<u>22,374,636</u>
Governmental Activities Capital Assets	<u>22,449,170</u>	<u>1,927,629</u>		<u>24,376,799</u>
Less Accumulated Depreciation for:				
Buildings, Building Improvements and Site Improvements	(9,371,525)	(340,061)		(9,711,586)
Machinery and Equipment	(1,109,779)	(107,175)		(1,216,954)
	<u>(10,481,304)</u>	<u>(447,236)</u>		<u>(10,928,540)</u>
Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 11,967,866</u>	<u>\$ 1,480,393</u>	<u>\$ -0-</u>	<u>\$ 13,448,259</u>
Business Type Activities:				
Capital Assets Being Depreciated:				
Furniture and Equipment	\$ 108,584			\$ 108,584
Less Accumulated Depreciation	(75,054)	\$ (7,363)		(82,417)
Business Type Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 33,530</u>	<u>\$ (7,363)</u>	<u>\$ -0-</u>	<u>\$ 26,167</u>

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 93,070
School Sponsored/Other Instruction	53,445
General Administrative Services	89,670
School Administrative Services	23,614
Plant Operation and Maintenance	139,314
Unallocated	48,123
	<u>\$ 447,236</u>

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

NOTE 7. LEASE ASSETS

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

	Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Governmental Activities:				
Lease Assets Being Amortized:				
Machinery and Equipment	\$ 161,509	\$ 105,027	\$ (145,150)	\$ 121,386
Total Lease Assets Being Amortized	<u>161,509</u>	<u>105,027</u>	<u>(145,150)</u>	<u>121,386</u>
Governmental Activities Lease Assets	<u>161,509</u>	<u>105,027</u>	<u>(145,150)</u>	<u>121,386</u>
Less Accumulated Amortization for:				
Machinery and Equipment	<u>(122,662)</u>	<u>(37,553)</u>	<u>145,150</u>	<u>(15,065)</u>
	<u>(122,662)</u>	<u>(37,553)</u>	<u>145,150</u>	<u>(15,065)</u>
Governmental Activities Lease Assets, Net of Accumulated Amortization	<u>\$ 38,847</u>	<u>\$ 67,474</u>	<u>\$ -0-</u>	<u>\$ 106,321</u>

Amortization expense was charged to governmental functions as follows:

Regular Instruction	<u>\$ 37,553</u>
	<u>\$ 37,553</u>

NOTE 8. LONG-TERM LIABILITIES

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

	Balance 6/30/22	Accrued	Retired	Balance 6/30/23	Payable Within One Year
Bond Payable	\$ 6,710,000		\$ 305,000	\$ 6,405,000	\$ 320,000
Leases Payable	41,148	\$ 105,027	37,772	108,403	22,150
Compensated Absences Payable	424,424	46,244	37,338	433,330	
Net Pension Liability	<u>1,266,934</u>	<u>257,883</u>		<u>1,524,817</u>	
	<u>\$ 8,442,506</u>	<u>\$ 409,154</u>	<u>\$ 380,110</u>	<u>\$ 8,471,550</u>	<u>\$ 342,150</u>

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

NOTE 8. LONG-TERM LIABILITIES (Cont'd)

A. Bonds Payable:

Bonds are authorized in accordance with State law by the voters of the municipality through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds and will be liquidated through the debt service fund.

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

<u>Purpose</u>	<u>Final Maturity Date</u>	<u>Serial Bonds Interest Rate</u>	<u>Amount</u>
Solar Panel Purchase and Installation	9/1/2031	3.50%-3.75%	\$ 1,290,000
School Bonds, Series 2022	2/1/2042	2.125%-2.50%	5,115,000
			<u>\$ 6,405,000</u>

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

<u>Fiscal Year Ending June 30,</u>	<u>Bonds</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2024	\$ 320,000	\$ 161,581	\$ 481,581
2025	335,000	152,975	487,975
2026	350,000	143,725	493,725
2027	365,000	134,075	499,075
2028	380,000	124,025	504,025
2029-2033	1,940,000	457,575	2,397,575
2034-2038	1,515,000	252,712	1,767,712
2039-2042	1,200,000	73,869	1,273,869
	<u>\$6,405,000</u>	<u>\$ 1,500,537</u>	<u>\$7,905,537</u>

A referendum passed on September 28, 2021 by a vote of 636 to 434, authorizing the issuance of \$5,300,000 in bonds to finance several projects including auditorium renovations, HVAC upgrades, shop room upgrades, fire alarm upgrades, locker replacements, and site improvements. The State has agreed to provide debt service aid of 40% of the final eligible costs of \$4,500,000. The bonds were sold on January 19, 2022 and the proceeds were received on February 10, 2022.

B. Bonds and Notes Authorized but not Issued

The District had no bonds and notes authorized by not issued at June 30, 2023.

C. Financed Purchase Payable:

The District had no financed purchases payable at June 30, 2023.

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

NOTE 8. LONG-TERM LIABILITIES (Cont'd)

D. Lease Payable:

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

<u>Leases Payable</u>					
<u>Purpose</u>	<u>Commencement Date</u>	<u>Frequency of Payment</u>	<u>Final Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
Savin Digital Copier #1	05/24/22	Monthly	09/04/27	6.62%	\$ 5,854
Savin Digital Copier #2	07/22/19	Monthly	08/01/24	6.62%	1,532
Savin Digital Copier #3	12/18/18	Monthly	02/05/24	6.62%	586
Savin Digital Copier #4	04/06/23	Monthly	03/06/27	5.50%	100,431
					<u>\$ 108,403</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>
2023	\$ 22,151	\$ 5,473
2024	21,642	4,242
2025	22,639	3,017
2026	23,932	1,724
2027	18,039	411
	<u>\$ 108,403</u>	<u>\$ 14,867</u>

E. Compensated Absences:

The liability for compensated absences of the governmental fund types is recorded in the current and long-term liabilities. The long-term portion of compensated absences is \$433,330. Compensated absences will be liquidated through the General Fund.

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 Food Service Fund.

F. Net Pension Liability

The Public Employee's Retirement System (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. The current portion of the net pension liability at June 30, 2023 is \$0- and the long term portion is \$1,524,817. See Note 9 for further information on the PERS.



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

NOTE 9. PENSION PLANS

Substantially all of the Board’s employees participate in one of the two contributory, defined benefit public employee retirement systems: the Teachers’ Pension and Annuity Fund (TPAF) or the Public Employee’s Retirement System (PERS) of New Jersey; 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](http://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 1/55<sup>th</sup> 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 1/60<sup>th</sup> 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 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 members 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 50 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.

WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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 \$128,121 for fiscal year 2023. During the fiscal year ended June 30, 2022, the State of New Jersey contributed \$3,208 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

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

At June 30, 2023, the District reported a liability of \$1,524,817 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 0.0107%, which was a decrease of 0.0006% from its proportion measured as of June 30, 2021.

For the fiscal year ended June 30, 2023, the District recognized an actual pension benefit of \$182,801. Additionally, for the fiscal year ended June 30, 2022, the State recognized pension expense on behalf of the District in the amount of \$3,208 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.

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

NOTE 9. 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)

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2018	5.63		\$ 36,653
	2019	5.21		45,805
	2020	5.16		134,691
	2021	5.13		11,177
	2022	5.04	\$ 4,724	
			<u>4,724</u>	<u>228,326</u>
Difference Between Expected and Actual Experience	2018	5.63		1,396
	2019	5.21	3,501	
	2020	5.16	7,504	
	2021	5.13		3,757
	2022	5.04		4,552
			<u>11,005</u>	<u>9,705</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2019	5.00	1,509	
	2020	5.00	45,328	
	2021	5.00	(282,727)	
	2022	5.00	299,001	
			<u>63,111</u>	
Changes in Proportion	2018	5.63		37,693
	2019	5.21		16,526
	2020	5.16		63,327
	2021	5.13	53,516	
	2022	5.04		90,062
			<u>53,516</u>	<u>207,608</u>
District Contribution Subsequent to the Measurement Date	2022	1.00	129,000	
			<u>\$ 261,356</u>	<u>\$ 445,639</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 measurement date) related to pensions will be recognized in the pension benefit as follows:

Fiscal Year Ending June 30,	Total
2024	\$ (130,798)
2025	(66,637)
2026	(32,497)
2027	70,897
2028	(156)
	<u>\$ (159,191)</u>

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

NOTE 9. 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 following table:

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

NOTE 9. 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 Market Equity	13.50%	8.38%
Emerging Markets Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real Assets	3.00%	7.60%
Real Estate	8.00%	11.19%
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>At 1% Decrease (6.00%)</u>	<u>At Current Discount Rate (7.00%)</u>	<u>At 1% Increase (8.00%)</u>
District's proportionate share of the Net Pension Liability	\$ 1,958,943	\$ 1,524,817	\$ 1,155,358

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

NOTE 9. 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](http://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 1/55<sup>th</sup> 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 1/60<sup>th</sup> 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 before age 62 with 25 or more years of service credit and Tier 5 before age 65 with 30 or more years of service credit. Benefits are reduced by a fraction of a percent for each month that a members 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.

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

NOTE 9. 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 \$2,247,460 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required contribution of \$779,318.

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 \$28,957,165. 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 0.0561%, which was a decrease of 0.003% from its proportion measured as of June 30, 2021.

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

NOTE 9. 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)

District's Proportionate Share of the Net Pension Liability	\$ -0-
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>28,957,165</u>
Total	<u>\$ 28,957,165</u>

For the fiscal year ended June 30, 2022, the State recognized pension expense on behalf of the District in the amount of \$779,318 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2023 financial statements.

The State reported collective deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	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	<u>96,143,072</u>	
			<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
	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		<u>18,009,041</u>
			<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	<u>3,319,334,659</u>	
			<u>1,172,371,073</u>	
			<u>\$ 4,885,289,911</u>	<u>\$ 19,563,805,393</u>



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

NOTE 9. 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.

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

NOTE 9. 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.

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

NOTE 9. 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	\$ 33,952,891	\$ 28,957,165	\$ 24,748,893

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 \$2,230 for the fiscal year ended June 30, 2023. Employee contributions to DCRP amounted to \$4,088 for the fiscal year ended June 30, 2023.

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

NOTE 10. 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 by Amerihealth.

Property and Liability

The Wallkill Valley Regional High School District is a member of the New Jersey Schools Insurance Group (the “Group”). This public entity risk management pool provides general liability, property and automobile coverage and workers’ compensation for its members. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report. The Group is a risk-sharing public entity risk 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 the Group are elected.

As a member of this Group, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of the Group were to be exhausted, members would become responsible for their respective shares of the Group’s liabilities. The Group 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. In accordance with the Governmental Accounting Standards Board, these distributions are used to reduce the amount recorded for membership expense in the year in which the distribution is declared.

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

Total Assets	\$ 419,556,712
Net Position	\$ 184,982,708
Total Revenue	\$ 136,489,970
Total Expenses	\$ 123,329,498
Change in Net Position	\$ 13,160,472
Member Dividends	\$ 6,346,945

Financial statements for the Group are available at the Group’s Executive Director’s Office:

New Jersey Schools Insurance Group  
6000 Midlantic Drive  
Mount Laurel, NJ 08054  
Phone: (609) 386-6060  
Fax: (609) 386-8877

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

NOTE 10. RISK MANAGEMENT (Cont'd)

New Jersey Unemployment Compensation Insurance

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Contributory Method”. Under this plan, the District is required to remit the entire amount of employee deductions to the State.

NOTE 11. 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 12. INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the fund financial statements at June 30, 2023:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 53,073	\$ 1,303,828
Special Revenue Fund		409,274
Capital Projects Fund	1,642,799	165,495
Debt Service Fund	165,495	53,073
Enterprise Fund - Food Service	70,303	
	<u>\$ 1,931,670</u>	<u>\$ 1,931,670</u>

During the year interest is earned in the Capital Projects Fund and is subsequently transferred to the Debt Service Fund. At the end of the year there was \$165,495 due from the Capital Projects Fund to the Debt Service Fund for interest earned of \$6,741, a partial close out of an older capital project in the amount of \$50,000, and a prior year interfund. \$70,303 is due from the General Fund to the Enterprise Fund for Federal and State Lunch reimbursements. \$409,274 is due from the Special Revenue Fund to the Capital Projects Funds to reimburse grant expenditures. \$1,233,525 is due from General Fund to the Capital Projects Funds for funding related to a capital project.

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

NOTE 13. ACCOUNTS PAYABLE

Payables as of June 30, 2023, were:

	<u>Governmental Funds</u>		<u>Contributions Subsequent to Measurement Date</u>	<u>Total Governmental Activities</u>	<u>Total Enterprise Fund/Business Type-Activities</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>			
Vendors	\$ 65,328	\$ 110,852		\$ 176,180	\$ 7,529
Payroll Deductions and Withholdings	10,292			10,292	
Due to the State of New Jersey			\$ 129,000	129,000	
	<u>\$ 75,620</u>	<u>\$ 110,852</u>	<u>\$ 129,000</u>	<u>\$ 315,472</u>	<u>\$ 7,529</u>

NOTE 14. DEFERRED COMPENSATION

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

VALIC	Lincoln National
Equitable Financial Companies	Siracusa Benefits
Metropolitan Life	

NOTE 15. TAX CALENDAR

Property taxes are levied 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. 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 regional school district on predetermined, agreed-upon schedules.

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

NOTE 16. CONTINGENT LIABILITIES

Grant Programs

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

Litigation

The District is periodically involved in pending lawsuits. The District estimates that the potential claims against it resulting from such litigation and not covered by insurance would not materially affect the financial position of the District.

Encumbrances

At June 30, 2023, there were encumbrances as detailed below in the governmental funds.

General Fund	Capital Projects Fund	Total Governmental Funds
\$ 122,272	\$ 466,618	\$ 588,890
\$ 122,272	\$ 466,618	\$ 588,890

The \$466,618 of year end encumbrances in the Capital Projects Fund are included in the restricted fund balance.

NOTE 17. 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. 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.

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

NOTE 17. 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)

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 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	<u>213,148</u>
Total	<u><u>364,817</u></u>



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

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

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.

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 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), and “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.

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

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

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.

Changes in the State's Proportionate Share of the Total OPEB Liability Associated with the District

	Total OPEB Liability
Balance at June 30, 2021	\$ 30,125,494
Changes for Year:	
Service Cost	1,144,010
Interest on the Total OPEB Liability	700,297
Difference between Actual and Expected Experience	2,215,595
Changes of Assumptions	(7,088,794)
Contributions from Members	22,253
Gross Benefit Payments by the State	(693,665)
Net Changes	(3,700,304)
Balance at June 30, 2022	\$ 26,425,190

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

NOTE 17. 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 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

	\$ 31,060,031	\$ 26,425,190	\$ 22,710,597
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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:

	June 30, 2022		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase

Total OPEB Liability Attributable to  
the District

	\$ 21,842,035	\$ 26,425,190	\$ 32,445,443
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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 \$404,818 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.

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

NOTE 17. 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)

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		\$ 1,372,024
	2018	9.51		1,309,301
	2019	9.29	\$ 184,854	
	2020	9.24	4,364,474	
	2021	9.24	24,203	
	2022	9.13		6,312,365
				<u>4,573,531</u>
Differences between Expected and Actual Experience	2018	9.51		1,237,697
	2019	9.29		2,175,737
	2020	9.24	4,067,862	
	2021	9.24		4,654,483
	2022	9.13	650,083	
				<u>4,717,945</u>
Changes in Proportion	N/A	N/A	<u>1,396,106</u>	<u>1,770,655</u>
			<u>\$ 10,687,582</u>	<u>\$ 18,832,262</u>

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	\$ 1,313,344
2024	1,313,344
2025	1,313,344
2026	1,135,058
2027	649,041
Thereafter	<u>2,046,001</u>
	<u>\$ 7,770,131</u>

SCHEDULES OF REQUIRED  
SUPPLEMENTARY INFORMATION

WALKILL 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	2019	2020	2021	2022	2023	
District's proportion of the net pension liability	0.0101924394%	0.0108757172%	0.0109434448%	0.0127718986%	0.0112785366%	0.0109643676%	0.0102924306%	0.0106945833%	0.0101038975%	
District's proportionate share of the net pension liability	\$ 1,908,303	\$ 2,441,381	\$ 3,241,134	\$ 2,973,094	\$ 2,220,688	\$ 1,975,613	\$ 1,678,426	\$ 1,266,934	\$ 1,524,817	
District's covered employee payroll	\$ 728,610	\$ 737,311	\$ 852,512	\$ 818,171	\$ 756,853	\$ 714,679	\$ 763,478	\$ 730,904	\$ 726,949	
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	261.91%	331.12%	380.19%	363.38%	293.41%	276.43%	219.84%	173.34%	209.76%	
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%	70.33%	62.91%	

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

WALLKILL 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	2018	2019	2020	2021	2022	2023
Contractually required contribution	\$ 84,025	\$ 93,502	\$ 97,220	\$ 120,045	\$ 112,872	\$ 107,543	\$ 112,594	\$ 125,246	\$ 128,121
Contributions in relation to the contractually required contribution	(84,025)	(93,502)	(97,220)	(120,045)	(112,872)	(107,543)	(112,594)	(125,246)	(128,121)
Contribution deficiency/(excess)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
District's covered employee payroll	\$ 737,311	\$ 852,512	\$ 818,171	\$ 756,853	\$ 714,679	\$ 763,478	\$ 730,904	\$ 726,949	\$ 750,873
Contributions as a percentage of covered employee payroll	11.40%	10.97%	11.88%	15.86%	15.79%	14.09%	15.40%	17.23%	17.06%

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

WALKILL 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	2019	2020	2021	2022	2023
State's proportion of the net pension liability attributable to the District	0.0682367108%	0.0627778436%	0.0594575150%	0.0560857075%	0.0586886005%	0.0589070681%	0.0584473523%	0.0589873481%	0.0561246099%
State's proportionate share of the net pension liability attributable to the District	\$ 35,111,347	\$ 39,678,278	\$ 46,773,067	\$ 37,815,006	\$ 37,336,427	\$ 36,151,824	\$ 38,486,878	\$ 28,358,279	\$ 28,957,165
District's covered employee payroll	\$ 5,840,104	\$ 5,832,327	\$ 5,943,830	\$ 6,181,216	\$ 6,281,165	\$ 6,230,969	\$ 6,271,884	\$ 6,278,013	\$ 6,338,773
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	601.21%	680.32%	786.92%	611.77%	594.42%	580.20%	613.64%	451.71%	456.83%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%	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.



WALKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF STATE CONTRIBUTIONS - ATTRIBUTABLE TO THE DISTRICT  
TEACHERS' PENSION AND ANNUITY FUND  
LAST NINE FISCAL YEARS

	Fiscal Year Ending June 30,								
	2015	2016	2017	2018	2019	2020	2021	2022	2023
Contractually required contribution	\$ 1,889,320	\$ 2,422,716	\$ 3,514,345	\$ 2,619,632	\$ 2,176,583	\$ 2,132,331	\$ 2,393,278	\$ 667,283	\$ 779,318
Contributions in relation to the contractually required contribution	(339,400)	(476,040)	(608,796)	(864,276)	(1,182,811)	(1,281,974)	(1,714,691)	(2,310,458)	(2,247,460)
Contribution deficiency/(excess)	\$ 1,549,920	\$ 1,946,676	\$ 2,905,549	\$ 1,755,356	\$ 993,772	\$ 850,357	\$ 678,587	\$ (1,643,175)	\$ (1,468,142)
District's covered employee payroll	\$ 5,832,327	\$ 5,943,830	\$ 6,181,216	\$ 6,281,165	\$ 6,230,969	\$ 6,271,884	\$ 6,278,013	\$ 6,338,773	\$ 6,426,669
Contributions as a percentage of covered employee payroll	5.82%	8.01%	9.85%	13.76%	18.98%	20.44%	27.31%	36.45%	34.97%

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

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

	Fiscal Year Ending June 30,			
	2017	2018	2019	2020
Total OPEB Liability				
Service Cost	\$ 1,002,548	\$ 832,097	\$ 730,194	\$ 762,555
Interest Cost	913,581	1,056,891	993,954	758,592
Changes in Assumptions	(3,629,876)	(2,084,443)	(5,474,406)	6,307,887
Changes in Benefit Terms				(32,065)
Differences Between Expected and Actual Experiences		(2,899,415)	316,101	6,085,873
Member Contributions	24,745	23,350	19,291	18,222
Gross Benefit Payments	(672,009)	(675,607)	(650,791)	(601,181)
Net Change in Total OPEB Liability	(2,361,011)	(3,747,127)	(4,065,657)	13,331,948
Total OPEB Liability - Beginning	31,374,271	29,013,260	25,266,133	21,200,476
Total OPEB Liability - Ending	\$ 29,013,260	\$ 25,266,133	\$ 21,200,476	\$ 34,532,424
District's Covered Employee Payroll *	\$ 6,999,387	\$ 7,038,018	\$ 6,945,648	\$ 7,035,362
Total OPEB Liability as a Percentage of Covered Employee Payroll	414.51%	359.00%	305.23%	490.84%
				429.82%
				373.99%

\* - Covered payroll for the fiscal years ending June 30, 2017, 2018, 2019, 2020, 2021 and 2022 are based on the payroll on the June 30, 2016, 2017, 2018, 2019, 2020 and 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.

WALLKILL 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, 2019 actuarial valuation the mortality improvement was based on Scale MP-2020 while in the July 1, 2020 actuarial valuation the mortality improvement was based on Scale MP-2021.

B. TEACHERS' PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate changed from 5.40% as of June 30, 2020 to 7.00% as of June 30, 2021.

In the July 1, 2019 actuarial valuation the mortality improvement was based on Scale MP-2020 while in the July 1, 2020 actuarial valuation the mortality improvement was based on Scale MP-2021.

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 for 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.

WALLKILL 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 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

WALLKILL VALLEY REGIONAL HIGH 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	\$ 11,868,798		\$ 11,868,798	\$ 11,868,798	
Unrestricted Miscellaneous Revenues	1,100		1,100	172,394	\$ 171,294
Prior Year Refund				56,684	56,684
Interest Income				6,596	6,596
Interest Earned on Capital Reserve Funds	100		100	1,881	1,781
Other Restricted Miscellaneous Revenues				21	21
<b>Total Revenues from Local Sources</b>	<b>11,869,998</b>		<b>11,869,998</b>	<b>12,106,374</b>	<b>236,376</b>
Revenues from State Sources:					
School Choice Aid	36,938		36,938	36,938	
Categorical Transportation Aid	508,608		508,608	508,608	
Extraordinary Aid	127,069		127,069	163,601	36,532
Categorical Special Education Aid	525,097		525,097	525,097	
Equalization Aid	2,201,582		2,201,582	2,201,582	
Categorical Security Aid	67,325		67,325	67,325	
Non-Public Transportation Aid				18,825	18,825
Supplemental Stabilization Aid				69,619	69,619
TPAF Post Retirement Contributions (Non-Budgeted)				598,594	598,594
TPAF Pension Contributions (Non-Budgeted)				2,247,460	2,247,460
TPAF Non-Contributory Insurance (Non-Budgeted)				31,181	31,181
TPAF Long-Term Disability Insurance (Non-Budgeted)				907	907
Reimbursed TPAF Social Security Contributions				469,136	469,136
<b>Total Revenues from State Sources</b>	<b>3,466,619</b>		<b>3,466,619</b>	<b>6,938,873</b>	<b>3,472,254</b>
Revenues from Federal Sources:					
Medicaid Reimbursement	19,414		19,414	11,365	(8,049)
<b>Total Revenues from Federal Sources</b>	<b>19,414</b>		<b>19,414</b>	<b>11,365</b>	<b>(8,049)</b>
<b>TOTAL REVENUE</b>	<b>15,356,031</b>		<b>15,356,031</b>	<b>19,056,612</b>	<b>3,700,581</b>
GENERAL CURRENT EXPENSE					
Regular Programs - Instruction:					
Grades 9-12 - Salaries of Teachers	4,013,984	\$ 8,670	4,022,654	4,022,654	

WALLKILL VALLEY REGIONAL HIGH 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
Regular Programs - Home Instruction:					
Salaries of Teachers	\$ 12,000	\$ 8,059	\$ 20,059	\$ 20,059	
Purchased Professional-Educational Services	5,100	(3,679)	1,421	1,421	
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	43,500	44,276	87,776	87,776	
Other Purchased Services (400-500 series)	107,187	(25,540)	81,647	81,447	\$ 200
General Supplies	131,720	(29,197)	102,523	102,293	230
Textbooks	8,700	(5,350)	3,350	3,350	
Other Objects	5,374	(4,529)	845	845	
Total Regular Programs - Instruction	4,327,565	(7,290)	4,320,275	4,319,845	430
Special Education - Instruction:					
Learning and/or Language Disabilities:					
Salaries of Teachers	78,912	435	79,347	79,347	
General Supplies	12,722	(11,974)	748	748	
Other Objects	2,000	(818)	1,182	1,182	
Total Learning and/or Language Disabilities	93,634	(12,357)	81,277	81,277	
Behavioral Disabilities:					
Salaries of Teachers	102,732		102,732	102,732	
General Supplies	3,110	(2,974)	136	136	
Other Objects	1,000		1,000	966	34
Total Behavioral Disabilities	106,842	(2,974)	103,868	103,834	34
Resource Room/Resource Center:					
Salaries of Teachers	610,792	5,575	616,367	616,367	
Other Purchased Services (400-500 series)	900	(900)			
General Supplies	5,000	(4,700)	300	226	74
Textbooks	2,000	(1,586)	414	414	
Total Resource Room/Resource Center	618,692	(1,611)	617,081	617,007	74
Home Instruction:					
Purchased Professional-Educational Services	10,062	(3,107)	6,955	6,955	
Total Home Instruction	10,062	(3,107)	6,955	6,955	
<b>TOTAL SPECIAL EDUCATION - INSTRUCTION</b>	<b>829,230</b>	<b>(20,049)</b>	<b>809,181</b>	<b>809,073</b>	<b>108</b>

WALLKILL VALLEY REGIONAL HIGH 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
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	\$ 56,934		\$ 56,934	\$ 56,630	\$ 304
General Supplies	450		450		450
Total Basic Skills/Remedial - Instruction	<u>57,384</u>		<u>57,384</u>	<u>56,630</u>	<u>754</u>
School-Spon. Coccircular & Extracurricular Actvs. - Inst.:					
Salaries	61,423	\$ (9,249)	52,174	52,174	
Purchased Services (300-500 series)	3,800	(3,800)			
Supplies and Materials		213	213	213	
Transfers to Cover Deficit (Agency Funds)	20,617		20,617	20,617	
Total School-Spon. Coccircular & Extracurricular Actvs. - Inst.	<u>85,840</u>	<u>(12,836)</u>	<u>73,004</u>	<u>73,004</u>	
School-Sponsored Athletics - Instruction:					
Salaries	453,268	39,715	492,983	487,653	5,330
Purchased Services (300-500 series)	87,126	(87,126)			
Supplies and Materials	92,837	2,145	94,982	93,622	1,360
Other Objects	41,580	2,647	44,227	43,002	1,225
Total School-Sponsored Athletics - Instruction	<u>674,811</u>	<u>(42,619)</u>	<u>632,192</u>	<u>624,277</u>	<u>7,915</u>
<b>TOTAL INSTRUCTION</b>	<u>5,974,830</u>	<u>(82,794)</u>	<u>5,892,036</u>	<u>5,882,829</u>	<u>9,207</u>
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Regular	556,369	30,308	30,308	481,548	30,308
Tuition to Other LEAs Within the State-Special	322,982	(74,821)	481,548	481,548	
Tuition to County Voc. School Dist.-Regular	59,050	(16,734)	306,248	279,133	27,115
Tuition to County Voc. School Dist.-Special	498,645	(9,448)	49,602	44,612	4,990
Tuition to Priv. Sch. for the Handicap. W/I State	1,437,046	173,884	672,529	672,529	
Total Undistributed Expenditures - Instruction		<u>103,189</u>	<u>1,540,235</u>	<u>1,477,822</u>	<u>62,413</u>
Undistributed Expenditures - Health Services:					
Salaries	102,462	7,064	109,526	108,978	548
Purchased Professional and Technical Services	16,900	(16,900)			
Other Purchased Services (400-500 series)	200	(200)			
Supplies and Materials	2,850	2,747	5,597	5,596	1



WALLKILL VALLEY REGIONAL HIGH 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 Objects					
Total Undist. Expenditures - Health Services	\$ 200	\$ (72)	\$ 128	\$ 114,574	\$ 128
Undist. Expend. - Speech, OT, PT, Related Svcs:					
Purchased Professional - Educational Services	145,000	(73,705)	71,295	71,294	1
Other Objects	1,000		1,000		1,000
Total Undist. Expend. - Speech, OT, PT, Related Svcs	146,000	(73,705)	72,295	71,294	1,001
Undist. Expend. - Other Supp. Serv. Students-Extra. Serv.:					
Salaries	77,684	(10,325)	67,359	65,551	1,808
Purchased Professional - Educational Services	138,043	6,768	144,811	144,811	
Total Undist. Expend. - Other Supp. Svcs. Students - Extra. Serv.	215,727	(3,557)	212,170	210,362	1,808
Undist. Expend. - Guidance:					
Salaries of Other Professional Staff	272,306	5,886	278,192	278,192	
Salaries of Secretarial and Clerical Assistants	47,902	(1,590)	46,312	46,312	
Other Purchased Prof. and Tech. Services	6,000	5,003	11,003	11,003	
Other Purchased Services (400-500 series)	16,351	(549)	15,802	15,502	300
Supplies and Materials	4,960	(3,970)	990	990	
Other Objects		3,565	3,565	3,565	
Total Undist. Expend. - Guidance	347,519	8,345	355,864	355,564	300
Undist. Expend. - Child Study Team:					
Salaries of Other Professional Staff	385,088	(91,187)	293,901	293,901	
Salaries of Secretarial and Clerical Assistants	43,076		43,076	43,076	
Other Purchased Prof. and Tech. Services	14,000	39,141	53,141	53,141	
Other Purchased Services (400-500 series)	11,179	(2,045)	9,134	9,134	
Supplies and Materials	13,021	(6,100)	6,921	5,081	1,840
Other Objects	1,500	(260)	1,240	1,240	
Total Undist. Expend. - Child Study Team	467,864	(60,451)	407,413	405,573	1,840
Undist. Expend. - Improv. of Inst. Serv.:					
Salaries of Supervisors of Instruction	167,733	(31,577)	136,156	136,156	
Total Undist. Expend. - Improv. of Inst. Serv.	167,733	(31,577)	136,156	136,156	

WALLKILL VALLEY REGIONAL HIGH 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.-Edu. Media Serv./Sch. Library:					
Salaries	\$ 171,877	\$ (3,567)	\$ 168,310	\$ 168,264	\$ 46
Purchased Professional and Technical Services	5,000	(1,849)	3,151	3,151	
Other Purchased Services (400-500 series)	38,595	(38,595)			
Supplies and Materials	19,500	(14,213)	5,287	4,974	313
Total Undist Expend-Edu. Media Serv./Sch. Library	235,172	(58,424)	176,748	176,389	359
Undist.Expend.-Instructional Staff Training Services:					
Purchased Professional - Educational Service	3,250	(550)	2,700	1,716	984
Other Purchased Services (400-500 series)	3,000	550	3,550	1,384	2,166
Total Undist.Expend.-Instructional Staff Training Services	6,250		6,250	3,100	3,150
Undist. Expend.-Support Serv.-Gen. Admin.:					
Salaries	233,425	153,781	387,206	386,737	469
Legal Services	15,000	86,968	101,968	101,968	
Audit Fees	30,000	7,500	37,500	37,500	
Architectural/Engineering Services	15,000	(7,352)	7,648	7,648	
Other Purchased Professional Services	17,753	603	18,356	18,356	
Purchased Technical Services	5,200	1,600	6,800	6,300	500
Communications / Telephone	64,354	(64,354)			
BOE Other Purchased Services	4,000	(4,000)			
Other Purch. Serv. (400-500 series other than 530 & 585)	110,939	(110,939)			
General Supplies	9,829	(145)	9,684	9,684	
BOE In-house training/ Meeting Supplies	400	(400)			
Miscellaneous Expenditures	10,000	(6,644)	3,356	3,356	
BOE Membership Dues and Fees	3,600	(1,224)	2,376	2,376	
Total Undist. Expend.-Support Serv.-Gen. Admin.	519,500	55,394	574,894	573,925	969
Undist. Expend.-Support Serv.-School Admin.:					
Salaries of Principals/Assistant Principals/Prog Director	319,000	14,574	333,574	333,574	
Salaries of Secretarial and Clerical Assistants	49,169	(2,093)	47,076	47,076	
Purchased Professional and Technical Services	600	(600)			
Other Purchased Services (400-500 series)	8,728	(6,557)	2,171	2,171	
Supplies and Materials	12,445	5,880	18,325	18,325	
Other Objects	10,500	955	11,455	11,454	1
Total Undist. Expend.-Support Serv.-School Adm.	400,442	12,159	412,601	412,600	1

WALLKILL VALLEY REGIONAL HIGH 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. - Central Services:					
Salaries	\$ 183,203	\$ 3,085	\$ 186,288	\$ 185,834	\$ 454
Purchased Technical Services	9,500	110	9,610	9,610	
Miscellaneous Purchased Services (400-500 series other than 594)	3,728	(3,728)			
Supplies and Materials	2,200	533	2,733	2,733	
Other Objects	1,400		1,400	1,261	139
Total Undist. Expend. - Central Services	200,031		200,031	199,438	593
Undist. Expend.-Required Maintenance for School Facilities:					
Salaries	90,826	(23,974)	66,852	66,852	
Cleaning, Repair, and Maintenance Services	77,534	(9,834)	67,700	67,407	293
General Supplies	63,986	(24,555)	39,431	38,999	432
Total Undist. Expend.- Required Maint. for School Facilities	232,346	(58,363)	173,983	173,258	725
Undist. Expend.-Custodial Services:					
Salaries	437,421	(7,728)	429,693	429,693	
Purchased Professional and Technical Services	15,910	(2,772)	13,138	13,138	
Cleaning, Repair, and Maintenance Services	57,385	(13,600)	43,785	43,026	759
Other Purchased Property Services	21,950	(1,152)	20,798	20,798	
Insurance	69,422	4,762	74,184	74,184	
Miscellaneous Purchased Services	10,900	(9,546)	1,354	1,354	
General Supplies	55,832	27,470	83,302	73,262	10,040
Energy (Natural Gas)	134,128	(32,690)	101,438	101,438	
Energy (Electricity)	160,723	(84,162)	76,561	76,560	1
Other Objects	3,187	(590)	2,597	2,597	
Total Undist. Expend.-Custodial Services	966,858	(120,008)	846,850	836,050	10,800
Care and Upkeep of Grounds:					
Salaries	63,035	(4,149)	58,886	58,886	
Cleaning, Repair, and Maintenance Services	9,000	4,178	13,178	13,178	
General Supplies	15,572	592	16,164	15,771	393
Total Care And Upkeep Of Grounds	87,607	621	88,228	87,835	393

WALLKILL VALLEY REGIONAL HIGH 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
Security:					
Salaries	\$ 50,000	\$ 4,891	\$ 54,891	\$ 54,891	
Purchased Professional and Technical Services	5,500	(3,104)	2,396	2,396	
Cleaning, Repair, and Maintenance Services	3,000	4,750	7,750	7,750	
Total Security	58,500	6,537	65,037	65,037	
Total Undist. Expend.-oper. And Maint. Of Plant Serv.	1,345,311	(171,213)	1,174,098	1,162,180	\$ 11,918
Undist. Expend.-Student Transportation Serv.:					
Management Fee - ESC&CTSA Transportation Program	45,944	10,058	56,002	56,002	
Contract. Serv. - Aid in Lieu of Payments-Nonpublic Studs		43,791	43,791	43,791	
Contr. Serv.-Aid in Lieu of Payments-Choice Stud.	5,200	(2,500)	2,700	2,700	
Contract. Serv.(Bet. Home & Sch.)-Vendors	586,616	(358)	586,258	556,743	29,515
Contract. Serv.(Oth. than Bet. Home & Sch.)-Vend.	131,873	8,009	139,882	137,101	2,781
Contract. Serv.(Bet. Home & Sch.)-Joint Agrmnts.	285,135	(36,326)	248,809	248,809	
Contract. Serv.(Spl. Ed. Students)-Joint Agrmnts	624,230	201,227	825,457	825,305	152
Total Undist. Expend.-Student Trans. Serv.	1,678,998	223,901	1,902,899	1,870,451	32,448
UNALLOCATED BENEFITS					
Social Security Contributions	173,000	10,848	183,848	183,848	
Other Retirement Contributions - PERS	127,000	1,121	128,121	128,121	
Other Retirement Contributions - Regular	4,000	(1,770)	2,230	2,230	
Unemployment Compensation	24,000	1,363	25,363	25,363	
Workers Compensation	68,400	985	69,385	69,355	30
Health Benefits	1,437,740	(14,485)	1,423,255	1,423,255	
Tuition Reimbursement	39,000	3,300	42,300	42,300	
Other Employee Benefits	480,027	73,594	553,621	552,721	900
Unused Sick Payment to Terminated/Retired Staff	27,500	6,695	34,195	34,195	
TOTAL UNALLOCATED BENEFITS	2,380,667	81,651	2,462,318	2,461,388	930
ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)					
TPAF Post Retirement Contributions (Non-Budgeted)				598,594	(598,594)
TPAF Pension Contributions (Non-Budgeted)				2,247,460	(2,247,460)
TPAF Non-Contributory Insurance (Non-Budgeted)				31,181	(31,181)
TPAF Long-Term Disability Insurance (Non-Budgeted)				907	(907)
Reimbursed TPAF Social Security Contributions				469,136	(469,136)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)				3,347,278	(3,347,278)

WALLKILL VALLEY REGIONAL HIGH 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
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	\$ 2,380,667	\$ 81,651	\$ 2,462,318	\$ 5,808,666	\$ (3,346,348)
TOTAL UNDISTRIBUTED EXPENDITURES	9,670,872	78,351	9,749,223	12,978,094	(3,228,871)
TOTAL GENERAL CURRENT EXPENSE	15,645,702	(4,443)	15,641,259	18,860,923	(3,219,664)
<b>CAPITAL OUTLAY</b>					
Equipment:					
Grades 9-12	25,725		25,725	25,725	
School-Sponsored and Other Instructional Programs	12,302	(5,610)	6,692	6,692	
Undistributed:					
Undistributed Expenditures - Instruction	2,895		2,895	2,895	
Undistributed Expenditures - General Admin.	13,650		13,650	13,650	
Undist. Expend. - Required Maint for School Fac.	7,481	11,081	18,562	18,562	
Undist. Expend. - Custodial Services	38,898		38,898	33,702	5,196
Undist. Expend. - Care and Upkeep of Grounds	46,211	(39,926)	6,285	2,738	3,547
Total Equipment	108,264	4,443	112,707	103,964	8,743
Facilities Acquisition and Construction Serv.:					
Assessment for Debt Service on SDA Funding	38,646		38,646	38,646	
Total Facilities Acquisition and Const. Serv.	38,646		38,646	38,646	
Assets Acquired Under Leases (Non-Budgeted):					
Regular Programs - Equipment				105,027	(105,027)
Total Assets Acquired Under Capital Leases (Non-Budgeted)				105,027	(105,027)
TOTAL CAPITAL OUTLAY	146,910	4,443	151,353	247,637	(96,284)
TOTAL EXPENDITURES	15,792,612		15,792,612	19,108,560	(3,315,948)
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(436,581)		(436,581)	(51,948)	(384,633)

WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL 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>
Other Financing Sources/(Uses):					
Leases (Non-budgeted)				\$ 105,027	\$ (105,027)
Capital Reserve - Transfer to Capital Projects	\$ (871,226)	\$ (43,473)	\$ (914,699)	(914,699)	
Total Other Financing Sources/(Uses)	<u>(871,226)</u>	<u>(43,473)</u>	<u>(914,699)</u>	<u>(809,672)</u>	<u>(105,027)</u>
Excess/(Deficit) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(1,307,807)	(43,473)	(1,351,280)	(861,620)	(489,660)
Fund Balance, July 1	2,433,969		2,433,969	2,433,969	
Fund Balance, June 30	<u>\$ 1,126,162</u>	<u>\$ (43,473)</u>	<u>\$ 1,082,689</u>	<u>\$ 1,572,349</u>	<u>\$ (489,660)</u>
Recapitulation:					
Restricted Fund Balance:				\$ 907,302	
Capital Reserve				8,050	
Unemployment Compensation					
Assigned Fund Balance:					
Year End Encumbrances				122,272	
Designated for Subsequent Year's Expenditures				218,164	
Unassigned Fund Balance				316,561	
				<u>1,572,349</u>	
Reconciliation to Governmental Funds Statement (GAAP):					
Last State Aid Payments not Recognized on GAAP basis				<u>(330,091)</u>	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 1,242,258</u>	

WALLKILL VALLEY REGIONAL HIGH SCHOOL  
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
SPECIAL REVENUE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023  
 (UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local Sources		\$ 296,732	\$ 296,732	\$ 304,032	7,300
State Sources		61,105	61,105	23,037	\$ (38,068)
Federal Sources	\$ 161,444	1,046,857	1,208,301	1,127,725	(80,577)
<b>Total Revenues</b>	<b>161,444</b>	<b>1,404,694</b>	<b>1,566,138</b>	<b>1,454,794</b>	<b>(111,345)</b>
<b>EXPENDITURES:</b>					
Instruction:					
Salaries of Teachers	53,797	151,015	204,812	225,448	(20,636)
Purchased Professional and Technical Services	600	91,163	91,763	93,061	(1,298)
Other Purchased Services		21,348	21,348	13,393	7,956
Tuition	88,620	87,633	176,253	173,135	3,118
General Supplies	7,900	46,116	54,016	37,677	16,339
<b>Total Instruction</b>	<b>150,917</b>	<b>397,275</b>	<b>548,192</b>	<b>542,714</b>	<b>5,479</b>
Support Services:					
Salaries of Other Professional Staff	8,964	119,142	128,106	161,984	(33,878)
Personal Services - Employee Benefits	1,563	165,617	167,180	27,436	139,744
Scholarships Awarded		4,200	4,200	4,200	
Student Activities		318,755	318,755	318,755	
<b>Total Support Services</b>	<b>10,527</b>	<b>607,714</b>	<b>618,241</b>	<b>512,375</b>	<b>105,866</b>
Facilities Acquisition and Construction Services:					
Non-Instructional Equipment		425,928	425,928	425,928	
<b>Total Facilities Acquisition and Construction Services</b>		<b>425,928</b>	<b>425,928</b>	<b>425,928</b>	
<b>Total Expenditures</b>	<b>\$ 161,444</b>	<b>\$ 1,430,917</b>	<b>\$ 1,592,361</b>	<b>\$ 1,481,017</b>	<b>\$ 111,345</b>
<b>Deficit of Revenue Under Expenditures</b>	<b>\$ -0-</b>	<b>\$ (26,223)</b>	<b>\$ (26,223)</b>	<b>\$ (26,223)</b>	<b>\$ -0-</b>

WALKKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
NOTE 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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 19,056,612	\$ 1,454,794
Differences - Budget 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.		(17,004)
Prior Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	340,451	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(330,091)	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	\$ 19,066,972	\$ 1,437,790
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 19,108,560	\$ 1,481,017
Differences - Budget 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.		(17,004)
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	\$ 19,108,560	\$ 1,464,013

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)l. 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 not 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 the GAAP revenue due to a difference in recognition of the last 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

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

	SDA Emergent and Capital Maintenance Needs	Climate Awareness Act	NJ School Boards Insurance Grant	REAP	I.D.E.A. Part B		Elementary and Secondary Education Act Title II - Part A	Title IV
					Basic FY23	Title IA		
REVENUES:								
Local Sources	\$ 16,654	\$ 6,383	\$ 7,300	\$ 30,768	\$ 141,825	\$ 68,341	\$ 13,242	\$ 3,076
State Sources								
Federal Sources								
Total Revenues	16,654	6,383	7,300	30,768	141,825	68,341	13,242	3,076
EXPENDITURES:								
Instruction:								
Salaries of Teachers		6,383				45,027	8,770	
Purchased Professional and Technical Services			7,300			150		
Other Purchased Services					141,825	200		3,076
Tuition				30,768				
General Supplies								
Total Instruction		6,383	7,300	30,768	141,825	45,377	8,770	3,076
Support Services:								
Salaries of Other Professional Staff						22,964	4,472	
Personal Services - Employee Benefits								
Scholarships Awarded								
Student Activities								
Total Support Services						22,964	4,472	
Facilities Acquisition and Construction Services:								
Non-Instructional Equipment	16,654							
Total Facilities Acquisition and Construction Services	16,654							
Total Expenditures	\$ 16,654	\$ 6,383	\$ 7,300	\$ 30,768	\$ 141,825	\$ 68,341	\$ 13,242	\$ 3,076

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

	ESSER II Learning Acceleration	ESSER III	Learning Acceleration	Summer Learning and Enrichment	ARP	Comprehensive Beyond the School Day	Mental Health Support Staffing
<b>REVENUES:</b>							
Local Sources	\$ 24,910	\$ 511,593	\$ 50,000	\$ 40,000	\$ 40,000	\$ 40,000	\$ 88,501
State Sources	24,910	511,593	50,000	40,000	40,000	40,000	88,501
Federal Sources							
Total Revenues							
<b>EXPENDITURES:</b>							
Instruction:							
Salaries of Teachers	24,910	44,764	21,875	17,500	17,500	17,500	38,719
Purchased Professional and Technical Services		5,140	2,512	2,010	2,010	2,010	4,446
Other Purchased Services							
Tuition							
General Supplies		753	368	294	294	294	651
Total Instruction	24,910	50,657	24,755	19,804	19,804	19,804	43,816
Support Services:							
Salaries of Other Professional Staff		51,662	25,245	20,196	20,196	20,196	44,685
Personal Services - Employee Benefits							
Scholarships Awarded							
Student Activities							
Total Support Services		51,662	25,245	20,196	20,196	20,196	44,685
Facilities Acquisition and Construction Services:							
Non-Instructional Equipment		409,274					
Total Facilities Acquisition and Construction Services		409,274					
Total Expenditures	\$ 24,910	\$ 511,593	\$ 50,000	\$ 40,000	\$ 40,000	\$ 40,000	\$ 88,501

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

	ASCERS	Student Activities	Scholarship	Totals
<b>REVENUES:</b>				
Local Sources		\$ 291,480	\$ 5,252	\$ 304,032
State Sources				23,037
Federal Sources	\$ 115,469			1,127,725
<b>Total Revenues</b>	<b>115,469</b>	<b>291,480</b>	<b>5,252</b>	<b>1,454,794</b>
<b>EXPENDITURES:</b>				
Instruction:				
Salaries of Teachers	69,643			225,448
Purchased Professional and Technical Services	13,243			93,061
Other Purchased Services	31,310			13,393
Tuition	1,273			173,135
General Supplies				37,677
<b>Total Instruction</b>	<b>115,469</b>			<b>542,714</b>
Support Services:				
Salaries of Other Professional Staff				161,984
Personal Services - Employee Benefits			4,200	27,436
Scholarships Awarded				4,200
Student Activities		318,755		318,755
<b>Total Support Services</b>		<b>318,755</b>	<b>4,200</b>	<b>512,375</b>
Facilities Acquisition and Construction Services:				
Non-Instructional Equipment				425,928
<b>Total Facilities Acquisition and Construction Services</b>				<b>425,928</b>
<b>Total Expenditures</b>	<b>\$ 115,469</b>	<b>\$ 318,755</b>	<b>\$ 4,200</b>	<b>\$ 1,481,017</b>

CAPITAL PROJECTS FUND

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

Revenue and Other Financing Sources:	
Capital Reserve Transfer	\$ 914,699
Interest Income	6,741
	921,440
Total Revenue and Other Financing Sources	
	921,440
Expenditures:	
Purchased Professional and Technical Services	66,521
Facilities Acquisition and Construction Services	1,331,216
	1,397,737
Total Expenditures	
	1,397,737
Other Financing Uses:	
Transfer to Debt Service Fund:	
Interest Earned	6,741
Partial Close Out of Projects	50,000
	56,741
Total Other Financing Uses	
	56,741
Fund Balance - Beginning of Year	
	4,104,699
Fund Balance - End of Year	
	\$ 3,571,661
<u>Recapitulation:</u>	
Restricted	\$ 3,105,043
Restricted - Year End Encumbrances	466,618
	3,571,661
Total Fund Balance - Budgetary Basis	
	\$ 3,571,661

WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
SOLAR PHOTOVOLTAIC PROJECT- BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
Revenue and Other Financing Sources:				
Bond Proceeds and Transfers	\$ 3,300,000		\$ 3,300,000	\$ 3,300,000
Total Revenue and Other Financing Sources	<u>3,300,000</u>		<u>3,300,000</u>	<u>3,300,000</u>
Expenditures :				
Purchased Professional and Technical Services	379,861		379,861	406,341
Construction Services	2,440,418		2,440,418	2,440,418
Miscellaneous Costs	131,129		131,129	385,000
Other Financing Uses:				
Transfer to Debt Service Fund	<u>68,241</u>	<u>\$ 50,000</u>	<u>118,241</u>	<u>68,241</u>
Total Expenditures and Other Financing Uses	<u>3,019,649</u>	<u>50,000</u>	<u>3,069,649</u>	<u>3,300,000</u>
Excess/(Deficit) of Revenue and Other Financing Sources				
Over/(Under) Expenditures and Other Financing Uses	<u>\$ 280,351</u>	<u>\$ (50,000)</u>	<u>\$ 230,351</u>	<u>\$ -0-</u>

Additional Project Information:

Project Number:	N/A
Solar Photovoltaic Project	
Bonds Authorized Date	4/27/2011
Bonds Authorized	\$ 3,300,000
Bonds Issued	\$ 3,300,000
Original Authorized Cost	\$ 3,300,000
Percentage Increase over Original	
Authorized Cost	0.00%
Percentage Completion	100.00%
Original Target Completion Date	1/13/2012
Revised Target Completion Date	12/31/2012



WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
REFERENDUM - DISTRICT WIDE UPGRADES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
Revenue and Other Financing Sources:				
Serial Bond Proceeds	\$ 5,300,000		\$ 5,300,000	\$ 5,300,000
Capital Reserve Transfer				43,473
<b>Total Revenue and Other Financing Sources</b>	<b>5,300,000</b>		<b>5,300,000</b>	<b>5,343,473</b>
Expenditures:				
Purchased Professional and Technical Services	490,095	\$ 66,521	556,616	873,668
Facilities Acquisition and Construction Services	1,340,525	57,217	1,397,742	4,465,473
Miscellaneous Costs	4,332		4,332	4,332
<b>Total Expenditures</b>	<b>1,834,952</b>	<b>123,738</b>	<b>1,958,690</b>	<b>5,343,473</b>
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 3,465,048</u>	<u>\$ (123,738)</u>	<u>\$ 3,341,310</u>	<u>\$ -0-</u>

Additional Project Information:

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	1/19/2022
Bonds Authorized	\$ 5,300,000
Bonds Issued	\$ 5,300,000
Original Authorized Cost	\$ 5,300,000
Percentage Increase over Original Authorized Cost	0%
Percentage Completion	37%
Original Target Completion Date	9/29/2023

N/A - Not Available/Applicable

WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
FOOTBALL FIELD & TENNIS COURT RENOVATIONS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Authorized Cost</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 359,300		\$ 359,300	\$ 359,300
Total Revenue and Other Financing Sources	359,300		359,300	359,300
Expenditures:				
Facilities Acquisition and Construction Services		\$ 359,300	359,300	359,300
Total Expenditures		359,300	359,300	359,300
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ 359,300	\$ (359,300)	\$ -0-	\$ -0-

Additional Project Information:

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 359,300
Percentage Increase over Original Authorized Cost	0%
Percentage Completion	100%
Original Target Completion Date	9/29/2023

N/A - Not Available/Applicable

WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
HVAC REPLACEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Current Year	Totals	Authorized Cost
Revenue and Other Financing Sources:			
Transfer from Capital Reserve	\$ 871,226	\$ 871,226	\$ 871,226
Total Revenue and Other Financing Sources	871,226	871,226	871,226
Expenditures:			
Facilities Acquisition and Construction Services	871,226	871,226	871,226
Total Expenditures	871,226	871,226	871,226
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ -0-	\$ -0-	\$ -0-

Additional Project Information:

Project Numbers	N/A	
Grant Date	N/A	
Bond Authorization Date	N/A	
Bonds Authorized	N/A	
Bonds Issued	N/A	
Original Authorized Cost	\$ 871,226	
Percentage Increase over Original Authorized Cost	0%	
Percentage Completion	100%	
Original Target Completion Date	9/29/2023	

N/A - Not Available/Applicable

WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS  
TENNIS COURT RENOVATIONS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Current Year	Totals	Authorized Cost
Revenue and Other Financing Sources:			
Transfer from Capital Reserve	\$ 43,473	\$ 43,473	\$ 43,473
Total Revenue and Other Financing Sources	43,473	43,473	43,473
Expenditures:			
Facilities Acquisition and Construction Services	43,473	43,473	43,473
Total Expenditures	43,473	43,473	43,473
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ -0-	\$ -0-	\$ -0-

Additional Project Information:

Project Numbers	N/A	
Grant Date	N/A	
Bond Authorization Date	N/A	
Bonds Authorized	N/A	
Bonds Issued	N/A	
Original Authorized Cost	\$ 43,473	
Percentage Increase over Original Authorized Cost	0%	
Percentage Completion	100%	
Original Target Completion Date	9/29/2023	

N/A - Not Available/Applicable

PROPRIETARY FUNDS

WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
FOOD SERVICE ENTERPRISE FUND  
STATEMENT OF NET POSITION  
JUNE 30, 2023

ASSETS:

## Current Assets:

Cash and Cash Equivalents	\$ 59,264
Accounts Receivable:	
State	103
Federal	2,660
Other Accounts Receivable	1,136
Interfund Receivable	70,303
Inventories	8,454

Total Current Assets	<u>141,920</u>
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## Non-Current Assets:

Capital Assets	108,584
Less: Accumulated Depreciation	<u>(82,417)</u>

Total Non-Current Assets	<u>26,167</u>
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Total Assets	<u>168,087</u>
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LIABILITIES:

## Current Liabilities:

Accounts Payable - Vendors	7,529
Unearned Revenue - Supply Chain Assistance (SCA) Funding	23,814
Unearned Revenue - Donated Commodities	<u>3,286</u>

Total Current Liabilities	<u>34,629</u>
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NET POSITION:

Investment in Capital Assets	26,167
Unrestricted	<u>107,291</u>

Total Net Position	<u>\$ 133,458</u>
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WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
FOOD SERVICE ENTERPRISE FUND  
STATEMENT OF REVENUE, EXPENSES  
AND CHANGES IN NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Operating Revenue:	
Local Sources:	
Daily Sales - Reimbursable Programs	\$ 85,040
Daily Sales - Reimbursable Programs	44,713
	<hr/>
Total Operating Revenue	129,753
	<hr/>
Operating Expenses:	
Cost of Sales - Reimbursable Programs	72,215
Cost of Sales - Non Reimbursable Programs	37,970
Salaries & Payroll Taxes	98,074
Employee Benefits	445
Management Fee	10,433
Professional and Technical Services	642
Depreciation Expense	7,363
Other Miscellaneous Expenses	8,061
	<hr/>
Total Operating Expenses	235,203
	<hr/>
Operating (Loss)	(105,450)
Non-Operating Revenue:	
State Sources:	
State School Lunch Program	2,760
State School Breakfast Program	176
Federal Sources:	
National School Lunch Program	71,196
Supply Chain Assistance (SCA) Funding	18,532
Food Distribution Program	12,350
Local Sources:	
Interest Income	189
	<hr/>
Total Non-Operating Revenue	105,203
	<hr/>
Change in Net Position	(247)
Net Position - Beginning of Year	133,705
	<hr/>
Net Position - End of Year	\$ 133,458
	<hr/> <hr/>

WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
FOOD SERVICE ENTERPRISE FUND  
STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Cash Flows from Operating Activities:	
Receipts from Customers	\$ 113,323
Payments to Employees	(98,074)
Payments for Benefits	(445)
Payments to Food Service Vendor	(10,433)
Payments to Suppliers	(103,940)
	<hr/>
Net Cash (Used for) Operating Activities	(99,569)
	<hr/>
Cash Flows from Noncapital Financing Activities:	
Cash Received from Federal and State Sources	125,963
	<hr/>
Net Cash Provided by Noncapital Financing Activities	125,963
	<hr/>
Cash Flows from Investing Activities:	
Investment Income	189
	<hr/>
Net Cash Flows Provided by Investing Activities:	189
	<hr/>
Net Increase in Cash and Cash Equivalents	26,583
Cash and Cash Equivalents, July 1	32,681
	<hr/>
Cash and Cash Equivalents, June 30	\$ 59,264
	<hr/> <hr/>
Reconciliation of Operating (Loss) to Net Cash (Used for) Operating Activities:	
Operating (Loss)	\$ (105,450)
Adjustment to Reconcile Operating (Loss) to Net Cash (Used for) Operating Activities:	
Federal Food Distribution Program	12,350
Depreciation	7,363
Changes in Assets and Liabilities:	
(Increase) in Interfund Receivable	(14,198)
(Increase) in Inventory	(1,999)
(Increase) in Accounts Receivable	(1,136)
Increase in Accounts Payable	2,786
(Decrease) in Unearned Revenue - Prepaid Sales	(1,096)
Increase in Unearned Revenue - Donated Commodities	1,811
	<hr/>
Net Cash (Used for) Operating Activities	\$ (99,569)
	<hr/> <hr/>

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$14,161 and utilized U.S.D.A. Commodities valued at \$12,350.



FIDUCIARY ACTIVITIES  
(NOT APPLICABLE)

LONG-TERM LIABILITIES

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

Maturities of Bonds

Purpose	Date of Issue	Original Issue	Outstanding			Interest Rate	Balance June 30, 2022	Matured	Balance June 30, 2023
			Date	Amount	June 30, 2023				
Solar Panel Purchase and Installation	11/29/2011	\$ 3,300,000				\$ 1,410,000	\$ 120,000	\$ 1,290,000	
			9/1/2023	\$ 125,000		3.50%			
			9/1/2024	130,000		3.50%			
			9/1/2025	135,000		3.50%			
			9/1/2026	140,000		3.50%			
			9/1/2027	145,000		3.50%			
			9/1/2028	150,000		3.50%			
			9/1/2029	155,000		3.50%			
			9/1/2030	160,000		3.75%			
			9/1/2031	150,000		3.75%			
	School Bonds, Series 2022	1/19/2022	5,300,000				5,300,000	185,000	5,115,000
				2/1/2024	195,000		2.125%		
				2/1/2025	205,000		2.25%		
				2/1/2026	215,000		2.25%		
			2/1/2027	225,000		2.25%			
			2/1/2028	235,000		2.25%			
			2/1/2029	245,000		2.25%			
			2/1/2030	255,000		2.25%			
		2/1/2031	265,000		2.25%				
		2/1/2032	275,000		2.25%				
		2/1/2033	285,000		2.25%				
		2/1/2034	295,000		2.25%				
		2/1/2035	305,000		2.25%				
		2/1/2036	305,000		2.25%				
		2/1/2037	305,000		2.25%				
		2/1/2038	305,000		2.375%				
		2/1/2039	305,000		2.375%				
		2/1/2040	305,000		2.50%				
		2/1/2041	305,000		2.50%				
		2/1/2042	285,000		2.50%				
						<u>\$ 6,710,000</u>	<u>\$ 305,000</u>	<u>\$ 6,405,000</u>	

WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
LONG-TERM LIABILITIES  
SCHEDULE OF OBLIGATIONS UNDER FINANCED PURCHASED  
YEAR ENDED JUNE 30, 2023

NOT APPLICABLE

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

Purpose	Interest Rate	Original Issue	Balance June 30, 2022	Issued	Matured	Balance June 30, 2023
Camera System	3.75%	\$ 145,151	\$ 30,250		\$ 30,250	
Savin Digital Copier #1	6.62%	6,727	6,727		873	\$ 5,854
Savin Digital Copier #2	6.62%	5,810	2,754		1,222	1,532
Savin Digital Copier #3	6.62%	3,822	1,417		831	586
Savin Digital Copier #4	5.50%	105,027		\$ 105,027	4,596	100,431
			\$ 41,148	\$ 105,027	\$ 37,772	\$ 108,403

WALKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
LONG-TERM LIABILITIES  
SCHEDULE OF OBLIGATIONS UNDER SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOT APPLICABLE

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 418,157		\$ 418,157	\$ 418,157	
Total Revenue	418,157		418,157	418,157	
<b>EXPENDITURES:</b>					
Regular Debt Service:					
Interest	166,230		166,230	166,230	
Redemption of Principal	305,000		305,000	305,000	
Total Regular Debt Service	471,230		471,230	471,230	
Total Expenditures	471,230		471,230	471,230	
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(53,073)		(53,073)	(53,073)	
Other Financing Sources:					
Transfer In - Capital Projects Close Out				50,000	\$ 50,000
Transfer In - Capital Projects Interest				6,741	6,741
Total Other Financing Sources				56,741	56,741
Excess/(Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures	(53,073)		(53,073)	3,668	56,741
Fund Balance, July 1	108,754		108,754	108,754	
Fund Balance, June 30	\$ 55,681	\$ -0-	\$ 55,681	\$ 112,422	\$ 56,741
		Restricted Fund Balance		\$ 112,422	

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

This part of the School’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 School’s overall financial health.

**Contents**

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



WALKHILL VALLEY REGIONAL HIGH SCHOOL DISTRICT

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

UNAUDITED

(accrual basis of accounting)

	June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Governmental Activities</b>										
Net Investment in Capital Assets										
Restricted	\$ 7,211,116	\$ 7,439,268	\$ 7,631,853	\$ 7,915,864	\$ 8,036,786	\$ 8,187,619	\$ 8,269,661	\$ 8,578,986	\$ 8,720,613	\$ 10,339,014
Unrestricted/(Deficit)	1,264,673	1,500,472	1,446,470	1,202,325	702,231	1,314,502	2,253,476	1,602,598	2,032,184	1,539,999
	(2,459,233)	(2,605,674)	(2,746,418)	(2,773,437)	(2,349,656)	(2,895,863)	(2,575,371)	(2,039,583)	(1,562,503)	(2,007,476)
<b>Total Governmental Activities Net Position</b>	<b>\$ 6,016,556</b>	<b>\$ 6,334,066</b>	<b>\$ 6,331,905</b>	<b>\$ 6,344,752</b>	<b>\$ 6,389,361</b>	<b>\$ 6,606,258</b>	<b>\$ 7,947,766</b>	<b>\$ 8,142,001</b>	<b>\$ 9,190,294</b>	<b>\$ 9,871,537</b>
<b>Business-Type Activities</b>										
Investment in Capital Assets										
Unrestricted	\$ 45,315	\$ 43,639	\$ 41,963	\$ 40,287	\$ 38,611	\$ 22,567	\$ 20,533	\$ 37,943	\$ 33,530	\$ 26,167
	25,877	24,454	33,503	34,099	26,326	20,263	6,893	16,160	100,175	107,291
<b>Total Business-Type Activities Net Position</b>	<b>\$ 71,192</b>	<b>\$ 68,093</b>	<b>\$ 75,466</b>	<b>\$ 74,386</b>	<b>\$ 64,937</b>	<b>\$ 42,830</b>	<b>\$ 27,426</b>	<b>\$ 54,103</b>	<b>\$ 133,705</b>	<b>\$ 133,458</b>
<b>District-Wide</b>										
Net Investment in Capital Assets										
Restricted	\$ 7,256,431	\$ 7,482,907	\$ 7,673,816	\$ 7,956,151	\$ 8,075,397	\$ 8,210,186	\$ 8,290,194	\$ 8,616,929	\$ 8,754,143	\$ 10,365,181
Unrestricted/(Deficit)	1,264,673	1,500,472	1,446,470	1,202,325	702,231	1,314,502	2,253,476	1,602,598	2,032,184	1,539,999
	(2,433,356)	(2,581,220)	(2,712,915)	(2,739,338)	(2,323,330)	(2,875,600)	(2,568,478)	(2,023,423)	(1,462,328)	(1,900,185)
<b>Total District Net Position</b>	<b>\$ 6,087,748</b>	<b>\$ 6,402,159</b>	<b>\$ 6,407,371</b>	<b>\$ 6,419,138</b>	<b>\$ 6,454,298</b>	<b>\$ 6,649,088</b>	<b>\$ 7,975,192</b>	<b>\$ 8,196,104</b>	<b>\$ 9,323,999</b>	<b>\$ 10,004,995</b>

Source: School District Financial Reports

**WALKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT**  
**CHANGES IN NET POSITION, LAST TEN FISCAL YEARS**  
**UNAUDITED**

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Expenses</b>										
<b>Governmental activities</b>										
<b>Instruction</b>										
Regular	\$ 5,749,967	\$ 7,754,333	\$ 8,219,922	\$ 8,534,539	\$ 8,425,210	\$ 8,161,018	\$ 7,284,050	\$ 7,750,605	\$ 7,588,347	\$ 7,249,187
Special Education	1,035,781	1,374,502	1,483,962	1,513,077	1,591,148	1,443,615	1,201,160	1,528,009	1,101,606	1,389,775
Other Special Education	73,273	27,148	28,435	48,573	49,710	65,623	66,855	86,682	88,413	83,756
Other Instruction	659,399	1,003,856	1,033,912	858,937	899,367	871,773	761,992	767,854	741,749	694,039
<b>Support Services:</b>										
Tuition	1,493,832	1,361,590	1,621,047	1,456,988	1,642,212	1,639,622	1,453,018	1,606,329	1,421,511	1,650,957
Student & Instruction Related Services	1,732,206	1,705,533	1,674,319	2,661,646	2,594,972	2,719,140	2,525,123	2,383,824	2,329,083	2,426,608
General Administrative Services	571,157	497,207	574,694	702,782	709,709	657,502	716,971	704,116	682,886	851,137
School Administrative Services	799,745	571,197	618,594	826,855	764,936	654,608	634,481	719,749	767,472	620,412
Central Services	220,124	233,290	228,352	253,725	271,545	239,316	231,069	217,229	210,764	198,323
Plant Operations And Maintenance	1,597,808	1,383,380	1,413,858	1,445,466	1,546,948	1,383,232	1,314,313	1,390,690	1,437,096	1,299,322
Pupil Transportation	1,307,918	1,317,839	1,337,244	1,357,347	1,399,984	1,498,526	1,444,515	1,243,738	1,493,969	1,870,451
Interest On Long-Term Debt	159,970	178,375	125,406	109,555	95,946	83,146	70,865	57,971	92,352	165,763
Unallocated Depreciation	37,836	37,836	37,836	37,836	37,836	46,011	46,192	48,123	48,123	48,123
Capital Outlay	25,063	38,645	40,508	38,646	551,391	38,646	68,137	840,770	38,646	38,646
Transfer of Funds to Charter School		28,554								
<b>Total Governmental Activities Expenses</b>	<b>15,464,079</b>	<b>17,484,731</b>	<b>18,466,643</b>	<b>19,845,972</b>	<b>20,580,914</b>	<b>19,501,778</b>	<b>17,818,741</b>	<b>19,345,689</b>	<b>18,042,017</b>	<b>18,586,499</b>
<b>Business-type activities:</b>										
Food Service	180,029	206,542	222,322	210,751	223,857	228,510	168,253	93,226	274,740	235,203
<b>Total Business-Type Activities Expense</b>	<b>180,029</b>	<b>206,542</b>	<b>222,322</b>	<b>210,751</b>	<b>223,857</b>	<b>228,510</b>	<b>168,253</b>	<b>93,226</b>	<b>274,740</b>	<b>235,203</b>
<b>Total District Expenses</b>	<b>\$ 15,644,108</b>	<b>\$ 17,691,273</b>	<b>\$ 18,688,965</b>	<b>\$ 20,056,723</b>	<b>\$ 20,804,771</b>	<b>\$ 19,730,288</b>	<b>\$ 17,986,994</b>	<b>\$ 19,438,915</b>	<b>\$ 18,316,757</b>	<b>\$ 18,821,702</b>
<b>Program Revenues</b>										
<b>Governmental Activities:</b>										
Charges For Services	\$ 448							\$ 195,106	\$ 251,809	\$ 296,732
Operating Grants and Contributions	6,179,091	\$ 7,893,682	\$ 8,579,228	\$ 9,580,111	\$ 9,716,952	\$ 8,546,259	\$ 7,477,202	7,795,385	6,758,195	6,439,738
<b>Total Governmental Activities Program Revenues</b>	<b>6,179,091</b>	<b>7,893,682</b>	<b>8,579,228</b>	<b>9,580,111</b>	<b>9,716,952</b>	<b>8,546,259</b>	<b>7,477,202</b>	<b>7,990,491</b>	<b>7,010,004</b>	<b>6,736,470</b>
<b>Business-Type Activities:</b>										
Charges for services:										
Food Service	138,799	138,574	166,820	152,064	151,632	152,516	98,102	3,694	51,226	129,753
Operating Grants and Contributions	68,829	64,848	62,852	57,577	62,746	66,012	51,414	73,332	302,951	105,014
<b>Total Business Type Activities Program Revenues</b>	<b>207,628</b>	<b>203,422</b>	<b>229,672</b>	<b>209,641</b>	<b>214,378</b>	<b>218,528</b>	<b>149,516</b>	<b>77,026</b>	<b>354,177</b>	<b>234,767</b>
<b>Total District Program Revenues</b>	<b>\$ 6,386,719</b>	<b>\$ 8,097,104</b>	<b>\$ 8,808,900</b>	<b>\$ 9,789,752</b>	<b>\$ 9,931,330</b>	<b>\$ 8,764,787</b>	<b>\$ 7,626,718</b>	<b>\$ 8,067,517</b>	<b>\$ 7,364,181</b>	<b>\$ 6,971,237</b>
<b>Net (Expense)/Revenue</b>										
<b>Governmental Activities</b>	\$ (9,284,988)	\$ (9,591,049)	\$ (9,887,415)	\$ (10,265,861)	\$ (10,863,962)	\$ (10,955,519)	\$ (10,341,539)	\$ (11,355,198)	\$ (11,032,013)	\$ (11,850,029)
<b>Business-Type Activities</b>	27,599	(3,120)	7,350	(1,110)	(9,479)	(9,982)	(18,737)	(16,200)	79,437	(436)
<b>Total District-Wide Net Expense</b>	<b>\$ (9,257,389)</b>	<b>\$ (9,594,169)</b>	<b>\$ (9,880,065)</b>	<b>\$ (10,266,971)</b>	<b>\$ (10,873,441)</b>	<b>\$ (10,965,501)</b>	<b>\$ (10,360,276)</b>	<b>\$ (11,371,398)</b>	<b>\$ (10,952,576)</b>	<b>\$ (11,850,465)</b>

WALKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS  
UNAUDITED  
(Continued)

	Fiscal Year Ended 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	\$ 9,145,404	\$ 9,328,312	\$ 9,514,878	\$ 9,705,176	\$ 10,284,867	\$ 10,490,565	\$ 10,700,375	\$ 10,914,383	\$ 11,420,289	\$ 11,868,798
Taxes Levied for Debt Service	477,288	465,218	330,328	376,028	442,443	434,818	422,762	409,452	371,221	418,157
Investment Earnings	1,590	2,321	2,458	433	1,998	3,238	24,510	16,459	7,389	13,337
Miscellaneous Income	215,472	112,708	37,590	91,174	178,856	242,898	250,381	229,344	275,786	229,099
Interest Earned in Capital Reserve				480	407	897	5,448	3,073	5,681	1,881
Transfers							(3,094)	(20,854)	(60)	
Total Governmental Activities	9,839,754	9,908,559	9,885,254	10,173,291	10,908,571	11,172,416	11,400,382	11,551,857	12,080,306	12,531,272
Business-Type Activities:										
Miscellaneous Income	27	21	23	30	30	52	239	24	105	189
Interest on Investments						(12,177)		21,999		
Other Item - Capital Asset Adjustment							3,094	20,854		
Transfers						(12,125)	3,333	42,877	60	
Total Business-Type Activities	27	21	23	30	30	(12,125)	3,333	42,877	165	189
Total District-Wide	\$ 9,839,781	\$ 9,908,580	\$ 9,885,277	\$ 10,173,321	\$ 10,908,601	\$ 11,160,291	\$ 11,403,715	\$ 11,594,734	\$ 12,080,471	\$ 12,531,461
Change in Net Position	\$ 554,766	\$ 317,510	\$ (2,161)	\$ (92,570)	\$ 44,609	\$ 216,897	\$ 1,058,843	\$ 196,659	\$ 1,048,293	\$ 681,243
Governmental Activities	27,626	(3,099)	7,373	(1,080)	(9,449)	(22,107)	(15,404)	26,677	79,602	(247)
Business-Type Activities	\$ 582,392	\$ 314,411	\$ 5,212	\$ (93,650)	\$ 35,160	\$ 194,790	\$ 1,043,439	\$ 223,336	\$ 1,127,895	\$ 680,996

Source: School District Financial Reports

WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
FUND BALANCES, GOVERNMENTAL FUNDS,  
LAST TEN FISCAL YEARS

UNAUDITED  
*(modified accrual basis of accounting)*

	June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Unassigned	\$ 714,256	\$ 880,633	\$ 945,264	\$ 833,026	\$ 271,015	\$ 882,821	\$ 1,542,065	\$ 341,606	\$ 278,382	\$ 915,352
Restricted	422,550	251,347	173,831	118,931	790,704	162,757	472,551	899,892	1,378,455	326,906
Assigned								607,393	436,681	
Total General Fund	\$ 1,136,806	\$ 1,131,980	\$ 1,119,095	\$ 951,957	\$ 1,061,719	\$ 1,045,578	\$ 2,014,616	\$ 1,848,891	\$ 2,093,518	\$ 1,242,258
All Other Governmental Funds										
Restricted	\$ 550,417	\$ 619,839	\$ 501,206	\$ 431,217	\$ 431,216	\$ 431,681	\$ 711,411	\$ 702,706	\$ 4,118,777	\$ 3,922,484
Committed									359,300	
Total All Other Governmental Funds	\$ 550,417	\$ 619,839	\$ 501,206	\$ 431,217	\$ 431,216	\$ 431,681	\$ 711,411	\$ 702,706	\$ 4,478,077	\$ 3,922,484

Source: School District Financial Reports

WALKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,  
LAST TEN FISCAL YEARS

UNAUDITED  
(modified accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Revenues</b>										
Tax Levy	\$ 9,622,692	\$ 9,793,530	\$ 9,845,206	\$ 10,081,204	\$ 10,727,310	\$ 10,925,383	\$ 11,123,137	\$ 11,323,835	\$ 11,791,510	\$ 12,286,955
Tuition Changes	448									
Interest Earnings	1,590	1,890	2,458	2,054	2,405	4,135	29,958	19,532	13,070	15,218
Other Restricted Miscellaneous Revenue	96,839	43,178	37,590	90,033	178,856	249,198	250,381	424,450	527,595	525,810
Unrestricted Miscellaneous Revenue	5,954,105	6,098,967	6,294,009	6,413,744	6,804,646	6,907,919	6,743,411	6,989,549	7,092,350	6,962,766
State Sources	224,986	244,795	230,294	260,818	238,381	233,705	228,119	346,789	524,126	1,138,890
Federal Sources										
<b>Total Revenue</b>	<b>15,900,660</b>	<b>16,182,360</b>	<b>16,409,557</b>	<b>16,847,853</b>	<b>17,951,598</b>	<b>18,320,340</b>	<b>18,375,006</b>	<b>19,104,155</b>	<b>19,948,651</b>	<b>20,929,660</b>
<b>Expenditures</b>										
<b>Instruction</b>										
Regular Instruction	4,169,790	4,522,454	4,417,293	4,535,611	4,395,000	4,653,094	4,380,817	4,465,932	4,797,847	4,746,371
Special Education Instruction	747,450	771,866	786,473	823,016	811,930	818,867	715,692	926,066	671,635	924,542
Other Special Instruction	20,459	27,148	28,435	26,981	25,249	36,672	39,565	48,355	56,195	56,630
School Sponsored/Other Instruction	601,062	682,121	630,369	661,550	658,247	706,325	665,913	692,258	701,241	697,281
<b>Support Services:</b>										
Tuition	1,493,832	1,361,590	1,621,047	1,456,988	1,642,212	1,639,622	1,453,018	1,441,026	1,421,511	1,650,957
Student & Instruction Related Services	1,245,066	1,361,348	1,328,121	1,487,848	1,492,933	1,698,724	1,634,765	1,685,911	1,631,016	1,795,967
General Administrative Services	392,242	411,856	447,506	437,578	424,669	476,915	484,202	437,789	459,943	573,925
School Administrative Services	569,006	438,168	464,933	423,815	404,260	380,280	387,053	401,863	495,680	412,600
Central Services	170,271	186,029	177,300	180,715	180,486	181,670	193,726	190,285	195,795	199,438
Plant Operations And Maintenance	1,144,537	1,129,854	1,133,140	1,100,570	1,122,188	1,064,202	1,066,609	1,167,326	1,249,155	1,162,180
Pupil Transportation	1,307,918	1,317,839	1,337,244	1,357,347	1,399,984	1,498,526	1,444,515	1,243,738	1,493,969	1,870,451
Unallocated Benefits	3,059,413	3,212,989	3,421,696	3,741,233	4,164,243	4,469,256	4,288,500	4,898,306	5,546,827	5,808,666
Capital Outlay	247,624	298,275	269,570	405,278	677,561	276,613	228,240	1,248,526	2,081,110	2,071,302
Transfer of Funds to Charter Schools		28,554								
<b>Debt Service:</b>										
Principal	320,000	320,000	315,000	325,000	335,000	340,000	340,000	340,000	370,000	305,000
Interest And Other Charges	157,288	146,188	134,394	121,450	107,875	95,250	83,194	70,350	56,669	166,230
<b>Total Expenditures</b>	<b>15,645,958</b>	<b>16,187,725</b>	<b>16,541,075</b>	<b>17,084,980</b>	<b>17,841,837</b>	<b>18,336,016</b>	<b>17,405,809</b>	<b>19,257,731</b>	<b>21,228,593</b>	<b>22,441,540</b>
<b>Excess (Deficiency) Of Revenues</b>	<b>254,702</b>	<b>(5,365)</b>	<b>(131,518)</b>	<b>(237,127)</b>	<b>109,761</b>	<b>(15,676)</b>	<b>969,197</b>	<b>(153,576)</b>	<b>(1,279,942)</b>	<b>(1,511,880)</b>
<b>Over (Under) Expenditures</b>										
<b>Other Financing Sources (Uses)</b>										
Serial Bonds Issued									5,300,000	
Transfers In	433	431	433	433	431	897	55,448	53,073	414,981	971,440
Transfers Out	(433)	(431)	(433)	(433)	(431)	(897)	(58,542)	(73,927)	(415,041)	(971,440)
Leases (Non-budgeted)										105,027
Cancellation of State Receivable		(30)								
Sale of Solar Renewable Energy Certificates		69,991								
<b>Total Other Financing Sources (Uses)</b>	<b>118,633</b>	<b>69,961</b>	<b>69,961</b>	<b>69,961</b>	<b>69,961</b>	<b>(3,094)</b>	<b>(3,094)</b>	<b>(20,854)</b>	<b>5,299,940</b>	<b>105,027</b>
<b>Net Change In Fund Balances</b>	<b>\$ 254,702</b>	<b>\$ 64,596</b>	<b>\$ (131,518)</b>	<b>\$ (237,127)</b>	<b>\$ 109,761</b>	<b>\$ (15,676)</b>	<b>\$ 966,103</b>	<b>\$ (174,430)</b>	<b>\$ 4,019,998</b>	<b>\$ (1,406,853)</b>
<b>Debt Service As A Percentage Of Noncapital Expenditures</b>	<b>3.1%</b>	<b>2.9%</b>	<b>2.8%</b>	<b>2.7%</b>	<b>2.6%</b>	<b>2.4%</b>	<b>2.5%</b>	<b>2.3%</b>	<b>2.2%</b>	<b>2.3%</b>

Source: School District Financial Reports

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

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Tuition</u>	<u>Solar</u> <u>Renewable</u> <u>Energy Credit</u>	<u>Miscellaneous</u>	<u>Total</u>
2014	\$ 1,631	\$ 448		\$ 96,365	\$ 98,444
2015	1,890			42,747	44,637
2016	2,025			37,590	39,615
2017	1,141			83,135	84,276
2018	1,974		\$ 97,759	76,797	176,530
2019	3,238		131,389	97,310	231,937
2020	24,510		104,729	144,652	273,891
2021	16,459		163,789	65,555	245,803
2022	7,389		199,522	76,264	283,175
2023	8,477		172,394	56,705	237,576

Source: Wallkill Valley Regional High School District records

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

Year Ended December 31,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Tax-Exempt Property	Public Utilities *	Net Valuation Taxable	Total Direct School Tax Rate <sup>b</sup>	Estimated Actual (County Equalized Value)
<u>Franklin Borough</u>													
2013	\$ 14,492,100	\$ 308,457,400	\$ 5,104,600	\$ 226,100	\$ 111,148,900	\$ 12,949,100	\$ 7,213,800	\$ 459,592,000	\$ 57,681,000	\$ 1,397,027	\$ 460,989,027	\$ 0.49	\$ 408,931,985
2014	\$ 12,909,900	\$ 248,180,400	\$ 4,097,500	\$ 222,500	\$ 108,720,600	\$ 9,924,600	\$ 6,723,300	\$ 390,778,800	\$ 57,771,400	\$ 1,591,221	\$ 392,370,021	\$ 0.57	\$ 403,786,555
2015	\$ 13,861,600	\$ 247,749,100	\$ 4,259,500	\$ 226,100	\$ 107,220,100	\$ 9,924,600	\$ 6,577,700	\$ 383,898,700	\$ 58,016,800	\$ 1,859,830	\$ 385,758,530	\$ 0.56	\$ 418,389,622
2016	\$ 12,331,200	\$ 248,846,800	\$ 3,950,200	\$ 210,400	\$ 116,839,400	\$ 9,924,600	\$ 6,690,800	\$ 398,793,400	\$ 57,714,700	\$ 1,838,649	\$ 400,632,049	\$ 0.54	\$ 421,019,872
2017	\$ 12,135,200	\$ 248,664,900	\$ 4,000,100	\$ 210,500	\$ 115,978,000	\$ 9,924,600	\$ 6,690,800	\$ 397,604,100	\$ 57,793,900	\$ 1,760,484	\$ 399,364,584	\$ 0.59	\$ 417,593,307
2018	\$ 12,646,400	\$ 248,416,400	\$ 4,000,100	\$ 189,700	\$ 114,131,800	\$ 9,428,000	\$ 6,981,100	\$ 395,793,500	\$ 57,385,300	\$ 1,774,920	\$ 397,568,420	\$ 0.61	\$ 411,468,592
2019	\$ 12,628,900	\$ 248,081,900	\$ 4,000,100	\$ 189,700	\$ 110,923,500	\$ 9,428,000	\$ 10,587,700	\$ 395,839,800	\$ 54,890,400	\$ 2,007,431	\$ 397,847,231	\$ 0.62	\$ 406,210,837
2020	\$ 12,639,300	\$ 248,772,600	\$ 4,270,500	\$ 178,400	\$ 109,576,200	\$ 9,375,900	\$ 10,737,700	\$ 395,550,600	\$ 54,526,300	\$ 2,214	\$ 395,552,814	\$ 0.69	\$ 421,959,917
2021	\$ 11,834,700	\$ 248,494,600	\$ 4,270,500	\$ 158,000	\$ 108,597,600	\$ 9,375,900	\$ 10,887,700	\$ 393,619,000	\$ 54,031,600	\$ 2,192	\$ 393,621,192	\$ 0.64	\$ 436,813,801
2022	\$ 11,893,600	\$ 248,192,900	\$ 4,245,100	\$ 158,200	\$ 106,853,300	\$ 11,058,100	\$ 10,491,100	\$ 392,892,300	\$ 53,803,400	\$ 1,890	\$ 392,894,190	\$ 0.68	\$ 489,361,363
<u>Hamburg Borough</u>													
2013	\$ 4,628,150	\$ 177,780,200	\$ -	\$ -	\$ 18,256,200	\$ 3,921,700	\$ 747,800	\$ 205,334,050	\$ 4,838,600	\$ 406,308	\$ 205,740,358	\$ 0.75	\$ 289,385,794
2014	\$ 6,038,600	\$ 204,017,600	\$ -	\$ -	\$ 27,961,200	\$ 4,988,600	\$ 690,600	\$ 243,696,600	\$ 19,855,400	\$ 550,675	\$ 244,247,275	\$ 0.59	\$ 260,636,321
2015	\$ 6,019,000	\$ 204,491,400	\$ -	\$ -	\$ 28,067,500	\$ 4,988,600	\$ 690,600	\$ 244,257,100	\$ 19,807,800	\$ 55,492	\$ 244,312,592	\$ 0.62	\$ 270,500,879
2016	\$ 6,032,600	\$ 203,919,500	\$ -	\$ -	\$ 28,121,100	\$ 4,988,600	\$ 690,600	\$ 243,752,400	\$ 20,342,000	\$ 481,142	\$ 244,233,542	\$ 0.65	\$ 270,607,041
2017	\$ 6,151,400	\$ 204,493,000	\$ -	\$ -	\$ 27,672,500	\$ 4,988,600	\$ 690,600	\$ 243,996,100	\$ 20,158,200	\$ 462,711	\$ 244,458,811	\$ 0.68	\$ 272,188,832
2018	\$ 5,777,700	\$ 205,901,700	\$ -	\$ -	\$ 27,171,300	\$ 4,988,600	\$ 690,600	\$ 244,529,900	\$ 20,158,200	\$ 457,458	\$ 244,987,358	\$ 0.65	\$ 268,222,994
2019	\$ 5,427,700	\$ 207,891,100	\$ -	\$ -	\$ 27,179,300	\$ 4,988,600	\$ 690,600	\$ 246,177,300	\$ 20,514,200	\$ 414,887	\$ 246,592,187	\$ 0.64	\$ 271,409,774
2020	\$ 5,227,700	\$ 209,840,400	\$ -	\$ -	\$ 26,418,400	\$ 4,988,600	\$ 1,455,000	\$ 247,930,100	\$ 20,649,800	\$ -	\$ 247,930,100	\$ 0.65	\$ 273,796,329
2021	\$ 5,077,700	\$ 211,624,100	\$ -	\$ -	\$ 26,448,100	\$ 4,988,600	\$ 1,455,000	\$ 249,593,500	\$ 20,687,500	\$ -	\$ 249,593,500	\$ 0.68	\$ 279,149,188
2022	\$ 4,639,300	\$ 213,869,400	\$ -	\$ -	\$ 26,167,700	\$ 4,988,600	\$ 1,455,000	\$ 251,120,000	\$ 21,006,600	\$ -	\$ 251,121,600	\$ 0.74	\$ 306,137,170
<u>Hardyeston Township</u>													
2013	\$ 44,953,900	\$ 920,224,100	\$ 16,501,900	\$ 1,282,800	\$ 111,807,300	\$ 41,908,600	\$ 17,013,600	\$ 1,153,692,200	\$ 124,109,800	\$ 2,239,471	\$ 1,155,931,671	\$ 0.41	\$ 1,188,256,592
2014	\$ 37,337,300	\$ 851,140,900	\$ 13,851,200	\$ 1,286,800	\$ 111,774,500	\$ 41,987,200	\$ 17,000,000	\$ 1,074,377,900	\$ 124,187,200	\$ 2,229,373	\$ 1,076,607,273	\$ 0.41	\$ 1,136,483,623
2015	\$ 33,919,500	\$ 856,886,600	\$ 13,852,900	\$ 1,333,800	\$ 109,514,500	\$ 41,088,000	\$ 17,000,000	\$ 1,073,595,300	\$ 124,124,900	\$ 2,306,168	\$ 1,075,901,468	\$ 0.94	\$ 1,156,145,795
2016	\$ 31,900,700	\$ 861,892,600	\$ 14,134,500	\$ 1,320,400	\$ 105,202,000	\$ 41,088,000	\$ 17,000,000	\$ 1,071,938,200	\$ 124,194,400	\$ 2,083,146	\$ 1,074,021,346	\$ 0.47	\$ 1,119,212,905
2017	\$ 31,222,300	\$ 863,665,200	\$ 13,607,400	\$ 1,337,700	\$ 101,381,500	\$ 41,088,000	\$ 17,000,000	\$ 1,069,302,100	\$ 124,193,400	\$ 1,987,169	\$ 1,071,289,269	\$ 0.54	\$ 1,136,196,356
2018	\$ 31,669,400	\$ 864,077,100	\$ 13,554,400	\$ 1,092,700	\$ 101,366,600	\$ 39,863,400	\$ 17,000,000	\$ 1,068,623,600	\$ 125,520,600	\$ 1,983,073	\$ 1,070,606,673	\$ 0.52	\$ 1,113,588,531
2019	\$ 32,139,300	\$ 864,702,100	\$ 13,554,400	\$ 1,111,300	\$ 100,868,200	\$ 39,931,200	\$ 17,000,000	\$ 1,069,306,500	\$ 127,942,500	\$ 1,827,267	\$ 1,071,133,767	\$ 0.58	\$ 1,111,779,692
2020	\$ 29,293,800	\$ 866,441,700	\$ 13,797,000	\$ 1,080,200	\$ 100,392,000	\$ 39,192,700	\$ 17,000,000	\$ 1,067,197,400	\$ 127,703,900	\$ 1,067,197,400	\$ 1,067,197,400	\$ 0.57	\$ 1,145,075,030
2021	\$ 28,331,900	\$ 872,595,500	\$ 13,434,300	\$ 973,500	\$ 84,435,100	\$ 39,192,700	\$ 19,640,000	\$ 1,058,603,000	\$ 131,843,100	\$ -	\$ 1,152,907,640	\$ 0.56	\$ 1,152,907,640
2022	\$ 27,051,800	\$ 888,670,000	\$ 13,449,000	\$ 977,200	\$ 84,739,200	\$ 39,649,800	\$ 22,046,600	\$ 1,076,583,600	\$ 131,265,500	\$ -	\$ 1,076,583,600	\$ 0.62	\$ 1,210,424,285
<u>Gedensburg Borough</u>													
2013	\$ 3,392,900	\$ 214,338,300	\$ 317,600	\$ 15,900	\$ 15,549,000	\$ 3,024,300	\$ 2,710,800	\$ 239,348,800	\$ 22,424,100	\$ 416,585	\$ 239,765,385	\$ 0.39	\$ 216,669,834
2014	\$ 2,858,300	\$ 178,456,800	\$ 279,200	\$ 13,500	\$ 11,442,000	\$ 2,672,200	\$ 1,648,200	\$ 197,370,200	\$ 20,907,700	\$ 405,852	\$ 197,776,052	\$ 0.55	\$ 200,920,937
2015	\$ 2,485,200	\$ 178,218,900	\$ 279,200	\$ 13,500	\$ 11,944,200	\$ 1,912,300	\$ 1,905,900	\$ 196,759,200	\$ 20,907,700	\$ 451,311	\$ 197,210,511	\$ 0.60	\$ 195,475,339
2016	\$ 2,049,300	\$ 178,136,500	\$ 279,200	\$ 13,500	\$ 11,944,200	\$ 1,912,300	\$ 1,905,900	\$ 196,240,900	\$ 21,433,100	\$ 400,323	\$ 196,641,223	\$ 0.66	\$ 190,649,453
2017	\$ 2,049,300	\$ 178,046,000	\$ 279,200	\$ 13,500	\$ 12,022,600	\$ 1,912,300	\$ 1,905,900	\$ 196,231,800	\$ 21,439,500	\$ 391,667	\$ 196,623,467	\$ 0.71	\$ 187,038,817
2018	\$ 2,049,300	\$ 177,706,600	\$ 279,200	\$ 13,500	\$ 12,022,600	\$ 1,912,300	\$ 1,905,900	\$ 195,889,400	\$ 21,656,800	\$ 387,553	\$ 196,276,953	\$ 0.64	\$ 191,473,801
2019	\$ 1,678,100	\$ 178,038,900	\$ 279,200	\$ 14,300	\$ 12,022,600	\$ 1,912,300	\$ 1,905,900	\$ 195,851,300	\$ 21,767,900	\$ 359,978	\$ 196,211,278	\$ 0.67	\$ 198,719,119
2020	\$ 1,678,100	\$ 177,742,400	\$ 279,200	\$ 9,000	\$ 10,920,000	\$ 1,912,300	\$ 1,905,900	\$ 194,446,900	\$ 21,767,900	\$ -	\$ 194,446,900	\$ 0.64	\$ 198,709,240
2021	\$ 1,678,100	\$ 177,634,900	\$ 279,200	\$ 10,000	\$ 10,705,000	\$ 1,912,300	\$ 1,905,900	\$ 194,125,400	\$ 21,767,900	\$ -	\$ 194,125,400	\$ 0.56	\$ 204,015,361
2022	\$ 1,678,100	\$ 177,832,300	\$ 279,200	\$ 8,800	\$ 10,735,000	\$ 1,912,300	\$ 1,905,900	\$ 194,351,600	\$ 21,767,900	\$ -	\$ 194,351,600	\$ 0.55	\$ 209,954,620

\* Revaluation Year

Source: Municipal Tax Assessor

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

Reassessment occurs when ordered by the County Board of Taxation

<sup>a</sup> Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

<sup>b</sup> Tax rates are per \$100

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

Franklin Borough

Year Ended December 31,	Wallkill Valley Regional High School District Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate <sup>a</sup>	General Obligation	Total Direct	Borough of Franklin	Local School District	Sussex County	
		Debt Service <sup>b</sup>					
2013	\$ 0.437	\$ 0.049	\$ 0.485	\$ 0.972	\$ 0.985	\$ 0.476	\$ 2.918
2014	* 0.539	0.027	0.566	1.183	1.196	0.536	3.481
2015	0.531	0.028	0.559	1.211	1.251	0.551	3.572
2016	0.519	0.020	0.539	1.172	1.275	0.575	3.561
2017	0.564	0.023	0.588	1.171	1.283	0.597	3.639
2018	0.583	0.023	0.606	1.173	1.351	0.600	3.730
2019	0.594	0.023	0.617	1.177	1.412	0.588	3.794
2020	0.669	0.024	0.693	1.226	1.432	0.623	3.974
2021	0.623	0.020	0.644	1.263	1.547	0.650	4.104
2022	0.656	0.023	0.679	1.295	1.512	0.700	4.186

Hamburg Borough

Year Ended December 31,	Wallkill Valley Regional High School District Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate <sup>a</sup>	General Obligation	Total Direct	Borough of Hamburg	Local School District	Sussex County	
		Debt Service <sup>b</sup>					
2013	\$ 0.675	\$ 0.075	\$ 0.750	\$ 0.970	\$ 1.910	\$ 0.690	\$ 4.320
2014	* 0.560	0.028	0.588	0.835	1.658	0.555	3.636
2015	0.585	0.031	0.616	0.847	1.668	0.570	3.701
2016	0.629	0.024	0.654	0.883	1.711	0.612	3.860
2017	0.651	0.027	0.678	0.925	1.738	0.636	3.977
2018	0.622	0.025	0.647	0.952	1.826	0.635	4.060
2019	0.619	0.024	0.643	0.969	1.904	0.638	4.154
2020	0.624	0.023	0.647	0.995	1.993	0.646	4.281
2021	0.656	0.021	0.678	1.027	2.059	0.655	4.419
2022	0.715	0.025	0.740	1.058	1.997	0.685	4.480



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

Hardyston Township

Year Ended December 31,	Wallkill Valley Regional High School District Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate <sup>a</sup>	General Obligation Debt Service <sup>b</sup>	Total Direct	Township of Hardyston	Local School District	Sussex County	
2013	\$ 0.365	\$ 0.041	\$ 0.406	\$ 0.609	\$ 0.850	\$ 0.509	\$ 2.374
2014	* 0.435	0.022	0.406	0.662	0.969	0.550	2.587
2015	0.847	0.094	0.941	0.671	0.445	0.554	2.611
2016	0.451	0.017	0.468	0.679	0.945	0.575	2.666
2017	0.517	0.021	0.537	0.679	0.927	0.605	2.747
2018	0.501	0.022	0.522	0.679	0.989	0.604	2.794
2019	0.556	0.021	0.576	0.687	0.966	0.601	2.830
2020	0.555	0.020	0.575	0.695	0.997	0.627	2.894
2021	0.545	0.018	0.562	0.715	1.082	0.637	2.996
2022	0.600	0.021	0.620	0.715	1.024	0.632	2.991

Ogdensburg Borough

Year Ended December 31,	Wallkill Valley Regional High School District Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate <sup>a</sup>	General Obligation Debt Service <sup>b</sup>	Total Direct	Borough of Ogdensburg	Local School District	Sussex County	
2013	\$ 0.352	\$ 0.039	\$ 0.391	\$ 0.906	\$ 0.969	\$ 0.445	\$ 2.711
2014	* 0.492	0.055	0.547	1.088	1.192	0.528	3.355
2015	0.544	0.060	0.604	1.089	1.197	0.511	3.401
2016	0.632	0.024	0.656	1.103	1.179	0.536	3.474
2017	0.682	0.028	0.710	1.103	1.179	0.543	3.535
2018	0.612	0.025	0.637	1.126	1.263	0.566	3.592
2019	0.650	0.025	0.674	1.153	1.233	0.588	3.648
2020	0.619	0.022	0.641	1.179	1.295	0.596	3.711
2021	0.538	0.017	0.555	1.223	1.372	0.615	3.765
2022	0.535	0.019	0.554	1.277	1.373	0.607	3.811

Source: Municipal Tax Collector and School Business Administrator

\* Revaluation 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.

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.

WALLKILL VALLEY REGIONAL SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND NINE YEARS AGO

UNAUDITED

Franklin Borough

Hamburg Borough

	2022			2022		
	Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value	
Wal-Mart		\$ 11,988,700	3.05%	\$ 3,054,600	1.22%	
Franklin 23		9,000,000	2.29%	2,019,600	0.80%	
Weis Markets, Inc.		6,965,000	1.77%	1,934,000	0.77%	
Wurtsboro Associates		5,782,900	1.47%	1,869,700	0.74%	
Walgreens		5,469,100	1.39%	1,317,900	0.52%	
Transbanc International		5,134,500	1.31%	1,174,000	0.47%	
Braen Aggregates, LLC		5,133,700	1.31%	1,100,000	0.44%	
Hillside Estates at Franklin, LLC		4,400,000	1.12%	1,000,200	0.40%	
Concetta Towers LLC		2,882,800	0.73%	978,400	0.39%	
Durling Realty LLC		2,671,900	0.68%	913,800	0.36%	
<b>Total</b>		<b>\$ 59,428,600</b>	<b>15.13%</b>	<b>\$ 15,362,200</b>	<b>6.12%</b>	

	2013			2013		
	Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value	
Wal-Mart		\$ 14,210,200	3.08%	\$ 2,500,000	1.22%	
Franklin 23		10,621,200	2.30%	1,613,800	0.78%	
Transbanc International		9,057,700	1.96%	1,576,000	0.77%	
Weis Markets, Inc.		7,500,000	1.63%	1,488,700	0.72%	
Hillside Estates at Franklin		4,839,000	1.05%	1,176,000	0.57%	
Wurtsboro Associates		4,784,500	1.04%	1,032,800	0.50%	
Braen Aggregates, LLC		4,623,600	1.00%	916,000	0.45%	
Sterling Plaza, Inc		3,900,000	0.85%	700,000	0.34%	
KAJ Franklin, LLC		3,438,800	0.75%	690,900	0.34%	
Durling Realty LLC		2,845,000	0.62%	678,000	0.33%	
<b>Total</b>		<b>\$ 65,820,000</b>	<b>14.28%</b>	<b>\$ 12,372,200</b>	<b>6.01%</b>	

WALLKILL VALLEY REGIONAL SCHOOL DISTRICT

PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND NINE YEARS AGO

UNAUDITED  
(Continued)

Hardyston Township

Ogdensburg Borough

Taxpayer	2022		Taxpayer	2022	
	Taxable Assessed Value	% of Total District Net Assessed Value		Taxable Assessed Value	% of Total District Net Assessed Value
Edgewater Assoc, LLC	\$ 17,000,000	1.58%	Sterling Hill Mining Museum, Inc.	\$ 1,628,000	0.84%
Wild Turkey Golf Club Spe LLC	13,196,400	1.23%	Grater, LLC	1,550,000	0.80%
Grand Cascades Lodge at Crystal Springs	8,475,300	0.79%	Ogdensburg Presbyterian Church	1,292,900	0.67%
SMS Hardyston LLC	7,962,500	0.74%	Ogdensburg Associates	1,598,500	0.82%
Eastern Concrete Materials, LLC	7,822,200	0.73%	Pokorny Properties, LLC	1,025,000	0.53%
City of Newark Sewer & Water Supply	6,075,300	0.56%	Saint Thomas of Aquinas Church	965,800	0.50%
LAM Development Group, LLC	5,280,100	0.49%	Oorch, LLC	556,900	0.29%
North Church Gravel, Inc	5,076,600	0.47%	Individual Taxpayer #1	528,400	0.27%
Beaver Lake Realty (c/o A. Smethurst)	3,559,100	0.33%	Individual Taxpayer #2	501,400	0.26%
Sussex Land, LLC	3,500,000	0.33%	Individual Taxpayer #3	486,100	0.25%
<b>Total</b>	<b>\$ 77,947,500</b>	<b>7.24%</b>	<b>Total</b>	<b>\$ 10,133,000</b>	<b>5.21%</b>

Taxpayer	2013		Taxpayer	2013	
	Taxable Assessed Value	% of Total District Net Assessed Value		Taxable Assessed Value	% of Total District Net Assessed Value
Edgewater Assoc, LLC	\$ 17,013,600	1.47%	Jimmy Dobbins PL	\$ 3,778,500	7.10%
WT SPE, LLC	15,465,100	1.34%	Ogdensburg Associates	2,328,000	6.45%
Eastern Concrete Materials, Inc.	8,808,700	0.76%	AA-1 Self Storage LLC	2,192,200	3.67%
Grand Cascades Lodge at Crystal Springs	8,608,700	0.74%	Sterling Hill Mining Museum, Inc.	1,975,800	3.59%
Ballyowen LLC	8,301,500	0.72%	Individual Taxpayer #1	1,275,200	3.46%
Crystal Springs, LLC	6,790,700	0.59%	Individual Taxpayer #2	1,032,300	2.83%
Shotland Bauer, LLC	6,716,800	0.58%	Individual Taxpayer #3	791,500	2.80%
SMS Hardyston LLC	6,407,000	0.55%	Individual Taxpayer #4	790,800	2.67%
Beaver Run Shopping Center	6,097,200	0.53%	Individual Taxpayer #5	712,600	2.54%
City of Newark Sewer & Water Supply	6,075,300	0.53%	Individual Taxpayer #6	671,500	2.53%
<b>Total</b>	<b>\$ 90,284,600</b>	<b>7.81%</b>	<b>Total</b>	<b>\$ 15,548,400</b>	<b>37.66%</b>

Note: Individual tax payers may be different in 2022 and 2013.

Source: Municipal Tax Assessor

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

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy <sup>a</sup>		Collections in Subsequent Years
		Amount	Percentage of Levy	
2014	\$ 9,622,692	\$ 9,234,162	95.96%	\$ 388,530
2015	9,793,530	9,793,530	100.00%	-0-
2016	9,845,206	9,845,206	100.00%	-0-
2017	10,081,204	10,081,204	100.00%	-0-
2018	10,727,310	9,842,019	91.75%	885,291
2019	10,925,383	10,458,703	95.73%	466,680
2020	11,123,137	11,123,137	100.00%	-0-
2021	11,323,835	11,323,835	100.00%	-0-
2022	11,791,510	11,791,510	100.00%	-0-
2023	12,286,955	12,286,955	100.00%	-0-

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

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

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

Fiscal Year Ended June 30,	Governmental Activities				Bond Anticipation Notes (BANs)		Business-Type Activities		Total District	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	General Obligation Bonds	Certificates of Participation	Leases		Leases		Leases				
2014	\$ 4,095,000	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	4,095,000	0.43%	\$ 220.65
2015	3,775,000	-0-	-0-	-0-	-0-	-0-	-0-	-0-	3,775,000	0.37%	206.82
2016	3,460,000	-0-	-0-	-0-	-0-	-0-	-0-	-0-	3,460,000	0.33%	191.37
2017	3,135,000	-0-	-0-	-0-	-0-	-0-	-0-	-0-	3,135,000	0.29%	173.90
2018	2,800,000	-0-	-0-	-0-	-0-	-0-	-0-	-0-	2,800,000	0.25%	155.79
2019	2,460,000	-0-	-0-	-0-	-0-	-0-	-0-	-0-	2,460,000	0.19%	157.03
2020	2,120,000	-0-	-0-	-0-	-0-	-0-	-0-	-0-	2,120,000	0.57%	136.10
2021	1,780,000	-0-	-0-	65,500	-0-	-0-	-0-	-0-	1,845,500	0.43%	112.22
2022	6,710,000	-0-	-0-	41,148	-0-	-0-	-0-	-0-	6,751,148	1.50%	407.85
2023	6,405,000	-0-	-0-	108,403	-0-	-0-	-0-	-0-	6,513,403	2.84%	345.80

Source: School District Financial Reports

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

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

WALLKILL 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 <sup>a</sup> of Property	Per Capita <sup>b</sup>
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2014	\$ 4,095,000	\$ -0-	\$ 4,095,000	0.794%	\$ 220.65
2015	3,775,000	-0-	3,775,000	0.790%	206.82
2016	3,460,000	-0-	3,460,000	0.727%	191.37
2017	3,135,000	-0-	3,135,000	0.655%	173.90
2018	2,800,000	-0-	2,800,000	0.586%	155.79
2019	2,460,000	-0-	2,460,000	0.515%	137.05
2020	2,120,000	-0-	2,120,000	0.444%	136.10
2021	1,780,000	-0-	1,780,000	0.374%	108.24
2022	6,710,000	-0-	6,710,000	1.349%	405.36
2023	6,405,000	-0-	6,405,000	1.338%	340.04

Source: School District Financial Reports

Note: Details regarding the district's outstanding debt can be found in the notes to the financial statements.  
a See Exhibit J-6 for property tax data. 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.

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

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable <sup>a</sup></u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid With Property Taxes			
Franklin Borough	\$ 2,612,680	100.00%	\$ 2,612,680
Hamburg Borough	278,000	100.00%	278,000
Hardyston Township	8,934,045	100.00%	8,934,045
Ogdensburg Borough	1,802,308	100.00%	1,802,308
County of Sussex - Municipality's Share:			
Franklin Borough	95,444,925	2.44%	2,330,304
Hamburg Borough	95,444,925	1.56%	1,489,199
Hardyston Township	95,444,925	6.44%	6,150,505
Ogdensburg Borough	95,444,925	1.14%	<u>1,088,376</u>
Subtotal, Overlapping Debt			24,685,418
Wallkill Valley Regional High School District Direct Debt			<u>6,405,000</u>
Total Direct And Overlapping Debt			<u><u>\$ 31,090,418</u></u>

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

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the municipalities comprising the Wallkill Valley Regional High School District. 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 unit.

<sup>a</sup> 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.

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

Legal Debt Margin Calculation for Fiscal Year 2023

	Franklin Borough	Hamburg Borough	Hardyston Township	Ogdensburg Borough	Equalized Valuation Basis
2022	\$ 539,168,794	\$ 332,920,058	\$ 1,320,151,563	\$ 240,029,147	\$ 2,432,269,562
2021	488,421,640	303,309,637	1,188,640,243	207,820,790	2,188,192,310
2020	437,120,787	276,306,809	1,160,627,950	202,485,577	2,076,541,123
	<u>\$ 1,464,711,221</u>	<u>\$ 912,536,504</u>	<u>\$ 3,669,419,756</u>	<u>\$ 650,335,514</u>	<u>\$ 6,697,002,995</u>
	Average Equalized Valuation of Taxable Property				\$ 2,232,334,332
	Debt Limit (3% of average equalization value)				66,970,030 <sup>a</sup>
	Net Bonded School Debt				<u>6,405,000</u>
	Legal Debt Margin				<u>\$ 60,565,030</u>

Fiscal Year

	2014	2015	2016	2017	2018
Debt Limit	\$ 64,357,315	\$ 62,231,987	\$ 61,414,823	\$ 60,186,073	\$ 59,646,083
Total Net Debt Applicable to Limit	<u>4,095,000</u>	<u>3,775,000</u>	<u>3,460,000</u>	<u>3,135,000</u>	<u>2,800,000</u>
Legal Debt Margin	<u>\$ 60,262,315</u>	<u>\$ 58,456,987</u>	<u>\$ 57,954,823</u>	<u>\$ 57,051,073</u>	<u>\$ 56,846,083</u>
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	6.36%	6.07%	5.63%	5.21%	4.69%

Fiscal Year

	2019	2020	2021	2022	2023
Debt Limit	\$ 59,559,953	\$ 60,166,655	\$ 60,863,984	\$ 62,999,972	\$ 66,970,030
Total Net Debt Applicable to Limit	<u>2,460,000</u>	<u>2,120,000</u>	<u>1,780,000</u>	<u>6,590,000</u>	<u>6,405,000</u>
Legal Debt Margin	<u>\$ 57,099,953</u>	<u>\$ 58,046,655</u>	<u>\$ 59,083,984</u>	<u>\$ 56,409,972</u>	<u>\$ 60,565,030</u>
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	4.13%	3.52%	2.92%	10.46%	9.56%

<sup>a</sup> 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



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

<u>Year</u>	<u>Population <sup>a</sup></u>	<u>Personal Income</u>	<u>Sussex County Per Capita Personal Income <sup>b</sup></u>	<u>Unemployment Rate <sup>c</sup></u>
<u>Franklin Borough</u>				
2014	4,899	\$ 265,114,284	\$ 54,116	8.20%
2015	4,833	269,304,426	55,722	6.30%
2016	4,793	274,768,311	57,327	6.20%
2017	4,763	281,702,872	59,144	5.80%
2018	4,746	292,026,126	61,531	5.20%
2019	4,728	303,934,752	64,284	4.60%
2020	4,697	318,522,358	67,814	11.50%
2021	4,938	350,889,342	71,059	7.60%
2022	4,967	352,950,053	** 71,059	* 4.60%
2023	4,967	** 352,950,053	** 71,059	* N/A
<u>Hamburg Borough</u>				
2014	3,218	\$ 174,145,288	\$ 54,116	6.70%
2015	3,187	177,586,014	55,722	5.60%
2016	3,162	181,267,974	57,327	5.30%
2017	3,147	186,126,168	59,144	4.70%
2018	3,143	193,391,933	61,531	4.80%
2019	3,139	201,787,476	64,284	3.70%
2020	3,121	211,647,494	67,814	11.10%
2021	3,282	233,215,638	71,059	7.00%
2022	3,308	235,063,172	** 71,059	* 4.00%
2023	3,308	** 235,063,172	** 71,059	* N/A

WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
UNAUDITED  
(Continued)

<u>Year</u>	<u>Population <sup>a</sup></u>	<u>Personal Income</u>	<u>Sussex County Per Capita Personal Income <sup>b</sup></u>	<u>Unemployment Rate <sup>c</sup></u>
<u>Hardyston Township</u>				
2014	8,021	\$ 434,064,436	\$ 54,116	5.90%
2015	7,948	442,878,456	55,722	5.10%
2016	7,866	450,934,182	57,327	4.50%
2017	7,842	463,807,248	59,144	4.10%
2018	7,825	481,480,075	61,531	3.70%
2019	7,799	501,350,916	64,284	3.20%
2020	7,759	526,168,826	67,814	9.20%
2021	8,225	584,460,275	71,059	5.70%
2022	8,278	588,226,402 **	71,059 *	3.50%
2023	8,278 **	588,226,402 **	71,059 *	N/A
<u>Ogdensburg Borough</u>				
2014	2,343	\$ 126,793,788	\$ 54,116	6.30%
2015	2,313	128,884,986	55,722	6.90%
2016	2,285	130,992,195	57,327	4.60%
2017	2,276	134,611,744	59,144	4.90%
2018	2,268	139,552,308	61,531	4.10%
2019	2,259	145,217,556	64,284	3.50%
2020	2,245	152,242,430	67,814	10.60%
2021	2,267	161,090,753	71,059	5.80%
2022	2,283	162,227,697 **	71,059 *	3.40%
2023	2,283 **	162,227,697 **	71,059 *	N/A

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

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

N/A - Information Unavailable

Sources:

<sup>a</sup> Population information provided by the NJ Dept of Labor and Workforce Development

<sup>b</sup> Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.

<sup>c</sup> Unemployment data provided by the NJ Dept of Labor and Workforce Development

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

Employer	2022		2013		Percentage of Total Employment
	Employees	Percentage of Total Employment	Employer	Employees	
Selective Insurance Group Inc.	1,000-4,999	1.40%-7.00%	Crystal Springs Golf and Spa Resort	2,000	2.66%
Crystal Springs Resort	1,000-4,999	1.40%-7.00%	Newton Memorial Hospital	1,200	1.59%
Newton Medical Center	500-999	0.70%-1.40%	Selective Insurance	900	1.20%
Sussex County Offices	500-999	0.70%-1.40%	County of Sussex	830	1.10%
Thorlabs	500-999	0.70%-1.40%	Mountain Creek Resort	800	1.06%
Mountain Creek Resort	500-999	0.70%-1.40%	Ames Rubber Corp	445	0.59%
Shop Rite	250-499	0.35%-0.70%	Shop Rite (Ronetco)	301	0.40%
Sussex County Community College	250-499	0.35%-0.70%	Andover Subacute & Rehab Center	300	0.40%
United Methodist Community Bristol Glen	250-499	0.35%-0.70%	Sussex County Community College	300	0.40%
Andover Subacute & Rehab Center	100-249	0.14%-0.35%	SCARC, Inc.	287	0.38%
	<u>4,850-15,740</u>	<u>4.07%-12.91%</u>	Total	<u>7,363</u>	<u>9.78%</u>
Total Employment - Sussex County	<u>71,425</u>		Total Employment	<u>75,252</u>	

Source: County of Sussex, Department of Administration and Finance.

WALKKILL 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	47.0	50.0	50.5	50.5	47.0	45.0	44.0	44.0	43.0	43.0
Special Education	9.0	9.0	12.0	12.0	14.0	15.0	14.0	14.0	16.5	16.5
Other Special Education	0.2	1.0	1.0	1.0	1.0	1.0	1.0	1.0		
Support Services:										
Student and Instruction Related Services	14.0	13.5	13.5	13.5	13.5	13.5	13.5	13.5	10.1	9.8
School Administrative Services	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.1	2.1
General Administrative Services	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	3.7	3.7
Plant Operations and Maintenance	8.0	9.5	11.0	9.5	10.5	10.0	10.0	10.0	10.3	10.3
Business and Other Support Services	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
<b>Total</b>	<b>86.2</b>	<b>91.0</b>	<b>96.0</b>	<b>94.5</b>	<b>94.0</b>	<b>92.5</b>	<b>90.5</b>	<b>90.5</b>	<b>87.7</b>	<b>87.4</b>

Source: District Personnel Records

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

Fiscal Year	Enrollment	Operating Expenditures <sup>a</sup>	Cost Per Pupil <sup>d</sup>	Percentage Change	Teaching Staff <sup>b</sup>	Pupil/Teacher Ratio		Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
						High School	School				
2014	660	\$ 14,921,046	\$ 22,608	5.43%	64	1:11.6	691	658	0.00%	95.22%	
2015	685	15,423,262	22,516	5.00%	57	1:12.1	665	619	-5.93%	93.08%	
2016	670	15,822,111	23,615	4.46%	57	1:12.1	673	643	2.28%	95.54%	
2017	674	16,233,252	24,085	1.99%	60	1:12.1	670	638	0.78%	95.22%	
2018	623	16,721,401	26,840	11.44%	64	1:10.2	674	640	-0.31%	94.96%	
2019	590	17,624,153	29,871	11.29%	64	1:12.1	623	585	8.59%	93.90%	
2020	588	16,754,375	28,494	-4.61%	61	1:9.6	603	585	0.00%	97.01%	
2021	593	17,598,855	29,678	4.15%	61	1:9.7	550.7	536	8.38%	97.33%	
2022	633	18,720,814	29,575	-0.35%	61	1:10.3	593.5	548.9	-2.41%	92.49%	
2023	611	19,899,008	32,568	10.12%	67	1:9.1	608	552.2	-0.60%	90.82%	

Source: Wallkill Valley Regional High School District records

Note: Enrollment based on annual October district count.

- 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 The cost per pupil calculated above is the sum of the operating expenditures divided by enrollment. This cost per pupil may be different from other cost per pupil calculations.

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

<u>District Building</u>	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
High School (1982)	176,500	176,500	176,500	176,500	176,500	176,500	176,500	176,500	176,500	176,500
Square Feet	950	950	950	950	950	950	950	950	950	950
Capacity (students)	660	685	670	674	623	590	588	593	633	611
Enrollment										

Number of Schools at June 30, 2023  
 High School = 1

Source: Wallkill Valley Regional High School District records

Note: Year of original construction is shown in parentheses.  
 Enrollment is based on the annual October district count.

WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
SCHEDULE OF REQUIRED MAINTENANCE  
LAST TEN FISCAL YEARS  
(UNAUDITED)

Undistributed Expenditures - Required  
 Maintenance For School Facilities  
 11-000-261-xxx

Fiscal Year Ended June 30,	High School *	Total
2014	\$ 360,712	\$ 360,712
2015	303,635	303,635
2016	238,809	238,809
2017	128,842	128,842
2018	205,793	205,793
2019	202,743	202,743
2020	228,494	228,494
2021	325,429	325,429
2022	346,464	346,464
2023	173,258	173,258

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

Source: Wallkill Valley Regional High School District records

WALLKILL REGIONAL HIGH SCHOOL DISTRICT  
INSURANCE SCHEDULE  
JUNE 30, 2023  
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy – NJSIG Insurance Building & Personal Property/Boiler	\$ 52,994,751	\$ 5,000
General Liability Including Employee Benefits Each Occurrence General Aggregate Product/Completed Operations Personal Injury	11,000,000	
Auto Liability	11,000,000	25,000
Environmental Impairment Liability	1,000,000	50,000
Crime Coverage	250,000	1,000
Faithful Performance	250,000	1,000
Forgery & Alteration	100,000	1,000
Money and Securities	100,000	1,000
Money Orders/Counterfeit	100,000	1,000
Computer Fraud	500,000	1,000
School Board Legal Liability (SLPL) (coverage A)	11,000,000	5,000
(coverage B)	100,000/300,000	5,000
Workers' Compensation	Statutory	
Employer's Liability	Statutory	
Supplemental Indemnity	Statutory	
Bond for School Administrator - Selective Insurance	204,000	
Bond for Treasurer of School Monies - Selective Insurance	204,000	
Student Accident Coverage Students & Athletes	Bollinger Insurance	6,000,000

Source: District records



SINGLE AUDIT SECTION



Mount Arlington, NJ  
Newton, NJ  
Bridgewater, NJ

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Independent Member  
BKR International

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  
Wallkill Valley Regional High School District  
Hamburg, 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 Wallkill Valley Regional High School District (the "District"), in the County of Sussex, 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 10, 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  
Wallkill Valley Regional 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 result 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.

November 10, 2023  
Mount Arlington, New Jersey

  
NISIVOCCIA LLP

  
\_\_\_\_\_  
John J. Mooney  
Licensed Public School Accountant #2602  
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  
Wallkill Valley Regional School District  
Hamburg, New Jersey

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

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

We have audited the Wallkill Valley Regional High School's (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  
Wallkill Valley Regional School District  
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### ***Responsibilities of Management for Compliance***

Management is responsible 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  
Wallkill Valley Regional School District  
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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.

November 10, 2023  
Mount Arlington, New Jersey

*Nisivoccia LLP*  
NISIVOCCIA LLP

*John J. Mooney*  
\_\_\_\_\_  
John J. Mooney  
Licensed Public School Accountant #2602  
Certified Public Accountant

WALKILL 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	Award Amount	Balance Unearned Revenue/(Accounts Receivable) 6/30/2022	Cash Received	Budgetary Expenditures	Returned to Grantor	Balance 6/30/2023 Accounts Receivable	Unearned Revenue	Amounts Provided to Subrecipients
U.S. Department of Education Passed-through State Department of Education:											
General Fund:											
Medicaid Reimbursement	93.778	N/A	7/1/22 - 6/30/23	\$ 11,365	\$ (11,365)	\$ 11,365	\$ (11,365)				
Total General Fund					(11,365)	11,365	(11,365)				
U.S. Department of Agriculture											
Passed-through State Department of Agriculture:											
Child Nutrition Cluster:											
Federal Food Distribution Program	10.555	N/A	7/1/22-6/30/23	14,161		14,161	(10,875)			\$ 3,286	
Federal Food Distribution Program	10.555	N/A	7/1/21-6/30/22	13,743	\$ 1,475		(1,475)				
COVID 19 - Seamless Summer Option	10.555	N/A	7/1/21-6/30/22	12,005	(12,005)	12,005					
National School Lunch Program	10.555	N/A	7/1/22-6/30/23	65,551		63,171	(65,551)		\$ (2,380)		
School Breakfast Program	10.555	N/A	7/1/22-6/30/23	5,645		5,365	(5,645)		(280)		
COVID 19 - Supply Chain Assistance	10.555	N/A	7/1/22-6/30/23	42,346		42,346	(18,532)		(2,660)	23,814	
Total Child Nutrition Cluster:					(10,530)	137,048	(102,078)		(2,660)	27,100	
Total U.S. Department of Agriculture/Child Nutrition Cluster					(10,530)	137,048	(102,078)		(2,660)	27,100	
U.S. Department of Education											
Passed-through State Department of Education:											
Elementary and Secondary Education Act Grant:											
Title I	84-010A	ESEA-5435-23	7/1/22-9/30/23	68,341		67,992	(68,341)		(349)		
Title I	84-010A	ESEA-5435-22	7/1/21-9/30/22	63,519	(26,255)	26,255					
Title IIA	84.367A	ESEA-5435-23	7/1/22-9/30/23	13,242		13,242	(13,242)				
Title IIA	84.367A	ESEA-5435-22	7/1/21-9/30/22	12,157	(6,289)	6,289					
Title IV	84.424	ESEA-5435-23	7/1/22-9/30/23	10,000			(3,076)		(3,076)		
Title IV	84.424	ESEA-5435-23	7/1/21-9/30/22	10,000	(1,803)	1,803			(3,425)		
Total Title I, IIA, and IV					(34,347)	115,581	(84,659)				
Special Education Cluster:											
I.D.E.A. Part B, Basic	84.027A	IDEA-5435-23	7/1/22-9/30/23	141,825		141,825	(141,825)				
I.D.E.A. Part B, Basic	84.027A	IDEA-5435-22	7/1/21-9/30/22	20,950	(20,950)	20,950					
ARP - I.D.E.A. Part B, Basic	84.027X	IDEA-5435-22	7/1/21-9/30/22		(20,950)						
Total Special Education Cluster					(20,950)	162,775	(141,825)				
Education Stabilization Fund:											
COVID-19 - CRRSA - ESSER II	84.425D	N/A	3/13/20-9/30/24	227,634	(80,222)	80,222			(6,160)		
COVID-19 - CRRSA - Learning Acceleration	84.425D	N/A	3/13/20-9/30/24	25,000	(90)	18,840	(24,910)				
COVID-19 - CRRSA - Mental Health	84.425D	N/A	3/13/20-9/30/24	45,000	(39,300)	39,300					
COVID-19 - ARP - ESSER III	84.425U	N/A	3/13/20-9/30/24	115,469		479,839	(511,593)		(31,754)		
COVID-19 - ARP - Accelerated Learning Coaching and Educator Support	84.425U	N/A	3/13/20-9/30/24	50,000		28,596	(50,000)		(21,404)		
COVID-19 - ARP - Evidence-Based Summer Learning and Enrichment Activities	84.425U	N/A	3/13/20-9/30/24	40,000		23,777	(40,000)		(16,223)		
COVID-19 - ARP - Evidence-Based Comprehensive Beyond the School Day Activities	84.425U	N/A	3/13/20-9/30/24	40,000		37,284	(40,000)		(2,716)		
COVID-19 - NJTSS Mental Health Support Staffing	84.425U	N/A	3/13/20-9/30/24	88,501	(119,612)	790,070	(755,004)		(6,289)		
Total Education Stabilization Fund					(119,612)	790,070	(755,004)		(84,546)		

WALKKILL 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	Award Amount	Balance Unearned Revenue/(Accounts Receivable) 6/30/2022	Cash Received	Budgetary Expenditures	Returned to Grantor	Balance 6/30/2023 Accounts Receivable	Unearned Revenue	Amounts Provided to Subrecipients
Rural Education Achievement Program	84.358	N/A	7/1/21-9/30/22	\$ 42,820	\$ (174,909)	\$ 30,768	\$ (30,768)		\$ (87,971)		
Total U.S. Department of Education						1,099,194	(1,012,256)				
U.S. Department of Treasury											
Passed-through State Department of Education: COVID 19 - Additional or Compensatory and Related Services (AGSERS)	21.027	N/A	7/1/22-6/30/23	115,468		57,699	(115,469)		(57,770)		
Total U.S. Department of Treasury						57,699	(115,469)		(57,770)		
Total Federal Financial Awards					\$ (185,439)	\$ 1,305,306	\$ (1,241,168)	\$ -0-	\$ (148,401)	\$ 27,100	\$ -0-

N/A - Not Available

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



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

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance Unearned Revenue (Accounts Receivable) 6/30/2022	Carryover/ (Walkover) Amount	Cash Received	Budgetary Expenditures	Due to Grantor	Balance 6/30/2023			MEMO		
									GAAP (Accounts Receivable)	Budgetary Unearned Revenue	Budgetary Receivable	Budgetary Total Expenditures	Cumulative Total Expenditures	
NJ Department of Education:														
Equalization Aid	22-495-034-5120-078	7/1/21-6/30/22	\$ 2,379,126	\$ (229,640)		\$ 229,640							\$ 2,379,126	
School Choice Aid	22-495-034-5120-068	7/1/21-6/30/22	47,000	(4,537)		4,537							47,000	
Transportation Aid	22-495-034-5120-014	7/1/21-6/30/22	508,608	(49,092)		49,092							508,608	
Special Education Aid	22-495-034-5120-089	7/1/21-6/30/22	525,097	(50,684)		50,684							525,097	
Security Aid	22-495-034-5120-084	7/1/21-6/30/22	67,325	(6,498)		6,498							67,325	
Extraordinary Aid	22-495-034-5120-044	7/1/21-6/30/22	126,575	(126,575)		126,575							126,575	
Non-Public Transportation	22-495-034-5120-014	7/1/21-6/30/22	10,855	(10,855)		10,855							10,855	
Reimbursed TPAF Social Security Contributions	22-495-034-5095-003	7/1/21-6/30/22	461,981	(22,807)		22,807							461,981	
On-Behalf TPAF Post Retirement Contributions	23-495-034-5094-001	7/1/22-6/30/23	598,594			\$ 598,594							598,594	
On-Behalf TPAF Pension Contributions	23-495-034-5094-002	7/1/22-6/30/23	2,247,460			2,247,460							2,247,460	
On-Behalf TPAF Non-Contributory Insurance	23-495-034-5094-004	7/1/22-6/30/23	31,181			31,181							31,181	
On-Behalf TPAF Long-Term Disability Insurance	23-495-034-5094-004	7/1/22-6/30/23	907			907							907	
Reimbursed TPAF Social Security Contributions	23-495-034-5095-003	7/1/22-6/30/23	469,136			445,787	(469,136)			\$ (23,349)		\$ (23,349)	469,136	
Equalization Aid	23-495-034-5120-078	7/1/22-6/30/23	2,201,582			1,983,971	(2,201,582)			(217,611)		(217,611)	2,201,582	
School Choice Aid	23-495-034-5120-068	7/1/22-6/30/23	36,938			33,287	(36,938)			(3,651)		(3,651)	36,938	
Transportation Aid	23-495-034-5120-014	7/1/22-6/30/23	508,608			458,336	(508,608)			(50,272)		(50,272)	508,608	
Special Education Aid	23-495-034-5120-089	7/1/22-6/30/23	525,097			473,195	(525,097)			(51,902)		(51,902)	525,097	
Security Aid	23-495-034-5120-084	7/1/22-6/30/23	67,325			60,670	(67,325)			(6,655)		(6,655)	67,325	
Extraordinary Aid	23-495-034-5120-044	7/1/22-6/30/23	163,601				(163,601)			(163,601)		(163,601)	163,601	
Non-Public Transportation	23-495-034-5120-014	7/1/22-6/30/23	18,825				(18,825)			(18,825)		(18,825)	18,825	
Supplemental Stabilization Aid	23-495-034-5120-078	7/1/22-6/30/23	69,619			69,619	(69,619)						69,619	
Total General Fund State Aid				(500,688)		6,903,695	(6,938,873)			(205,775)		(205,775)	11,065,440	
Climate Awareness Grant			6,660			6,660	(6,383)		\$ 277				6,383	
School Development Authority:														
NJ Emergent and Capital Maintenance Needs Grant			16,654			16,654	(16,654)						16,654	
Total Special Revenue Fund						23,314	(23,037)		277				23,037	
Total NJ Department of Education				(500,688)		6,927,009	(6,961,910)		277		(205,775)		11,088,477	
School Development Authority														
Securing Our Children's Future Bond Act			38,898	(38,898)									38,898	
Total School Development Authority				(38,898)									38,898	
Enterprise Fund:														
State School Lunch Program	23-100-010-3350-023	7/1/22-6/30/23	2,760			2,665	(2,760)				(95)		2,760	
State School Breakfast Program	23-100-010-3350-023	7/1/22-6/30/23	176			168	(176)				(8)		176	
COVID 19 - Seamless Summer Option	22-100-010-3350-023	7/1/22-6/30/23	5,830	(243)									5,830	
Total Enterprise Fund				(243)		3,076	(2,936)				(103)		8,766	
Total State Awards				(539,829)		6,968,983	(6,964,846)		277		\$ (205,878)		\$ (535,969)	\$ 14,058,738
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				\$ 598,594							\$ 598,594	
On-Behalf TPAF Pension Contributions	23-495-034-5094-002	7/1/22-6/30/23				2,247,460							2,247,460	
On-Behalf TPAF Non-Contributory Insurance	23-495-034-5094-004	7/1/22-6/30/23				31,181							31,181	
On-Behalf TPAF Long-Term Disability Insurance	23-495-034-5094-004	7/1/22-6/30/23				907							907	
Subtotal - On-Behalf TPAF Pension System Contributions							2,878,142						2,878,142	
Total State Awards Subject to Single Audit Major Program Determination													\$ (4,086,704)	
N/A - Not Applicable														

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

WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO 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 grant activity of the Board of Education, Wallkill 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 the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”) and 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 elected not 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 last two state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes those payments are not recognized until the subsequent budget year due to the state deferral and recording of the last two 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.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$10,360 for the General Fund and (\$17,004) for the Special Revenue Fund of which is all for local grants. See exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO 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)

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 11,365	\$ 6,949,233	\$ 6,960,598
Special Revenue Fund	1,127,525	13,533	1,141,058
Enterprise Fund - Food Service	<u>102,078</u>	<u>2,936</u>	<u>105,014</u>
	<u>\$ 1,240,968</u>	<u>\$ 6,965,702</u>	<u>\$ 8,206,670</u>

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 employers' share of social security contributions for TPAF members for the year ended June 30, 2023. Revenues and expenditures reported under the Food Distribution program represent current year value received and current year distributions, respectively.

WALLKILL 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 and 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 NJOMB 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 federal and state awards:

	<u>Assistance Listing / State Grant Number</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>Budgetary Expenditures</u>
<u>State:</u>				
Special Education Aid	23-495-034-5120-089	7/1/22-6/30/23	\$ 525,097	\$ 525,097
Equalization Aid	23-495-034-5120-078	7/1/22-6/30/23	2,201,582	2,201,582
Security Aid	23-495-034-5120-084	7/1/22-6/30/23	67,325	67,325
School Choice Aid	23-495-034-5120-068	7/1/22-6/30/23	36,938	36,938
Supplemental Stabilization Aid	23-495-034-5120-078	7/1/22-6/30/23	69,619	69,619
<u>Federal:</u>				
Education Stabilization Fund:				
COVID 19 - CRRSA:				
Learning Acceleration	84.425D	3/13/20-9/30/23	25,000	24,910
COVID 19 - ARP:				
ESSER III	84.425U	3/13/20-9/30/24	511,593	511,593
Accelerated Learning Coaching and Educator Support	84.425U	3/13/20-9/30/24	50,000	50,000
Evidence-Based Summer Learning and Enrichment Activities	84.425U	3/13/20-9/30/24	40,000	40,000
Evidence-Based Comprehensive Beyond the School Day Activities	84.425U	3/13/20-9/30/24	40,000	40,000
NJTSS Mental Health Support Staffing	84.425U	3/13/20-9/30/24	88,501	88,501

WALLKILL 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 both federal and state Type A and Type B programs was \$750,000.
- The threshold for used distinguishing between state Type A and Type B programs was \$1,259,332.
- The District was not determined to be a "low-risk" auditee for federal or state 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.

WALLKILL VALLEY REGIONAL HIGH SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2023

Status of Prior Year Findings:

There were no findings in the prior year.