

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**FOR THE YEAR ENDED JUNE 30, 2024**

**Demarest, New Jersey**

**ANNUAL COMPREHENSIVE**

**FINANCIAL REPORT**

**of the**

**Northern Valley Regional High School District**

**Demarest, New Jersey**

**For The Fiscal Year Ended June 30, 2024**

**Prepared by**

**Northern Valley Regional High School District  
Business Office**

**Northern Valley Regional High School District**

**Demarest, New Jersey**

Annual Comprehensive Financial Report  
For the Year Ended June 30, 2024

Prepared by

Business Office

# Northern Valley Regional High School District

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## **Introductory Section**



November 21, 2024

Honorable President and Members of the Board of Education  
Northern Valley Regional High School District  
162 Knickerbocker Road  
Demarest, N.J. 07627

Dear Board Members:

The Annual Comprehensive Financial Report (the "ACFR") of the Northern Valley Regional High School District (the "District") for the fiscal year ending June 30, 2024, is hereby submitted. Responsibility for both the accuracy of the data, completeness, and fairness of the presentation, including all disclosures, rests with the management of the Board of Education. To the best of our knowledge and belief, the data presented in the report is accurate in all material respects. The report is designed to present an overview of the financial position and operational results of the District's various funds. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

Governmental Accounting Standards Board (GASB) requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Northern Valley's MD&A can be found immediately following the "Independent Auditors' Report".

The ACFR is presented in five sections: (1) the introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials, (2) the financial section includes the basic financial statements and schedules, as well as the Independent Auditors' Report, (3) the supplementary schedules provide insight into the District's fiscal year, (4) the statistical section includes selected financial and demographic information, generally presented on a multiyear basis, (5) the single audit section of this report includes conformity with the provisions of the U.S. Uniform Guidance and State of New Jersey OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". The single audit section of this report includes the auditors' reports on the internal controls structure, compliance with applicable laws, regulations, findings and recommendations.

1) REPORTING ENTITY AND ITS SERVICES: The Northern 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. The report includes all funds of the District. The Northern Valley Regional High School District Board of Education and all its schools constitute the District's reporting entity.

The District is the Local Educational Agency responsible for twenty-two co-operative programs involving its constituent elementary schools. In addition to the constituent districts, it services the neighboring Alpine School District, which completes a Bergen County regional consortium that is recognized by the Department of Education. In cooperation with other Districts throughout Bergen County, the District's regional services are available on a tuition basis if the program size and space matches' student and professional staff needs. The overall program services students with disabilities on a local level and students from surrounding public schools. The program enhances the opportunity for shared professional services, curriculum development, and provides shared business and technology services for elementary districts.

The Northern Valley Regional High School District is comprised of the municipalities of Closter, Demarest, and Haworth which are constituents of the high school in Demarest. Harrington Park, Northvale, Norwood, and Old Tappan are constituents of the high school in Old Tappan. The 17.3 square mile district has a population of 37,949 as per the 2020 census. The primary language spoken at home is: English 77.3% Korean 10.2%, Hebrew 3.1%, Spanish 2.8%, Chinese .9% Russian .7%, Gujarati .6% and Other 4.4%. All of the communities are considered upper middle class. The District's high schools house grades 9 through 12 with enrollments of 978 at Demarest High school and 1,002 at Old Tappan High School, based on the October 13, 2023 ASSA report. The Valley Regional Program operates out of the district's Northern Valley Central facility in Norwood and leases classrooms at local district Public Schools to house approximately 187 Special Education students from 38 different districts.

The district's administrative building adjoins the high school at Demarest. The district is governed by an elected Board of Education, who serves three-year terms and is administered by a Superintendent of Schools, School Business Administrator/Board Secretary, and other appropriate administrators and supervisors. The Board seats are proportionate to student enrollment by town. The current membership consists of Closter (2), Demarest (1), Haworth (1), Harrington Park (1), Northvale (1), Norwood (1), and Old Tappan (2).

The faculty consists of 307 teachers with 89% holding advanced degrees. This represents certified staff in the high schools and the regional programs. Often our staff members achieve recognition as outstanding educators.

The accomplishments of our students reflect their considerable talents and working relationship with the faculty and staff. The successes of our students extend far beyond the classroom and are demonstrated by the many awards and scholarships that they have received.

2) **ECONOMIC CONDITION AND OUTLOOK:** The Northern Valley Regional High School District is economically stable. Unemployment in Bergen County is 3.9% as of June 30th 2023 and the per capita income is \$97,138 as of 2022. This is the latest information available on record. The County of Bergen still remains the 4<sup>th</sup> highest amongst New Jersey counties and above state average. Bergen County, New Jersey is considered one of the wealthiest areas in the nation. The population of the area has remained stable since 1970. The population grew substantially between 1950 and 1970. School facilities were constructed to accommodate the educational needs. Additions were added to the school in 2004. State Aid

to public school districts in New Jersey is based on the School Funding Reform Act (the "Act").

The Act is an attempt to equalize educational expenditures per pupil between wealthy and poorer school districts. The last several years the Department of Education has abandoned the State Aid formulas, which support transportation aid, technology aid, special education aid, and bilingual aid due to the State financial debt. The State's inability to financially support public schools is a current topic of debate before the citizens. The District maintains a balance in their capital reserve account and set aside funds from the 2023-2024 year as a reserve to reduce the subsequent year tax levy. Uncertainty of state aid impacts the district's ability to plan future tax relief and facility upgrades.

The district received \$3,620,167 of State Aid (budgetary basis) for the 2023-2024 school budget for the general fund. Northern Valley Regional High School District recognized the State's contribution on behalf for TPAF Pension and Social Security. These contributions are equivalent to approximately 23% of the adjusted budget, while the school district State Aid is 4% of the net school budget. The district also recognized that the State of NJ has not funded the pension contribution stated in the fiscal section of the audit. Future funding of New Jersey school districts is uncertain at this time based on the State's concerns that property taxes are the highest in the country.

3) MAJOR INITIATIVES: The Northern Valley Regional High School District is continuously planning for the future. The Board and Administration review educational programs and facility needs as part of the district's annual resources review. The District is in the process of updating its five-year Long Range Facility Plan. The report reflects the future needs of the district. The district amends the plan accordingly to reflect projects that have been completed during the school year.

4) INTERNAL ACCOUNTING CONTROLS: The administration of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that financial statements are prepared in conformity with Generally Accepted Accounting Principles (GAAP). The internal control structure is designed to provide reasonable but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits requires estimates and judgments by management.

Specific accounting controls secure District assets by processes for receipt of revenues, disbursements and payroll. Receipts are recorded and reconciled. Purchasing controls include multiple signatures on purchasing requests and counter signatures on disbursements warrants. Additionally, new personnel go through a series of independent documentation before the payroll process begins. The administration provides controls that exceed minimum requirements in all of these areas.

As a recipient of federal and state awards, the District is responsible for providing an adequate internal control structure to ensure compliance to these programs. This internal control is subject to periodic evaluations by the District management. The single audit procedures are evaluated to assess the risk associated with the internal control structure, as it

relates to compliance with federal and state award programs. The District process is adjusted accordingly to comply with any changes in the law and regulations.

5) **BUDGETARY CONTROLS:** The objective of budgetary control is to ensure compliance with legal provisions embodied in the annual budget approved by the Board of Education. The budget reflected a 2.9% increase in the general fund tax levy, inclusive of an allowable health care adjustment of \$515k. Annual appropriated budgets are adopted for the general fund, the special revenue fund and the debt service fund. Capital project budgets are approved for building infrastructure improvements and are funded from the Capital Reserve Account or the issuance of long-term debt. The fund budget amounts, as amended for the fiscal year, are reflected in the financial section. Expenditures are recorded by department and location for internal purposes. This permits supervisors and administrators to monitor encumbrances so not to exceed budgetary allocations.

6) **ACCOUNTING SYSTEM AND REPORTS:** The District's accounting records reflect Generally Accepted Accounting Principles as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in the "Notes to the Financial Statements, Note 1."

7) **DEBT ADMINISTRATION:** On April 21, 2009 the voters approved a referendum for improvements to roofs and exterior items such as windows and brick replacement for a total of \$3,816,888. The District funded the referendum with a bond sale of \$2,290,000.

On Tuesday, March 8, 2016 the voters approved a referendum for improvements at both Old Tappan and Demarest High School, including upgrades to auditoriums at both schools, the addition of physics, forensic and STEM classrooms, lighting and security upgrades, tennis courts and tracks. The total amount approved by the referendum was \$11,707,485. The District funded the projects with a bond sale of \$11,707,000 on July 12, 2016.

The District's total obligation in bonds as of June 30, 2024, is \$7,832,000 (see below).

<b>PURPOSE</b>	<b>DATE OF ISSUE</b>	<b>AMOUNT OF ISSUE</b>	<b>BALANCE JUNE 30, 2024</b>
<b>School Improvements</b>	7/15/2009	\$2,290,000	\$275,000
improvements to roofs and exterior items; windows and brick replacement			
<b>School Improvements</b>	7/12/2016	\$11,707,000	\$7,557,000
upgrades to auditoriums, addition of Physics, forensic and STEM classrooms			
<b>DISTRICT TOTAL OBLIGATION IN BONDS AS OF JUNE 30, 2024</b>			<b>\$7,832,000</b>

The District's additions at both high schools allow students to enjoy facilities that are appropriate for today's educational program. The District continued the prudent fiscal path during the 2023-2024 school year to provide the constituent districts with a favorable tax impact and to maintain high quality facilities with reasonable longevity.

8) CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in the "Notes to the Financial Statements"; Note 3 The District has an approved policy authorizing the board secretary to invest current funds within the limitations of the State of New Jersey statutes. Excess funds are invested according to procedures on a continuous basis. This resulted in \$934,620 interest income for the 2023-2024 school year. This represents an increase in interest income from the previous year's total of \$553,748.

9) RISK MANAGEMENT: The Board of Education policy states that the appropriate insurance coverage is attained at the most reasonable cost. The Board carries several types of insurance including property and liability. Property insurance including all buildings and contents is limited to \$148,643,204 loss. All insurance claims are handled through the Board Secretary and the Board-appointed risk manager. These insurance limits represent significant increases in coverage with a new insurance carrier, New Jersey School Board Association Insurance Group.

10) OTHER INFORMATION: State statutes require an annual audit by an independent certified public accountant or registered municipal accountant that is licensed as a public school accountant. The accounting firm of PKF O'Connor Davies LLP was approved by the Board of Education.

In addition to meeting the requirements set forth in state statutes, the audit is designed to meet the requirements of the U.S. Uniform Guidance and State of New Jersey OMB Circular 15-08. The auditors' report on the basic financial statements, combining and individual non-major fund statements and other schedules are included in the financial section of this report. The auditors' report related specifically to the Federal and State Grant funds and State Aid are included in the single audit section of this report.

11) ACKNOWLEDGEMENTS: We would like to express our appreciation to the members of the Northern Valley Regional High School District Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the integrity and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our administration, support staff, and financial and accounting staff.

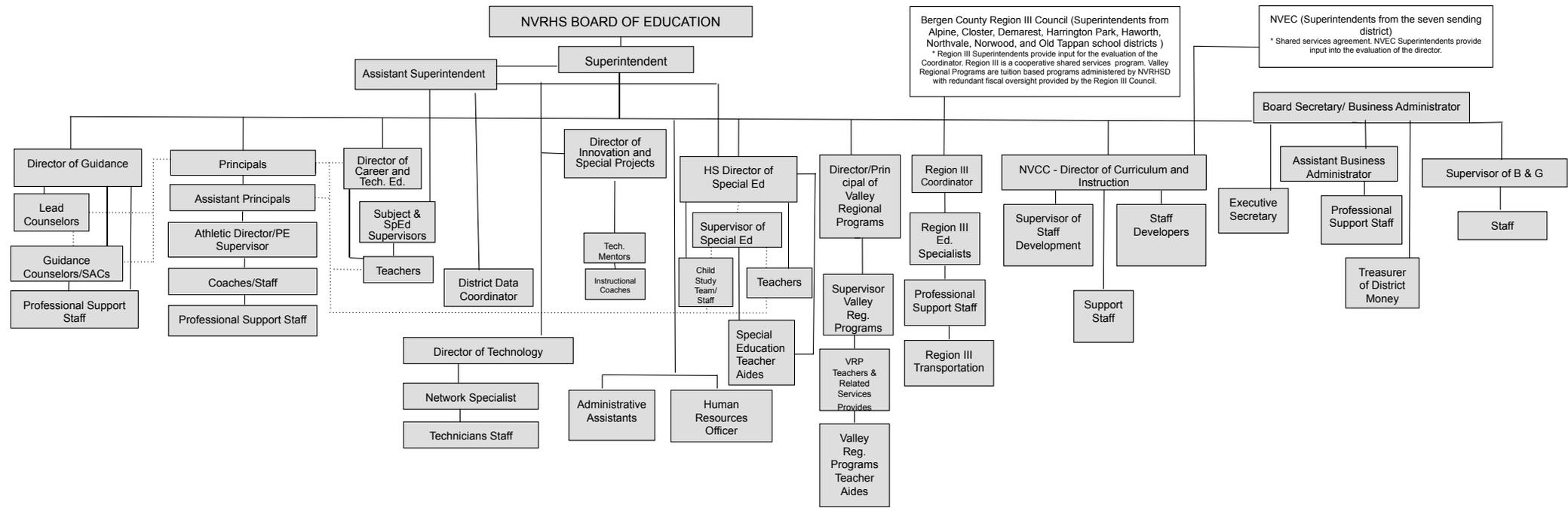
Respectfully Submitted

  
James Santana  
Superintendent

  
Marc A. Capizzi  
School Business Administrator/  
Board Secretary

Programs

Neal Moles  
Valley  
Occupational & Physical Therapy  
Gifted & Talented  
Senior Options – Structured Learning Experience  
Professional Development  
Teens & Tots  
Little Tots  
Athletic  
Access  
Curriculum Development  
Home Consulting  
Summer K-8  
Psychiatric  
Speech Evaluations  
Learning Evaluations  
Behavior Evaluations  
Social Skills - After School  
Summit Success  
TIP  
SLICE  
Summit Academy



NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
Roster of Officials  
June 30, 2024

**Members of the Board of Education**

**Term Expires**

Mr. Joseph Argenziano, President	2026
Mr. Ghanshyam C. Vaghasia, Vice President	2024
Ms. Donna Costello	2024
Mrs. Tiffany Kaplan	2026
Mr. Gregg Lambert	2024
Ms. Michele LaTour	2024
Ms. Lori Ross	2025
Mr. Joseph Saunier	2025
Ms. Jessica Spillane	2026

**Other Officials**

**Title**

Mr. James Santana	Superintendent
Ms. Deborah Sarmir	Assistant Superintendent
Mr. Marc Capizzi	Business Administrator/Board Secretary
Ms. Colleen Briggs	Assistant Business Administrator
Mr. Daniel Hauser	Assistant Business Administrator
Dr. Timothy Gouraige	Principal, NVRHS at Old Tappan
Dr. Bruce Sabatini	Principal, NVRHS at Demarest
Dr. Blair Rosenthal	Principal, Northern Valley Central

NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT

Consultants and Advisors

June 30, 2024

Architect

Di Cara Rubino Architects  
30 Galesi Drive West Wing  
Wayne, NJ 07470

Engineer

Colliers Engineering & Design  
331 Newman Springs Road, Suite 203  
Red Bank, NJ 07701

General Council Attorney

Cleary, Jacobbe, Alfieri & Jacobs  
955 State Route 34, Suite 200  
Matawan, New Jersey 07747

Special Education/HIB Attorney

Machado Law Group, LLC  
1 Cleveland Place  
Springfield, New Jersey 07081

Auditor

PKF O'Connor Davies, LLP  
300 Tice Boulevard, Suite 315  
Woodcliff Lake, NJ 07677

Official Depositories

Columbia Bank  
19-01 Route 208 North  
Fair Lawn, New Jersey 07410

Valley National Bank  
1460 Valley Road  
Wayne, New Jersey 07470

New Jersey Asset & Rebate Management Program  
PO Box 11813  
Harrisburg, PA 17108-1813

## **Financial Section**



## Independent Auditors' Report

**The Honorable President and Members  
of the Board of Education  
Northern Valley Regional High School District  
County of Bergen  
Demarest, 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 Northern Valley Regional High School District (the "District"), as of and for the year ended June 30, 2024, 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, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS); audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards and requirements are further described in the Auditors' 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.

PKF O'CONNOR DAVIES, LLP  
300 Tice Blvd, Suite 315, Woodcliff Lake, NJ 07677 | Tel: 201.712.9800 | Fax: 201.712.0988 | [www.pkfod.com](http://www.pkfod.com)

PKF O'Connor Davies, LLP is a member firm of the PKF International Limited network of legally independent firms and does not accept any responsibility or liability for the actions or inactions on the part of any other individual member firm or firms.

**The Honorable President and Members  
of the Board of Education  
Northern Valley Regional School District**

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

***Auditors' Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with GAAS, the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and *Government Auditing Standards*, we:

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

**The Honorable President and Members  
of the Board of Education  
Northern Valley Regional School District**

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***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that management's discussion and analysis and the schedules included under Required Supplementary Information in the accompanying table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, 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 combining and individual fund financial statements, long-term debt schedules, and the schedules of expenditures of federal awards and state financial assistance, as required by *Title 2 U.S. Code of Federal Regulations (CFR) Part 200 Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, respectively, are presented for 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 GAAS. In our opinion, the combining and individual fund financial statements, long-term debt schedules and the schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Information***

Management is responsible for the other information included in the Annual Comprehensive Financial Report for the year ended June 30, 2024. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' 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.

**The Honorable President and Members  
of the Board of Education  
Northern Valley Regional School District**

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***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 21, 2024 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 the District's internal control over financial reporting and compliance.

*PKF O'Connor Davies, LLP*

Woodcliff Lake, New Jersey  
November 21, 2024



Gary W. Higgins, CPA  
Licensed Public School Accountant, No. 814

## **Required Supplementary Information – Part I**

Management's Discussion and Analysis

## ***NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT***

### ***Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2024***

The discussion and analysis of the Northern Valley Regional High School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2024. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, notes to the financial statements as well as the financial statements themselves to enhance their understanding of the District's financial performance.

#### **Financial Highlights**

- General revenues accounted for \$62,459,042 in revenue or 57 percent of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$46,981,144 or 43 percent of all revenues.
- Total net position of governmental activities amounted to \$19,124,984 as of June 30, 2024.
- The District had \$75,835,661 in expenses related to governmental activities; only \$19,442,472 were offset by program specific charges for services, grants or contributions. General revenues (primarily taxes) of \$62,142,347 were adequate to provide for these programs.
- Among governmental funds, the General Fund had \$83,609,090 in revenues and other financing sources and \$81,983,300 in expenditures and other financing uses. The General Fund's fund balance increased in the fiscal year ended June 30, 2024 by \$1,625,790 from the fiscal year ended June 30, 2023 balance of \$13,569,557 to \$15,195,347.

#### **Using the Annual Comprehensive Financial report (ACFR)**

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

The *Statement of Net position* and *Statement of Activities* provide information about the activities of the whole 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 tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the district's most significant funds. In the case of the Northern Valley Regional High School District, the General Fund is by far the most significant fund.

***NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT***

***Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2024***

**Reporting the District as a Whole**

One of the most important questions asked about the District is "How did we do financially during the fiscal year ended June 30, 2024?" The *Statement of Net position* and the *Statement of Activities*, which appear first in the District's financial statements, report information on the District as a whole and its activities in such a way as to answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

In the Statement of Net position and the Statement of Activities, the District is divided into two distinct kinds of activities:

- Governmental Activities – most of the District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation and extra-curricular activities.
- Business-Type Activities – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods and services provided. The District has five enterprise funds reported as business-type activities.

**Reporting the School District's Most Significant Funds**

**Fund Financial Statements**

Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. The District's governmental funds are the General Fund, Special Revenue Fund and Debt Service Fund. The Enterprise Fund includes the following major funds: 1) Regional Cooperative Program, 2) Regional Transportation, 3) Regional Special Education and two other non-major programs.

**Governmental Funds**

The District's activities are reported in governmental funds, which focus on how money flows into and out of these funds and the balances left at year-end available for spending in the future years. These funds are reported using the *modified accrual accounting method*, which measures cash and all other financial assets that can be readily converted into cash. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**  
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**Enterprise Fund**

The Enterprise Fund uses the same basis of accounting as business-type activities; therefore, these statements will essentially match the information provided in statements for the District as a whole.

**Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the District-wide and fund financial statements.

**The District as a Whole**

The *Statement of Net Position* provides the perspectives of the District as a whole, showing assets and deferred outflows of resources and liabilities and deferred inflows of resources and the difference between them (net position). Net position may serve over time as a useful indicator of a government's financial position.

The following table provides a summary of the District's net position as of June 30, 2024 and 2023.

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
<b>Assets</b>						
Current Assets	\$ 19,517,494	\$ 16,423,390	\$ 7,717,735	\$ 6,027,275	\$ 27,235,229	\$ 22,450,665
Capital Assets	<u>27,283,022</u>	<u>27,777,789</u>	<u>723,304</u>	<u>732,526</u>	<u>28,006,326</u>	<u>28,510,315</u>
<b>Total Assets</b>	<u>46,800,516</u>	<u>44,201,179</u>	<u>8,441,039</u>	<u>6,759,801</u>	<u>55,241,555</u>	<u>50,960,980</u>
<b>Deferred Outflows of Resources</b>	<u>1,182,418</u>	<u>1,552,651</u>	<u>590,854</u>	<u>861,296</u>	<u>1,773,272</u>	<u>2,413,947</u>
<b>Total Assets and Deferred Outflows of Resources</b>	<u>47,982,934</u>	<u>45,753,830</u>	<u>9,031,893</u>	<u>7,621,097</u>	<u>57,014,827</u>	<u>53,374,927</u>
<b>Liabilities</b>						
Long-Term Liabilities	23,222,644	25,933,808	5,554,457	6,428,666	28,777,101	32,362,474
Other Liabilities	<u>3,586,080</u>	<u>3,103,004</u>	<u>1,175,144</u>	<u>785,137</u>	<u>4,761,224</u>	<u>3,888,141</u>
<b>Total Liabilities</b>	<u>26,808,724</u>	<u>29,036,812</u>	<u>6,729,601</u>	<u>7,213,803</u>	<u>33,538,325</u>	<u>36,250,615</u>
<b>Deferred Inflows of Resources</b>	<u>2,049,226</u>	<u>3,341,192</u>	<u>1,023,998</u>	<u>1,853,448</u>	<u>3,073,224</u>	<u>5,194,640</u>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>28,857,950</u>	<u>32,378,004</u>	<u>7,753,599</u>	<u>9,067,251</u>	<u>36,611,549</u>	<u>41,445,255</u>
<b>Net Position</b>						
Net Investment in Capital Assets	16,005,124	14,323,633	723,304	732,526	16,728,428	15,056,159
Restricted	14,584,495	10,115,725			14,584,495	10,115,725
Unrestricted	<u>(11,464,635)</u>	<u>(11,063,532)</u>	<u>554,990</u>	<u>(2,178,680)</u>	<u>(10,909,645)</u>	<u>(13,242,212)</u>
<b>Total Net Position</b>	<u>\$ 19,124,984</u>	<u>\$ 13,375,826</u>	<u>\$ 1,278,294</u>	<u>\$ (1,446,154)</u>	<u>\$ 20,403,278</u>	<u>\$ 11,929,672</u>

The District's combined net position were \$20,403,278 and \$11,929,672 on June 30, 2024 and 2023, respectively. This was an increase of \$8,473,606 from the fiscal year ended June 30, 2023.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2024**

The following table shows changes in net position for the fiscal years ended June 30, 2024 and 2023.

**Change in Net Position**  
**For The Years Ended June 30, 2024 and 2023**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
<b>Revenues</b>						
Program Revenues						
Charges for Services	\$ 2,937,800	\$ 2,209,177	\$ 25,612,472	\$ 25,492,624	\$ 28,550,272	\$ 27,701,801
Operating Grants and Contributions	16,425,287	17,195,420	1,926,200	3,492,568	18,351,487	20,687,988
Capital Grants and Contributions	79,385	54,307		52,515	79,385	106,822
General Revenues						
Property Taxes	59,469,090	58,337,104			59,469,090	58,337,104
State and Federal Aid	382,197	388,756			382,197	388,756
Other	2,291,060	1,527,753	316,695	105,248	2,607,755	1,633,001
<b>Total Revenues</b>	<b>81,584,819</b>	<b>79,712,517</b>	<b>27,855,367</b>	<b>29,142,955</b>	<b>109,440,186</b>	<b>108,855,472</b>
<b>Expenses</b>						
Instruction						
Regular	34,025,844	32,187,019			34,025,844	32,187,019
Special Education	9,227,297	5,663,842			9,227,297	5,663,842
Other Instruction	173,308	216,019			173,308	216,019
School Sponsored Activities, Athletics and Programs	5,888,759	6,455,626			5,888,759	6,455,626
Support Services					-	
Student and Instruction Related Services	9,994,866	13,244,213			9,994,866	13,244,213
General and Business Administration Services	2,943,525	3,870,276			2,943,525	3,870,276
School Administration Services	2,935,961	2,719,671			2,935,961	2,719,671
Plant Operations and Maintenance	6,746,774	7,306,730			6,746,774	7,306,730
Pupil Transportation	3,665,579	3,816,170			3,665,579	3,816,170
Interest on Long-Term Debt	233,748	263,181			233,748	263,181
Business-type Activities	-	-	25,130,919	25,854,971	25,130,919	25,854,971
<b>Total Expenses</b>	<b>75,835,661</b>	<b>75,742,747</b>	<b>25,130,919</b>	<b>25,854,971</b>	<b>100,966,580</b>	<b>101,597,718</b>
Change in Net Position	5,749,158	3,969,770	2,724,448	3,287,984	8,473,606	7,257,754
Net Position, Beginning of Year	13,375,826	9,406,056	(1,446,154)	(4,734,138)	11,929,672	4,671,918
Net Position, End of Year	\$ 19,124,984	\$ 13,375,826	\$ 1,278,294	\$ (1,446,154)	\$ 20,403,278	\$ 11,929,672

**Governmental Activities**

The District's total governmental activities revenues were \$81,584,819 and \$79,712,517 for the years ended June 30, 2024 and 2023, respectively. Property taxes made up 73 and 73 percent of revenues for governmental activities for the Northern Valley Regional High School District for fiscal years 2024 and 2023, respectively. Federal, state and local grants and aid accounted for 21 and 22 percent of revenue for the fiscal years ended June 30, 2024 and 2023, respectively.

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The total cost of all programs and services was \$75,835,661 and \$75,742,747 for the fiscal years ended June 30, 2024 and 2023, respectively. Instruction comprises 65 and 59 percent of governmental program expenses for the years ended June 30, 2024 and 2023, respectively. Support services expenses make up 35 and 41 percent of governmental expenses for the years ended June 30, 2024 and 2023, respectively. The *Statement of Activities* shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Instruction				
Regular	\$ 34,025,844	\$ 32,187,019	\$ 26,712,577	\$ 24,614,801
Special Education	9,227,297	5,663,842	2,642,029	(185,612)
Other Instruction	173,308	216,019	131,574	166,134
School Sponsored Activities, Athletics and Programs	5,888,759	6,455,626	2,901,117	2,872,051
Support Services				
Student and Instruction Related Services	9,994,866	13,244,213	8,936,727	12,059,741
General and Business Administration Services	2,943,525	3,870,276	2,512,072	3,597,998
School Administration Services	2,935,961	2,719,671	2,576,752	2,350,964
Plant Operations and Maintenance	6,746,774	7,306,730	6,488,347	7,059,123
Pupil Transportation	3,665,579	3,816,170	3,258,246	3,485,462
Interest on Long-Term Debt	233,748	263,181	233,748	263,181
	<u>\$ 75,835,661</u>	<u>\$ 75,742,747</u>	<u>\$ 56,393,189</u>	<u>\$ 56,283,843</u>
Total				

**Business-Type Activities**

The District's total business-type activities revenues were \$27,855,367 and \$29,142,955 and expenses were \$25,130,919 and \$25,854,971 in fiscal years ended June 30, 2024 and 2023, respectively. Of the revenues, \$25,612,472 and \$25,492,624 was from charges for services; \$1,926,200 and \$3,492,568 was from State related on behalf pension reimbursements for the years ended June 30, 2024 and 2023, respectively.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**

**Management's Discussion and Analysis  
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**The School District's Funds**

All governmental funds (i.e., general fund, special revenue fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$88,626,983 and \$85,493,987 and expenditures were \$86,033,705 and \$85,940,658 for the fiscal years ended June 30, 2024 and 2023, respectively. The net change in the governmental funds - fund balances for the year was a increase of \$2,593,279.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues of the governmental funds for the fiscal years ending June 30, 2024 and 2023.

<u>Revenue</u>	<u>Years Ended</u>		<u>Amount of Increase (Decrease)</u>	<u>Percent Change</u>
	<u>2024</u>	<u>2023</u>		
Local Sources	\$ 66,605,047	\$ 64,108,723	\$ 2,496,324	3.89%
State Sources	20,082,281	19,461,309	620,972	3.19%
Federal Sources	<u>1,939,655</u>	<u>1,923,955</u>	<u>15,700</u>	0.82%
Total Governmental Fund Revenues	<u>\$ 88,626,983</u>	<u>\$ 85,493,987</u>	<u>\$ 3,132,996</u>	3.66%

The following schedule represents a summary of the governmental funds expenditures for the fiscal years ending June 30, 2024 and 2023.

	<u>Years Ended</u>		<u>Amount of Increase (Decrease)</u>	<u>Percent Change</u>
	<u>2024</u>	<u>2023</u>		
Current Expense				
Instruction	\$ 54,813,294	\$ 49,882,686	\$ 4,930,608	9.88%
Support Services	26,949,451	32,093,391	(5,143,940)	-16.03%
Capital Outlay	1,843,204	1,966,593	(123,389)	-6.27%
Debt Service				
Principal	2,087,331	1,620,300	467,031	28.82%
Interest and Other Charges	<u>340,425</u>	<u>377,688</u>	<u>(37,263)</u>	-9.87%
Total Expenditures	<u>\$ 86,033,705</u>	<u>\$ 85,940,658</u>	<u>\$ 93,047</u>	0.11%

***NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT***

***Management's Discussion and Analysis***

***For the Fiscal Year Ended June 30, 2024***

**General Fund Budgeting Highlights**

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

During the course of the year, the District revised the annual operating budget several times. Revisions in the budget were made to prevent over-expenditures in specific line item accounts.

**Capital Assets**

At the end of fiscal years 2024 and 2023, the District had \$27,283,022 and \$27,777,789 and \$723,304 and \$732,526 invested in land, land improvements, buildings and building improvements, furniture and equipment and vehicles and construction in progress for governmental and business-type activities net of accumulated depreciation/amortization, respectively. Overall capital assets for governmental activities decreased \$494,767 and business-type activities decreased \$9,222 from the fiscal year ended June 30, 2023 to fiscal year ended June 30, 2024 as a result of depreciation and amortization exceeding capital additions. Below is a summary of the capital assets and the related depreciation/amortization for governmental activities and business-type activities at June 30, 2024 and 2023, respectively.

**Capital Assets  
Governmental Activities  
as of June 30, 2024 and 2023**

	<u>2024</u>	<u>Total</u>	<u>2023</u>
Land	\$ 2,804,632		\$ 2,804,632
Land Improvements	12,761,495		12,761,495
Construction in Progress	304,896		102,279
Buildings and Building Improvements	38,634,415		37,240,409
Machinery and Equipment	3,825,915		3,703,034
Right to Use Assets - Equipment	<u>1,219,827</u>		<u>1,219,827</u>
	59,551,180		57,831,676
Less Accumulated Depreciation/Amortization	<u>32,268,158</u>		<u>30,053,887</u>
<b>Capital Assets, Net</b>	<u>\$ 27,283,022</u>		<u>\$ 27,777,789</u>

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**  
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**Capital Assets**  
**Business-type Activities**  
**as of June 30, 2024 and 2023**

	<u>2024</u>	<u>Total</u>	<u>2023</u>
Buildings and Building Improvements	\$ 461,634		\$ 420,634
Land Improvements	198,034		198,034
Machinery and Equipment	<u>620,176</u>		<u>595,322</u>
	1,279,844		1,213,990
Less Accumulated Depreciation	<u>556,540</u>		<u>481,464</u>
 <b>Capital Assets, Net</b>	 <u>\$ 723,304</u>		 <u>\$ 732,526</u>

Additional information about the District's capital assets can be found in Note 3 of this report.

**Long-Term Liabilities**

At June 30, 2024 and 2023, the District had \$28,777,401 and \$32,362,474 of long-term liabilities. Of this amount, \$1,207,532 and \$1,361,377 is for compensated absences; and \$7,832,000 and \$9,097,000 of bonds payable, and \$16,291,971 and \$17,546,941 for net pension liability and \$3,344,580 and \$3,733,507 for financed purchases payable, including unamortized premium, respectively, and \$101,318 and \$623,649 for lease payable, respectively.

Additional information about the District's Long-Term Debt can be found in Note 3 of this report.

**For the Future**

Northern Valley Regional High School District demonstrated strengths in developing and implementing budgets was a major factor in the successes of the 2023-2024 school year. The process is broad based and includes the staff, administration and Board of Education. All effort in the development of a budget are directed at achieving district goals. As we look forward, the administration and staff are prepared to face the new economic realities of no increases in state aid and 2% caps on tax increases. In these difficult times improvement of student achievement will always be our paramount consideration.

***NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2024***

**Contacting the District's Financial Management**

This financial report is designed to provide the citizens, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, contact Marc A. Capizzi, Business Administrator/Board Secretary at Northern Valley Regional High School District, 162 Knickerbocker Road, Demarest, New Jersey 07627.

## **Basic Financial Statements**

## **District-wide Financial Statements**

The district-wide financial statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all governmental activities and business-type activities as of and for the year ended June 30, 2024.

## Northern Valley Regional High School District

## Statement of Net Position

June 30, 2024

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>Assets</b>			
Cash and cash equivalents	\$ 18,024,932	\$ 5,959,213	\$ 23,984,145
Accounts receivable	1,468,851	1,769,608	3,238,459
Internal balances	23,711	(23,711)	
Inventories		12,625	12,625
Capital assets, non-depreciable	3,109,528		3,109,528
Capital assets, depreciable, net	24,173,494	723,304	24,896,798
Total assets	<u>46,800,516</u>	<u>8,441,039</u>	<u>55,241,555</u>
<b>Deferred Outflows Of Resources</b>			
Pension deferrals	1,182,418	590,854	1,773,272
Total deferred outflows	<u>1,182,418</u>	<u>590,854</u>	<u>1,773,272</u>
<b>Liabilities</b>			
Accounts payable	2,909,477	1,088,126	3,997,603
Accrued interest payable	114,973		114,973
Intergovernmental payables - State	22,935		22,935
Unearned revenue	48,372	39,708	88,080
Other liabilities	490,323	47,010	537,333
Net pension liability	10,863,485	5,428,486	16,291,971
Current portion of long-term obligations	1,864,635	12,627	1,877,262
Noncurrent portion of long-term obligations	10,494,524	113,644	10,608,168
Total liabilities	<u>26,808,724</u>	<u>6,729,601</u>	<u>33,538,325</u>
<b>Deferred Inflow Of Resources</b>			
Pension deferrals	2,049,226	1,023,998	3,073,224
<b>Net Position</b>			
Net investment in capital assets	16,005,124	723,304	16,728,428
Restricted for:			
Capital projects	13,149,253		13,149,253
Maintenance reserve	421,953		421,953
Unemployment liability reserve	75,097		75,097
Reserve for student activities	905,724		905,724
Reserve for scholarships	32,468		32,468
Unrestricted (deficit)	(11,464,635)	554,990	(10,909,645)
Total net position	<u>\$ 19,124,984</u>	<u>\$ 1,278,294</u>	<u>\$ 20,403,278</u>

*The accompanying Notes to the Financial Statements are an integral part of this statement.*

## Northern Valley Regional High School District

## Statement of Activities

Year ended June 30, 2024

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	
<b>Governmental activities</b>							
Instruction							
Regular	\$ 34,025,844	\$ 401,372	\$ 6,889,453	\$ 22,442	\$ (26,712,577)		\$ (26,712,577)
Special Education	9,227,297	2,528,591	4,056,677		(2,642,029)		(2,642,029)
Other Instruction	173,308	7,837	33,897		(131,574)		(131,574)
School Sponsored Activities and Athletics	5,888,759		2,987,642		(2,901,117)		(2,901,117)
Support Services							
Student and Instruction Related Services	9,994,866		1,058,139		(8,936,727)		(8,936,727)
School Administration Services	2,935,961		359,209		(2,576,752)		(2,576,752)
General Administration Services	1,735,902		202,803		(1,533,099)		(1,533,099)
Plant Operations and Maintenance	6,746,774		201,484	56,943	(6,488,347)		(6,488,347)
Pupil Transportation	3,665,579		407,333		(3,258,246)		(3,258,246)
Business and Other Support Services	1,207,623		228,650		(978,973)		(978,973)
Interest on long-term debt	233,748				(233,748)		(233,748)
Total governmental activities	<u>75,835,661</u>	<u>2,937,800</u>	<u>16,425,287</u>	<u>79,385</u>	<u>(56,393,189)</u>		<u>(56,393,189)</u>
<b>Business-type activities</b>							
Regional Cooperative Program	1,628,045	1,609,854	223,281			\$ 205,090	205,090
Regional Transportation	5,182,084	5,201,996				19,912	19,912
Regional Special Education	16,373,394	16,700,558	1,648,229			1,975,393	1,975,393
Other Nonmajor Programs	1,947,396	2,100,064	54,690			207,358	207,358
Total business-type activities	<u>25,130,919</u>	<u>25,612,472</u>	<u>1,926,200</u>	<u>-</u>		<u>2,407,753</u>	<u>2,407,753</u>
Total primary government	<u>\$ 100,966,580</u>	<u>\$ 28,550,272</u>	<u>\$ 18,351,487</u>	<u>\$ 79,385</u>	<u>(56,393,189)</u>	<u>2,407,753</u>	<u>(53,985,436)</u>
<b>General revenues:</b>							
Taxes:							
Property taxes, levied for general purposes					58,920,150		58,920,150
Property taxes, levied for debt service					548,940		548,940
State Aid Restricted for Debt Service					382,197		382,197
Miscellaneous Income					2,291,060	316,695	2,607,755
Total general revenues					<u>62,142,347</u>	<u>316,695</u>	<u>62,459,042</u>
Change in net position					5,749,158	2,724,448	8,473,606
Net Position—beginning					13,375,826	(1,446,154)	11,929,672
Net Position—ending					<u>\$ 19,124,984</u>	<u>\$ 1,278,294</u>	<u>\$ 20,403,278</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

## **Fund Financial Statements**

## **Governmental Funds**

Northern Valley Regional High School District  
Governmental Funds

Balance Sheet

June 30, 2024

	Major Funds				Total Governmental Funds
	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	
<b>Assets</b>					
Cash and cash equivalents	\$ 16,262,846	\$ 938,192	\$ 823,894		\$ 18,024,932
Accounts receivable:					
State	996,219		56,943		1,053,162
Federal		264,399			264,399
Other	151,290				151,290
Interfund	107,304				107,304
Total assets	<u>\$ 17,517,659</u>	<u>\$ 1,202,591</u>	<u>\$ 880,837</u>	<u>\$ -</u>	<u>\$ 19,601,087</u>
<b>Liabilities and Fund Balances</b>					
Liabilities:					
Accounts payable	\$ 1,821,989	\$ 128,304	\$ 41,810		\$ 1,992,103
Intergovernmental payables:					
State		22,935			22,935
Interfunds payable		74,788	8,805		83,593
Payroll deductions and withholdings payable	467,054				467,054
Unemployment compensation claims payable	21,669				21,669
Deposits Payable	1,600				1,600
Unearned revenue	10,000	38,372			48,372
Total liabilities	<u>2,322,312</u>	<u>264,399</u>	<u>50,615</u>		<u>2,637,326</u>
Fund balances:					
Restricted for:					
Excess surplus - Designated for subsequent year's expenditures	179,228				179,228
Capital reserve	7,653,259				7,653,259
Capital reserve - Designated for subsequent year's expenditures	4,665,772				4,665,772
Unemployment compensation	75,097				75,097
Debt Service					-
Capital projects			830,222		830,222
Maintenance reserve	421,953				421,953
Student activities		905,724			905,724
Scholarships		32,468			32,468
Assigned to:					
Year-end encumbrances	737,531				737,531
Unassigned:	1,462,507				1,462,507
Total fund balances	<u>15,195,347</u>	<u>938,192</u>	<u>830,222</u>	<u>-</u>	<u>16,963,761</u>
Total liabilities and fund balances	<u>\$ 17,517,659</u>	<u>\$ 1,202,591</u>	<u>\$ 880,837</u>	<u>\$ -</u>	<u>\$ 19,601,087</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. The cost of the assets is \$59,551,180 and the accumulated depreciation/amortization is \$32,268,158.	27,283,022
Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported as a liability in the funds.	(114,973)
Long-term liabilities, including bonds payable, leases payable and compensated absences are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(12,359,159)
Deferred pension costs in governmental activities are not financial resources and are therefore not reported in the funds.	
Deferred Outflows of Resources	\$ 1,182,418
Deferred Inflows of Resources	<u>(2,049,226)</u>
	(866,808)
Accrued pension contributions for the June 30, 2024 plan year end are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in the accounts payable in the government-wide statement of net position.	(917,374)
Net pension liability is not due and payable in the current period and therefore is not reported as a liability in the funds.	<u>(10,863,485)</u>
Net position of governmental activities	<u>\$ 19,124,984</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

Northern Valley Regional High School District  
Governmental Funds

Statement of Revenues, Expenditures and Changes in Fund Balances

Year ended June 30, 2024

	Major Funds				Total Governmental Funds
	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	
<b>Revenues</b>					
Local sources:					
Local tax levy	\$ 58,920,150			\$ 548,940	\$ 59,469,090
Tuition	2,937,800				2,937,800
Rents and Royalties	606,304				606,304
Interest Income	934,620		\$ 8,805		943,425
Other Restricted Miscellaneous Revenues	5,088				5,088
Miscellaneous	736,243	\$ 1,907,097			2,643,340
Total local sources	64,140,205	1,907,097	8,805	548,940	66,605,047
State sources	19,446,217	196,924	56,943	382,197	20,082,281
Federal sources	13,863	1,925,792			1,939,655
Total revenues	83,600,285	4,029,813	65,748	931,137	88,626,983
<b>Expenditures</b>					
Current:					
Regular Instruction	37,369,520	964,130			38,333,650
Special Education Instruction	10,003,688	87,143			10,090,831
Other Instruction	201,599				201,599
School Sponsored Activities and Athletics	3,368,383	2,818,831			6,187,214
Support Services:					
Student and Instruction Related Services	11,191,048				11,191,048
General Administration Services	1,905,154				1,905,154
School Administration Services	3,356,785				3,356,785
Plant Operations and Maintenance	5,438,590				5,438,590
Pupil Transportation	3,661,296				3,661,296
Business and Other Support Services	1,396,578				1,396,578
Capital outlay	1,678,406	22,442	142,356		1,843,204
Debt Service:					
Principal	822,331			1,265,000	2,087,331
Interest	158,950			181,475	340,425
Total expenditures	80,552,328	3,892,546	142,356	1,446,475	86,033,705
Excess (Deficiency) of revenues over (under) expenditures	3,047,957	137,267	(76,608)	(515,338)	2,593,278
Other financing sources (uses)					
Transfers in	8,805		915,635	515,337	1,439,777
Transfers out	(1,430,972)		(8,805)		(1,439,777)
Total other financing sources (uses)	(1,422,167)	-	906,830	515,337	-
Net change in fund balances	1,625,790	137,267	830,222	(1)	2,593,278
Fund balances, July 1	13,569,557	800,925	-	1	14,370,483
Fund balances, June 30	\$ 15,195,347	\$ 938,192	\$ 830,222	\$ -	\$ 16,963,761

The reconciliation of the fund balances of governmental funds to the net position of governmental activities in the statement of net position is presented in an accompanying schedule (B-3).

*The accompanying Notes to the Financial Statements are an integral part of this statement.*

Northern Valley Regional High School District  
Governmental Funds

Reconciliation of the Statement of Revenues, Expenditures  
and Changes in Fund Balances to the Statement of Activities

Year ended June 30, 2024

<b>Total net change in fund balances - governmental funds (from B-2)</b>		<b>\$ 2,593,278</b>
<p>Amounts reported for governmental activities in the statement of activities (A-2) are different because:</p>		
<p>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/amortization expense. This is the amount by which capital outlays exceeded depreciation/amortization in the period.</p>		
Capital outlays	\$ 1,843,204	
Depreciation/amortization expense	<u>(2,337,971)</u>	(494,767)
<p>The repayment of the principal of long-term debt, including financed purchases payable, and leases consumes the current financial resources of governmental funds. This transaction, however, has no effect on net position.</p>		
Serial Bonds Payable	1,265,000	
Financed Purchases Payable	300,000	
Leases Payable	<u>522,331</u>	2,087,331
<p>Governmental funds report the effect of premiums and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences.</p>		
Amortization of Premium on Debt		88,927
<p>In the statement of activities, interest on long-term debt/capital leases is accrued, regardless of when due. In the governmental funds, interest is reported when due.</p>		
		17,750
<p>In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid).</p>		
		112,199
<p>Certain expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds</p>		
Pension expense		<u>1,344,440</u>
<b>Change in net position of governmental activities (A-2)</b>		<b><u>\$ 5,749,158</u></b>

*The accompanying Notes to the Financial Statements are an integral part of this statement.*

## **Proprietary Funds**

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF NET POSITION  
 AS OF JUNE 30, 2024**

	<b>Business -Type Activities</b>				
	<b>Enterprise Fund</b>				
	<b>Regional Coop Prgm</b>	<b>Major Programs Regional Transportation</b>	<b>Regional Special Ed</b>	<b>Total Nonmajor Enterprise Funds</b>	<b>Total Enterprise Funds</b>
<b>Assets</b>					
Current assets:					
Cash and cash equivalents	\$ 773,362		\$ 4,610,708	\$ 575,143	\$ 5,959,213
Accounts Receivable - State	2,683		19,805	657	23,145
Other Accounts Receivable	19,199	\$ 867,788	851,886	7,590	1,746,463
Due from Other Funds			630,533	-	630,533
Inventories				12,625	12,625
Total current assets	<u>795,244</u>	<u>867,788</u>	<u>6,112,932</u>	<u>596,015</u>	<u>8,371,979</u>
Capital assets:					
Building Improvements			461,634	-	461,634
Land Improvements			198,034	-	198,034
Furniture, machinery & equipment	8,043		320,876	291,257	620,176
Less: Accumulated Depreciation	(5,453)		(326,190)	(224,897)	(556,540)
Total capital assets, net	<u>2,590</u>	<u>-</u>	<u>654,354</u>	<u>66,360</u>	<u>723,304</u>
Total assets	<u>797,834</u>	<u>867,788</u>	<u>6,767,286</u>	<u>662,375</u>	<u>9,095,283</u>
<b>Deferred Outflow of Resources</b>					
Deferred Amounts on Net Pension Liability	17,312		573,542	-	590,854
Total Deferred Outflow of Resources	<u>17,312</u>	<u>-</u>	<u>573,542</u>	<u>-</u>	<u>590,854</u>
Total Assets and Deferred Outflow of Resources	<u>815,146</u>	<u>867,788</u>	<u>7,340,828</u>	<u>662,375</u>	<u>9,686,137</u>
<b>Liabilities</b>					
Current Liabilities:					
Accounts payable	38,587	31,943	901,325	116,271	1,088,126
Due to Other Funds	2,683	630,533	20,371	657	654,244
Other Payable			15,375	31,635	47,010
Unearned revenue			850	38,858	39,708
Total current liabilities	<u>41,270</u>	<u>662,476</u>	<u>937,921</u>	<u>187,421</u>	<u>1,829,088</u>
Noncurrent Liabilities					
Compensated Absences	17,775		108,496	-	126,271
Net Pension Liability	159,055		5,269,431	-	5,428,486
Total Noncurrent Liabilities	<u>176,830</u>	<u>-</u>	<u>5,377,927</u>	<u>-</u>	<u>5,554,757</u>
Total Liabilities	<u>218,100</u>	<u>662,476</u>	<u>6,315,848</u>	<u>187,421</u>	<u>7,383,845</u>
<b>Deferred Inflow of Resources</b>					
Deferred Amounts on Net Pension Liability	30,003		993,995	-	1,023,998
Total Deferred Inflow of Resources	<u>30,003</u>	<u>-</u>	<u>993,995</u>	<u>-</u>	<u>1,023,998</u>
Total Liabilities and Deferred Inflow of Resources	<u>248,103</u>	<u>662,476</u>	<u>7,309,843</u>	<u>187,421</u>	<u>8,407,843</u>
<b>Net Position</b>					
Investment in capital assets	2,590	-	654,354	66,360	723,304
Unrestricted	564,453	205,312	(623,369)	408,594	554,990
Total Net Position	<u>\$ 567,043</u>	<u>\$ 205,312</u>	<u>\$ 30,985</u>	<u>\$ 474,954</u>	<u>\$ 1,278,294</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
PROPRIETARY FUNDS  
STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<b>Business -Type Activities</b>				
	<b>Enterprise Fund</b>				
	<b>Major Programs</b>			<b>Total</b>	<b>Total</b>
	<b>Regional</b>	<b>Regional</b>	<b>Regional</b>	<b>Nonmajor</b>	<b>Enterprise</b>
	<b>Coop Prqgm</b>	<b>Transportation</b>	<b>Special Ed</b>	<b>Enterprise Funds</b>	<b>Funds</b>
<b>Operating revenues:</b>					
Charges for Services					
Daily sales-non-reimbursable				\$ 1,503,526	\$ 1,503,526
Special Functions				263,815	263,815
Charges and Fees	\$ 1,609,498	\$ 5,181,332	\$ 16,681,215	332,723	23,804,768
Miscellaneous	356	20,664	19,343	-	40,363
Total operating revenues	<u>1,609,854</u>	<u>5,201,996</u>	<u>16,700,558</u>	<u>2,100,064</u>	<u>25,612,472</u>
<b>Operating expenses:</b>					
Cost of Sales- non-reimbursable				816,877	816,877
Salaries/Salaries of Teachers	1,007,940		10,248,198	704,347	11,960,485
Employee Benefits	564,469		6,517,723	253,569	7,335,761
Employee Benefits GASB 68 and GASB 75	(218,884)		(2,665,360)	(43,628)	(2,927,872)
Purchased Professional and Technical Services	205,504		476,728	-	682,232
Purchased Property Services			810,728	-	810,728
Other Purchased Services	13,937	5,182,084	162,595	51,338	5,409,954
Supplies and materials	11,426		188,808	57,071	257,305
Management Fee				95,525	95,525
Depreciation	185		69,394	12,297	81,876
Miscellaneous	43,468		564,580	-	608,048
Total Operating Expenses	<u>1,628,045</u>	<u>5,182,084</u>	<u>16,373,394</u>	<u>1,947,396</u>	<u>25,130,919</u>
Operating Income (Loss)	<u>(18,191)</u>	<u>19,912</u>	<u>327,164</u>	<u>152,668</u>	<u>481,553</u>
<b>Nonoperating Revenues/Expenses:</b>					
On-Behalf (Non-Budgeted)					
TPAF Pension System					
Post Retirement Medical	88,136		650,607	21,588	760,331
Pension	81,004		597,963	19,841	698,808
Long-Term Disability	74		546	18	638
Reimbursed TPAF S.S.	54,067		399,113	13,243	466,423
Donations			42,925		42,925
Interest			246,134	27,636	273,770
Total Non-Operating Revenues/Expenses	<u>223,281</u>	<u>-</u>	<u>1,937,288</u>	<u>82,326</u>	<u>2,242,895</u>
Change in net position	205,090	19,912	2,264,452	234,994	2,724,448
Total net position-beginning	361,953	185,400	(2,233,467)	239,960	(1,446,154)
Total net position-ending	<u>\$ 567,043</u>	<u>\$ 205,312</u>	<u>\$ 30,985</u>	<u>\$ 474,954</u>	<u>\$ 1,278,294</u>

*The accompanying Notes to the Financial Statements are an integral part of this statement.*

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
PROPRIETARY FUNDS  
CHANGES IN NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<b>Business -Type Activities</b>				
	<b>Enterprise Fund</b>				
	<b>Regional Coop Prgm</b>	<b>Regional Transportation</b>	<b>Regional Special Ed</b>	<b>Total Nonmajor Enterprise Funds</b>	<b>Total Enterprise Funds</b>
<b>Cash Flows From Operating Activities</b>					
Receipts from customers	\$ 1,617,730	\$ 5,171,092	\$ 16,578,472	\$ 2,099,772	\$ 25,467,066
Payments to Employees and Benefits	(1,197,678)	-	(13,816,116)	(861,344)	(15,875,138)
Payments to Suppliers for Goods and Services	(263,030)	(5,171,092)	(1,887,332)	(951,191)	(8,272,645)
Net Cash Provided by (used for) operating activities	<u>157,022</u>	<u>-</u>	<u>875,024</u>	<u>287,237</u>	<u>1,319,283</u>
<b>Cash Flows from Noncapital Financing Activities</b>					
Cash received from State Subsidy Reimbursement	86	-	(8)	(39)	39
Net cash provided by noncapital financing activities	<u>86</u>	<u>-</u>	<u>(8)</u>	<u>(39)</u>	<u>39</u>
<b>Cash Flows from Capital and Related Financing Activities</b>					
Donations	-	-	42,925	-	42,925
Purchase of capital assets	(2,775)	-	(62,995)	(6,884)	(72,654)
Net cash (used for) in capital and related financing activities	<u>(2,775)</u>	<u>-</u>	<u>(20,070)</u>	<u>(6,884)</u>	<u>(29,729)</u>
<b>Cash Flows From Investments and Related Financing Activities</b>					
Interest on Deposits	-	-	246,134	27,636	273,770
Net cash provided by investment and related financing activities	<u>-</u>	<u>-</u>	<u>246,134</u>	<u>27,636</u>	<u>273,770</u>
Net increase in cash and cash equivalents	154,333	-	1,101,080	307,950	1,563,363
Cash and cash equivalents, beginning of year	619,029	-	3,509,628	267,193	4,395,850
Cash and cash equivalents, end of year	<u>\$ 773,362</u>	<u>\$ -</u>	<u>\$ 4,610,708</u>	<u>\$ 575,143</u>	<u>\$ 5,959,213</u>
<b>Reconciliation of Operating Income (Loss) to net cash provided by (used for) operating activities</b>					
Operating Income (loss)	\$ (18,191)	\$ 19,912	\$ 327,164	\$ 152,668	\$ 481,553
Adjustments to reconcile operating income(loss) to net cash used by operating activities:					
Non-Cash State On Behalf TPAF Pension and OPEB Contributions	223,281	-	1,648,229	54,690	1,926,200
Depreciation	185	-	69,394	12,297	81,876
(Increase) Decrease in accounts receivable,net	7,876	38,616	(175,080)	(1,889)	(130,477)
(Increase) Decrease in inventories	-	-	-	2,814	2,814
Increase (decrease) in unearned revenues	-	-	(700)	967	267
Increase (decrease) in other payable	-	-	(16,400)	630	(15,770)
Increase (decrease) in accounts payable	11,305	10,992	316,107	66,806	405,210
Increase (decrease) in noncurrent liabilities	(26,584)	-	(13,277)	(1,785)	(41,646)
Increase (decrease) in net pension liability	(40,764)	-	(1,350,507)	-	(1,391,271)
(Increase) decrease in due to/from other funds	(86)	(69,520)	70,094	39	527
Total adjustments	<u>175,213</u>	<u>(19,912)</u>	<u>547,860</u>	<u>134,569</u>	<u>837,730</u>
Net cash provided by (used for) operating activities	<u>\$ 157,022</u>	<u>\$ -</u>	<u>\$ 875,024</u>	<u>\$ 287,237</u>	<u>\$ 1,319,283</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The Northern Valley Regional High School District (the “Board” or the “District”) is an instrumentality of the State of New Jersey, established to function as an education institution. The Board consists of nine 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. A Business Administrator/Board Secretary is also appointed by the Board and oversees the business functions of the District. Under existing statutes, the Board's duties and powers include, but are not limited to, the development and adoption of a school program; the establishment, organization and operation of schools; and the acquisition, maintenance and disposition of school property. The Board currently operates a Regional High School district for grades 9 through 12.

The Board also has broad financial responsibilities, including the approval of the annual budget and the establishment of a system of accounting and budgetary controls. The Superintendent is the Chief Administrative Officer of the District who is responsible for general supervision of all schools, planning and operational functions of the District. The Business Administrator/Board Secretary is the Chief Financial Officer and is responsible for budgeting, financial accounting and reporting and reports through the Superintendent to the Board.

The reporting entity is composed of the primary government, component units, and other organizations that are included to ensure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the Northern Valley Regional High School District this includes general operations, food service, preschool program, regional cooperative program, regional transportation program, regional special education program and student related activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Based on the foregoing criteria, the District has no component units. Furthermore, the District is not includable in any other reporting entity as a component unit.

**B. Recently Issued and Adopted Accounting Principles**

During the fiscal year ended June 30, 2024, the District adopted no new GASB statements. Accounting standards that the District is currently reviewing for applicability and potential impact on the financial statements include:

The GASB issued Statement No. 101, *Compensated Absences* in June 2022. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for periods beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged. Management has not determined the impact of the Statement on the financial statements.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Recently Issued and Adopted Accounting Principles (Continued)**

The GASB Statement No. 102, "*Certain Risk Disclosures*", provides guidance on disclosures within government financial statements on risks related to a government's vulnerabilities due to certain concentrations or constraints. A concentration is defined as a lack of diversity related to an aspect of a significant inflow or outflow of resources. A constraint is a limitation imposed on a government by an external party or by formal action of the government's highest level of decision-making authority. Concentrations and constraints may limit a government's ability to acquire resources or control spending. Under this statement, a government is required to assess whether an event or events associated with a concentration or constraint that could cause substantial impact have occurred, have begun to occur, or are more likely than not to begin within 12 months of the date the financial statements are issued. The requirements of this Statement are effective for reporting periods beginning after June 15, 2024.

The GASB Statement No. 103, "*Financial Reporting Model Improvements*", has been issued to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing the government's accountability. The requirements of this Statement are effective for reporting periods beginning after June 15, 2025.

The GASB issued Statement No. 104, "*Disclosure of Certain Capital Assets*" in September 2024. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets including lease assets, intangible right-to-use assets, subscription assets, other intangible assets and assets held for sale. The requirements of this Statement are effective for periods beginning after June 15, 2025, and all reporting periods thereafter. Management has not determined the impact of the Statement on the financial statements.

**C. Basis of Presentation - Financial Statements**

The financial statements include both district-wide financial statements (based on the District as a whole) and fund financial statements (based on specific District activities or objectives). Both the district-wide and fund financial statements categorize activities as either governmental activities or business-type activities. While separate district-wide and fund financial statements are presented, they are interrelated. In the district-wide financial statements, the governmental activities column incorporates data from governmental funds while business-type activities incorporate data from the District's enterprise funds. Fiduciary funds are excluded from the district-wide financial statements. Currently the District has no fiduciary funds.

**District-Wide Financial Statements**

The district-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Board of Education. All fiduciary activities are reported only in the fund financial statements. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by property taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. In the statement of net position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, and (b) reflect on a full accrual economic resource basis, which incorporates long-term assets and receivables as well as long-term debt and obligations.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Presentation - Financial Statements (Continued)**

**District-Wide Financial Statements (Continued)**

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or other governmental entities, including other school districts, who purchase, use, or directly benefit from goods or services provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Property taxes, unrestricted state aid and other items not properly included among program revenues are reported instead as general revenues.

As a general rule the effect of interfund activity has been eliminated from the district-wide financial statements. Exceptions to this general rule are charges between the Board's proprietary funds since elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

**Fund Financial Statements**

Separate fund financial statements are provided for governmental and proprietary activities. The emphasis of fund financial statements is on major individual governmental and enterprise funds, each reported as separate columns in the fund financial statements. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. The District considers all of its governmental funds to be major funds.

The District reports the following major governmental funds:

The *general fund* is the School District's primary operating fund. It accounts for all financial resources of the District, except those to be accounted for in another fund.

The *special revenue fund* accounts for the proceeds of specific revenue sources legally restricted to expenditures for specified purposes. This fund accounts for federal, state and local financial programs, with the exception of grants for major capital projects and the child nutrition programs, student activity funds derived from athletic events or other activities of pupil organizations and private donations for scholarship awards.

The *capital projects fund* accounts for the proceeds from the sale of bonds, lease purchase and other revenues used for the acquisition or construction of capital facilities and other capital assets, other than those financed by proprietary funds.

The *debt service fund* accounts for the accumulation of resources that are restricted, committed or assigned for the payment of principal and interest on long-term general obligation debt of governmental funds.

The District reports the following major proprietary funds which are organized to be self-supporting through user charges:

The *regional cooperative program fund* (Region III) accounts for the Districts services to various districts for students who have special needs with a comprehensive educational program.

The *regional transportation fund* accounts for the Districts transportation services for the special education students received from various districts.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Presentation - Financial Statements (Continued)**

**Fund Financial Statements (continued)**

The *regional special education fund* (Valley Program and TIP Program) accounts for the Districts services for children three to eighteen years old with inclusion resources (Valley Program) and services for self-contained special education program (TIP Program).

The District reports the following non-major proprietary funds which are organized to be self-supporting through user charges:

The *food service fund* accounts for the activities of the school cafeteria, which provides food service to students as well as a la carte and catering services for teachers and special events.

The *teens and tots fund* accounts for the activities of the District's preschool program with an opportunity for teenagers to learn by experience.

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the district-wide financial statements as "internal balances".

**Reclassifications**

Certain amounts presented in the prior year data may have been reclassified in order to be consistent with the current year's presentation.

**D. Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. All assets, all liabilities and all deferred outflows/inflows of resources associated with these operations are included on the Statement of Net Position. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e. when they are both measurable and available). Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Board considers revenues to be available if they are collected within 60 days after year-end. Expenditures are recorded when a liability is incurred, as under accrual basis of accounting, with the exception of debt service expenditures as well as expenditures related to compensated absences and claims and judgments which are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Measurement Focus and Basis of Accounting (continued)**

governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, tuition, transportation fees, unrestricted state aid, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements (formula-type grants and aid) are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source. Expenditure-driven grants and similar awards (reimbursement-type grants and awards) are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements imposed by the grantor or provider have been met, and the amount is received during the period or within the availability period for this revenue source. All other revenue items are considered to be measurable and available only when cash is received by the District.

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

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance**

**1. *Cash, Cash Equivalents and Investments***

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments are reported at fair value and are limited by N.J.S.A. 18A:20-37.

**2. *Receivables***

All receivables are reported at their gross value, and where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

**3. *Inventories***

The cost of inventories of the governmental fund types are recorded as expenditures at the time individual inventory items are purchased.

Food Service Fund inventories are valued at cost, using the first-in first-out (FIFO) method and consist of food and expendable supplies. The cost of such inventories is recorded as expenses when consumed rather than when purchased.

**4. *Restricted Assets***

Certain assets are classified as restricted on the balance sheet because they are maintained in separate bank accounts and/or their use is limited by state or county regulations for capital projects and/or Lease-Purchase Agreements for capital projects.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance  
(continued)**

**5. *Capital Assets***

Capital assets, which include property, plant and equipment, construction in progress and right to use assets are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Capital assets are defined by the Board as assets with an initial, individual cost of \$2,000 and an estimated useful life in excess of two years. The District was able to estimate the historical cost for the initial reporting of these capital assets through back trending. As the District constructs or acquires additional capital assets each period, they are capitalized and reported at historical cost. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Land and construction in progress are not depreciated. The other property, plant, and equipment and right to use assets of the District are depreciated/amortized using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land Improvements	20
Buildings and Building Improvements	15-50
Machinery and Equipment	5-15
Right to Use Assets	4-5

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance  
(Continued)**

***6. Deferred Outflows/Inflows of Resources***

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Board has one item which arises only under the accrual basis of accounting that qualifies for reporting in this category, deferred amounts on net pension liability. Deferred amounts on net pension liability are reported in the district-wide statement of net position and result from: (1) differences between expected and actual experience; (2) changes in assumptions; (3) net difference between projected and actual investment earnings on pension plan investments; (4) changes in proportion and differences between employer contributions and proportionate share of contributions; and (5) contributions made subsequent to the measurement date. These amounts are deferred and amortized over future years.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Board has one item, which arises only under the accrual basis of accounting that qualifies for reporting in this category, deferred amounts on net pension liability. Deferred amounts on net pension liability are reported in the district-wide statement of net position and result from: (1) differences between expected and actual experience; (2) changes in assumptions; (3) net difference between projected and actual investment earnings on pension plan investments; and (4) changes in proportion and differences between employer contributions and proportionate share of contributions. These amounts are deferred and amortized over future years.

***7. Compensated Absences***

It is the District's policy to permit employees to accumulate (with certain restrictions) earned but unused sick leave benefits. A long-term liability of accumulated sick leave and salary related payments has been recorded in the governmental activities in the district-wide financial statements, representing the Board's commitment to fund such costs from future operations. Proprietary Funds accrue accumulated sick leave and salary related payments in the period that they are earned. A liability is reported in the governmental funds only to the amount actually due at year end as a result of employee resignations and retirements.

***8. Pensions***

In the district-wide financial statements and proprietary fund types in the fund financial statements, 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 retirement systems sponsored and administered by the State of New Jersey and additions to/deductions from these retirement systems' fiduciary net position have been determined on the same basis as they are reported by the retirement systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

In the governmental fund financial statements, net pension liabilities represent amounts normally expected to be liquidated with expendable available financial resources for required pension contributions that are due and payable at year end. Pension expenditures are recognized based on contractual pension contributions that are required to be made to the pension plan during the fiscal year.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance  
(Continued)**

**9. Long-Term Obligations**

In the district-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Differences resulting from debt refundings are classified as deferred inflows of resources or deferred outflows of resources. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Differences resulting from debt refundings are also deferred and amortized over the life of the refunded bonds or new bonds whichever is less using the effective interest method. Bonds payable are reported with the unamortized bond premium or discount. Bond issuance costs (other than for prepaid insurance) are treated as an expense.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**10. Leases**

The District is a lessee for noncancellable leases of equipment. The District recognizes a lease liability and an intangible right-to-use lease asset ("lease asset") in the government-wide financial statements.

At commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease is amortized on a straight-line basis over its useful life. Key estimates and judgements related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District uses its estimated incremental borrowing rate as the discount rate for leases.

The lease term includes the non-cancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and any purchase option price that the District is reasonably certain to exercise. The District monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term liabilities on the Statement of Net Position.

NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance  
(Continued)

11. *Net Position/Fund Balance*

District-Wide Statements

In the district-wide statements, there are three classes of net position:

- **Net Investment in Capital Assets** – consists of net capital assets (cost less accumulated depreciation/amortization) reduced by outstanding balances of related debt obligations from the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources attributable to the acquisition, construction or improvement of those assets or related debt also should be included.
- **Restricted Net Position** – reports net position when constraints placed on the residual amount of noncapital assets are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.
- **Unrestricted Net Position** – any portion of net position not already classified as either net investment in capital assets or net position – restricted is classified as net position – unrestricted.

Governmental Fund Statements

Fund balance categories are designed to make the nature and extent of the constraints placed on the District's fund balance more transparent. These categories are comprised of a hierarchy based primarily on the extent to which the District is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

**Restricted Fund Balance** – Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation

Excess Surplus – Designated for Subsequent Year's Expenditures – This restriction was created in accordance with NJSA 18A:7F-7 to represent the June 30, 2023 excess surplus that was appropriated in the 2024-2025 original budget certified for taxes.

Capital Reserve – This restriction was created by the District in accordance with NJAC 6A:23A-14.1 to fund future capital expenditures (See Note 2C).

Capital Reserve - Designated for Subsequent Year's Expenditures – This designation was created to dedicate the portion of capital reserve fund balance appropriated in the adopted 2024/2025 District budget certified for taxes.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance  
(Continued)**

**11. Net Position/Fund Balance (Continued)**

**Governmental Fund Statements (Continued)**

**Restricted Fund Balance (continued)**

Unemployment Compensation – This restriction was created in accordance with R.S. 43:21-7.3 to reserve funds for unemployment compensation claims reimbursable to the State under the District's election for payment in lieu of contributions (benefit reimbursement method). (See Note 4).

Debt Service – Represents fund balance restricted for the repayment of long-term debt principal and interest in the Debt Service Fund.

Capital Projects – Represents fund balance restricted specifically for capital acquisitions and improvements in the Capital Projects Fund.

Maintenance Reserve – This restriction was created by the Board in accordance with NJAC 6A:23A-14.2 to accumulate funds for the required maintenance of school facilities in accordance with the EFCA (NJSA 18A:7G-9) for a thorough and efficient education. (See Note 2D)

Student Activities – This restriction was created in accordance with NJAC 6A:23A-16.12 to represent the accumulation of funds derived from athletic events and other student organizations reserved for the payment of student group activities.

Scholarships – This restriction was created to represent the accumulation of donor restricted funds specifically earmarked for student scholarship awards.

**Assigned Fund Balance** – Amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority.

Year-End Encumbrances – Represent outstanding purchase orders for goods or services approved by management for specific purposes from available resources of the current year for which the goods and materials have not yet been received or the services have not yet been rendered at June 30.

**Unassigned Fund Balance** – Represents fund balance that has not been restricted, committed or assigned to specific purposes within the governmental funds.

In the general operating fund and other governmental funds (special revenue, capital projects and debt service fund types), it is the District's policy to consider restricted resources to have been spent first when an expenditure is incurred for purposes for which both restricted and unrestricted (i.e., committed, assigned or unassigned) fund balances are available, followed by committed and then assigned fund balances. Unassigned amounts are used only after the other resources have been used.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance  
(Continued)**

**12. Fund Balance Policies**

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The government itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. The Board of Trustees is the highest level of decision-making authority for the government that can, by adoption of a resolution or formal Board action prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

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 committed. The Board has authorized the School Business Administrator/Board Secretary to assign fund balance. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

**F. Revenues and Expenditures/Expenses**

**1. Program Revenues**

Amounts reported as program revenues in the district-wide statement of activities include 1) charges to customers or applicants for goods or services, provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes, unrestricted state aid, investment earnings and miscellaneous revenues.

**2. Property Taxes**

Property taxes are levied pursuant to law and are collected by the municipality and are transferred to the District as requested. Property tax revenues are recognized in the year they are levied and become available. Property taxes collected in advance of the year-end for which they are levied and transferred to the District are reported as deferred inflows of resources. The tax bills are mailed annually in June by the municipal tax collector and are levied and due in four quarterly installments on August 1, November 1, February 1 and May 1 of the fiscal year. When unpaid, taxes or any other municipal lien, or part thereof, on real property, remains in arrears on April 1<sup>st</sup> in the year following the calendar year levy when the same became in arrears, the tax collector of the municipality shall, subject to the provisions of New Jersey Statute, enforce the lien by placing the property on a tax sale. The municipality may institute annual "in rem" tax foreclosure proceedings to enforce the tax collection or acquisition of title to the property.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**F. Revenues and Expenditures/Expenses (Continued)**

**3. *Tuition Revenues and Expenditures***

Tuition Revenues - Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs are determined and certified by the State Department of Education.

Tuition Expenditures - Tuition charges for the fiscal years 2022-2023 and 2023-2024 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been certified by the State Department of Education.

**4. *Proprietary Funds, Operating and Nonoperating Revenues and Expenses***

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the regional Co-op program enterprise fund, of the regional transportation enterprise fund, of the regional special education enterprise fund, of the teens and tots enterprise fund and of the food service enterprise fund, are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. Budgetary Information**

In accordance with the requirements of the New Jersey Department of Education ("the Department"), the District annually prepares its operating budget for the forthcoming year. The budget, except for the general fund and special revenue fund, which is more fully explained below and in the notes to the required supplementary information, is prepared in accordance with accounting principles generally accepted in the United States of America and serves as a formal plan for expenditures and the proposed means for financing them. Capital lease transactions are accounted for on the GAAP basis.

The annual budget is adopted in the spring of the preceding year for the general, special revenue and debt service funds. The District is not required to adopt an annual budget for the capital projects fund. The budget is submitted to the county superintendent for review and approval prior to adoption. Prior to the 2012/2013 budget year, the annual budget was required to be voted upon at the annual school election held on the third Tuesday in April. On January 17, 2012, Chapter 202 of the Laws of P.L. 2011 was approved which established procedures for moving the date of a school district's annual school election from April to the general election in November. Under the new law, districts that have their school board members elected in November no longer have to submit their budgets that meet levy cap requirements for voter approval beginning with the 2012/2013 budget year. Only a school board decision to exceed the tax levy cap would require voter approval for the additional amount on the November ballot. On February 13, 2012, the Board adopted a resolution to move its annual election to the date of the general elections in accordance with the law; therefore voter approval of the annual budget is not required.

Budget adoptions and amendments are recorded in the District's board minutes. The budget is amended by the Board of Trustees as needed throughout the year. The budget for revenues, other resources, other uses, and fund balances is prepared by fund source and amount. The budget for expenditures is prepared by fund, program, function, object and amount. The legal level of budgetary control is established at the line item account

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

**A. Budgetary Information (Continued)**

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. The Board approved several budget transfers during 2023/2024. Also, during 2023/2024 the Board increased the original budget by \$4,699,746. The increase was funded by the additional grant awards, appropriation of prior year unbudgeted state aid, student activity revenues, scholarship donations and the reappropriation of prior year general fund encumbrances.

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States of America, with the exception of the legally mandated revenue recognition of certain state aid payments for budgetary purposes only and the treatment of encumbrances in the special revenue fund as described in the Notes to Required Supplementary Information (RSI). Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

Encumbrance accounting is employed in the governmental funds. 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 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 which are reappropriated and honored during the subsequent fiscal year.

**B. Capital Reserve**

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

Funds placed in the capital reserve 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 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 reserve cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

**B. Capital Reserve (continued)**

The activity of the capital reserve for the fiscal year ended June 30, 2024 is as follows:

Balance, July 1, 2023		\$ 8,858,091
Increased by		
Interest Earnings	\$ 364,312	
Deposits Approved by Board Resolution	<u>4,919,916</u>	
Total Increases		<u>5,284,228</u>
		14,142,319
Withdrawals		
Approved in District Budget	<u>1,823,288</u>	
Total Withdrawals		<u>1,823,288</u>
Balance, June 30, 2024		<u><u>\$ 12,319,031</u></u>

The withdrawals from the capital reserve were for use in a department approved facilities project, consistent with the district’s Long-Range Facilities Plan. \$4,665,772 of the capital reserve balance at June 30, 2024 was designated and appropriated for use in the 2024/2025 original budget certified for taxes. At June 30, 2024, the amount deposited in the capital reserve account does not exceed the District’s share reported in its Long-Range Facility Plan.

**C. Maintenance Reserve**

A maintenance reserve account was established by the District. The accumulation of funds will be used for required maintenance of school facilities expenditures in subsequent fiscal years. The maintenance reserve is maintained in the General Fund and its activity is included in the General Fund annual budget.

Funds placed in the maintenance reserve are restricted to required maintenance activities for a school facility as reported in the comprehensive maintenance plan. A District may appropriate funds into the maintenance reserve in the annual General Fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line item appropriation amounts or both. Pursuant to N.J.A.C. 6A:23A-14.2(g), the balance in the reserve cannot at any time exceed four percent of the replacement cost of the school district’s school facilities for the current year.

The activity of the maintenance reserve for the fiscal year ended June 30, 2024 is as follows:

Balance, July 1, 2023	\$ 404,758
Increased by	
Interest Earnings	<u>17,195</u>
Balance, June 30, 2024	<u><u>\$ 421,953</u></u>

The June 30, 2024 comprehensive maintenance plan indicated a maximum maintenance reserve amount of \$2,695,916.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

**D. Calculation of Excess Surplus**

In accordance with N.J.S.A. 18A:7F-7, as amended, the restricted fund balance for 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 in excess of 2% of budget expenditures 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 excess fund balance at June 30, 2024 is \$179,228. Of this amount, \$179,228 was designated and appropriated in the 2024/2025 original budget certified for taxes.

**NOTE 3 DETAILED NOTES ON ALL FUNDS**

**A. Cash Deposits and Investments**

**Cash Deposits**

The Board's deposits are insured through either the Federal Deposit Insurance Corporation (FDIC), National Credit Union Share Insurance Fund (NCUSIF), Securities Investor Protection Corporation (SIPC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Board is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or \$200 million for all deposits not covered by the FDIC and NCUSIF.

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to \$250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At June 30, 2024, the book value of the Board's deposits were \$23,984,145 and bank and brokerage firm balances of the Board's deposits amounted to \$26,293,585. The Board's deposits which are displayed on the various fund balance sheets as "cash and cash equivalents" are categorized as:

Depository Account	
Insured	<u>\$ 26,293,585</u>

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Board does not have a policy for custodial credit risk. As of June 30, 2024 none of the Board's bank balances were exposed to custodial credit risk.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**A. Cash Deposits and Investments (Continued)**

**Investments**

The Board is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 18A:20-37. Examples of the allowable investments are bonds or other obligations of the United States or obligations guaranteed by the United States of America; Government Money Market Mutual Funds; 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 obligations bear a fixed rate of interest not dependent on any index or other external factor; 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; 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 "Local Authorities Fiscal Control Law," (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 school districts; Local Government investment pools; 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); and agreements for the repurchase of fully collateralized securities, if transacted in accordance with the above statute.

As of June 30, 2024, the Board had no outstanding investments.

Interest Rate Risk – Interest rate risk is the risk that changes in the market interest rate will adversely affect the fair value of an investment. The Board does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law limits investments as noted above (N.J.S.A. 18A:20-37). The District does not have an investment policy that would further limit its investment choices.

Concentration of Credit Risk – Concentration of credit risk is the risk of loss that may be caused by the Board's investment in a single issuer. The Board places no limit in the amount the District may invest in any one issuer.

**B. Receivables**

Receivables as of June 30, 2024, for the District's individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General	Special Revenue	Capital Projects	Regional Coop Prgm	Regional Transportation	Regional Special Ed	Food Service	Teens and Tots	Total
Receivables:									
Intergovernmental- Federal		\$ 264,399							\$ 264,399
State	\$ 996,219		\$ 56,943	\$ 2,683		\$ 19,805		\$ 657	1,076,307
Other	151,290			19,199	\$ 867,788	851,886	\$ 7,590		1,897,753
Gross Receivables	1,147,509	264,399	56,943	21,882	867,788	871,691	7,590	657	3,238,459
Less: Allowance for Uncollectibles	-	-	-	-	-	-	-	-	-
Net Total Receivables	\$ 1,147,509	\$ 264,399	\$ 56,943	\$ 21,882	\$ 867,788	\$ 871,691	\$ 7,590	\$ 657	\$ 3,238,459

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**C. Unearned Revenue**

Governmental funds report unearned revenue in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unearned revenue reported in the governmental funds were as follows:

General Fund		
Unrealized Revenue	\$	10,000
Special Revenue Fund		
Grant Draw Downs Reserved for Encumbrances		1,541
Unencumbered Grant Draw Downs		<u>36,831</u>
 Total Unearned Revenue for Governmental Funds	 \$	 <u><u>48,372</u></u>

**D. Capital Assets**

Capital asset activity for the fiscal year ended June 30, 2024, was as follows:

	Balance, <u>July 1, 2023</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	Balance, <u>June 30, 2024</u>
Governmental Activities:					
Capital Assets, Not Being Depreciated:					
Land	\$ 2,804,632				\$ 2,804,632
Construction in Progress	<u>102,279</u>	\$ 304,896	\$ -	\$ (102,279)	<u>304,896</u>
Total Capital Assets, Not Being Depreciated	<u>2,906,911</u>	<u>304,896</u>	<u>-</u>	<u>(102,279)</u>	<u>3,109,528</u>
Capital Assets, Being Depreciated/Amortized:					
Buildings and Building Improvements	37,240,409	1,291,727		102,279	38,634,415
Land Improvements	12,761,495				12,761,495
Machinery and Equipment	3,703,034	246,581	(123,700)		3,825,915
Right to Use Assets - Equipment	<u>1,219,827</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,219,827</u>
Total Capital Assets Being Depreciated/Amortized	<u>54,924,765</u>	<u>1,538,308</u>	<u>(123,700)</u>	<u>102,279</u>	<u>56,441,652</u>
Less Accumulated Depreciation/Amortization for:					
Buildings and Building Improvements	(19,006,525)	(1,107,938)			(20,114,463)
Land Improvements	(7,516,632)	(461,383)			(7,978,015)
Machinery and Equipment	(2,934,552)	(246,319)	123,700		(3,057,171)
Right to Use Assets - Equipment	<u>(596,178)</u>	<u>(522,331)</u>	<u>-</u>	<u>-</u>	<u>(1,118,509)</u>
Total Accumulated Depreciation/Amortization	<u>(30,053,887)</u>	<u>(2,337,971)</u>	<u>123,700</u>	<u>-</u>	<u>(32,268,158)</u>
Total Capital Assets, Being Depreciated/Amortized, Net	<u>24,870,878</u>	<u>(799,663)</u>	<u>-</u>	<u>102,279</u>	<u>24,173,494</u>
Governmental Activities Capital Assets, Net	<u>\$ 27,777,789</u>	<u>\$ (494,767)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,283,022</u>

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**D. Capital Assets (Continued)**

	Balance, <u>July 1, 2023</u>	<u>Increases</u>	<u>Decreases</u>	Balance, <u>June 30, 2024</u>
Business-Type Activities:				
Capital Assets, Being Depreciated:				
Buildings and Building Improvements	\$ 420,634	\$ 41,000		\$ 461,634
Land Improvements	198,034			198,034
Machinery and Equipment	<u>595,322</u>	<u>31,654</u>	\$ (6,800)	<u>620,176</u>
Total Capital Assets Being Depreciated	<u>1,213,990</u>	<u>72,654</u>	<u>(6,800)</u>	<u>1,279,844</u>
Less Accumulated Depreciation for:				
Buildings and Building Improvements	(18,132)	(45,981)		(64,113)
Land Improvements	(21,931)			(21,931)
Machinery and Equipment	<u>(441,401)</u>	<u>(35,895)</u>	6,800	<u>(470,496)</u>
Total Accumulated Depreciation	<u>(481,464)</u>	<u>(81,876)</u>	<u>6,800</u>	<u>(556,540)</u>
Total Business-Type Activities Capital Assets, Net	<u>\$ 732,526</u>	<u>\$ (9,222)</u>	<u>\$ -</u>	<u>\$ 723,304</u>

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

Governmental Activities:	
Instruction	
Regular	<u>\$ 637,287</u>
Total Instruction	<u>637,287</u>
Support Services	
Support Services-Students	71,864
School Administrative Services	2,835
Operations and Maintenance of Plant	1,619,832
Student Transportation	4,283
Business and Other Support Services	<u>1,870</u>
Total Support Services	<u>1,700,684</u>
Total Depreciation/Amortization Expense - Governmental Activities	<u>\$ 2,337,971</u>
Business-Type Activities:	
Regional Special Ed	\$ 185
Regional Coop Prgm	69,394
Food Service Fund	<u>12,297</u>
Total Depreciation Expense-Business-Type Activities	<u>\$ 81,876</u>

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**D. Capital Assets (Continued)**

**Construction and Other Significant Commitments**

The District has the following active construction projects as of June 30, 2024:

<u>Project</u>	<u>Remaining Commitment</u>
Partial Window Replacement Project	\$ 407,000
Northern Valley Demarest Roofing Project	799,018
Northern Valley Old Tappan Roofing Project	<u>341,696</u>
	<u>\$ 1,547,714</u>

**E. Interfund Receivables and Payables**

The composition of interfund balances as of June 30, 2024, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Special Revenue Fund	\$ 74,788
General Fund	Capital Projects Fund	8,805
General Fund	Regional Coop. Fund	2,683
General Fund	Teens and Tots Fund	657
General Fund	Regional Special Ed. Fund	20,371
Regional Special Ed. Fund	Regional Transportation Fund	<u>630,533</u>
Total		<u>\$ 737,837</u>

**Due To/From Other Funds**

The above balances are the result of revenues earned or other financing sources received in one fund which are due to another fund and/or expenditures paid by one fund on behalf of another fund and/or to cover cash balances which were in an overdraft position.

The District expects all interfund balances to be liquidated within one year.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**F. Financed Purchases and Leases**

**Financed Purchases Payable**

The District is leasing a building based on a conduit financing agreement with the Bergen County Improvement Authority in the amount of \$4,365,000. The lease is for a term of 13 years.

The future minimum lease obligations and the net present value of the minimum lease payments on the remaining building lease as of June 30, 2024, were as follows:

Fiscal Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 315,000	\$ 137,200	\$ 452,200
2026	330,000	121,450	451,450
2027	345,000	104,950	449,950
2028	365,000	87,700	452,700
2029	385,000	69,450	454,450
2030-2032	<u>1,255,000</u>	<u>101,800</u>	<u>1,356,800</u>
	<u>\$ 2,995,000</u>	<u>\$ 622,550</u>	<u>\$ 3,617,550</u>

**Leases Payable**

The District has a lease payable totaling \$101,318 with an interest rate of 0%. The term of the lease is for five years. The following is a schedule of the future minimum lease payments at June 30, 2024:

Fiscal Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 86,822	\$ 1,097	\$ 87,919
2026	<u>14,496</u>	<u>157</u>	<u>14,653</u>
	<u>\$ 101,318</u>	<u>\$ 1,254</u>	<u>\$ 102,572</u>

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**G. Long-Term Debt**

**General Obligation Bonds**

The Board issued general obligation bonds to provide funds for the acquisition and construction of major capital facilities and other capital assets or other purposes permitted by statute. The bonds are direct obligations of the District and the full faith and credit of the Board are irrevocably pledged for the payment of the principal of the bonds and the interest thereon.

Bonds payable at June 30, 2024 are comprised of the following issues:

\$2,290,000, 2009 School Bonds, due in an annual installment of \$275,000 on August 1, 2024, interest at 4.00%	\$ 275,000
\$11,707,000, 2016 School Bonds, due in annual installments of \$807,000 to \$1,000,000 through August 1, 2031, interest at 2.00% to 2.50%	<u>7,557,000</u>
Total	<u>\$ 7,832,000</u>

The Board's schedule of principal and interest for long-term debt issued and outstanding is as follows:

**Governmental Activities:**

Fiscal Year Ending June 30,	Serial Bonds		Total
	Principal	Interest	
2025	\$ 1,275,000	\$ 150,676	\$ 1,425,676
2026	1,000,000	125,176	1,125,176
2027	1,000,000	105,176	1,105,176
2028	1,000,000	85,176	1,085,176
2029	1,000,000	65,176	1,065,176
2030-2032	<u>2,557,000</u>	<u>84,940</u>	<u>2,641,940</u>
	<u>\$ 7,832,000</u>	<u>\$ 616,320</u>	<u>\$ 8,448,320</u>

**Statutory Borrowing Power**

The Board's remaining borrowing power under N.J.S. 18A:24-19, as amended, at June 30, 2024 was as follows:

3% of Equalized Valuation Basis (Municipal)	\$ 333,910,699
Less: Net Debt	<u>7,832,000</u>
Remaining Borrowing Power	<u>\$ 326,078,699</u>

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**H. Other Long-Term Liabilities**

**Changes in Long-Term Liabilities**

Long-term liability activity for the fiscal year ended June 30, 2024, was as follows:

	Balance, July 1, 2023	Reductions	Balance, June 30, 2024	Due Within One Year
Governmental Activities:				
Bonds Payable	\$ 9,097,000	\$ 1,265,000	\$ 7,832,000	\$ 1,275,000
Total Bonds Payable	<u>9,097,000</u>	<u>1,265,000</u>	<u>7,832,000</u>	<u>1,275,000</u>
Net Pension Liability	<u>11,286,192</u>	<u>422,707</u>	<u>10,863,485</u>	<u>-</u>
Financed Purchases Payable	3,295,000	300,000	2,995,000	315,000
Add: Premium	438,507	88,927	349,580	79,687
Leases Payable	<u>623,649</u>	<u>522,331</u>	<u>101,318</u>	<u>86,822</u>
Total Leases Payable	<u>4,357,156</u>	<u>911,258</u>	<u>3,445,898</u>	<u>481,509</u>
Compensated Absences	<u>1,193,460</u>	<u>112,199</u>	<u>1,081,261</u>	<u>108,126</u>
Governmental Activity Long-Term Liabilities	<u>\$ 25,933,808</u>	<u>\$ 2,711,164</u>	<u>\$ 23,222,644</u>	<u>\$ 1,864,635</u>
Business-Type Activities:				
Net Pension Liability	\$ 6,260,749	\$ 832,263	\$ 5,428,486	
Compensated Absences	<u>167,917</u>	<u>41,646</u>	<u>126,271</u>	<u>\$ 12,627</u>
Business-Type Activity Long-Term Liabilities	<u>\$ 6,428,666</u>	<u>\$ 873,909</u>	<u>\$ 5,554,757</u>	<u>\$ 12,627</u>

For the governmental activities, the liabilities for compensated absences, leases payable and net pension liability are generally liquidated by the general fund.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION**

**A. Risk Management**

The District is exposed to various risks of loss related to property, general liability, automobile coverage, theft of, damage to and destruction of assets; errors and omissions; injuries to employees; student accident; termination of employees and natural disasters. The Board has obtained commercial insurance coverage to guard against these events to minimize the exposure to the District should they occur. A complete schedule of insurance coverage can be found in the statistical section of this Annual Comprehensive Financial Report.

The District is a member of the New Jersey Schools Insurance Group (NJSIG or Group). The Group is a risk sharing public entity pool, established for the purpose of insuring against various types of insurance.

The relationship between the Board and the Group is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Board is contractually obligated to make all annual and supplementary contributions to the Group, to report claims on a timely basis, cooperate with the management of the Group, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by the Group. Members have a contractual obligation to fund any deficit of the Group attributable to a membership year during which they were a member.

NJSIG provides its members with risk management services, including the defense of and settlement of claims and to establish reasonable and necessary loss reduction and prevention procedures to be followed by the members. Complete financial statements of the Group are on file with the School's Business Administrator.

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverage's in any of the prior three years.

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. The following is a summary of District interest earnings and the ending balance of the District's restricted fund balance for unemployment compensation claims in the General Fund for the current and two prior years:

Fiscal Year Ended <u>June 30,</u>	Balance <u>July 1,</u>	Employee <u>Contributions</u>	Interest <u>Earnings</u>	Claims <u>Paid</u>	Balance <u>June 30</u>
2024	\$ 51,950	\$ 148,558	\$ 5,088	\$ 130,499	\$ 75,097
2023	47,285	46,577	4,665	46,577	51,950
2022	47,142	98,613	143	98,613	47,285

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**B. Contingent Liabilities**

The District is a party defendant in some lawsuits, none of a kind unusual for a school district of its size and scope of operation. In the opinion of the Board's Attorney the potential claims against the District not covered by insurance policies would not materially affect the financial condition of the District.

**Federal and State Awards** – The Board participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Board may be required to reimburse the grantor government. As of June 30, 2024, significant amounts of grant expenditures have not been audited by the various grantor agencies but the Board believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.

**C. Federal Arbitrage Regulations**

The District is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. At June 30, 2024, the District has not estimated its arbitrage earnings due to the IRS, if any.

**D. Employee Retirement Systems and Pension Plans**

**Description of Systems**

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

**Teachers' Pension and Annuity Fund**

The Teachers' Pension and Annuity Fund was established in January 1955 under the provisions of N.J.S.A. 18A:66 to provide coverage including post-retirement health care to substantially all full time public school employees in the State. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for health care coverage. Age eligibility and benefit provisions were affected by Chapters 92 and 103, P.L. 2007, Chapter 89, P.L. 2008, Chapter 1, P.L. 2010, and Chapter 78, P.L. 2011. Members are classified into one of five tiers dependent upon the date of their enrollment. Tier 1, 2 and 3 members are eligible to retire at age 60, 60, and 62, respectively with an annual benefit generally determined to be 1/55<sup>th</sup> of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of credited service. Tier 4 and 5 members are eligible to retire at age 62 and 65, respectively, with an annual benefit generally determined to be 1/60<sup>th</sup> of the average annual compensation for the highest five fiscal years' compensation for each year of membership during years of credited service. Anyone who retires early and is under their respective tier's retirement age receives retirement benefits as calculated in the

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Teachers' Pension and Annuity Fund (continued)**

above mentioned formulas but at a reduced rate in accordance with applicable New Jersey Statute based upon their tier.

**Public Employees' Retirement System**

The Public Employees' Retirement System was established in January 1955 under the provisions of N.J.S.A. 43:15A to provide coverage including post-retirement health care to substantially all full time employees of the State or any county, municipality, school Board or public agency provided the employee is not a member of another State-administered retirement system. Age eligibility and benefit provisions were affected by Chapters 92 and 103, P.L. 2007, Chapter 89, P.L. 2008, Chapter 1, P.L. 2010, and Chapter 78, P.L. 2011. Members are classified into one of five tiers dependent upon the date of their enrollment. Tier 1, 2 and 3 members are eligible to retire at age 60, 60, and 62, respectively with an annual benefit generally determined to be 1/55<sup>th</sup> of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of credited service. Tier 4 and 5 members are eligible to retire at age 62 and 65, respectively with an annual benefit generally determined to be 1/60<sup>th</sup> of the average annual compensation for the highest five fiscal years' compensation for each year of membership during years of credited service. Anyone who retires early and is under their respective tier's retirement age receives retirement benefits as calculated in the above mentioned formulas but at a reduced rate in accordance with applicable New Jersey Statute based upon their tier.

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

**Funding Policy**

The contribution policy is set by New Jersey State Statutes and contributions are required by active members and contributing members. Plan member and employer contributions may be amended by State of New Jersey legislation. Employee contribution rates for TPAF and PERS are 7.5% of employees' annual pensionable compensation. Employers are required to contribute at an actuarially determined rate in both the TPAF and PERS. The actuarially determined contribution includes funding for noncontributory death benefits and post-retirement medical premiums. Under current statute the District is a non-contributing employer of the TPAF.

During the year ended June 30, 2024, the State of New Jersey contributed \$16,729,147 to the TPAF for on-behalf medical, non-contributory insurance and pension and post-retirement medical benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$2,604,301 during the year ended June 30, 2024 for the employer's share of social security contributions for TPAF members as calculated on their base salaries.

The District's actuarially determined contributions to PERS for each of the years ended June 30, 2024, 2023 and 2022 were \$1,506,683, \$1,466,237, and \$1,438,243, respectively equal to the required contribution amounts in each year.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024  
NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Funding Policy (continued)**

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 PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For the purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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

*Public Employees' Retirement System (PERS)*

At June 30, 2024, the District reported a liability of \$16,291,971 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation July 1, 2022, which was rolled forward to June 30, 2023. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts, actuarially determined. At June 30, 2023, the District's proportion was 0.1124796363 percent, which was a decrease of 0.0037916693 from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the District recognized full accrual pension (benefit) of (\$1,238,114) in the government-wide financial statements. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 155,772	\$ 66,596
Changes of assumptions	35,790	987,363
Net difference between projected and actual earnings on pension plan investments	75,027	
Changes in proportion		2,019,265
District contributions subsequent to the measurement date	1,506,683	
	<u>\$ 1,773,272</u>	<u>\$ 3,073,224</u>
Governmental Activities	\$ 1,182,418	\$ 2,049,226
Business-Type Activities	590,854	1,023,998
	<u>\$ 1,773,272</u>	<u>\$ 3,073,224</u>

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

\$1,506,683 is reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<b>Year ended June 30:</b>	
2025	\$ (1,838,702)
2026	(1,032,514)
2027	347,465
2028	(273,905)
2029	(8,979)
	<u>\$ (2,806,635)</u>

*Actuarial Assumptions*

The total collective pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. 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%

The actuarial assumptions used in the July 1, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

*Mortality Rates*

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

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

*Long-Term Rate of Return*

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pension 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 expecting future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2023 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	28.00%	8.98%
Non-U.S. Developed Markets Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Market Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%
	<u>100.00%</u>	

*Discount rate*

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

*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 net pension liability as of June 30, 2023 calculated using the discount rate as disclosed above 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 (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	<b>At 1% Decrease (6.00%)</b>	<b>At Current Discount Rate (7.00%)</b>	<b>At 1% Increase (8.00%)</b>
District's proportionate share of the net pension liability	\$ 21,208,680	\$ 16,291,971	\$ 12,107,202

*Pension Plan Fiduciary Net Position*

Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report for the State of New Jersey Public Employees Retirement System.

*Additional Information*

Collective balances of the Local Group at June 30, 2023 are as follows:

Deferred outflows of resources	\$ 1,080,204,730
Deferred inflows of resources	\$ 1,780,216,457
Net pension liability	\$ 14,606,489,066
District's Proportion	0.1124796363%

Collective pension (benefit) for the Local Group for the measurement period ended June 30, 2023 is \$79,181,803.

The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) determined at June 30, 2023, 2022, 2021, 2020, 2019, 2018, 2017 and 2016 is 5.08, 5.04, 5.13, 5.16, 5.21, 5.63, 5.48, and 5.57 years, respectively.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Teachers Pensions and Annuity Fund (TPAF) – 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.

The State's proportionate share of the TPAF net pension liability associated with the District as of June 30, 2024 was \$158,811,310. The District's proportionate share was \$0. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The State's proportionate share of the net pension liability associated with the District was based on a projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2023, the State's proportionate share of the TPAF net pension liability associated with the District was 0.3111953805 percent, which was a decrease of 0.0019363406 from its proportion measured as of June 30, 2022.

For the year ended June 30, 2024, the District recognized on-behalf pension expense and revenue in the district-wide financial statements of \$3,901,532 for contributions incurred by the State.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

*Actuarial assumptions*

The total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The actuarial valuation used the following actuarial assumptions, applied to all periods included 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%

*Mortality Rates*

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

The actuarial assumptions used in the July 1, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

*Long-Term Expected Rate of Return*

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2023 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	28.00%	8.98%
Non-U.S. Developed Markets Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Market Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%
	<u>100.00%</u>	

*Discount Rate*

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make 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 State's proportionate share of the net pension liability associated with the District 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, 2023 calculated using the discount rate as disclosed above as well as what the State's proportionate share of the net pension liability associated with the District would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	<u>At 1% Decrease (6.00%)</u>	<u>At Current Discount Rate (7.00%)</u>	<u>At 1% Increase (8.00%)</u>
State's proportionate share of the net pension liability associated with the District	\$ 187,267,353	\$ 158,811,310	\$ 134,844,558

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

*Pension plan fiduciary net position*

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

**Additional Information**

Collective balances of the Local Group at June 30, 2023 are as follows:

Deferred outflows of resources	\$ 2,498,730,891
Deferred inflows of resources	\$ 14,719,080,314
Net pension liability	\$ 51,032,669,551
 State's proportionate share associated with the District	 0.3111953805%

Collective pension expense of the Local Group for the plan for the measurement period ended June 30, 2023 is \$1,292,291,943.

The average of the expected remaining service lives of all employees that are provided with pension through the pension plan (active and inactive employees) determined at June 30, 2022, 2021, 2020, 2019, 2018, 2017 and 2016 is 7.83, 7.93, 8.04, 8.29, 8.30, 8.30 and 8.30 years, respectively.

**E. Post-Retirement Benefits**

**State Health Benefit State Retired Employees Plan**

**Plan description and benefits provided**

The State Health Benefit State Retired Employees Plan (State Retired OPEB Plan) is a single-employer defined benefit OPEB plan with a special funding situation. The State Retired OPEB Plan is administered on a “pay-as-you-go” basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The State Retired OPEB Plan covers the State, State colleges and universities, the Palisades Interstate Park Commission, and the New Jersey Building Authority (referred to collectively as “the employers”) for which the State is legally obligated to pay for benefits. The State Retired OPEB Plan is treated as a cost-sharing multiple employer plan with a special funding situation for allocating the total OPEB liability and related OPEB amounts since each employer mentioned above is required to issue stand-alone financial statements. The State Retired OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and the covered dependents of the employees. The State also offers dental care to retirees, however, since dental benefits are completely paid for by the retirees, there is no OPEB liability for these benefits.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**E. Post-Retirement Benefits (Continued)**

In accordance with N.J.S.A. 52:14-17.32, the State is required to pay the premiums or periodic charges for health benefits of State employees who retire with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Judicial Retirement System (JRS), the State Police Retirement System (SPRS), the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen's Retirement System (PFRS), and the Alternate Benefit Program (ABP). In addition, N.J.S.A. 52:14-17.26 provides that for purposes of the State Retired OPEB Plan, an employee of Rutgers, the State University of New Jersey, and New Jersey Institute of Technology shall be deemed to be an employee of the State. Further, P.L.1966, c.302, addresses the other State colleges and universities, whereas while these institutions were provided autonomy from the State, their employees retained any and all rights to health benefits within the State Retired OPEB Plan and are therefore classified as State employees.

The State Health Benefit Local Education Retired Employees Plan (Local Education Retired OPEB Plan) is a multiple-employer defined benefit OPEB plan with a special funding situation. The Local Education Retired OPEB Plan is administered on a "pay-as-you-go" basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The Local Education Retired OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and the covered dependents of local education employees. The State also offers dental care to retirees, however, since dental benefits are completely paid for by the retirees, there is no OPEB liability for these benefits.

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

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

The State is legally required to pay for the OPEB benefit coverage for the participating local education employers. Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a nonemployer contributing entity. The State, as a nonemployer contributing entity, reported a Fiscal Year 2023 total OPEB liability of \$52,361,668,239 for this special funding situation.

The State's contributions to the SHBP Fund for TPAF retirees' post-retirement medical benefits on behalf of the District for the years ended June 30, 2024, 2023 and 2022 were \$3,578,228, \$3,388,367, and \$3,054,247, respectively, which equaled the required contributions for each year.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**E. Post-Retirement Benefits (Continued)**

In accordance with the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments.

Additional information on Pensions and OPEB can be accessed at [state.nj.us/treasury/pensions/financial-reports.shtml](http://state.nj.us/treasury/pensions/financial-reports.shtml).

**Total OPEB Liability**

*Changes in Total OPEB Liability*

Below represents the changes in the District's total OPEB liability for the year ended June 30, 2023:

Beginning Total OPEB Liability June 30, 2022		\$ 117,331,426
Increased by:		
Service cost	\$ 5,256,184	
Interest cost	4,274,618	
Changes of assumptions	244,639	
Member contributions	<u>109,543</u>	
		<u>9,884,984</u>
		127,216,410
Decreased by:		
Difference between expected and actual experience	2,511,011	
Gross benefit payments	<u>3,332,134</u>	
		<u>5,843,145</u>
Ending Total OPEB Liability June 30, 2023		<u>\$ 121,373,265</u>

*Employees covered by benefit terms*

The following employees were covered by the benefit terms:

<u>Local Education</u>	<u>June 30, 2023</u>
Active Plan Members	217,212
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	152,383
Inactive Plan Members Entitled to but Not Yet Receiving Benefits	<u>-</u>
Total Plan Members	<u><u>369,595</u></u>

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**E. Post-Retirement Benefits (Continued)**

The State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The District's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the District did not recognize any portion of the collective OPEB liability on the Statement of Net Position. The State's proportionate share of the OPEB liability associated with the District as of June 30, 2023 was \$121,373,265. Additional information can be obtained from the State of New Jersey's annual comprehensive financial report.

*Actuarial assumptions and other inputs*

The total nonemployer OPEB liability in the June 30, 2023 was determined by an actuarial valuation as of June 30, 2022, which was rolled forward to June 30, 2023 and included in the June 30, 2023 audited financial statements of the State Health Benefit Local Education Retired Employees Plan. The actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

Inflation rate	2.50%		
	<u>TPA/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Salary Increases:	2.75 - 4.25%	2.75 - 6.55%	3.25 - 16.25%
	based on years of service	based on years of service	based on years of service

*Mortality Rates*

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

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of the actual experience studies for the periods July 1, 2018 – June 30, 2021 for TPAF and PERS.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**E. Post-Retirement Benefits (Continued)**

*Discount Rate*

The discount rate for June 30, 2023 was 3.65%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

*Health Care Trend Assumptions*

For pre-65 Medicare medical benefits, the trend rate is initially 6.25% and decreases to a 4.50% long-term trend rate after seven years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rate for fiscal year 2023 are reflected. For PPO the trend is initially -1.99% in fiscal year 2023, increasing to 13.44% in fiscal year 2026 and decreases to 4.50% after 10 years. 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% after 11 years. For prescription drug benefits, the initial trend rate is 8.0% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

*The following represents sensitivity of total non-employer OPEB liability to changes in the discount rate and health care cost rate*

The following presents the total non-employer OPEB liability associated with the District as of June 30, 2023 calculated using a discount rate as disclosed above as well as what the total non-employer OPEB liability would be if it was calculated using a discount rate that is 1-percentage-point lower (1.65 %) or 1-percentage-point higher (3.65%) than the current rate:

	1% Decrease (2.65%)	At Current Discount Rate (3.65%)	1% Increase (4.65%)
Net OPEB Liability (Allocable to the District and the responsibility of the State)	\$ 142,289,316	\$ 121,373,265	\$ 104,580,104

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**E. Post-Retirement Benefits (Continued)**

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

	<u>1% Decrease</u>	<u>Current Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
Net OPEB Liability (Allocable to the District and the responsibility of the State)	\$ 100,758,522	\$ 121,373,265	\$ 148,347,709

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

For the year ended June 30, 2023, the District recognized on-behalf OPEB expense and revenue in the government-wide financial statements of \$4,245,286 for OPEB expenses incurred by the State.

Collective balances of the Local Education Group at June 30, 2023 are as follows:

Deferred outflows of resources	\$ 17,347,811,894
Deferred inflows of resources	\$ 30,503,688,706
Collective OPEB expense	\$ 1,389,124,126

*Special Funding Situation*

The employer contributions for local participating employers are legally required to be funded by the State, therefore, the District records an expense and corresponding revenue for its respective share of total OPEB expense and revenue attributable to the State of New Jersey

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 OTHER INFORMATION (Continued)**

**F. Tax Abatements**

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

For Northern Valley Regional High School District, the District's share of abated taxes resulting from the seven (7) municipalities having entered into a tax abatement agreement is indeterminate.

**G. Net Position – Net Investment in Capital Assets**

Net investment in capital assets, Governmental Activities, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any long-term debt used to build or acquire the capital assets. The net investment in capital assets of \$16,005,124 indicated as part of the Governmental Activities net position is calculated as follows:

Capital Assets, Net		\$ 27,283,022
Less:		
Bonds Payable	\$ 7,832,000	
Financed Purchases Payable (Includes Premium)	3,344,580	
Leases Payable	<u>101,318</u>	
		<u>11,277,898</u>
Balance, June 30, 2024		<u><u>\$ 16,005,124</u></u>

**H. Subsequent Events**

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2024 and November 21, 2024, the date that the financial statements were available for issuance.

**Required Supplementary Information – Part II**

**Pension and OPEB Schedules**

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**

**Public Employees' Retirement System**

**Last Ten Fiscal Years\***

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
District's Proportion of the Net Pension Liability (Asset)	0.11248 %	0.11627 %	0.12281 %	0.12407 %	0.13646 %	0.13866 %	0.13893 %	0.13114 %	0.13065 %	0.12026 %
District's Proportionate Share of the Net Pension Liability (Asset)	<u>\$ 16,291,971</u>	<u>\$ 17,546,941</u>	<u>\$ 14,548,637</u>	<u>\$ 20,231,764</u>	<u>\$ 24,589,711</u>	<u>\$ 27,303,046</u>	<u>\$ 32,342,692</u>	<u>\$ 38,838,939</u>	<u>\$ 29,329,571</u>	<u>\$ 22,517,299</u>
District's Covered Payroll	<u>\$ 8,086,120</u>	<u>\$ 8,113,385</u>	<u>\$ 8,463,710</u>	<u>\$ 8,753,603</u>	<u>\$ 8,927,927</u>	<u>\$ 9,428,719</u>	<u>\$ 9,207,855</u>	<u>\$ 9,053,528</u>	<u>\$ 8,820,274</u>	<u>\$ 8,698,012</u>
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	201.48%	216.27%	171.89%	231.12%	275.42%	289.57%	351.25%	428.99%	332.52%	258.88%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%

\* The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF DISTRICT CONTRIBUTIONS**

**Public Employees' Retirement System**

**Last Ten Fiscal Years**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually Required Contribution	\$ 1,506,683	\$ 1,506,683	\$ 1,466,237	\$ 1,357,211	\$ 1,327,445	\$ 1,379,299	\$ 1,287,118	\$ 1,165,000	\$ 1,123,288	\$ 991,465
Contributions in Relation to the Contractually Required Contribution	<u>1,506,683</u>	<u>1,506,683</u>	<u>1,466,237</u>	<u>1,357,211</u>	<u>1,327,445</u>	<u>1,379,299</u>	<u>1,287,118</u>	<u>1,165,000</u>	<u>1,123,288</u>	<u>991,465</u>
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's Covered Payroll	<u>\$ 7,933,807</u>	<u>\$ 8,086,120</u>	<u>\$ 8,113,385</u>	<u>\$ 8,463,710</u>	<u>\$ 8,753,603</u>	<u>\$ 8,927,927</u>	<u>\$ 9,428,719</u>	<u>\$ 9,207,855</u>	<u>\$ 9,053,528</u>	<u>\$ 8,820,274</u>
Contributions as a Percentage of Covered Payroll	18.99%	18.63%	18.07%	16.04%	15.16%	15.45%	13.65%	12.65%	12.41%	11.24%

NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Teachers Pension and Annuity Fund

Last Ten Fiscal Years\*

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's Proportion of the Net Pension Liability (Asset)	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
District's Proportionate Share of the Net Pension Liability (Asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	<u>\$ 158,811,310</u>	<u>\$ 161,558,482</u>	<u>\$ 146,422,093</u>	<u>\$210,521,996</u>	<u>\$ 196,648,125</u>	<u>\$ 192,758,538</u>	<u>\$ 201,709,593</u>	<u>\$ 229,882,009</u>	<u>\$ 177,469,574</u>	<u>\$ 155,072,298</u>
Total	<u>\$ 158,811,310</u>	<u>\$ 161,558,482</u>	<u>\$ 146,422,093</u>	<u>\$210,521,996</u>	<u>\$ 196,648,125</u>	<u>\$ 192,758,538</u>	<u>\$ 201,709,593</u>	<u>\$ 229,882,009</u>	<u>\$ 177,469,574</u>	<u>\$ 155,072,298</u>
District's Covered Payroll	<u>\$ 36,329,646</u>	<u>\$ 36,253,828</u>	<u>\$ 35,794,779</u>	<u>\$ 35,112,703</u>	<u>\$ 33,579,088</u>	<u>\$ 34,006,335</u>	<u>\$ 32,968,540</u>	<u>\$ 31,124,171</u>	<u>\$ 30,464,167</u>	<u>\$ 28,604,258</u>
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%

\* The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF NET PENSION LIABILITY  
AND SCHEDULE OF DISTRICT CONTRIBUTIONS  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**Changes of Benefit Terms:** None.

**Changes of Assumptions:** Assumptions used in calculating the net pension liability and statutorily required employer contribution are presented in Note 4D.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF  
TOTAL OPEB LIABILITY**

**POSTEMPLOYMENT HEALTH BENEFIT PLAN**

Last Six Fiscal Years\*

	2024	2023	2022	2021	2020	2019	2018
<b>Total OPEB Liability</b>							
Service Cost	\$ 5,256,184	\$ 6,826,694	\$ 7,886,178	\$ 4,585,889	\$ 4,768,114	\$ 5,193,810	\$ 6,325,826
Interest on Total OPEB Liability	4,274,618	3,109,412	3,597,600	3,483,507	4,137,674	4,376,352	3,736,263
Differences Between Expected and Actual Experience	(2,511,011)	3,168,037	(26,773,486)	26,419,598	(14,787,906)	(9,818,763)	-
Changes of Assumptions	244,639	(31,475,208)	136,822	28,628,468	1,435,161	(11,885,001)	(15,639,149)
Gross Benefit Payments	(3,332,134)	(3,079,964)	(2,833,901)	(2,728,472)	(2,954,722)	(2,769,384)	(3,313,756)
Changes of Benefit Terms	-	-	(147,612)	-	-	-	-
Contribution from the Member	109,543	98,807	91,973	82,700	87,586	95,714	122,021
<b>Net Change in Total OPEB Liability</b>	4,041,839	(21,352,222)	(18,042,426)	60,471,690	(7,314,093)	(14,807,272)	(8,768,795)
<b>Total OPEB Liability - Beginning</b>	<u>117,331,426</u>	<u>138,683,648</u>	<u>156,726,074</u>	<u>96,254,384</u>	<u>103,568,477</u>	<u>118,375,749</u>	<u>127,144,544</u>
<b>Total OPEB Liability - Ending</b>	<u>\$ 121,373,265</u>	<u>\$ 117,331,426</u>	<u>\$ 138,683,648</u>	<u>\$ 156,726,074</u>	<u>\$ 96,254,384</u>	<u>\$ 103,568,477</u>	<u>\$ 118,375,749</u>
District's Proportionate Share of OPEB Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of OPEB Liability	<u>121,373,265</u>	<u>117,331,426</u>	<u>138,683,648</u>	<u>156,726,074</u>	<u>96,254,384</u>	<u>103,568,477</u>	<u>118,375,749</u>
Total OPEB Liability - Ending	<u>\$ 121,373,265</u>	<u>\$ 117,331,426</u>	<u>\$ 138,683,648</u>	<u>\$ 156,726,074</u>	<u>\$ 96,254,384</u>	<u>\$ 103,568,477</u>	<u>\$ 118,375,749</u>
<b>District's Covered Payroll</b>	<u>\$ 44,415,766</u>	<u>\$ 44,367,213</u>	<u>\$ 44,258,489</u>	<u>\$ 43,866,306</u>	<u>\$ 42,507,015</u>	<u>\$ 43,435,054</u>	<u>\$ 42,176,395</u>
District's Proportionate Share of the Total OPEB Liability as a Percentage of its Covered Payroll	0%	0%	0%	0%	0%	0%	0%

Note: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB 75.

\*The amounts presented for each fiscal year were determined as of the previous fiscal year end.

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 75. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF THE OPEB LIABILITY  
AND SCHEDULE OF DISTRICT PROPORTIONATE SHARE OF THE OPEB LIABILITY  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**Changes in Benefit Terms:**

None.

**Changes of Assumptions**

Assumptions used in calculating the OPEB liability are presented in Note 4E.

## **Required Supplementary Information – Part III**

Budgetary Comparison Schedules

Northern Valley Regional High School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2024

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Final to Actual
<b>Revenues</b>					
Local sources:					
Local tax levy	\$ 58,920,150		\$ 58,920,150	\$ 58,920,150	
Tuition from Individuals	332,471		332,471	401,372	\$ 68,901
Tuition from Other LEAs within the State	2,302,530		2,302,530	2,528,591	226,061
Tuition from Summer School	11,764		11,764	7,837	(3,927)
Rents and royalties	528,200		528,200	606,304	78,104
Interest Income	75,000		75,000	553,113	478,113
Interest Earned on Capital Reserve Funds	120,000		120,000	364,312	244,312
Interest Earned on Maintenance Reserve Funds	3,000		3,000	17,195	14,195
Other Restricted Miscellaneous Revenues				5,088	5,088
Miscellaneous	322,080		322,080	736,243	414,163
Total revenues - local sources	62,615,195	-	62,615,195	64,140,205	1,525,010
State sources:					
Categorical Special Education Aid	2,174,283		2,174,283	2,174,283	
Categorical Transportation Aid	371,685		371,685	371,685	
Extraordinary Aid	485,629		485,629	850,229	364,600
Categorical Security Aid	181,066		181,066	181,066	
Additional non public transportation aid	14,578		14,578	42,904	28,326
On-behalf TPAF pension contributions (non-budgeted)				10,792,516	10,792,516
On-behalf TPAF Post-Retirement Medical contributions (non-budgeted)				2,937,327	2,937,327
On-behalf TPAF Long- Term Disability Insurance contributions (non-budgeted)				2,926	2,926
Reimbursed TPAF social security contributions (non-budgeted)				2,137,877	2,137,877
Total - state sources	3,227,241	-	3,227,241	19,490,813	16,263,572
Federal sources:					
Medicaid reimbursement	21,692		21,692	13,863	(7,829)
Total Federal sources	21,692	-	21,692	13,863	(7,829)
Total revenues	65,864,128	-	65,864,128	83,644,881	17,780,753
<b>Expenditures</b>					
Current expenditures:					
Instruction - regular programs:					
Salaries of teachers:					
Grades 9-12	19,709,318	\$ (166,346)	19,542,972	19,469,444	73,528
Home instruction - regular programs:					
Salaries of teachers	38,825	(2,211)	36,614	17,526	19,088
Purchased Professional - Educational Services	27,354		27,354	6,347	21,007
Undistributed instruction - regular programs:					
Purchased Professional - Educational Services	20,481	(1,722)	18,759	12,285	6,474
Purchased Technical Services	839,283	(63,091)	776,192	733,837	42,355
Other purchased services	579,463	(4,482)	574,981	553,416	21,565
General supplies	449,943	413,334	863,277	847,991	15,286
Textbooks	49,798	(10,180)	39,618	39,618	
Other Objects	1,903	(1,135)	768	768	
Total instruction - regular programs	21,716,368	164,167	21,880,535	21,681,232	199,303

Northern Valley Regional High School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2024

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Current Expenditures (continued):					
Intellectual Disability-Mild:					
Salaries of Teachers	\$ 236,562	\$ 19,520	\$ 256,082	\$ 256,082	
Other Salaries for Instruction	112,141	(4,378)	107,763	101,323	\$ 6,440
Other Purchased Services (400-500 Series)	771		771		771
General Supplies	1,221		1,221	110	1,111
Total Intellectual Disability-Mild	350,695	15,142	365,837	357,515	8,322
Intellectual Disability-Moderate:					
Salaries of Teachers	90,644	(11,118)	79,526	79,526	
Other Salaries for Instruction	55,714	(23,316)	32,398	29,178	3,220
Other Purchased Services (400-500 Series)	461		461		461
General Supplies	676		676	110	566
Total Intellectual Disability-Moderate	147,495	(34,434)	113,061	108,814	4,247
Visual Impairments:					
Other Salaries for Instruction	34,681	1,734	36,415	36,415	
General Supplies	691	4	695	695	
Total Visual Impairments	35,372	1,738	37,110	37,110	-
Emotional Regulation Impairment:					
Salaries of Teachers	287,112	2,834	289,946	288,861	1,085
Other Salaries for Instruction	115,871	2,450	118,321	110,681	7,640
Other Purchased Services (400-500 Series)	621		621		621
General Supplies	5,002		5,002	500	4,502
Total Emotional Regulation Impairment	408,606	5,284	413,890	400,042	13,848
Multiple Disabilities:					
Salaries of Teachers	327,548	(4,410)	323,138	290,326	32,812
Other Salaries for Instruction	178,210	(44,470)	133,740	107,693	26,047
Purchased Professional - Educational Services	395,682	(19,273)	376,409	373,679	2,730
Other Purchased Services (400-500 Series)	4,412		4,412	542	3,870
General Supplies	13,001		13,001	6,352	6,649
Total Multiple Disabilities	918,853	(68,153)	850,700	778,592	72,108
Resource Room/Source Center:					
Salaries of Teachers	2,136,397	(110,697)	2,025,700	2,024,850	850
Other Salaries for Instruction	83,434	2,642	86,076	86,076	
General Supplies	6,003		6,003	87	5,916
Total Resource Room/Source Center	2,225,834	(108,055)	2,117,779	2,111,013	6,766
Home Instruction:					
Salaries of Teachers	20,000		20,000	16,172	3,828
Purchased Professional - Educational Services	58,162	(21,261)	36,901	8,400	28,501
Total Home Instruction	78,162	(21,261)	56,901	24,572	32,329
Intellectual Disability-Severe:					
Salaries of Teachers	130,819	32,304	163,123	163,123	
Other Salaries for Instruction	55,052		55,052	51,612	3,440
Other Purchased Services (400-500 Series)	461		461		461
General Supplies	3,731		3,731	110	3,621
Total Intellectual Disability-Severe	190,063	32,304	222,367	214,845	7,522
Total special education	4,355,080	(177,435)	4,177,645	4,032,503	145,142

Northern Valley Regional High School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2024

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Bilingual Education - Instruction:					
Salaries of Teachers	\$ 122,084		\$ 122,084	\$ 111,481	\$ 10,603
Purchased Professional Ed Services		\$ 8,840	8,840		8,840
General Supplies		2,300	2,300	2,285	15
Total Bilingual Education - Instruction	122,084	11,140	133,224	113,766	19,458
School - Sponsored Co-Curricular/Extra Curr. Activities:					
Salaries	474,029	43,223	517,252	506,737	10,515
Purchased Services	9,552	(3,532)	6,020	3,800	2,220
Supplies and Materials	13,202	2,146	15,348	15,067	281
Other Objects	24,504	(10,424)	14,080	13,679	401
Total School - Sponsored Co-Curricular/Extra Curr. Activities	521,287	31,413	552,700	539,283	13,417
School - Sponsored Athletics - Instruction:					
Salaries	1,645,374	22,439	1,667,813	1,659,346	8,467
Purchased services	27,206	(8,830)	18,376	18,112	264
Supplies and materials	108,900	36,318	145,218	140,414	4,804
Other objects	57,771	(28,582)	29,189	25,349	3,840
Transfers to Cover Deficit (Custodial Funds)	165,002	19,535	184,537	184,313	224
Total School - Sponsored Athletics - Instruction	2,004,253	40,880	2,045,133	2,027,534	17,599
Total Instruction	28,719,072	70,165	28,789,237	28,394,318	394,919
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEAs W/in the State - Special	1,324,351	(476,182)	848,169	848,168	1
Tuition to County Vocational School District-Reg	1,863,628	28,628	1,892,256	1,892,256	
Tuition to County Vocational School District - Special	272,815	(30,147)	242,668	242,668	
Tuition to County Special Services-School Districts & Regional Day Schools	254,900	11,106	266,006	266,006	
Tuition to Private Schools- Disabled W/in State	2,220,477	(88,491)	2,131,986	2,128,042	3,944
Total Undistributed Expenditures-Instruction	5,936,171	(555,086)	5,381,085	5,377,140	3,945

Northern Valley Regional High School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2024

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Current Expenditures (continued):					
Undistributed Expenditures (continued):					
Attendance and Social Work Services:					
Salaries	\$ 63,230	\$ 120	\$ 63,350	\$ 61,982	\$ 1,368
Purchased Professional and Technical Services		97	97	97	
Total Attendance and Social Work Services	<u>63,230</u>	<u>217</u>	<u>63,447</u>	<u>62,079</u>	<u>1,368</u>
Health Services:					
Salaries	278,696	2,026	280,722	277,036	3,686
Purchased Professional and Technical Services	65,362	(71)	65,291	57,102	8,189
Other Purchased Services (400-500 Series)	1,301		1,301	132	1,169
Supplies and Materials	14,202	3,603	17,805	16,044	1,761
Other Objects	342		342		342
Total health services	<u>359,903</u>	<u>5,558</u>	<u>365,461</u>	<u>350,314</u>	<u>15,147</u>
Speech, OT, PT, and Related Services					
Related Services:					
Salaries	87,861	2,720	90,581	90,474	107
Purchased Professional Educational Services	76,810	34,600	111,410	88,520	22,890
Total Speech, OT, PT, and Related services	<u>164,671</u>	<u>37,320</u>	<u>201,991</u>	<u>178,994</u>	<u>22,997</u>
Other Support Services - Students -					
Extra Services:					
Salaries	95,297	8,792	104,089	104,089	
Purchased Professional Educational Services	842,500	(156,341)	686,159	595,561	90,598
Total Other Support Services - Students - Extra Services	<u>937,797</u>	<u>(147,549)</u>	<u>790,248</u>	<u>699,650</u>	<u>90,598</u>
Guidance:					
Salaries of Other Professional Staff	2,357,170	3,566	2,360,736	2,359,806	930
Salaries of Secretarial and Clerical Assistants	530,828	121	530,949	530,949	
Supplies and Materials	8,501		8,501	4,110	4,391
Other Objects	4,238	(1,456)	2,782	2,159	623
Total Guidance	<u>2,900,737</u>	<u>2,231</u>	<u>2,902,968</u>	<u>2,897,024</u>	<u>5,944</u>
Child Study Team:					
Salaries of Other Professional Staff	1,217,165	(22,846)	1,194,319	1,194,319	
Salaries of Secretarial and Clerical Assistants	179,253	(5,856)	173,397	173,397	
Purchased Professional - Educational Services	226,386	(9,791)	216,595	216,595	
Other Purchased Services	541		541		541
Supplies and Materials	12,001	(4)	11,997	6,778	5,219
Other Objects	1,056		1,056	350	706
Total Child Study Team	<u>1,636,402</u>	<u>(38,497)</u>	<u>1,597,905</u>	<u>1,591,439</u>	<u>6,466</u>

Northern Valley Regional High School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2024

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Current Expenditures (continued):					
Undistributed Expenditures (continued):					
Improvement of Instructional Services:					
Salaries of Supervisors of Instruction	\$ 1,301,919	\$ (189,657)	\$ 1,112,262	\$ 1,112,262	
Purchased Professional - Educational Services	184,953	(42,237.00)	142,716	139,755	\$ 2,961
Supplies and Materials	4,613	(65.00)	4,548	287	4,261
Other Objects	3,596		3,596	2,007	1,589
<b>Total Improvement of Instructional Services</b>	<b>1,495,081</b>	<b>(231,959)</b>	<b>1,263,122</b>	<b>1,254,311</b>	<b>8,811</b>
Educational Media Services/School Library:					
Salaries	288,519	4,080	292,599	291,237	1,362
Salaries of Technology Coordinators	249,170	(44,896)	204,274	201,816	2,458
Supplies and Materials	52,550	119	52,669	49,692	2,977
Other Objects	1,448	(118)	1,330	523	807
<b>Total Educational Media Services/School Library</b>	<b>591,687</b>	<b>(40,815)</b>	<b>550,872</b>	<b>543,268</b>	<b>7,604</b>
Instructional Staff Training Services:					
Purchased Professional - Educational Services	1,500		1,500		1,500
Other Purchased Services (400-500 Series)	53,036	(1,186)	51,850	29,781	22,069
<b>Total instructional staff training services</b>	<b>54,536</b>	<b>(1,186)</b>	<b>53,350</b>	<b>29,781</b>	<b>23,569</b>
Support Services-General Administration:					
Salaries	641,604	25,365	666,969	666,968	1
Legal Services	120,500	30,000	150,500	115,785	34,715
Audit Fees	53,061	604	53,665	50,165	3,500
Other Purchased Professional Services	1,045		1,045	700	345
Purchased Technical Services	5,901		5,901	5,900	1
Communications/Telephone	122,700		122,700	120,280	2,420
BOE Other Purchased Services	5,001	836	5,837	4,751	1,086
Misc Purch Services	355,309	(12,568)	342,741	340,458	2,283
General Supplies	6,000	1,213	7,213	7,092	121
Miscellaneous Expenditures	36,000	2	36,002	35,549	453
<b>Total Support Services-General Administration</b>	<b>1,347,121</b>	<b>45,452</b>	<b>1,392,573</b>	<b>1,347,648</b>	<b>44,925</b>

Northern Valley Regional High School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2024

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Current Expenditures (continued):					
Undistributed Expenditures (continued):					
Support Services-School Administration:					
Salaries of Principals/Assistant Principals	\$ 1,123,174	\$ 10,954	\$ 1,134,128	\$ 1,134,128	
Salaries of Other Prof Staff	420,647		420,647	420,646	\$ 1
Salaries of Secretarial and Clerical Assistants	563,424	(7,961.00)	555,463	555,362	101
Other Purchased Services	31,398	5,740.00	37,138	30,995	6,143
Supplies and Materials	16,001	2,139.00	18,140	16,822	1,318
Other Objects	3,510	(2,895.00)	615	245	370
<b>Total Support Services-School Administration</b>	<b>2,158,154</b>	<b>7,977</b>	<b>2,166,131</b>	<b>2,158,198</b>	<b>7,933</b>
Central Services:					
Salaries	535,184	15,815	550,999	549,844	1,155
Purchased Professional Services	7,384	(2,334)	5,050	4,350	700
Purchased Tech. Services	34,211	(6,729)	27,482	20,671	6,811
Misc. Purchased Services	8,502		8,502	6,887	1,615
Supplies and Materials	13,000		13,000	11,042	1,958
Interest on Lease Purchase Agreements	152,200		152,200	152,200	
Misc. Expenditures	8,001	4,250	12,251	11,216	1,035
<b>Total Central Services</b>	<b>758,482</b>	<b>11,002</b>	<b>769,484</b>	<b>756,210</b>	<b>13,274</b>
Administrative Information Technology:					
Salaries	197,783	9,567	207,350	202,132	5,218
Purchased Technical Services	24,000	4,237	28,237	28,236	1
Supplies and Materials	21,000	(4,237)	16,763	9,413	7,350
<b>Total Admin Information Technology</b>	<b>242,783</b>	<b>9,567</b>	<b>252,350</b>	<b>239,781</b>	<b>12,569</b>
Required Maintenance for School Facilities:					
Salaries	319,623	12,315	331,938	331,938	
Cleaning, Repair and Maintenance Services	285,133	180,789	466,922	412,402	53,520
General Supplies	98,001	(14,783)	83,218	76,486	6,732
Other Objects	1,051	(324)	727	125	602
<b>Total Required Maintenance for School Facilities</b>	<b>703,808</b>	<b>177,997</b>	<b>881,805</b>	<b>820,951</b>	<b>60,854</b>
Custodial Services:					
Salaries	1,764,665	3,195	1,767,860	1,767,771	89
Purchased Professional and Technical Services	27,661	(21,777)	5,884	4,646	1,238
Cleaning, Repair and Maintenance Services	111,514	(58,006)	53,508	39,269	14,239
Other Purchased Property Services	141,403	200	141,603	136,575	5,028
Insurance	333,433	17,591	351,024	351,024	
General Supplies	122,400	7,964	130,364	126,073	4,291
Energy - Natural Gas	186,573	25,700	212,273	178,402	33,871
Energy - Electricity	475,575	8,187	483,762	468,262	15,500
Other Objects	2,995	1,785	4,780	4,128	652
<b>Total Custodial Services</b>	<b>3,166,219</b>	<b>(15,161)</b>	<b>3,151,058</b>	<b>3,076,150</b>	<b>74,908</b>
Care and Upkeep of Grounds:					
Cleaning, Repair and Maintenance Services	137,260	101,792	239,052	196,939	42,113
General Supplies	44,003	(8,348)	35,655	29,723	5,932
<b>Total Care and Upkeep of Grounds</b>	<b>181,263</b>	<b>93,444</b>	<b>274,707</b>	<b>226,662</b>	<b>48,045</b>

Northern Valley Regional High School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2024

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Current Expenditures (continued):					
Undistributed Expenditures (continued):					
Security					
Salaries	\$ 164,647	\$ 3,345	\$ 167,992	\$ 162,134	\$ 5,858
Purchased Professional and Technical Services	365,985	(21,529)	344,456	314,866	29,590
General Supplies	722	459	1,181	820	361
Total Security	531,354	(17,725)	513,629	477,820	35,809
Student transportation services:					
Contracted Serv.- Aid in Lieu -NonPub Sch	52,500	22,571	75,071	63,291	11,780
Contracted Serv.(Bet. Home and Sch)-vendors	971,112	(93,395)	877,717	698,522	179,195
Contracted Serv.(Oth. Than Bet. Home and Sch)- vendors	837,311	(460,945)	376,366	165,789	210,577
Contracted Services.(Sp Ed Stds)-vendors	2,849,065	(119,569)	2,729,496	2,729,496	
Miscellaneous expenditures	-	6,300	6,300	4,198	2,102
Total student transportation services	4,709,988	(645,038)	4,064,950	3,661,296	403,654
Unallocated benefits:					
Social security contributions	685,001	18,000	703,001	698,643	4,358
TPAF/PERS Special Assessments	-	20,744	20,744	20,744	
Other retirement contributions - PERS	937,374	65,162	1,002,536	1,002,536	
Other retirement contributions- Regular	8,001	5,822	13,823	12,804	1,019
Unemployment Compensation	25,001	(25,001)			
Worker's compensation	382,894	(30,732)	352,162	351,744	418
Health Insurance	6,678,825	(314,868)	6,363,957	6,335,213	28,744
Tuition reimbursement	36,002	(10,866)	25,136	18,100	7,036
Other employee benefits	50,373	(19,827)	30,546	26,435	4,111
Unused Sick payments to terminated/retired staff	135,001	(31,560)	103,441	20,927	82,514
Total unallocated benefits	8,938,472	(323,126)	8,615,346	8,487,146	128,200
On-behalf TPAF pension contributions (non-budgeted)				10,792,516	(10,792,516)
On-behalf TPAF Post-Retirement Medical contributions (non-budgeted)				2,937,327	(2,937,327)
On-behalf TPAF Long- Term Disability Insurance contributions (non-budgeted)				2,926	(2,926)
Reimbursed TPAF social security contributions (non-budgeted)				2,137,877	(2,137,877)
Total personal services: benefits	8,938,472	(323,126)	8,615,346	24,357,792	(15,742,446)
Interest deposit to maintenance reserve	3,000		3,000		3,000
Total undistributed expenditures	36,880,859	(1,625,377)	35,255,482	50,106,508	(14,851,026)
Total current expenditures	65,599,931	(1,555,212)	64,044,719	78,500,826	(14,456,107)

Northern Valley Regional High School District  
General Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2024

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Final to Actual
<b>Expenditures (continued)</b>					
Capital outlay:					
Equipment:					
Instruction Grades 9-12		\$ 34,209	\$ 34,209	\$ 2,785	\$ 31,424
Undistributed expenditures:					
Instruction		128,285.00	128,285	92,942	35,343
School-spons & other instruction program		21,276.00	21,276	21,276	
Custodial services		19,175.00	19,175	19,175	
Care and Upkeep of Grounds		102,783.00	102,783	102,783	
Total equipment	-	305,728	305,728	238,961	66,767
Facilities acquisition and construction services:					
Architectural / engineering	\$ 154,410	278,065	432,475	179,631	252,844
Land and Improvements	103,900	(49,258)	54,642	54,642	
Construction services	1,926,715	1,458,923	3,385,638	1,205,176	2,180,462
Lease purchase agreements - principal	300,000		300,000	300,000	
Assessment for Debt Service on SDA Funding	67,210		67,210	67,210	
Total facilities acquisition and construction services	2,552,235	1,687,730	4,239,965	1,806,659	2,433,306
Interest deposit to capital reserve	120,000		120,000		120,000
Total expenditures - capital outlay	2,672,235	1,993,458	4,665,693	2,045,620	2,620,073
Special Schools					
Salaries -Summer School	10,928		10,928	5,464	5,464
Personal Serv-Employee Benefit	836		836	418	418
Total special schools	11,764	-	11,764	5,882	5,882
Total expenditures	68,283,930	438,246	68,722,176	80,552,328	(11,830,152)
(Deficiency) excess of revenues (under) over expenditures	(2,419,802)	(438,246)	(2,858,048)	3,092,553	5,950,601
Other financing sources (uses):					
Transfers in (Capital Projects Fund)				8,805	(8,805)
Transfers Out (Capital Projects Fund)		(915,635)	(915,635)	(915,635)	
Transfers Out (Debt Service Fund)	(515,337)		(515,337)	(515,337)	
Total other financing sources (uses)	(515,337)	(915,635)	(1,430,972)	(1,422,167)	(8,805)
(Deficiency) excess of revenues (under) over expenditures and other financing sources (uses)	(2,935,139)	(1,353,881)	(4,289,020)	1,670,386	5,959,406
Fund balances, July 1	13,767,326		13,767,326	13,767,326	
Fund balances, June 30	\$ 10,832,187	\$ (1,353,881)	\$ 9,478,306	\$ 15,437,712	\$ 5,959,406
<b>Recapitulation of (deficiency) excess of revenues (under) over expenditures and other financing sources (uses)</b>					
Budgeted general fund balance	\$ (2,935,139)		\$ (2,935,139)	\$ 3,024,267	\$ 5,959,406
Adjustment for prior year encumbrances, net		\$ (1,353,881)	(1,353,881)	(1,353,881)	
Total	\$ (2,935,139)	\$ (1,353,881)	\$ (4,289,020)	\$ 1,670,386	\$ 5,959,406
Recapitulation of fund balance:					
Restricted for:					
Capital reserve				\$ 7,653,259	
Capital reserve - Designated for subsequent year's expenditures				4,665,772	
Maintenance reserve				421,953	
Unemployment reserve				75,097	
Excess surplus - Designated for subsequent year's expenditures				179,228	
Assigned to:					
Year end encumbrances				737,531	
Unassigned fund balance				1,704,872	
				15,437,712	
Reconciliation to Governmental Funds Statements GAAP:					
Last two state aid payments not recognized on GAAP basis				(242,365)	
Fund balance per Governmental Funds (GAAP) (B-1)				\$ 15,195,347	

\* Note: The On-Behalf TPAF contributions per Exhibit K-4 are allocated to the General and Enterprise Funds

Northern Valley Regional High School District  
Special Revenue Fund

Budgetary Comparison Schedule  
(Budgetary Basis)

Year ended June 30, 2024

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>Revenues:</b>					
State sources	\$ 140,183	\$ 252,602	\$ 392,785	\$ 196,924	\$ (195,861)
Federal sources	731,311	1,136,490	1,867,801	1,927,333	59,532
Other sources		2,094,040	2,094,040	1,907,097	(186,943)
<b>Total revenues</b>	<b>871,494</b>	<b>3,483,132</b>	<b>4,354,626</b>	<b>4,031,354</b>	<b>(323,272)</b>
<b>Expenditures:</b>					
<b>Current expenditures:</b>					
<b>Instruction:</b>					
Salaries of teachers		198,355	198,355	142,317	56,038
Purchased professional technical services	195,084	(95,278)	99,806	84,080	15,726
Other purchased services	368,751	111,677	480,428	480,428	
Tuition		87,143	87,143	87,143	
Supplies and materials	54,230	197,676	251,906	232,641	19,265
Text books	23,730	1,360	25,090	25,090	
Other Objects		350	350		350
<b>Total instruction</b>	<b>641,795</b>	<b>501,283</b>	<b>1,143,078</b>	<b>1,051,699</b>	<b>91,379</b>
<b>Support services:</b>					
Salaries of other professional staff		132,686	132,686	39,314	93,372
Personal services—employee benefits		54,942	54,942	42,445	12,497
Purchased professional technical services	229,699	(24,988)	204,711	146,828	57,883
Cleaning, repair and maintenance services		58,781	58,781	58,781	
Other purchased services		823,611	823,611	780,184	43,427
Travel		4,448	4,448		4,448
Supplies and materials		26,527	26,527	11,784	14,743
Scholarships awarded		3,300	3,300	3,300	
Student activities		1,722,521	1,722,521	1,722,521	
Other Objects		15,312	15,312	14,789	523
<b>Total support services</b>	<b>229,699</b>	<b>2,817,140</b>	<b>3,046,839</b>	<b>2,819,946</b>	<b>226,893</b>
<b>Capital outlay:</b>					
<b>Facilities acquisition and construction services:</b>					
Construction services		8,721	8,721	8,721	
Instructional equipment		18,721	18,721	13,721	5,000
<b>Total facilities acquisition and construction services</b>	<b>-</b>	<b>27,442</b>	<b>27,442</b>	<b>22,442</b>	<b>5,000</b>
<b>Total expenditures</b>	<b>871,494</b>	<b>3,345,865</b>	<b>4,217,359</b>	<b>3,894,087</b>	<b>323,272</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>-</b>	<b>137,267</b>	<b>137,267</b>	<b>137,267</b>	<b>-</b>
<b>Fund Balance, July 1</b>	<b>800,925</b>	<b>-</b>	<b>800,925</b>	<b>800,925</b>	<b>-</b>
<b>Fund Balance, June 30</b>	<b>\$ 800,925</b>	<b>\$ 137,267</b>	<b>\$ 938,192</b>	<b>\$ 938,192</b>	<b>\$ -</b>
<b>Recapitulation:</b>					
<b>Restricted:</b>					
Scholarships				\$ 32,468	
Student Activities/Athletics				905,724	
<b>Total Fund Balance</b>				<b>\$ 938,192</b>	

Northern Valley Regional High School District  
 Note to Required Supplementary Information

Budget to GAAP Reconciliation

Year ended June 30, 2024

	<b>General Fund</b>	<b>Special Revenue Fund</b>
<b>Sources/inflows of resources</b>		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule (C-1, C-2)	\$ 83,644,881	\$ 4,031,354
Differences - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Current year		(1,541)
General and preschool state aid payments recognized for budgetary purposes, not recognized for GAAP statements.		
Prior year	197,769	
Current year	(242,365)	
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds (B-2)	<u>\$ 83,600,285</u>	<u>\$ 4,029,813</u>
<b>Uses/outflows of resources</b>		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule (C-1, C-2)	\$ 80,552,328	\$ 3,894,087
Differences - budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Current year		(1,541)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (B-2)	<u>\$ 80,552,328</u>	<u>\$ 3,892,546</u>

## **Supplementary Information**

## **Special Revenue Fund**

Northern Valley Regional School District  
Special Revenue Fund

Combining Schedule of Revenues and Expenditure:  
Budgetary Basis

Year ended June 30, 2021

	New Jersey Non-Public Aid												Subtotal Page 1		
	Title I	I.D.E.A.		Title II	Title III	Title III	Title IV	Technology Initiative	Exam & Class	Corrective Speech	Supple - mentary Instruction	Nursing		Text - books	
	Regular	Part B	Part A	Regular	Immigrant	Drug Free	Regular	Regular	Regular	Regular	Regular	Regular		Regular	
	Part A	Regular	Regular	Regular	Immigrant	Regular	Program	Program	Program	Program	Program	Program		Program	
Revenues:															
State sources															
Federal sources	\$ 107,907	\$ 496,574	\$ 115,903	\$ 49,015	\$ 36,622	\$ 69,807	\$ 21,163	\$ 15,177	\$ 279	\$ 20,154	\$ 56,280	\$ 25,090	\$ 138,143	\$ 875,828	
Other sources															
Total revenues	\$ 107,907	\$ 496,574	\$ 115,903	\$ 49,015	\$ 36,622	\$ 69,807	\$ 21,163	\$ 15,177	\$ 279	\$ 20,154	\$ 56,280	\$ 25,090	\$ 1,013,971		
Expenditures:															
Current expenditures															
Instruction:															
Salaries of teachers	\$ 30,939			\$ 5,426		\$ 5,456							\$ 41,821		
Purchased professional services	47,214			698		23,031	\$ 2,640						73,583		
Other purchased services		\$ 480,428											480,428		
Tuition	17,465	10,906		31,331	\$ 28,917	35,644	13,839						-		
Supplies and materials												\$ 25,090	138,102		
Textbooks													25,090		
Total Instruction	95,618	491,334	-	37,455	28,917	64,131	16,479	-	-	-	-	-	759,024		
Support services															
Salaries of other professional staff				1,750	5,328	417							7,078		
Personal services—employee benefit	7,982			306									8,705		
Purchased professional services		5,240	\$ 4,000	500				\$ 15,177	\$ 279	\$ 20,154	\$ 56,280		101,630		
Cleaning, Repair and Maintenance Service													-		
Other purchased services			106,384	7,632	1,265	3,090							118,371		
Supplies and material:				411	394								805		
Scholarships awarded													-		
Student activities													-		
Other objects	4,307		5,519	961	718	2,169							13,674		
Total support services	12,289	5,240	115,903	11,560	7,705	5,676	-	15,177	279	20,154	56,280	-	250,263		
Capital outlay															
Construction Services															
Equipment:															
Instructional equipmen							4,684						4,684		
Total capital outlay	-	-	-	-	-	-	4,684	-	-	-	-	-	4,684		
Total expenditures	\$ 107,907	\$ 496,574	\$ 115,903	\$ 49,015	\$ 36,622	\$ 69,807	\$ 21,163	\$ 15,177	\$ 279	\$ 20,154	\$ 56,280	\$ 25,090	\$ 1,013,971		
Excess (deficiency) of revenues ove (under) expenditures	-	-	-	-	-	-	-	-	-	-	-	-	-		
Fund Balance, July 1	-	-	-	-	-	-	-	-	-	-	-	-	-		
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		

Northern Valley Regional School District  
Special Revenue Fund  
Combining Schedule of Revenues and Expenditure:  
Budgetary Basis  
Year ended June 30, 2021

	Elementary and Secondary		Additional or Compensatory Special Education and Related Services (ACRS)	Evidence-Based Summer		NJTSS	NJ SDA	NJ High Impact	Student	Local	Page 1	Totals	Totals
	Carl	School Emergency Relief		Accelerated Learning	Learning and								
	Perkins	ARP Program		Coaching and Educator	Grant	Staffing Grant	Needs Grant	Competitive Grant	Activity / Athletics	Fund			
Revenues:													
State sources												\$ 138,143	\$ 196,924
Federal sources	\$ 27,288	\$ 734,393	\$ 197,384	\$ 69,191	\$ 5,148	\$ 17,875	\$ 58,781	\$ 226	\$ 1,850,531	\$ 12,557	\$ 44,009	\$ 875,828	\$ 1,927,333
Other sources												-	\$ 1,907,097
Total revenues	\$ 27,288	\$ 734,393	\$ 197,384	\$ 69,191	\$ 5,148	\$ 17,875	\$ 58,781	\$ 226	\$ 1,850,531	\$ 12,557	\$ 44,009	\$ 1,013,971	\$ 4,031,354
Expenditures:													
Current expenditures													
Instruction:													
Salaries of teachers	\$ 13,366	\$ 46,098	\$ 36,040		\$ 4,782				\$ 210			\$ 41,821	\$ 142,317
Purchased professional technical service	960	9,537										73,583	84,080
Other purchased services												480,428	480,428
Tuition	10,422	71,001	87,143									-	87,143
Supplies and materials											\$ 13,116	138,102	232,041
Textbooks												25,090	25,090
Total instruction	24,748	126,636	123,183	-	4,782	-	-	210	-	-	13,116	758,024	1,051,699
Support services:													
Salaries of other professional staff		3,750	1,288	\$ 14,310		\$ 12,888						7,078	39,314
Personal services—employee benefit	1,022	3,815	26,440	1,035		986			16			8,705	42,445
Purchased professional service:				45,198		366						101,630	146,828
Cleaning, Repair and Maintenance Service							\$ 58,781					-	58,781
Other purchased services:	1,518	600,192	46,473	8,588							5,042	118,371	780,184
Supplies and materials:							4,001				6,978	805	11,784
Scholarships awarded:										\$ 3,300		-	3,300
Student activities									\$ 1,722,521			-	1,722,521
Other objects											1,115	13,674	14,789
Total support services	2,540	607,757	74,201	69,191	366	17,875	58,781	16	1,722,521	3,300	13,135	250,263	2,819,946
Capital outlay													
Construction Services												8,721	8,721
Equipment:												9,037	13,721
Instructional equipmen												17,758	4,684
Total capital outlay	-	-	-	-	-	-	-	-	-	-	-	17,758	22,442
Total expenditures	\$ 27,288	\$ 734,393	\$ 197,384	\$ 69,191	\$ 5,148	\$ 17,875	\$ 58,781	\$ 226	\$ 1,722,521	\$ 3,300	\$ 44,009	\$ 1,013,971	\$ 3,894,087
Excess (deficiency) of revenues ove (under) expenditures	-	-	-	-	-	-	-	-	128,010	9,257	-	-	137,267
Fund Balance, July 1	-	-	-	-	-	-	-	-	777,714	23,211	-	-	800,925
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 905,724	\$ 32,468	\$ -	\$ -	\$ 938,192

## **Capital Projects Fund**

NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
 CAPITAL PROJECTS FUND  
 SUMMARY SCHEDULE OF PROJECT EXPENDITURES  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024

<u>Issue/Project Title</u>	<u>Approval Date</u>	<u>Appropriations</u>	<u>Modified Appropriation</u>	<u>Expenditures to Date</u>		<u>Balance, June 30, 2024</u>
				<u>Prior Year</u>	<u>Current Year</u>	
Roof Replacement - Northern Valley Demarest High School	12/3/2023	\$ 1,087,310	\$ 1,087,310	\$ -	\$ 114,982	\$ 972,328
Roof Replacement - Northern Valley Old Tappan High School	12/3/2023	438,375	438,375	-	27,374	411,001
		<u>\$ 1,525,685</u>	<u>\$ 1,525,685</u>	<u>\$ -</u>	<u>\$ 142,356</u>	<u>\$ 1,383,329</u>
						Fund Balance, June 30, 2024 (Budgetary Basis) \$ 1,383,329
						Less: Unearned Revenue <u>(553,107)</u>
						Fund Balance- June 30, 2024 (GAAP Basis) <u>\$ 830,222</u>
 <b><u>Recapitulation of Fund Balance - June 30, 2024 (GAAP Basis)</u></b>						
						Restricted:
						Year-End Encumbrances \$ 1,140,714
						Available for Capital Projects <u>(310,492)</u>
						Total Fund Balance - Restricted for Capital Projects <u>\$ 830,222</u>

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**REVENUES AND OTHER FINANCING SOURCES**

## Revenues

SDA Grant	\$ 610,050
Interest Income	8,805
Transfer from Capital Reserve	<u>915,635</u>

Total Revenues	<u>1,534,490</u>
----------------	------------------

**EXPENDITURES AND OTHER FINANCING USES**

Other Purchased Professional and Technical Services	101,506
Construction Services	40,850
Transfer to General Fund	<u>8,805</u>

Total Expenditures and Other Financing Uses	<u>151,161</u>
---	----------------

Excess (Deficiency) of Revenues Over (Under) Expenditures	1,383,329
---	-----------

Fund Balance, July 1, 2023	<u>-</u>
----------------------------	----------

Fund Balance, June 30, 2024 (Budgetary Basis)	1,383,329
---	-----------

## Reconciliation to GAAP

Unearned Revenue- SDA Grant	<u>553,107</u>
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Fund Balance- June 30, 2024 (GAAP Basis)	<u><u>\$ 830,222</u></u>
--	--------------------------

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS  
ROOF REPLACEMENT - NORTHERN VALLEY DEMAREST HIGH SCHOOL  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources</b>				
SDA Grant	\$ -	\$ 434,700	\$ 434,700	\$ 434,700
Transfer from Capital Reserve	-	652,610	652,610	652,610
	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	-	1,087,310	1,087,310	1,087,310
<b>Expenditures and Other Financing Uses</b>				
Other Purchased Professional and Technical Services		74,132	74,132	87,500
Construction Services	-	40,850	40,850	999,810
	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenditures	-	114,982	114,982	1,087,310
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ 972,328</u>	<u>\$ 972,328</u>	<u>\$ -</u>
 Additional Project Information:				
Project Numbers:	N/A			
Grant Date	N/A			
Bond Authorization Date				
Bonds Authorized				
Bonds Issued	\$ -			
Original Authorized Cost	\$ 1,087,310			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 1,087,310			
Percentage Increase Over Original Authorized Cost	0%			
Percentage Completion	11%			
Original Target Completion Date	06/30/25			
Revised Target Completion Date	06/30/25			

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS  
ROOF REPLACEMENT - NORTHERN VALLEY OLD TAPPAN HIGH SCHOOL  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources</b>				
ROD Grant	\$ -	\$ 175,350	\$ 175,350	\$ 175,350
Transfer from Capital Reserve	-	263,025	263,025	263,025
	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	-	438,375	438,375	438,375
<b>Expenditures and Other Financing Uses</b>				
Other Purchased Professional and Technical Services		27,374	27,374	35,070
Construction Services	-	-	-	403,305
	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenditures	-	27,374	27,374	438,375
Excess (Deficiency) of Revenues Over (Under) Expenditures	<hr/> <u>\$ -</u>	<hr/> <u>\$ 411,001</u>	<hr/> <u>\$ 411,001</u>	<hr/> <u>\$ -</u>

Additional Project Information:

Project Numbers:	N/A
Grant Date	N/A
Bond Authorization Date	
Bonds Authorized	
Bonds Issued	\$ -
Original Authorized Cost	\$ 438,375
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 438,375
Percentage Increase Over Original Authorized Cost	0%
Percentage Completion	6%
Original Target Completion Date	06/30/25
Revised Target Completion Date	06/30/25

## **Proprietary Funds**

Northern Valley Regional High School District  
Enterprise Funds

Combining Statement of Net Position

As of June 30, 2024

	<b>Business Type Activities</b>		
	<b>Non-Major Programs</b>		
	<b>Food Service</b>	<b>Teens and Tots</b>	<b>Totals</b>
<b>Assets</b>			
Current assets:			
Cash and cash equivalents	\$ 483,546	\$ 91,597	\$ 575,143
Accounts Receivable - State		657	657
Other Accounts Receivable	7,590		7,590
Inventories	12,625		12,625
Total current assets	<u>503,761</u>	<u>92,254</u>	<u>596,015</u>
Capital assets:			
Furniture, machinery & equipment	291,257		291,257
Less: Accumulated depreciation	(224,897)		(224,897)
Total Capital Assets	<u>66,360</u>	<u>-</u>	<u>66,360</u>
 Total Assets	 <u>570,121</u>	 <u>92,254</u>	 <u>662,375</u>
<b>Liabilities</b>			
Current liabilities:			
Accounts payable	116,271		116,271
Due to Other Funds		657	657
Other Payable		31,635	31,635
Unearned revenue	38,108	750	38,858
Total current liabilities	<u>154,379</u>	<u>33,042</u>	<u>187,421</u>
 <b>Net Position</b>			
Investment in Capital Assets	66,360		66,360
Unrestricted	349,382	59,212	408,594
Total Net Position	<u>\$ 415,742</u>	<u>\$ 59,212</u>	<u>\$ 474,954</u>

Northern Valley Regional High School District  
Enterprise Funds

Combining Statement of Revenues, Expenses and  
Changes in Fund Net Position

For the Fiscal Year ended June 30, 2024

	<b>Business Type Activities</b>		
	<b>Non-Major Programs</b>		
	<b>Food Service</b>	<b>Teens and Tots</b>	<b>Totals</b>
<b>Operating Revenues:</b>			
Charges for Services:			
Daily sales - non-reimbursable	\$ 1,503,526		\$ 1,503,526
Special Functions	263,815		263,815
Charges and Fees		\$ 332,723	332,723
Total operating revenues	<u>1,767,341</u>	<u>332,723</u>	<u>2,100,064</u>
<b>Operating expenses:</b>			
Cost of Sales - non reimbursable	816,877		816,877
Salaries/Salaries of Teachers	432,573	271,774	704,347
Employee Benefits	149,543	104,026	253,569
Employee Benefits GASB 68 and GASB 75		(43,628)	(43,628)
Other Purchased Services	50,783	555	51,338
Supplies and materials	50,928	6,143	57,071
Management fee	95,525		95,525
Depreciation	12,297		12,297
Total Operating Expenses	<u>1,608,526</u>	<u>338,870</u>	<u>1,947,396</u>
Operating Income (Loss)	<u>158,815</u>	<u>(6,147)</u>	<u>152,668</u>
<b>Nonoperating Revenues:</b>			
On-Behalf (Non-Budgeted)			
TPAF Pension System			
Post Retirement Medical		21,588	21,588
Pension		19,841	19,841
Long-Term Disability		18	18
Reimbursed TPAF S.S.		13,243	13,243
Interest	23,360	4,276	27,636
Total Non-Operating Revenues	<u>23,360</u>	<u>58,966</u>	<u>82,326</u>
Change in Net Position	182,175	52,819	234,994
Total Net Position-Beginning of Year	233,567	6,393	239,960
Total Net Position- Ending of Year	<u>\$ 415,742</u>	<u>\$ 59,212</u>	<u>\$ 474,954</u>

Northern Valley Regional High School District  
Enterprise Funds

Combining Statement of Cash Flows

For The Fiscal Year ended June 30, 2024

	Business Type Activities		
	Non-Major Programs		
	Food Service	Teens and Tots	Totals
<b>Cash Flows From Operating Activities</b>			
Receipts from customers	\$ 1,766,969	\$ 332,803	\$ 2,099,772
Payments to Employees and Benefits	(582,116)	(279,228)	(861,344)
Payments to Suppliers for Goods and Services	(944,466)	(6,725)	(951,191)
Net cash provided by (used for) operating activities	<u>240,387</u>	<u>46,850</u>	<u>287,237</u>
<b>Cash Flows From Noncapital Financing Activities</b>			
Cash received from State Subsidy Reimbursement		(39)	(39)
Net cash provided by Noncapital financing activities	<u>-</u>	<u>(39)</u>	<u>(39)</u>
<b>Cash Flows from Capital and Related Financing Activities</b>			
Purchase of capital assets	(6,884)		(6,884)
Net cash (used for) in capital and related financing activities	<u>(6,884)</u>	<u>-</u>	<u>(6,884)</u>
<b>Cash flows From Investments and Related Financing Activities</b>			
Interest on Deposits	23,360	4,276	27,636
Net cash provided by investing and related financing activities	<u>23,360</u>	<u>4,276</u>	<u>27,636</u>
Net increase (decrease) in cash and cash equivalents	256,863	51,087	307,950
Cash and Cash Equivalents, Beginning of Year	226,683	40,510	267,193
Cash and Cash Equivalents, End of Year	<u>\$ 483,546</u>	<u>\$ 91,597</u>	<u>\$ 575,143</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</b>			
Operating Income (loss)	\$ 158,815	\$ (6,147)	\$ 152,668
Adjustments to reconcile operating income(loss) to net cash used by operating activities:			
Non-Cash State On Behalf TPAF Pension and OPEB Contributions		54,690	54,690
Depreciation	12,297		12,297
(Increase) Decrease in accounts receivable,net	(1,889)		(1,889)
(Increase) Decrease in inventories	2,814		2,814
Increase (decrease) in unearned revenues	1,517	(550)	967
Increase (decrease) in other payable		630	630
Increase (decrease) in accounts payable	66,833	(27)	66,806
Increase (decrease) in compensated absences		(1,785)	(1,785)
(Increase) decrease in due from other funds		39	39
Total adjustments	<u>81,572</u>	<u>52,997</u>	<u>134,569</u>
Net cash provided by (used for) operating activities	<u>\$ 240,387</u>	<u>\$ 46,850</u>	<u>\$ 287,237</u>

## **Long-Term Debt**

Northern Valley Regional High School District  
 Long-Term Debt

Schedule of Serial Bonds Payable

June 30, 2024

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance July 1, 2023	Retired	Balance June 30, 2024
			Date	Amount				
2009 School Bonds	7/15/2009	\$ 2,290,000	8/1/2024	\$ 275,000	4.00%	\$ 540,000	\$ 265,000	\$ 275,000
2016 School Bonds	7/12/2016	11,707,000	8/1/2024	1,000,000	2.00%	8,557,000	1,000,000	7,557,000
			8/1/2025	1,000,000	2.00%			
			8/1/2026	1,000,000	2.00%			
			8/1/2027	1,000,000	2.00%			
			8/1/2028	1,000,000	2.00%			
			8/1/2029	900,000	2.00%			
			8/1/2030	850,000	2.00%			
8/1/2031	807,000	2.50%						
						<u>\$ 9,097,000</u>	<u>\$ 1,265,000</u>	<u>\$ 7,832,000</u>

Northern Valley Regional High School District  
Long-Term Debt

Schedule of Obligations Under Financed Purchases and Leases

June 30, 2024

Issue	Interest Rate	Amount of Original Issue	Balance July 1, 2023	Retired	Balance June 30, 2024
<b>Financed Purchases Payable</b>					
Lease Revenue Bonds - Valley Program Project	4.00% - 5.00%	\$ 4,365,000	\$ 3,295,000	\$ 300,000	\$ 2,995,000
Total Financed Purchases Payable		<u>\$ 4,365,000</u>	<u>3,295,000</u>	<u>300,000</u>	<u>2,995,000</u>
<b>Leases Payable</b>					
TD Equipment Financing	1.0823%	\$ 1,735,515	436,438	436,438	
Canon Financial Services	0.00%	439,594	187,211	85,893	101,318
Total Leases Payable		<u>\$ 2,175,109</u>	<u>623,649</u>	<u>522,331</u>	<u>101,318</u>
Total Financed Purchases and Leases Payable			<u>\$ 3,918,649</u>	<u>\$ 822,331</u>	<u>\$ 3,096,318</u>

Northern Valley Regional High School District  
Debt Service Fund

Budgetary Comparison Schedule

Year ended June 30, 2024

	<b>Original Budget</b>	<b>Budget Transfers</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Final to Actual</b>
Revenues:					
Local sources:					
Local tax levy	\$ 548,940		\$ 548,940	\$ 548,940	
Debt Service Aid	382,197		382,197	382,197	
Total revenues	<u>931,137</u>	-	<u>931,137</u>	<u>931,137</u>	-
Expenditures:					
Principal on bonds	1,265,000		1,265,000	1,265,000	
Interest on bonds	181,475		181,475	181,475	
Total expenditures	<u>1,446,475</u>	-	<u>1,446,475</u>	<u>1,446,475</u>	-
Excess of revenues over expenditures	(515,338)	-	(515,338)	(515,338)	-
Other financing (uses) sources:					
Transfer In	515,337		515,337	515,337	
Total other financing (uses) sources	<u>(1)</u>	-	<u>(1)</u>	<u>(1)</u>	-
(Deficiency) of revenues under expenditures and other financing (uses) sources	(1)	-	(1)	(1)	-
Fund balance, July 1	1		1	1	
Fund balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

## **Statistical Section (Unaudited)**

Other Information

## STATISTICAL SECTION

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

### Contents

### Exhibits

#### **Financial Trends**

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

J-1 to J-5

#### **Revenue Capacity**

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

J-6 to J-9

#### **Debt Capacity**

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

J-10 to J-13

#### **Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

J-14 and J-15

#### **Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it pe

J-16 to J-20

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

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
(Unaudited)  
*(accrual basis of accounting)*

	Fiscal Year									
	2015	2016	2017 (Restated)	2018	2019	2020 (Restated)	2021	2022	2023	2024
<b>Governmental Activities</b>										
Net Investment in Capital Assets	\$ (4,835,391)	\$ (2,655,839)	\$ (1,537,942)	\$ (212,540)	\$ 1,751,382	\$ 5,576,485	\$ 8,971,199	\$ 11,661,117	\$ 14,323,633	\$ 16,005,124
Restricted	2,576,665	2,299,137	2,194,207	3,450,445	4,567,420	7,018,821	9,624,105	10,161,795	10,115,725	14,584,495
Unrestricted	<u>(14,728,127)</u>	<u>(15,276,946)</u>	<u>(15,062,664)</u>	<u>(16,699,317)</u>	<u>(17,764,349)</u>	<u>(18,235,920)</u>	<u>(16,399,774)</u>	<u>(12,416,856)</u>	<u>(11,063,532)</u>	<u>(11,464,635)</u>
<b>Total Governmental Activities Net Position</b>	<b>\$ (16,986,853)</b>	<b>\$ (15,633,648)</b>	<b>\$ (14,406,399)</b>	<b>\$ (13,461,412)</b>	<b>\$ (11,445,547)</b>	<b>\$ (5,640,614)</b>	<b>\$ 2,195,530</b>	<b>\$ 9,406,056</b>	<b>\$ 13,375,826</b>	<b>\$ 19,124,984</b>
<b>Business-Type Activities</b>										
Net Investment in Capital Assets	\$ 88,085	\$ 95,402	\$ 92,526	\$ 106,483	\$ 92,748	\$ 97,801	\$ 125,318	\$ 410,937	\$ 732,526	\$ 723,304
Unrestricted	<u>(3,984,203)</u>	<u>(4,492,879)</u>	<u>(6,135,564)</u>	<u>(7,757,032)</u>	<u>(6,668,538)</u>	<u>(6,445,370)</u>	<u>(7,835,108)</u>	<u>(5,145,075)</u>	<u>(2,178,680)</u>	<u>554,990</u>
<b>Total Business-Type Activities Net Position</b>	<b>\$ (3,896,118)</b>	<b>\$ (4,397,477)</b>	<b>\$ (6,043,038)</b>	<b>\$ (7,650,549)</b>	<b>\$ (6,575,790)</b>	<b>\$ (6,347,569)</b>	<b>\$ (7,709,790)</b>	<b>\$ (4,734,138)</b>	<b>\$ (1,446,154)</b>	<b>\$ 1,278,294</b>
<b>District-Wide</b>										
Net Investment in Capital Assets	\$ (4,747,306)	\$ (2,560,437)	\$ (1,445,416)	\$ (106,057)	\$ 1,844,130	\$ 5,674,286	\$ 9,096,517	\$ 12,072,054	\$ 15,056,159	\$ 16,728,428
Restricted	2,576,665	2,299,137	2,194,207	3,450,445	4,567,420	7,018,821	9,624,105	10,161,795	10,115,725	14,584,495
Unrestricted	<u>(18,712,330)</u>	<u>(19,769,825)</u>	<u>(21,198,228)</u>	<u>(24,456,349)</u>	<u>(24,432,887)</u>	<u>(24,681,290)</u>	<u>(24,234,882)</u>	<u>(17,561,931)</u>	<u>(13,242,212)</u>	<u>(10,909,645)</u>
<b>Total District Net Position</b>	<b>\$ (20,882,971)</b>	<b>\$ (20,031,125)</b>	<b>\$ (20,449,437)</b>	<b>\$ (21,111,961)</b>	<b>\$ (18,021,337)</b>	<b>\$ (11,988,183)</b>	<b>\$ (5,514,260)</b>	<b>\$ 4,671,918</b>	<b>\$ 11,929,672</b>	<b>\$ 20,403,278</b>

(1) - Fund Balances at June 30, 2020 have been restated to reflect the implementation of GASB No. 84 "Fiduciary Activities".

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

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Expenses</b>										
Governmental Activities										
Instruction										
Regular	\$ 26,513,942	\$ 32,470,087	\$ 36,453,238	\$ 37,509,266	\$ 35,994,518	\$ 34,075,091	\$ 37,214,677	\$ 32,863,447	\$ 32,187,019	\$ 34,025,844
Special Education	3,612,972	7,590,218	8,573,915	9,014,717	7,038,978	8,414,650	8,587,257	5,879,022	5,663,842	9,227,297
Other Instruction	2,573,423	215,251	274,467	367,800	384,015	134,919	336,441	10,344	216,019	173,308
School Sponsored Activities and Athletics		3,194,204	3,588,010	3,893,781	3,430,891	3,558,156	4,314,079	3,594,742	6,455,626	5,888,759
Support Services:										
Tuition	4,339,032									
Student and Instruction Related Services	7,699,646	8,754,056	9,243,193	9,705,031	9,196,610	10,976,335	12,102,929	13,447,941	13,244,213	9,994,866
Regulor Administration Services	3,500,274	4,417,188	4,898,033	4,722,623	4,817,049	3,145,409	3,235,847	3,098,793	2,719,671	2,935,961
General Administrative Services	1,887,360	1,301,361	1,288,164	1,471,261	1,279,639	1,661,752	1,657,276	1,572,532	1,604,640	1,735,902
Plant Operations And Maintenance	4,954,125	5,591,664	6,124,479	6,931,247	7,391,167	6,765,554	6,192,496	7,589,389	7,306,730	6,746,774
Pupil Transportation	1,641,240	1,619,265	1,720,084	1,756,972	2,040,701	1,647,369	1,270,749	2,499,246	3,816,170	3,665,579
Business and Other Support Services		965,986	946,417	1,048,946	1,132,655	1,246,589	1,276,962	2,453,028	2,265,636	1,207,623
Special Schools	24,058									
SDA Debt Service Assessment	67,210									
Interest on Long-Term Debt	612,133	537,815	653,603	428,469	397,139	451,674	383,782	112,635	263,181	233,748
Total Governmental Activities Expenses	57,425,415	66,657,095	73,763,603	76,850,113	73,103,362	72,077,498	76,572,495	73,121,119	75,742,747	75,835,661
Business-Type Activities										
Non-Major Programs	1,540,339	1,774,493	1,885,936	1,601,127	1,327,067	1,025,239	136,706	1,355,859	1,833,575	1,947,396
Technical Services	1,550,888	1,116,044	960,341	929,634	927,736	355,934	-			
Regional Cooperative Program	1,183,505	1,434,251	1,579,032	1,621,187	1,739,102	1,695,216	1,819,378	1,697,804	1,986,553	1,628,045
Regional Transportation	1,694,080	1,828,084	2,001,992	2,054,891	2,441,722	1,861,787	1,728,188	3,003,138	5,013,585	5,182,084
Regional Special Education	15,232,292	19,955,763	24,203,108	24,119,979	20,350,154	20,990,876	21,270,606	17,107,696	17,021,258	16,373,394
Total Business-Type Activities Expense	21,201,104	26,108,635	30,630,409	30,326,818	26,785,781	25,929,052	24,954,878	23,164,497	25,854,971	25,130,919
Total District Expenses	\$ 78,626,519	\$ 92,765,730	\$ 104,394,012	\$ 107,176,931	\$ 99,889,143	\$ 98,006,550	\$ 101,527,373	\$ 96,285,616	\$ 101,597,718	\$ 100,966,580
<b>Program Revenues</b>										
Governmental Activities										
Charges For Services										
Regular		\$ 436,515	\$ 479,534	\$ 459,388	\$ 464,142	\$ 372,079	\$ 266,464	\$ 503,233	\$ 477,789	\$ 401,372
Special Education			57,000	155,686	238,533	566,510	820,773	1,176,963	1,725,926	2,528,591
Other Instruction					2,612	7,858	13,775	9,976	5,462	7,837
Interest on long-term debt	\$ 9,913									
Operating Grants and Contributions	519,927	14,760,738	20,543,568	22,383,681	18,239,000	17,042,824	23,697,227	18,833,684	17,195,420	16,425,287
Capital Grants and Contributions	7,567,533	109,599	41,640	29,250	50,502	235,090	25,836	28,128	54,307	79,385
Total Governmental Activities Program Revenues	8,097,373	15,306,852	21,121,742	23,028,005	18,994,789	18,224,361	24,824,075	20,551,984	19,458,904	19,442,472
Business-Type Activities										
Charges For Services										
Non-Major Programs	1,477,105	1,675,582	1,705,663	1,522,582	1,252,368	949,787	29,012	1,277,655	1,847,979	2,100,064
Technical Services	1,318,642	716,682	934,104	891,546	1,062,438	396,015	-			
Regional Cooperative Program	1,334,198	1,264,099	1,357,097	1,243,284	1,034,182	1,032,428	1,230,262	1,457,066	1,581,531	1,609,854
Regional Transportation	1,968,757	1,580,097	1,960,733	2,051,960	2,437,176	1,836,462	1,726,018	3,037,706	5,003,737	5,201,996
Regional Special Education	15,419,458	17,097,926	18,015,364	17,187,273	17,207,858	17,668,651	15,648,228	16,681,706	17,059,377	16,700,558
Capital Grants and Contributions								86,652	52,515	
Operating Grants And Contributions	-	3,210,006	4,867,159	5,748,006	4,768,312	5,068,911	5,026,406	3,584,712	3,492,568	1,926,200
Total Business Type Activities Program Revenues	21,518,160	25,544,392	28,840,120	28,644,651	27,762,334	26,952,254	23,659,926	26,125,497	29,037,707	27,538,672
Total District Program Revenues	\$ 29,615,533	\$ 40,851,244	\$ 49,961,862	\$ 51,672,656	\$ 46,757,123	\$ 45,176,615	\$ 48,484,001	\$ 46,677,481	\$ 48,496,611	\$ 46,981,144
<b>Net (Expense)/Revenue</b>										
Governmental Activities	\$ (49,328,042)	\$ (51,350,243)	\$ (52,641,861)	\$ (53,822,108)	\$ (54,108,573)	\$ (53,853,137)	\$ (51,748,420)	\$ (52,569,135)	\$ (56,283,843)	\$ (56,393,189)
Business-Type Activities	317,056	(564,243)	(1,790,289)	(1,682,167)	976,553	1,023,202	(1,294,952)	2,961,000	3,182,736	2,407,753
Total District-Wide Net Expenses	\$ (49,010,986)	\$ (51,914,486)	\$ (54,432,150)	\$ (55,504,275)	\$ (53,132,020)	\$ (52,829,935)	\$ (53,043,372)	\$ (49,608,135)	\$ (53,101,107)	\$ (53,985,436)

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
(Unaudited)  
*(accrual basis of accounting)*

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>General Revenues and Other Changes in Net Assets</b>										
<b>Governmental Activities</b>										
Property Taxes Levied For General Purposes, Net	\$ 48,526,678	\$ 49,835,108	\$ 50,727,156	\$ 51,731,554	\$ 52,910,341	\$ 54,206,644	\$ 55,279,936	\$ 56,164,415	\$ 57,259,622	\$ 58,920,150
Taxes Levied For Debt Service	1,569,746	2,091,842	2,100,486	2,226,494	2,396,656	2,425,745	2,444,033	2,408,534	1,077,482	548,940
Federal and State Aid - Unrestricted	81,489	44,968	23,541	32,806	1,091			157,321		
Tuition (other than special schools)	336,071									
Investment earnings	12,684									
Miscellaneous Income	187,837	688,436	534,874	504,924	593,014	1,098,787	1,524,472	794,875	1,527,753	2,291,060
N.J. Economic Development Authority grants	484,902									
State Aid Restricted for Debt Service		92,242	92,135	204,739	239,673	245,331	250,005	254,516	388,756	382,197
Transfers	-	(49,148)	(27,452)	66,578	(16,337)	800,000	86,118	-	-	-
<b>Total Governmental Activities</b>	<u>51,199,407</u>	<u>52,703,448</u>	<u>53,450,740</u>	<u>54,767,095</u>	<u>56,124,438</u>	<u>58,776,507</u>	<u>59,584,564</u>	<u>59,779,661</u>	<u>60,253,613</u>	<u>62,142,347</u>
<b>Business-Type Activities</b>										
Investment earnings	6,239	13,736	13,828	27,598	70,635	5,019	456	14,652	105,248	316,695
Miscellaneous Income							18,393			
Transfers		49,148	27,452	(66,578)	16,337	(800,000)	(86,118)			
Change in Net Pension Liability	-	-	-	113,636	11,234	-	-	-	-	-
<b>Total Business-Type Activities</b>	<u>6,239</u>	<u>62,884</u>	<u>41,280</u>	<u>74,656</u>	<u>98,206</u>	<u>(794,981)</u>	<u>(67,269)</u>	<u>14,652</u>	<u>105,248</u>	<u>316,695</u>
<b>Total District-Wide</b>	<u>\$ 51,205,646</u>	<u>\$ 52,766,332</u>	<u>\$ 53,492,020</u>	<u>\$ 54,841,751</u>	<u>\$ 56,222,644</u>	<u>\$ 57,981,526</u>	<u>\$ 59,517,295</u>	<u>\$ 59,794,313</u>	<u>\$ 60,358,861</u>	<u>\$ 62,459,042</u>
<b>Change in Net Position</b>										
Governmental Activities	\$ 1,871,365	\$ 1,353,205	\$ 808,879	\$ 944,987	\$ 2,015,865	\$ 4,923,370	\$ 7,836,144	\$ 7,210,526	\$ 3,969,770	\$ 5,749,158
Business-Type Activities	323,295	(501,359)	(1,749,009)	(1,607,511)	1,074,759	228,221	(1,362,221)	2,975,652	3,287,984	2,724,448
<b>Total District</b>	<u>\$ 2,194,660</u>	<u>\$ 851,846</u>	<u>\$ (940,130)</u>	<u>\$ (662,524)</u>	<u>\$ 3,090,624</u>	<u>\$ 5,151,591</u>	<u>\$ 6,473,923</u>	<u>\$ 10,186,178</u>	<u>\$ 7,257,754</u>	<u>\$ 8,473,606</u>

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
FUND BALANCES - GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(Unaudited)  
(modified accrual basis of accounting)**

	Fiscal Year									
	2015	2016	2017	2018	2019	2020 (Restated)	2021	2022	2023	2024
General Fund										
Restricted	\$ 1,656,070	\$ 2,784,289	\$ 2,822,534	\$ 4,074,593	\$ 4,740,392	\$ 7,419,766	\$ 10,004,947	\$ 9,352,338	\$ 9,494,027	\$ 12,995,309
Committed			54,537	94,060	125,013	62,293	521,268	-		
Assigned	842,072	1,052,956	1,101,784	88,288	677,947	47,996	137,273	2,223,157	2,465,732	737,531
Unassigned	970,618	461,077	364,690	427,170	388,028	391,388	734,971	2,432,202	1,609,798	1,462,507
Total general fund	<u>3,468,760</u>	<u>4,298,322</u>	<u>4,343,545</u>	<u>4,684,111</u>	<u>5,931,380</u>	<u>7,921,443</u>	<u>11,398,459</u>	<u>14,007,697</u>	<u>13,569,557</u>	<u>15,195,347</u>
All Other Governmental Funds										
Restricted, reported in:										
Special revenue fund						834,480	788,039	809,456	800,925	938,192
Capital projects fund	544,886	(485,672)	1,854,173	192,564	142,642	241,973	9,580			830,222
Debt service fund	971	520	26,102	31,251	5,149			1	1	
Assigned, reported in:										
Capital projects fund	272,500									
Total all other governmental funds	<u>818,357</u>	<u>(485,152)</u>	<u>1,880,275</u>	<u>223,815</u>	<u>147,791</u>	<u>1,076,453</u>	<u>797,619</u>	<u>809,457</u>	<u>800,926</u>	<u>1,768,414</u>
Total Fund Balances	<u>\$ 4,287,117</u>	<u>\$ 3,813,170</u>	<u>\$ 6,223,820</u>	<u>\$ 4,907,926</u>	<u>\$ 6,079,171</u>	<u>\$ 8,997,896</u>	<u>\$ 12,196,078</u>	<u>\$ 14,817,154</u>	<u>\$ 14,370,483</u>	<u>\$ 16,963,761</u>

Source: District records

(1) - Fund Balances at June 30, 2020 have been restated to reflect the implementation of GASB No. 84 "Fiduciary Activities".

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(Unaudited)  
(modified accrual basis of accounting)**

	Fiscal Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Revenues</b>										
Tax Levy	\$ 50,616,351	\$ 51,926,950	\$ 52,827,642	\$ 53,958,048	\$ 55,306,997	\$ 56,632,389	\$ 57,723,969	\$ 58,572,949	\$ 58,337,104	\$ 59,469,090
Miscellaneous	626,462	1,169,933	1,160,817	1,197,361	1,370,715	2,168,550	3,432,893	3,965,298	5,771,619	7,135,957
State Sources	6,809,259	7,367,594	8,830,390	10,380,557	12,024,517	12,375,448	14,114,885	19,277,982	19,461,309	20,082,281
Federal Sources	759,805	820,747	892,991	890,525	928,610	984,799	1,026,276	1,492,442	1,923,955	1,939,655
<b>Total Revenues</b>	<b>58,811,877</b>	<b>61,285,224</b>	<b>63,711,840</b>	<b>66,426,491</b>	<b>69,630,839</b>	<b>72,161,186</b>	<b>76,298,023</b>	<b>83,308,671</b>	<b>85,493,987</b>	<b>88,626,983</b>
<b>Expenditures</b>										
<b>Instruction</b>										
Regular Instruction	19,926,862	27,563,772	29,024,367	30,274,458	32,157,939	31,432,628	32,557,490	34,432,030	36,287,509	38,333,650
Special Education Instruction	2,794,832	6,999,967	7,528,240	7,914,188	6,780,956	7,971,295	7,886,542	6,293,727	6,444,355	10,090,831
Other Instruction	214,899	214,899	274,143	366,709	383,047	133,559	126,347	10,344	246,693	201,599
School Sponsored Activities and Athletics	1,980,532	2,713,609	2,851,148	3,144,961	3,083,755	3,289,334	4,055,923	3,830,234	6,904,129	6,187,214
<b>Support Services</b>										
Tuition	4,339,032									
Student and Inst. Related Services	6,096,964	7,841,390	7,929,546	8,226,288	8,214,741	10,151,191	11,255,559	14,052,818	14,558,702	11,191,048
School Administration Services	2,642,592	3,825,645	4,002,277	3,849,880	4,245,254	2,883,823	3,033,738	3,337,187	3,204,377	3,356,785
General Administration Services	1,587,750	1,272,702	1,122,811	1,366,951	1,178,650	1,586,057	1,576,827	1,634,071	1,730,671	1,905,154
Business and Other Support Services		914,227	878,093	924,383	1,023,959	1,172,045	1,138,301	2,524,044	2,396,318	1,396,578
Plant Operations And Maintenance	4,176,152	4,833,781	5,251,786	5,163,571	5,641,330	5,018,258	4,963,208	6,407,600	6,387,153	5,438,590
Pupil Transportation	1,587,075	1,602,455	1,697,256	1,723,740	2,010,397	1,627,222	1,270,749	2,499,246	3,816,170	3,661,296
Other Support Services										
Unallocated Employee Benefits	10,925,005									
Transfer of Funds to Charter Schools	18,339									
Capital Outlay	190,616	1,258,138	10,544,861	2,332,190	965,238	8,603,056	1,320,275	2,212,367	1,966,593	1,843,204
<b>Debt Service</b>										
Principal	1,540,000	1,615,000	1,795,560	1,810,396	2,220,985	2,748,859	3,385,190	3,165,878	1,620,300	2,087,331
Interest and Other Charges	642,297	569,535	607,912	711,248	537,006	550,558	614,810	288,049	377,688	340,425
<b>Total Expenditures</b>	<b>58,448,048</b>	<b>61,225,120</b>	<b>73,508,000</b>	<b>67,808,963</b>	<b>68,443,257</b>	<b>77,167,885</b>	<b>73,184,959</b>	<b>80,687,595</b>	<b>85,940,658</b>	<b>86,033,705</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>363,829</b>	<b>60,104</b>	<b>(9,796,160)</b>	<b>(1,382,472)</b>	<b>1,187,582</b>	<b>(5,006,699)</b>	<b>3,113,064</b>	<b>2,621,076</b>	<b>(446,671)</b>	<b>2,593,278</b>
<b>Other Financing Sources (Uses)</b>										
Proceeds from Borrowing			11,707,000							
Capital Leases (Non-Budgeted)			412,490			5,263,500				
Premium on Leases						815,361				
Foundation Contribution						165,000				
Proceeds from Refunding			7,862,649							
Payments to Escrow Agent			(7,747,877)							
N.J. Economic Development Authority Gr	484,902						(1,000)			
Transfers In	336,720		500,345	102,374	10,353	1,600,000	287,823	9,580		1,439,777
Transfers Out	(336,720)	(49,148)	(527,797)	(35,796)	(26,690)	(800,000)	(201,705)	(9,580)	-	(1,439,777)
<b>Total Other Financing Sources (Uses)</b>	<b>484,902</b>	<b>(49,148)</b>	<b>12,206,810</b>	<b>66,578</b>	<b>(16,337)</b>	<b>7,043,861</b>	<b>85,118</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>\$ 848,731</b>	<b>\$ 10,956</b>	<b>\$ 2,410,650</b>	<b>\$ (1,315,894)</b>	<b>\$ 1,171,245</b>	<b>\$ 2,037,162</b>	<b>\$ 3,198,182</b>	<b>\$ 2,621,076</b>	<b>\$ (446,671)</b>	<b>\$ 2,593,278</b>
<b>Debt Service as a Percentage of Noncapital Expenditures</b>	<b>3.75%</b>	<b>3.64%</b>	<b>3.82%</b>	<b>3.85%</b>	<b>4.09%</b>	<b>4.81%</b>	<b>5.57%</b>	<b>4.40%</b>	<b>2.38%</b>	<b>2.88%</b>

\* Noncapital expenditures are total expenditures less capital outlay.

Note - The District did not allocate unallocated employee benefits and tuition prior to the fiscal year ended June 30, 2016.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE  
LAST TEN FISCAL YEARS  
(Unaudited)**

<u>Fiscal Year Ended June 30,</u>	<u>Summer School</u>	<u>Tuition</u>	<u>Interest</u>	<u>Gate Receipts</u>	<u>Rentals</u>	<u>Athletics and Activities Fees</u>	<u>Laptop Maintenance and Rentals</u>	<u>Sale of Assets</u>	<u>Unemployment Contributions</u>	<u>Miscellaneous</u>	<u>Total</u>
2015	\$ 9,913	\$ 336,071	\$ 12,163	\$ 17,680	\$ 11,105	\$ 90,275				\$ 4	477,211
2016	5,225	431,290	27,351	18,955	24,381	158,609	\$ 175,051	\$ 233,982		50,107	1,124,951
2017	6,650	529,884	26,575	25,890	15,828	138,238	267,986			32,005	1,043,056
2018	6,413	608,661	55,529	23,629	28,392	59,303	71,898	169,053		70,732	1,093,610
2019	2,612	702,675	165,758	21,972	11,642	92,839	163,487			126,963	1,287,948
2020	7,858	938,569	141,525		416,030	104,335	158,868			268,588	2,035,773
2021	13,775	1,087,237	103,820		483,959	93,006	151,719		\$ 193,957	497,851	2,625,324
2022	9,376	1,680,796	76,178		496,080	90,830	88,228			43,559	2,485,047
2023	5,462	2,203,715	380,872		519,727	104,750	164,553			357,852	3,736,931
2024	7,837	2,937,800	934,620		606,304	205,500	174,368	950		352,676	5,220,055

Source: School District's Records

NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN YEARS  
(Unaudited)

Fiscal Year Ended June 30,	Closter Borough							Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate <sup>a</sup>
	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment						
2015	\$ 20,358,100	\$ 1,805,323,200	\$ 4,572,100	\$ 216,624,800	\$ 18,964,000	\$ 959,600	\$ 2,066,801,800	\$ 100,000	\$ 2,066,901,800	\$ 2,099,516,054	\$ 0.539	
2016	19,884,100	1,816,990,700	4,642,700	216,412,100	18,964,000	959,600	2,077,853,200	100,000	2,077,953,200	2,129,915,670	0.553	
2017	19,611,500	1,825,939,100	4,638,400	215,541,300	19,914,000	959,600	2,086,603,900	100,000	2,086,703,900	2,140,987,596	0.565	
2018	18,196,800	1,884,747,100	5,062,100	237,104,000	21,569,100		2,166,679,100	100,000	2,166,779,100	2,168,261,971	0.544	
2019	18,903,200	1,923,578,700	5,457,800	256,031,300	22,812,900		2,226,783,900	100,000	2,226,883,900	2,226,975,293	0.528	
2020	18,627,800	1,956,453,700	5,572,500	265,247,800	23,968,500		2,269,870,300	100,000	2,269,970,300	2,293,283,498	0.525	
2021	17,355,800	1,948,606,900	5,528,800	262,408,600	24,092,200		2,257,992,300	100,000	2,258,092,300	2,260,654,086	0.539	
2022	17,045,800	2,049,815,100	5,737,800	293,427,400	44,225,600		2,410,251,700	100,000	2,410,351,700	2,399,639,232	0.523	
2023	18,515,900	2,223,435,900	6,173,500	306,966,400	52,939,900		2,608,031,600	100,000	2,608,131,600	2,603,974,354	0.505	
2024	20,672,100	2,364,329,700	6,312,500	318,013,100	57,368,300		2,766,695,700	100,000	2,766,795,700	2,833,593,609	0.503	

Fiscal Year Ended June 30,	Demarest Borough							Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate <sup>a</sup>
	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment						
2015	\$ 12,778,100	\$ 1,225,059,400		\$ 36,920,200		\$ 1,350,000	\$ 1,276,107,700	\$ 85,020	\$ 1,276,192,720	\$ 1,501,723,835	\$ 0.567	
2016	12,763,100	1,240,829,500		36,920,200		1,350,000	1,291,862,800	85,020	1,291,947,820	1,516,882,756	0.575	
2017	10,281,800	1,272,223,900		36,920,200		1,350,000	1,320,775,900	83,130	1,320,859,030	1,589,584,628	0.572	
2018	10,281,800	1,284,770,200		36,920,200		1,350,000	1,333,322,200	83,130	1,333,405,330	1,602,178,919	0.602	
2019	10,281,800	1,295,887,500		36,920,200		1,350,000	1,344,439,500	83,130	1,344,522,630	1,622,129,602	0.648	
2020	10,281,800	1,306,164,300		36,920,200		1,350,000	1,354,716,300	81,710	1,354,798,010	1,658,936,268	0.682	
2021	8,810,900	1,312,340,700		36,920,200		1,350,000	1,359,421,800	82,810	1,359,504,610	1,642,574,368	0.705	
2022	11,144,600	1,316,741,700		23,455,600		1,350,000	1,352,691,900	82,810	1,352,774,710	1,666,396,297	0.728	
2023	8,155,200	1,349,148,900		23,455,600		1,350,000	1,382,109,700	82,810	1,382,192,510	1,803,359,244	0.725	
2024	6,912,400	1,357,228,500		23,455,600		1,350,000	1,388,946,500	82,810	1,389,029,310	2,001,363,833	0.733	

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

Source: County Abstract of Ratables

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN YEARS  
 (Unaudited)**

**Harrington Park Borough**

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate <sup>a</sup>
2015	\$ 12,498,400	\$ 854,583,200		\$ 28,151,900			\$ 895,233,500		\$ 895,233,500	\$ 957,430,915	\$ 0.587
2016	12,498,400	856,178,500		27,192,100			895,869,000		895,869,000	977,108,511	0.591
2017	12,498,400	856,483,100		27,192,100			896,173,600		896,173,600	995,996,199	0.610
2018	12,498,400	856,504,400		27,192,100			896,194,900		896,194,900	993,808,185	0.610
2019	12,470,900	860,351,100		26,732,100			899,554,100		899,554,100	997,967,848	0.618
2020	12,470,900	859,526,400		30,473,600			902,470,900		902,470,900	1,020,306,460	0.631
2021	13,205,500	860,276,100		55,351,600			928,833,200		928,833,200	1,059,914,304	0.646
2022	13,205,500	859,723,150		67,926,700			940,855,350		940,855,350	1,106,039,202	0.636
2023	13,732,000	860,586,750		69,268,800			943,587,550		943,587,550	1,191,408,904	0.615
2024	13,338,400	864,537,550		69,268,800			947,144,750		947,144,750	1,281,310,538	0.632

**Haworth Borough**

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate <sup>a</sup>
2015	\$ 13,886,600	\$ 684,502,500		\$ 92,027,800			\$ 790,416,900	\$ 572,378	\$ 790,989,278	\$ 947,007,450	\$ 0.715
2016	12,288,800	688,316,600		91,150,400			791,755,800	581,033	792,336,833	938,535,971	0.721
2017	12,100,500	691,773,000		91,150,400			795,023,900	613,996	795,637,896	918,832,229	0.693
2018	12,041,100	699,524,400		91,125,400			802,690,900	584,214	803,275,114	937,029,912	0.674
2019	11,304,000	703,395,900		91,125,400			805,825,300	589,249	806,414,549	935,150,231	0.682
2020	10,346,000	709,836,000		84,689,800			804,871,800	589,673	805,461,473	935,052,600	0.699
2021	11,949,300	716,453,100		82,831,200			811,233,600	592,673	811,826,273	944,901,562	0.694
2022	11,684,300	721,570,400		83,127,000			816,381,700	572,451	816,954,151	987,597,998	0.701
2023	11,962,000	729,587,600		83,349,300			824,898,900	-	824,898,900	1,041,560,538	0.707
2024	9,385,700	767,376,200		83,571,200			860,333,100	-	860,333,100	1,160,573,452	0.674

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

Source: County Abstract of Ratables

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN YEARS  
(Unaudited)**

**Northvale Borough**

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate <sup>a</sup>
2015	\$ 10,049,700	\$ 576,016,200		\$ 81,420,700	\$ 186,088,200		\$ 853,574,800	\$ 908,803	\$ 854,483,603	\$ 913,012,611	\$ 0.639
2016	10,641,100	576,988,300		81,392,200	185,749,300		854,770,900	908,803	855,679,703	947,649,798	0.636
2017	9,122,000	579,726,300		81,214,600	185,541,400		855,604,300	908,803	856,513,103	937,826,702	0.657
2018	9,122,000	581,350,700		81,256,200	185,541,400		857,270,300	908,803	858,179,103	981,568,465	0.687
2019	11,071,200	590,031,600		81,313,300	183,330,100		865,746,200	908,803	866,655,003	1,007,436,738	0.702
2020	9,479,800	595,688,700		81,272,000	175,972,000		862,412,500	908,803	863,321,303	1,010,414,027	0.706
2021	9,727,700	596,193,900		87,977,300	171,472,000		865,370,900	908,803	866,279,703	989,031,798	0.687
2022	7,954,700	601,743,900		87,826,900	172,280,400		869,805,900	908,803	870,714,703	1,045,562,121	0.669
2023	6,912,200	605,734,400		80,795,800	180,264,500		873,706,900	908,803	874,615,703	1,090,738,075	0.678
2024	6,319,300	618,962,100		80,762,900	178,794,000		884,838,300	908,803	885,747,103	1,140,703,732	0.665

**Norwood Borough**

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate <sup>a</sup>
2015	6,850,100	988,459,100	44,300	71,289,200	97,395,300	16,500,000	1,180,538,000		1,180,538,000	1,240,810,250	0.567
2016	11,878,400	990,623,100	44,300	69,189,200	97,173,900	16,500,000	1,185,408,900		1,185,408,900	1,291,038,163	0.604
2017	8,763,400	996,442,100	44,300	65,125,900	97,167,600	16,500,000	1,184,043,300		1,184,043,300	1,298,979,351	0.611
2018	8,213,100	999,496,800	44,300	63,525,800	96,999,600	16,500,000	1,184,779,600		1,184,779,600	1,274,815,010	0.617
2019	8,991,100	1,000,494,000	44,300	82,870,900	100,799,100	16,500,000	1,209,699,400		1,209,699,400	1,305,700,439	0.621
2020	8,555,900	1,003,243,300	44,300	81,331,300	95,983,200	16,500,000	1,205,658,000		1,205,658,000	1,300,794,605	0.641
2021	6,244,400	1,008,455,300	44,300	82,173,500	95,983,200	16,500,000	1,209,400,700		1,209,400,700	1,317,628,166	0.658
2022	7,502,500	1,013,979,700	44,300	88,605,100	99,977,000	16,500,000	1,226,608,600		1,226,608,600	1,349,485,012	0.663
2023	5,658,500	1,019,321,500	44,300	91,382,800	99,977,000	22,597,600	1,238,981,700		1,238,981,700	1,444,466,079	0.673
2024	5,253,800	1,021,147,600	44,300	97,480,400	99,977,000	16,500,000	1,240,403,100		1,240,403,100	1,516,756,053	0.684

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

Source: County Abstract of Ratables

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN YEARS  
 (Unaudited)**

**Old Tappan Borough**

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate <sup>a</sup>
2015	\$ 43,312,500	\$ 1,599,653,900	\$ 373,800	\$ 80,399,200		\$ 698,100	\$ 1,724,437,500	\$ 1,190,284	\$ 1,725,627,784	\$ 1,733,909,301	0.570
2016	40,450,900	1,606,134,700	373,800	80,545,500		2,817,100	1,730,322,000	1,149,128	1,731,471,128	1,721,634,054	0.570
2017	39,118,600	1,609,983,000	373,800	80,256,200		2,817,100	1,732,548,700	1,117,527	1,733,666,227	1,765,955,122	0.589
2018	37,566,000	1,619,099,500	373,800	80,256,200		2,817,100	1,740,112,600	1,117,699	1,741,230,299	1,769,692,974	0.617
2019	37,375,800	1,612,161,900	373,800	80,256,200		2,817,100	1,732,984,800	1,128,230	1,734,113,030	1,748,800,451	0.627
2020	35,410,500	1,605,531,900	373,800	80,256,200		9,176,500	1,730,748,900	1,141,337	1,731,890,237	1,747,913,050	0.629
2021	34,618,500	1,617,168,200	373,800	62,970,400		8,955,400	1,724,086,300	1,146,335	1,725,232,635	1,742,930,480	0.628
2022	34,058,800	1,618,414,500	373,800	63,280,600		10,305,400	1,726,433,100	1,118,587	1,727,551,687	1,786,278,833	0.598
2023	33,478,500	1,650,580,500	373,800	63,280,600		10,305,400	1,758,018,800	1,047,290	1,759,066,090	1,978,227,409	0.559
2024	32,918,100	1,692,586,400	373,800	63,280,600		10,305,400	1,799,464,300	-	1,799,464,300	2,174,842,035	0.566

a Tax rates are per \$100

Source: County Abstract of Ratables

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

Fiscal Year Ended December 31,	Total Direct School Tax Rate	Closter Borough Overlapping Rates			Total Direct and Overlapping Tax Rate
		Municipality	Local School	County	
2015	\$ 0.539	\$ 0.547	\$ 0.860	\$ 0.244	\$ 2.190
2016	0.553	0.559	0.875	0.252	2.239
2017	0.565	0.569	0.890	0.258	2.282
2018	0.544	0.556	0.881	0.245	2.226
2019	0.528	0.555	0.889	0.245	2.217
2020	0.525	0.561	0.904	0.251	2.241
2021	0.539	0.578	0.934	0.253	2.304
2022	0.523	0.554	0.894	0.241	2.212
2023	0.505	0.548	0.852	0.239	2.144
2024	0.503	0.495	0.834	0.229	2.061

Source: Municipal Tax Collector

Fiscal Year Ended December 31,	Total Direct School Tax Rate	Demarest Borough Overlapping Rates			Total Direct and Overlapping Tax Rate
		Municipality	Local School	County	
2015	\$ 0.567	\$ 0.562	\$ 1.000	\$ 0.283	\$ 2.412
2016	0.575	0.565	1.016	0.289	2.445
2017	0.572	0.566	1.044	0.302	2.484
2018	0.602	0.562	1.087	0.294	2.545
2019	0.648	0.573	1.110	0.295	2.626
2020	0.682	0.593	1.125	0.304	2.704
2021	0.705	0.618	1.143	0.303	2.769
2022	0.728	0.630	1.184	0.297	2.839
2023	0.725	0.670	1.218	0.305	2.918
2024	0.733	0.716	1.272	0.336	3.057

Source: Municipal Tax Collector

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

Fiscal Year Ended December 31,	Total Direct School Tax Rate	Northvale Borough Overlapping Rates			Total Direct and Overlapping Tax Rate
		Municipality	Local School	County	
2015	\$ 0.639	\$ 0.696	\$ 1.041	\$ 0.257	\$ 2.633
2016	0.636	0.709	1.059	0.272	2.676
2017	0.657	0.722	1.083	0.274	2.736
2018	0.687	0.765	1.108	0.280	2.840
2019	0.702	0.811	1.129	0.283	2.925
2020	0.706	0.865	1.173	0.288	3.032
2021	0.687	0.880	1.175	0.284	3.026
2022	0.669	0.877	1.184	0.290	3.020
2023	0.678	0.922	1.195	0.298	3.093
2024	0.665	0.945	1.290	0.302	3.202

Source: Municipal Tax Collector

Fiscal Year Ended December 31,	Total Direct School Tax Rate	Norwood Borough Overlapping Rates			Total Direct and Overlapping Tax Rate
		Municipality	Local School	County	
2015	\$ 0.567	\$ 0.671	\$ 0.790	\$ 0.253	\$ 2.281
2016	0.604	0.682	0.820	0.268	2.374
2017	0.611	0.690	0.855	0.274	2.430
2018	0.617	0.708	0.854	0.263	2.442
2019	0.621	0.707	0.854	0.262	2.444
2020	0.641	0.721	0.891	0.264	2.517
2021	0.658	0.729	0.914	0.274	2.575
2022	0.663	0.737	0.918	0.266	2.584
2023	0.673	0.751	0.942	0.279	2.645
2024	0.684	0.799	0.980	0.286	2.749

Source: Municipal Tax Collector

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

Fiscal Year Ended December 31,	Total Direct School Tax Rate	Harrington Park Borough Overlapping Rates			Total Direct and Overlapping Tax Rate
		Municipality	Local School	County	
2015	\$ 0.587	\$ 0.555	\$ 1.255	\$ 0.257	\$ 2.654
2016	0.591	0.568	1.295	0.268	2.722
2017	0.610	0.582	1.330	0.280	2.802
2018	0.610	0.595	1.355	0.272	2.832
2019	0.618	0.608	1.389	0.270	2.885
2020	0.631	0.624	1.412	0.280	2.947
2021	0.646	0.639	1.398	0.277	2.960
2022	0.636	0.653	1.408	0.284	2.981
2023	0.615	0.686	1.428	0.302	3.031
2024	0.632	0.733	1.460	0.302	3.127

Source: Municipal Tax Collector

Fiscal Year Ended December 31,	Total Direct School Tax Rate	Haworth Borough Overlapping Rates			Total Direct and Overlapping Tax Rate
		Municipality	Local School	County	
2015	\$ 0.715	\$ 0.729	\$ 1.063	\$ 0.288	\$ 2.795
2016	0.721	0.756	1.149	0.284	2.910
2017	0.693	0.772	1.128	0.290	2.883
2018	0.674	0.771	1.136	0.286	2.867
2019	0.682	0.782	1.164	0.283	2.911
2020	0.699	0.795	1.137	0.288	2.919
2021	0.694	0.809	1.150	0.291	2.944
2022	0.701	0.820	1.166	0.292	2.979
2023	0.707	0.841	1.192	0.302	3.042
2024	0.674	0.876	1.227	0.315	3.092

Source: Municipal Tax Collector

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

Fiscal Year Ended December 31,	Total Direct School Tax Rate	Old Tappan Borough Overlapping Rates			Total Direct and Overlapping Tax Rate
		Municipality	Local School	County	
2015	\$ 0.570	\$ 0.305	\$ 0.805	\$ 0.242	\$ 1.922
2016	0.570	0.316	0.822	0.245	1.953
2017	0.589	0.325	0.835	0.256	2.005
2018	0.617	0.332	0.823	0.249	2.021
2019	0.627	0.340	0.850	0.246	2.063
2020	0.629	0.340	0.873	0.250	2.092
2021	0.628	0.347	0.894	0.254	2.123
2022	0.598	0.355	0.926	0.249	2.128
2023	0.559	0.364	0.962	0.269	2.154
2024	0.566	0.360	1.006	0.270	2.202

Source: Municipal Tax Collector

NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS,  
CURRENT YEAR AND NINE YEARS AGO  
(Unaudited)

Fiscal Year Ended June 30,	Closter Borough			
	2024		2015	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
Closter Marketplace (EBA) LLC	\$ 77,329,600	2.79%		
Irani-Aspi-Closter Plaza Met.			\$ 31,500,000	1.52%
Railroad Avenue Real Estate Holdings, LLC	24,238,600	0.88%		
50 Railroad LLC	13,309,400	0.48%		
Closter Grocery	9,183,100	0.33%	8,645,300	0.42%
Capital Young Property LLC			7,447,600	0.36%
Heidenberg Closter Assoc.	9,001,100	0.33%	7,368,000	0.36%
Reuten Associates	8,150,800	0.29%	4,000,000	0.19%
Closter Golf, Inc	8,210,800	0.30%	6,999,700	0.34%
DWL Monmouth			4,553,500	0.22%
Fred Reuten, Inc.	7,872,500	0.28%	4,492,400	0.22%
Nippon Express USA, Inc.	6,053,600	0.22%		
Suez C/O Altus Group (Veolia Water)	5,891,200	0.21%	5,891,200	0.29%
BR NJ LLC			4,167,400	0.20%
Total	<u>\$ 169,240,700</u>	<u>6.12%</u>	<u>\$ 85,065,100</u>	<u>4.12%</u>

Source: Municipal Tax Assessor

Fiscal Year Ended June 30,	Demarest Borough			
	2024		2015	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
Alpine Country Club	\$ 20,000,000	1.44%	\$ 32,323,800	2.53%
Lavie Management Company, LLC	3,800,000	0.27%		
Individual Taxpayer #1	3,598,200	0.26%	4,345,000	0.34%
Individual Taxpayer #2	3,550,000	0.26%	4,220,100	0.33%
Individual Taxpayer #3	3,359,400	0.24%	3,768,400	0.30%
Individual Taxpayer #4	3,330,600	0.24%	3,598,200	0.28%
Individual Taxpayer #5	3,250,000	0.23%	3,532,000	0.28%
Individual Taxpayer #6	3,200,000	0.23%	3,330,600	0.26%
Individual Taxpayer #7	3,178,800	0.23%	3,107,800	0.24%
Individual Taxpayer #8	3,177,000	0.23%	3,080,000	0.24%
Individual Taxpayer #9			3,000,000	0.24%
Total	<u>\$ 50,444,000</u>	<u>3.63%</u>	<u>\$ 64,305,900</u>	<u>5.05%</u>

Source: Municipal Tax Assessor

NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS,  
CURRENT YEAR AND NINE YEARS AGO  
(Unaudited)

Fiscal Year Ended June 30,	Harrington Park Borough			
	2024		2015	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
The Allegro at Harrington Park, LLC	\$ 53,000,000	5.60%		
Suez United Water c/o Altus Group	4,258,300	0.45%		
United Water Resources			\$ 20,784,500	2.32%
Quantmeyer			2,913,300	0.33%
Rockland Electric Co.	1,561,300	0.16%	2,681,800	0.30%
HGK Realty			2,312,400	0.26%
100 Harrington LLC	2,200,000	0.23%		
Red Pin Properties LLC	1,440,000	0.15%		
Individual Taxpayer #1	1,379,900	0.15%	1,389,800	0.16%
Individual Taxpayer #2	1,200,000	0.13%	1,379,900	0.15%
Individual Taxpayer #3	1,159,900	0.12%	1,203,000	0.13%
Individual Taxpayer #4	1,155,200	0.12%	1,182,300	0.13%
Individual Taxpayer #5	1,152,700	0.12%	1,159,900	0.13%
Individual Taxpayer #6			1,155,200	0.13%
Total	<u>\$ 68,507,300</u>	<u>7.23%</u>	<u>\$ 36,162,100</u>	<u>4.04%</u>

Source: Municipal Tax Assessor

Fiscal Year Ended June 30,	Haworth Borough			
	2024		2015	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
Suez C/O Altus Group US, Inc	\$ 51,789,000	6.02%	\$ 51,789,000	6.55%
Haworth Country Club	18,000,000	2.09%	11,502,100	1.45%
White Beeches Golf Club	9,000,000	1.05%	10,479,100	1.32%
Haworth Country Club			8,497,900	1.07%
White Beached Realty Corp.			5,462,100	0.69%
Lakeshore Estates, LLC	8,837,700	1.03%		
Individual Taxpayer #1	2,207,500	0.26%	1,651,200	0.21%
Individual Taxpayer #2	2,013,500	0.23%	1,638,500	0.21%
Individual Taxpayer #3	1,707,600	0.20%	1,553,800	0.20%
Terrace Street Holding Co.				
Individual Taxpayer #4	1,680,600	0.20%	1,534,600	0.19%
RF Properties, LLC	1,605,000	0.19%	1,507,500	0.19%
Individual Taxpayer #6	1,564,600	0.18%		
Total	<u>\$ 98,405,500</u>	<u>11.44%</u>	<u>\$ 95,615,800</u>	<u>12.09%</u>

Source: Municipal Tax Assessor

NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS,  
CURRENT YEAR AND NINE YEARS AGO  
(Unaudited)

Fiscal Year Ended June 30,	Northvale Borough			
	2024		2015	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
Maxim Enterprises, LLC	\$ 22,229,600	2.51%	\$ 26,729,600	3.13%
251 Union Holdings, LLC	11,800,000	1.33%		
MEM Union Street Assoc.			12,400,000	1.45%
Northvale Shopping Center Assoc.	9,504,700	1.07%	9,504,700	1.11%
GEA Mechanical Equipment	7,268,700	0.82%	7,268,700	0.85%
PR II EXR Northvale NJ, LLC	6,881,100	0.78%		
Cho Dae Presbyterian Church			6,120,200	0.72%
Northvale Holding Co. LLC	6,094,000	0.69%	6,094,000	0.71%
255-257 Union Street Northvale LLC	6,000,000	0.68%		
Ludlow Realty, LLC	5,659,800	0.64%		
Landvale Realty LLC C/O Utmost Mngt	5,492,300	0.62%		
Northvale 1997 & 2005 Assoc.			5,492,300	0.64%
Roselle Costa			6,252,400	0.73%
Klaus Rexroth Incorporated	5,466,900	0.62%	5,466,900	0.64%
Northvale Tire Tech Center LP			5,289,200	0.62%
<b>Total</b>	<b>\$ 86,397,100</b>	<b>9.75%</b>	<b>\$ 90,618,000</b>	<b>10.61%</b>

Source: Municipal Tax Assessor

Fiscal Year Ended June 30,	Norwood Borough			
	2024		2015	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
SHP VI Norwood LLC	\$ 22,385,100	1.80%		
Buckingham at Norwood Real Estate	21,337,400	1.72%	\$ 23,000,000	1.95%
Norwood Associates II, LLC	16,500,000	1.33%	16,500,000	1.40%
525 Livingston DFT 2017 LLC	11,870,500	0.96%		
335 Chestnut Street LLC	9,188,200	0.74%		
Alfred Sanzari			7,559,600	0.64%
Norwood Income Fund LLC	7,419,100	0.60%		
Livingston 535			6,400,700	0.54%
Norwood Projist, LLC			6,310,900	0.53%
Life Storage LP	6,310,900	0.51%		
445 Property Company LLC NJ ETAL	6,097,600	0.49%		
355 Chestnut Street LLC	5,024,000	0.41%	5,499,600	0.47%
Winpak Control Group, Inc.	4,199,900	0.34%		
Levingal Realty			4,199,900	0.36%
Norwest LLC			4,093,200	0.35%
Bergen Sea Corporation			4,040,100	0.34%
Norwood Self Storage C/O Yelland Prop.			3,650,900	0.31%
<b>Total</b>	<b>\$ 110,332,700</b>	<b>7.09%</b>	<b>\$ 81,254,900</b>	<b>6.88%</b>

Source: Municipal Tax Assessor

NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS,  
CURRENT YEAR AND NINE YEARS AGO  
(Unaudited)

Fiscal Year Ended June 30,	Old Tappan Borough			
	2024		2015	
	Taxable Assessed Value	% of Total District Net Assessed Value	Taxable Assessed Value	% of Total District Net Assessed Value
United Water NJ	\$ 26,460,000	1.47%	\$ 26,460,000	1.53%
Prentice Hall			19,000,000	1.10%
SZR Old Tappan Assisted Living	10,860,800	0.60%	10,860,800	0.63%
A&R, A LTD Ptnr.	9,869,000	0.55%	9,869,000	0.57%
A&R, A LTD Ptnr.	7,227,800	0.40%	7,227,800	0.42%
Rockland Electric			3,983,200	0.23%
200 OTR LLC; HRP Construction	4,550,500	0.25%		
Individual Taxpayer #1	3,000,000	0.17%	3,924,000	0.23%
Individual Taxpayer #2	2,960,000	0.16%	3,400,000	0.20%
Individual Taxpayer #4			3,230,700	0.19%
MCH-OT Realty LLC	2,809,800	0.16%	2,809,800	0.16%
Individual Taxpayer #3	2,606,300	0.14%	2,889,900	0.17%
Public Service Electric & Gas, Co	2,582,600	0.14%		
Total	\$ 72,926,800	4.05%	\$ 93,655,200	5.43%

Source: Municipal Tax Assessor

**NORTHERN 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		Collections in Subsequent Years
		Amount	Percentage of Levy	
2015	\$ 50,616,351	\$ 50,616,351	100.00%	
2016	51,926,950	51,926,950	100.00%	
2017	52,827,642	52,827,642	100.00%	
2018	53,958,048	53,958,048	100.00%	
2019	55,306,997	55,306,997	100.00%	
2020	56,632,389	56,632,389	100.00%	
2021	57,723,969	57,723,969	100.00%	
2022	58,572,949	58,572,949	100.00%	
2023	58,337,104	58,337,104	100.00%	
2024	59,469,090	59,469,090	100.00%	

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS  
(Unaudited)**

Fiscal Year Ended June 30,	<u>Governmental Activities</u>		Total District	<u>Population</u>	<u>Per Capita</u>
	General Obligation Bonds	Financed Purchases			
2015	\$ 13,090,000		\$ 13,090,000	\$ 38,300	\$ 342
2016	11,475,000		11,475,000	38,330	299
2017	21,167,000	\$ 316,930	21,483,930	38,414	559
2018	19,427,000	246,534	19,673,534	38,264	514
2019	17,282,000	170,549	17,452,549	38,147	458
2020	15,052,000	4,915,190	19,967,190	37,896	527
2021	12,727,000	3,855,000	16,582,000	37,873	438
2022	10,352,000	3,580,000	13,932,000	37,942	367
2023	9,097,000	3,295,000	12,392,000	38,326	323
2024	7,832,000	2,995,000	10,827,000	38,326 A	282

A - Estimate

Source: District records

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS  
(Unaudited)**

<u>General Bonded Debt Outstanding</u>					
Fiscal Year Ended June 30,	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value of Property	Per Capita
2015	\$ 13,090,000		\$ 13,090,000	0.15%	\$ 342
2016	11,475,000	\$ 520	11,474,480	0.13%	299
2017	21,167,000	26,102	21,140,898	0.24%	550
2018	19,427,000	31,251	19,395,749	0.22%	507
2019	17,282,000	5,149	17,276,851	0.19%	453
2020	15,052,000		15,052,000	0.16%	397
2021	12,727,000		12,727,000	0.14%	336
2022	10,352,000	1	10,351,999	0.11%	273
2023	9,097,000	1	9,096,999	0.09%	237
2024	7,832,000		7,832,000	0.08%	204

Source: District records

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2023  
(Unaudited)**

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Municipal Debt: (1)			
Local School Purposes	\$ 25,087,179	\$ 25,087,179	
Regional School Purposes	7,832,000	7,832,000	\$ -
Municipal/County General Obligations	<u>85,007,161</u>	<u>3,121,352</u>	<u>81,885,809</u>
	<u>\$ 117,926,340</u>	<u>\$ 36,040,531</u>	81,885,809
Bergen County			
County of Bergen (A)			51,605,885
Bergen County Utilities Authority (B)			<u>5,057,627</u>
			<u>56,663,512</u>
Total Direct and Overlapping Debt			<u>\$ 138,549,321</u>

## Source:

(1) Seven (7) Municipalities 2023 Annual Debt Statement

(A) The debt for this entity was apportioned to the seven (7) municipalities by dividing the municipalities 2023 equalized value by the total 2023 equalized value for Bergen County relating to the seven (7) municipalities.

(B) The debt was computed based upon usage for all seven (7) municipalities.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS  
(Unaudited)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt Limit	\$ 278,038,974	\$ 280,932,046	\$ 283,847,535	\$ 286,910,594	\$ 290,107,166	\$ 293,919,487	\$ 296,196,515	\$ 301,049,164	\$ 312,788,835	\$ 333,910,699
Total Net Debt Applicable to Limit	13,090,000	23,182,485	21,167,485	19,427,485	17,282,485	15,052,485	12,727,000	10,351,999	9,096,999	7,832,000
Legal Debt Margin	\$ 264,948,974	\$ 257,749,561	\$ 262,680,050	\$ 267,483,109	\$ 272,824,681	\$ 278,867,002	\$ 283,469,515	\$ 290,697,165	\$ 303,691,836	\$ 326,078,699
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	4.71%	8.25%	7.46%	6.77%	5.96%	5.12%	4.30%	3.44%	2.91%	2.35%

**Legal Debt Margin Calculation for Fiscal Year 2023**

Equalized Valuation Basis	
2023	\$ 12,001,077,632
2022	11,129,143,058
2021	<u>10,260,849,163</u>
	\$ 33,391,069,853
3 Year Average	<u>\$ 11,130,356,618</u>
3% of Avg. Equalized Valuation	\$ 333,910,699
Less Net Debt	<u>7,832,000</u>
Remaining Borrowing Power	<u>\$ 326,078,699</u>

**Source:** Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation for all seven (7) municipalities

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
DEMOGRAPHIC STATISTICS  
LAST TEN YEARS  
(Unaudited)**

**Closter Borough**

<u>Year Ended December 31,</u>	<u>Unemployment Rate (1)</u>	<u>Per Capita Income(2)</u>	<u>Population</u>
2015	3.7%	\$ 77,323	8,593
2016	3.2%	78,836	8,605
2017	3.0%	81,024	8,619
2018	2.9%	85,191	8,548
2019	2.5%	88,241	8,512
2020	7.8%	91,972	8,446
2021	4.9%	97,343	8,521
2022	3.0%	97,138	8,514
2023	3.2%	97,138 (A)	8,544
2024	3.2% (A)	97,138 (A)	8,544 (A)

Source: (1) NJ Department of Labor, Bureau of Labor Force Statistics  
(2) County Per Capital Personal Income  
(A) Estimate

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
DEMOGRAPHIC STATISTICS  
LAST TEN YEARS  
(Unaudited)**

**Demarest Borough**

<u>Year Ended December 31,</u>	<u>Unemployment Rate (1)</u>	<u>Per Capita Income(2)</u>	<u>Population</u>
2015	3.4%	\$ 77,323	4,999
2016	2.9%	78,836	4,956
2017	2.6%	81,024	4,961
2018	2.3%	85,191	4,925
2019	2.2%	88,241	4,895
2020	6.7%	91,972	4,838
2021	4.3%	97,343	4,887
2022	2.6%	97,138	4,873
2023	3.5%	97,138 (A)	4,846
2024	3.5% (A)	97,138 (A)	4,846 (A)

Source: (1) NJ Department of Labor, Bureau of Labor Force Statistics  
(2) County Per Capital Personal Income  
(A) Estimate

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
DEMOGRAPHIC STATISTICS  
LAST TEN YEARS  
(Unaudited)**

**Harrington Park Borough**

<u>Year Ended December 31,</u>	<u>Unemployment Rate (1)</u>	<u>Per Capita Income(2)</u>	<u>Population</u>
2015	3.7%	\$ 77,323	4,763
2016	3.4%	78,836	4,751
2017	3.2%	81,024	4,764
2018	2.9%	85,191	4,743
2019	2.3%	88,241	4,729
2020	7.6%	91,972	4,693
2021	4.6%	97,343	4,963
2022	2.9%	97,138	4,954
2023	3.1%	97,138 (A)	4,990
2024	3.1% (A)	97,138 (A)	4,990 (A)

Source: (1) NJ Department of Labor, Bureau of Labor Force Statistics  
(2) County Per Capital Personal Income  
(A) Estimate

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
DEMOGRAPHIC STATISTICS  
LAST TEN YEARS  
(Unaudited)**

**Haworth Borough**

<u>Year Ended December 31,</u>	<u>Unemployment Rate (1)</u>	<u>Per Capita Income(2)</u>	<u>Population</u>
2015	3.3%	\$ 77,323	3,417
2016	3.1%	78,836	3,416
2017	2.7%	81,024	3,430
2018	2.4%	85,191	3,414
2019	2.3%	88,241	3,393
2020	6.7%	91,972	3,374
2021	4.6%	97,343	3,309
2022	2.4%	97,138	3,313
2023	3.3%	97,138 (A)	3,322
2024	3.3% (A)	97,138 (A)	3,322 (A)

Source: (1) NJ Department of Labor, Bureau of Labor Force Statistics  
(2) County Per Capital Personal Income  
(A) Estimate

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
DEMOGRAPHIC STATISTICS  
LAST TEN YEARS  
(Unaudited)**

**Northvale Borough**

<u>Year Ended December 31,</u>	<u>Unemployment Rate (1)</u>	<u>Per Capita Income(2)</u>	<u>Population</u>
2015	4.2%	\$ 77,323	4,771
2016	3.6%	78,836	4,860
2017	3.2%	81,024	4,885
2018	2.8%	85,191	4,895
2019	2.6%	88,241	4,920
2020	8.1%	91,972	4,923
2021	5.3%	97,343	4,762
2022	3.1%	97,138	4,759
2023	3.1%	97,138 (A)	4,821
2024	3.1% (A)	97,138 (A)	4,821 (A)

Source: (1) NJ Department of Labor, Bureau of Labor Force Statistics  
(2) County Per Capital Personal Income  
(A) Estimate

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
DEMOGRAPHIC STATISTICS  
LAST TEN YEARS  
(Unaudited)**

**Norwood Borough**

<u>Year Ended December 31,</u>	<u>Unemployment Rate (1)</u>	<u>Per Capita Income(2)</u>	<u>Population</u>
2015	4.0%	\$ 77,323	5,817
2016	3.4%	78,836	5,807
2017	3.6%	81,024	5,813
2018	3.0%	85,191	5,809
2019	2.6%	88,241	5,796
2020	7.8%	91,972	5,752
2021	5.0%	97,343	5,595
2022	3.0%	97,138	5,700
2023	3.4%	97,138 (A)	5,729
2024	3.4% (A)	97,138 (A)	5,729 (A)

Source: (1) NJ Department of Labor, Bureau of Labor Force Statistics  
(2) County Per Capital Personal Income  
(A) Estimate

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
DEMOGRAPHIC STATISTICS  
LAST TEN YEARS  
(Unaudited)**

**Old Tappan Borough**

<u>Year Ended December 31,</u>	<u>Unemployment Rate (1)</u>	<u>Per Capita Income(2)</u>	<u>Population</u>
2015	3.6%	\$ 77,323	5,940
2016	3.1%	78,836	5,935
2017	3.0%	81,024	5,942
2018	2.8%	85,191	5,930
2019	2.1%	88,241	5,902
2020	7.3%	91,972	5,870
2021	4.7%	97,343	5,836
2022	2.7%	97,138	5,829
2023	3.2%	97,138 (A)	6,074
2024	3.2% (A)	97,138 (A)	6,074 (A)

Source: (1) NJ Department of Labor, Bureau of Labor Force Statistics  
(2) County Per Capital Personal Income  
(A) Estimate

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS,  
CURRENT YEAR AND NINE YEARS AGO  
(Unaudited)**

**INFORMATION NOT AVAILABLE**

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS  
(Unaudited)**

<u>Function/Program</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>	<u>2024</u>
Instruction										
Regular	185	190.0	190.0	190.0	180.0	187.0	176.0	188.0	186.0	182.1
Special Education	26	31.0	28.0	28.0	26.0	27.0	56.0	46.0	33.0	31.8
Support Services:										
Student & Instruction-Related Services	22	22.0	22.0	22.0	23.0	26.0	35.0	36.0	64.0	58.4
School Administration Services	12	12.0	9.0	7.0	8.0	8.0	8.0	8.0	8.0	8.0
General Administration Services	5	5.4	4.0	4.0	5.0	5.0	5.0	5.0	5.0	5.0
Central Services/Administrative	21		22.0	22.0	25.0	22.0	41.0	45.0	39.0	35.0
Plant Operations and Maintenance	29	29.0	31.0	31.0	31.0	30.0	32.0	35.0	28.0	27.5
Pupil Transportation	2	2.0	2.0	2.0	2.0	2.0	2.0	1.0	0.5	1.0
Child Care	1		2.0	2.0	2.0	2.0	-	4.0	4.0	4.5
Regional Special Education/Valley Regional	64		63.0	63.0	67.0	65.0	168.0	148.0	166.5	153.7
Regional Transportation	<u>2</u>	<u>21.0</u>	<u>2.0</u>	<u>2.0</u>	<u>2.0</u>	<u>2.0</u>	<u>1.0</u>	<u>1.0</u>	<u>0.5</u>	<u>0.5</u>
Total	<u>369</u>	<u>312.4</u>	<u>375.0</u>	<u>373.0</u>	<u>371.0</u>	<u>376.0</u>	<u>524.0</u>	<u>517.0</u>	<u>534.5</u>	<u>507.5</u>

The data in 2021 through 2024 reflects positions not reported in prior years primarily Teachers Aides and other support staff for comparative purposes. All data prior to 2021 is unchanged.

Source: District Personnel Records

NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
 OPERATING STATISTICS  
 LAST TEN FISCAL YEARS  
 (Unaudited)

Fiscal Year	Enrollment <sup>a</sup>	Operating Expenditures <sup>b</sup>	Cost Per Pupil <sup>c</sup>	Percentage Change	Teaching Staff	Pupil/Teacher Ratio		Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
						High School					
2015	2,291	\$ 56,075,135	\$ 24,476	12.72%	282	8.1		2,334	2,242	-9.36%	96.06%
2016	2,504	57,782,447	23,076	-5.72%	221	10.4		2,285	2,204	-2.10%	96.43%
2017	2,462	60,559,667	24,598	6.59%	218	11.3		2,448	2,347	7.13%	95.87%
2018	2,467	62,955,129	25,519	3.74%	218	11.3		2,255	2,170	-7.88%	96.23%
2019	2,390	64,720,028	27,080	6.12%	206	10.5		2,171	2,088	-3.73%	96.18%
2020	2,326	65,265,412	28,059	3.62%	214	10.9		2,121	2,064	-2.30%	97.31%
2021	2,236	67,864,684	30,351	8.17%	205	10.9		2,111	1,999	-0.47%	94.69%
2022	2,207	75,021,301	33,992	12.00%	213	10.4		2,327	2,205	9.71%	94.76%
2023	2,167	81,976,077	37,829	11.29%	219	9.9		2,362	2,244	11.89%	95.00%
2024	2,277	81,762,745	35,908	-5.08%	214	10.6		2,024	1,928	-14.33%	95.29%

Sources: District records

- Note:
- a Enrollment based on annual October district count.
  - b Operating expenditures equal total expenditures less debt service and capital outlay.
  - c Cost per pupil represents operating expenditures divided by enrollment.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>District Building</b>										
<u>Northern Valley Regional High School District</u>										
Demarest High School (1950) (2004)										
Square Feet	164,000	164,000	164,000	164,000	164,000	164,000	164,000	164,000	203,692	203,692
Capacity (students)	1,234	1,234	1,234	1,234	1,234	1,234	1,234	1,234	1,234	1,234
Enrollment	1,032	1,046	1,018	1,018	1,018	959	949	973	978	1,021
<u>Northern Valley Regional High School District</u>										
Old Tappan High School (1950) (2004)										
Square Feet	177,800	177,800	177,800	177,800	177,800	177,800	177,800	177,800	245,882	245,882
Capacity (students)	1,349	1,349	1,349	1,349	1,349	1,349	1,349	1,349	1,349	1,349
Enrollment	1,259	1,251	1,233	1,244	1,244	1,166	1,095	1,041	1,002	1,065
<u>Northern Valley Regional High School District</u>										
Northern Valley Central (1961)										
Square Feet						27,610	27,610	27,610	34,000	34,000
Capacity (students)						173	173	173	173	173
Enrollment						201	192	193	187	191
<u>Central Administration (1981)</u>										
Square Feet	9,500	9,500	9,500	9,500	9,500	9,500	9,500	9,500	5,588	5,588

Number of Schools at June 30, 2024  
 Elementary = 0  
 Middle School = 0  
 Senior High School = 2

**Source:** District Facilities Office

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of and additions. Enrollment is based on the annual October district count.

**NORTHRN VALLEY REGIONAL HIGH SCHOOL  
GENERAL FUND  
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
LAST TEN FISCAL YEARS  
(Unaudited)**

	<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>	<u>2024</u>
<b><u>School Facilities</u></b>										
Demarest High School	\$ 256,987	\$ 236,628	\$ 239,918	\$ 214,053	\$ 202,481	\$ 341,194	\$ 344,320	\$ 409,497	\$ 424,616	\$ 468,935
Old Tappan High School	273,611	244,544	240,646	160,365	209,488	324,610	364,318	300,812	294,644	334,597
John J. Haworth Administration Building	<u>3,749</u>	<u>6,015</u>	<u>6,016</u>	<u>7,012</u>	<u>4,314</u>	<u>5,559</u>	<u>12,838</u>	<u>143,483</u>	<u>19,034</u>	<u>17,419</u>
Grand Total	<u>\$ 534,347</u>	<u>\$ 487,187</u>	<u>\$ 486,580</u>	<u>\$ 381,430</u>	<u>\$ 416,283</u>	<u>\$ 671,363</u>	<u>\$ 721,476</u>	<u>\$ 853,792</u>	<u>\$ 738,294</u>	<u>\$ 820,951</u>

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
INSURANCE SCHEDULE  
JUNE 30, 2024  
(Unaudited)**

	<u>Coverage</u>	<u>Deductible</u>
<u>New Jersey Schools Insurance Group:</u>		
Multi Peril Package Policy:		
Commercial General Liability	\$ 16,000,000	
Employee Dishonesty	1,000,000	\$ 1,000
Automobile Liability	16,000,000	1,000
Workerers Compensation	3,000,000	
School Leaders Errors & Omissions Liability	16,000,000	15,000
 <u>NJ Schools Ins. Group</u>		
Property- Blanket Building and Contents (Insured Value) - Includes Energy Systems	350,000,000	
 <u>Hudson Insurance Companies</u>		
Excess Umbrella Liability	10,000,000	
 <u>Zurich American Insurance Policy</u>		
Student Accident	5,000,000	
 <u>Beazley/Lloyds Syndicates</u>		
Environment Pollution Liability Policy	1,000,000	10,000
 <u>Ace American Insurance Company</u>		
International Liability Policy	1,000,000	

Source: District Records

## **Single Audit Section**

**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  
Northern Valley Regional High School District  
County of Bergen  
Demarest, New Jersey**

We have audited, in accordance with the auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Northern Valley Regional High School District, in the County of Bergen, New Jersey (the "District") as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 21, 2024.

**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 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

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

### **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* and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

### **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

*PKF O'Connor Davies, LLP*

Woodcliff Lake, New Jersey  
November 21, 2024



Gary W. Higgins, CPA  
Licensed Public School Accountant, No. 814

**Report on Compliance For Each Major Federal and State Program and  
on Internal Control Over Compliance Required by the  
Uniform Guidance and New Jersey OMB Circular 15-08**

**Independent Auditors' Report**

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

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

We have audited the Northern Valley Regional High School District's, in the County of Bergen, New Jersey (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the year ended June 30, 2024. 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.

***Management's Responsibility***

Management is responsible for compliance with the federal and state statutes, regulations, and the terms and conditions of its federal and state awards applicable to its federal and state programs.

***Auditors' Responsibility***

Our responsibility is to express an opinion on compliance for each of the District's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards* (Uniform Guidance); and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, the Uniform Guidance and New Jersey OMB Circular 15-08 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal

and state program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our unmodified opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the District's compliance.

### **Unmodified Opinion on Major Federal and State Programs**

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2024.

### **Report on Internal Control Over Compliance**

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's 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 combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance 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  
Northern Valley Regional High School District**

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### **Purpose of This Report**

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

*PKF O'Connor Davies, LLP*

Woodcliff Lake, New Jersey  
November 21, 2024



Gary W. Higgins, CPA  
Licensed Public School Accountant, No. 814

Northern Valley Regional School District  
Schedule of Expenditures of Federal Awards  
Year ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Program/Cluster Title	Federal		Award Amount	Grant Period		Balance June 30, 2023			Cash Received	Budgetary Expenditures	Adjustments	Balance June 30, 2024			Amounts Provided To Subrecipients
	AL Number	FAIN Number		From	To	(Accounts Receivable)	Unearned Revenue	Due to Grantor				(Accounts Receivable)	Unearned Revenue	Due to Grantor	
<b>U.S. Department of Health and Human Services</b>															
<b>Passed Through State Department of Education</b>															
Medicaid Cluster:															
Medical Assistance Program (SEMI)	93.778	2305NJ5MAP	\$ 13,863	7/1/2023	6/30/2024				\$ 13,863	\$ (13,863)					
Dept. of Health and Human Services Subtotal									13,863	(13,863)					
Total General Fund									13,863	(13,863)					
<b>U.S. Department of Education—Passed-Through State Department of Education</b>															
Special Revenue Fund:															
Title I, Part A, Grants to Local Educational Agencies	84.010A	S010A230030	94,563	7/1/2023	9/30/2024				69,192	(90,442)		\$ (21,250)			
Title I, Part A, Grants to Local Educational Agencies	84.010A	S010A220030	103,672	7/1/2022	9/30/2023	\$ (43,258)			60,723	(17,465)					
Title I Part A Subtotal:						(43,258)			129,915	(107,907)		(21,250)			
Title II A, Improving Teacher Quality State Grants	84.367A	S367A230029	119,316	7/1/2023	9/30/2024				104,720	(115,903)		(11,183)			
Title II A, Improving Teacher Quality State Grants	84.367A	S367A220029	119,133	7/1/2022	9/30/2023	(5,957)			5,957						
Title II A Subtotal:						(5,957)			110,677	(115,903)		(11,183)			
Title III English Language Acquisition Grants	84.365A	S365A230030	52,192	7/1/2023	9/30/2024				39,982	(49,015)		(9,033)			
Title III English Language Acquisition Grants	84.365A	S365A220030	46,639	7/1/2022	9/30/2023	(5,246)			5,246						
Title III, Supplemental Immigrant Student Aid	84.365A	S365A230030	38,191	7/1/2023	9/30/2024				32,824	(36,622)		(3,798)			
Title III, Supplemental Immigrant Student Aid	84.365A	S365A220030	35,299	7/1/2022	9/30/2023	(4,714)			4,714						
Title III Subtotal:						(9,960)			82,766	(85,637)		(12,831)			
Title IV	84.424A	S424A230031	70,000	7/1/2023	9/30/2024				58,534	(69,807)		(11,273)			
Title IV	84.424A	S424A220031	70,261	7/1/2022	9/30/2023	(4,730)			4,730						
Title IV Subtotal:						(4,730)			63,264	(69,807)		(11,273)			
Special Education Cluster:															
IDEA Special Education Grants to States - Covid-19	84.027X	S027A220100	94,997	7/1/2022	9/30/2024	(4,652)			4,652						
IDEA Special Education Grants to States	84.027	S027A230100	548,974	7/1/2023	9/30/2024				481,617	(493,522)		(11,905)			
IDEA Special Education Grants to States	84.027	S027A220100	498,383	7/1/2022	9/30/2023		\$ 3,052			(3,052)					
Subtotal of Special Education Cluster:						(4,652)	3,052		486,269	(496,574)		(11,905)			
Carl D. Perkins Vocational Education	84.048	S048A230030	27,843	7/1/2023	6/30/2024				13,795	(27,288)		(13,493)			
Carl D. Perkins Vocational Education	84.048	S048A220030	23,139	7/1/2022	6/30/2023	(4,958)			4,958						
Carl D. Perkins Vocational Education Subtotal:						(4,958)			18,753	(27,288)		(13,493)			
NJ High Impact Tutoring Competitive Grant	84.425V		47,926	10/11/2023	8/31/2024					(226)		(226)			
NJ High Impact Tutoring Competitive Grant Subtotal:										(226)		(226)			
COVID-19 Coronavirus State and Local Fiscal Recovery Funds (ACSERS)	21.027	SLFRFDOE1SES	197,384	7/1/2023	9/30/2024				89,932	(197,384)		(107,452)			
COVID-19 Coronavirus State and Local Fiscal Recovery Funds (ACSERS)	21.027	SLFRFDOE1SES	221,136	7/1/2022	9/30/2023	(221,136)			221,136						
Subtotal:						(221,136)			311,068	(197,384)		(107,452)			
Elementary and Secondary School Emergency Relief:															
COVID-19 - CARES Act - CRRSA - ESSER III	84.425D	S425D210027	985,690	3/13/2020	9/30/2024	(7,548)			667,155	(734,393)		(74,786)			
COVID-19 - CARES Act - CRRSA - ESSER III	84.425D	S425D210027	438,584	3/13/2020	9/30/2024	(73,868)			73,868						
Learning Acceleration	84.425D	S425D210027	154,186	3/13/2020	9/30/2024	(7,756)			79,937	(69,191)		\$ 2,990			
Learning Acceleration	84.425D	S425D210027	28,146	3/13/2020	9/30/2024	(2,341)			2,341						
NJTSS Mental Health Support Staffing Grant	84.425D	S425D210027	45,000	3/13/2020	9/30/2024				17,875	(17,875)					
Evidence-Based Summer Learning and Enrichment															
Activities Grant	84.425D	S425D210027	40,000	3/13/2020	9/30/2024				5,148	(5,148)					
Evidence-Based Comprehensive Beyond the School Day															
Activities Grant	84.425D	S425D210027	40,000	3/13/2020	9/30/2024	(5,158)			5,158						
CARES Act Subtotal						(96,671)			851,482	(826,607)		(74,786)		2,990	
Total Special Revenue Fund						(391,322)	3,052		2,054,194	(1,927,107)		(264,173)	2,990		
Total Federal Awards						\$ (391,322)	\$ 3,052	\$ -	\$ 2,068,057	\$ (1,941,196)	\$ -	\$ (264,399)	\$ 2,990	\$ -	

NC - non-cash expenditures

The accompanying notes to schedules of expenditures of federal awards and state financial assistance are an integral part of this statement.

Northern Valley Regional School District  
Schedule of Expenditures of State Financial Assistance  
Year ended June 30, 2024

State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period		Balance June 30, 2023				Repayment of Prior Years' Balances	Adjustments	Balance June 30, 2024			Memo	
			From	To	Unearned Rev. Due to Grantor (Accts Rec)	Due to Grantor	Cash Received	Budgetary Expenditures			Unearned Revenue	(Accounts Receivable)	Due to Grantor	GAAP Receivable	Cumulative Expenditures
<b>State Department of Education</b>															
General Fund and Certain Enterprise Funds:															
Special Education Categorical Aid	495-034-5120-089	\$ 2,174,283	7/1/2023	6/30/2024			\$ 1,981,043	\$ (2,174,283)			\$ (193,240)			\$ (2,174,283)	
Special Education Categorical Aid	495-034-5120-089	2,011,057	7/1/2022	6/30/2023	\$ (168,421)		168,421								
Categorical Transportation Aid	495-034-5120-014	371,685	7/1/2023	6/30/2024			338,652	(371,685)			(33,033)			(371,685)	
Categorical Transportation Aid	495-034-5120-014	307,800	7/1/2022	6/30/2023	(25,777)		25,777								
Security Aid	495-034-5120-084	181,066	7/1/2023	6/30/2024			164,974	(181,066)			(16,092)			(181,066)	
Security Aid	495-034-5120-084	42,643	7/1/2022	6/30/2023	(3,571)		3,571				(850,229)		\$ (850,229)	(850,229)	
Extraordinary Aid	100-034-5120-044	850,229	7/1/2023	6/30/2024				(850,229)							
Extraordinary Aid	100-034-5120-044	980,107	7/1/2022	6/30/2023	(980,107)		980,107				(42,904)		(42,904)	(42,904)	
Additional NP Transportation Aid		42,904	7/1/2023	6/30/2024				(42,904)							
Additional NP Transportation Aid		23,876	7/1/2022	6/30/2023	(23,876)		23,876								
Reimbursed TPAF - Social Security	495-034-5094-003	2,604,301	7/1/2023	6/30/2024			2,478,070	(2,604,301)			(126,231)		(126,231)	(2,604,301)	
Reimbursed TPAF - Social Security	495-034-5094-003	2,601,260	7/1/2022	6/30/2023	(127,037)		127,037								
On-behalf TPAF Contributions	495-034-5094-002	13,147,355	7/1/2023	6/30/2024			13,147,355	(13,147,355)						(13,147,355)	
Pension Benefit Contribution	495-034-5094-001	3,578,228	7/1/2023	6/30/2024			3,578,228	(3,578,228)						(3,578,228)	
Post-Retirement Medical Contribution	495-034-5094-001	3,578,228	7/1/2023	6/30/2024			3,578,228	(3,578,228)						(3,578,228)	
Long-Term Disability Insurance Contributions	495-034-5094-004	3,564	7/1/2023	6/30/2024			3,564	(3,564)						(3,564)	
<b>Total General Fund and Certain Enterprise Funds</b>					(1,328,789)		23,020,675	(22,953,615)			(1,261,729)		(1,019,364)	(22,953,615)	
Special Revenue Fund:															
NJ SDA Emergent Needs Grant	Not Available	58,781	7/1/2023	6/30/2024			58,781	(58,781)						(58,781)	
New Jersey Non-Public Aid:															
Nursing Aid	100-034-5120-070	56,280	7/1/2023	6/30/2024			56,280	(56,280)						(56,280)	
Textbook Aid	100-034-5120-064	25,090	7/1/2023	6/30/2024			25,090	(25,090)						(25,090)	
Technology Initiative	100-034-5120-070	21,266	7/1/2023	6/30/2024			21,266	(21,163)			\$ 103			(21,163)	
Technology Initiative	100-034-5120-070	17,766	7/1/2022	6/30/2023		\$ 6			\$ (6)						
Non Public Auxiliary Services (Ch. 192):															
Home Instruction	100-034-5120-067	2,076	7/1/2022	6/30/2023	(2,076)		2,076								
Compensatory Education		1,798	7/1/2023	6/30/2024			1,798						1,798		
Compensatory Education		1,977	7/1/2022	6/30/2023		1,977			(1,977)						
Non Public Handicapped Services (Ch. 193):															
Supplemental Instruction	100-034-5120-066	22,302	7/1/2023	6/30/2024			22,302	(20,154)					2,148	(20,154)	
Supplemental Instruction		28,910	7/1/2022	6/30/2023					(8,756)						
Examination and Classification		33,412	7/1/2023	6/30/2024			33,412	(15,177)					18,235	(15,177)	
Examination and Classification		31,844	7/1/2022	6/30/2023			11,176		(11,176)						
Corrective Speech		930	7/1/2023	6/30/2024			930	(279)					651	(279)	
Corrective Speech		4,650	7/1/2022	6/30/2023			4,650		(4,650)						
<b>Total Special Revenue Fund</b>					(2,076)	26,565	221,935	(196,924)	(26,565)		-	22,935		(196,924)	
Capital Projects Fund:															
NJ Schools Development Authority	05-03-3710-060-23-R501	175,350	7/1/2023	6/30/2024				(10,950)			\$ 164,400	(175,350)	(10,950)	(10,950)	
NJ Schools Development Authority	05-03-3710-050-23-R501	434,700	7/1/2023	6/30/2024				(45,993)			388,707	(434,700)	(45,993)	(45,993)	
<b>Total Capital Projects Fund</b>								(56,943)			553,107	(610,050)	(56,943)	(56,943)	
Debt Service Fund:															
Type II Debt Service aid	495-034-5120-075	382,197	7/1/2023	6/30/2024			382,197	(382,197)						(382,197)	
<b>Total Debt Service Fund</b>							382,197	(382,197)						(382,197)	
<b>Total State Financial Assistance</b>					\$ (1,330,865)	\$ 26,565	\$ 23,624,807	\$ (23,589,679)	\$ (26,565)	\$ -	\$ 553,107	\$ (1,871,779)	\$ 22,935	\$ (1,076,307)	\$ (23,589,679)
<b>State Financial Assistance Not Subject to Single Audit Determination:</b>															
General Fund and Certain Enterprise Funds:															
On-behalf TPAF Contributions	495-034-5094-002	13,147,355	7/1/2023	6/30/2024			(13,147,355)	13,147,355							
Pension Benefit Contribution	495-034-5094-001	3,578,228	7/1/2023	6/30/2024			(3,578,228)	3,578,228							
Post-Retirement Medical Contribution	495-034-5094-001	3,578,228	7/1/2023	6/30/2024			(3,578,228)	3,578,228							
Long-Term Disability Insurance Contributions	495-034-5094-004	3,564	7/1/2023	6/30/2024			(3,564)	3,564							
<b>Total State Financial Assistance Subject to Single Audit Determination</b>							\$ 6,895,660	\$ (6,860,532)							

The accompanying notes to schedules of expenditures of federal awards and state financial assistance are an integral part of this statement.

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE SCHEDULES OF EXPENDITURES OF  
 FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 1 GENERAL**

The accompanying schedules present the activity of all federal and state financial assistance programs of the Northern Valley Regional High School District. The Board of Education is defined in Note 1(A) to the Board's financial statements. All federal financial assistance received directly from federal agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

**NOTE 2 BASIS OF ACCOUNTING**

The accompanying schedules are prepared and presented using the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These basis of accounting are described in Notes 1(C) to the Board's financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (U.S. Uniform Guidance) and New Jersey OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid". Therefore, some amounts presented in these schedules may differ from the amounts presented in, or used in the preparation of, the financial statements.

**NOTE 3 RELATIONSHIP TO FINANCIAL STATEMENTS**

The 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 a modified accrual basis with the exception of the revenue recognition of the delayed 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 year due to the state deferral and recording of certain state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, which may include the delayed state aid payments, whereas the GAAP basis does not. The special revenue fund also recognizes the delayed state aid payments in the current budget year, consistent with N.J.S.A. 18A:22-44.2.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is a decrease of \$44,596 for the general fund and a decrease of \$1,541 for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's financial statements on a GAAP basis as presented as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 13,863	\$ 19,446,217	\$ 19,460,080
Special Revenue Fund	1,925,792	196,924	2,122,716
Capital Projects Fund		56,943	56,943
Debt Service Fund		382,197	382,197
Regional Coop. Prgm. Fund		45,161	45,161
Regional Special Ed. Fund		333,376	333,376
Teens and Tots Fund	-	11,062	11,062
	<hr/>	<hr/>	<hr/>
Total Awards Financial Assistance	<u>\$ 1,939,655</u>	<u>\$ 20,471,880</u>	<u>\$ 22,411,535</u>

**NORTHERN VALLEY REGIONAL HIGH SCHOOL DISTRICT  
 NOTES TO THE SCHEDULES OF EXPENDITURES OF  
 FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

**NOTE 4 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS**

Amounts reported in the accompanying schedules may not necessarily agree with the amounts reported in the related federal and state financial reports due to timing differences between the District’s fiscal year and grant program years.

**NOTE 5 OTHER INFORMATION**

TPAF Social Security contributions in the amount of \$2,604,300 represents the amount reimbursed by the State for the employer’s share of social security contributions for TPAF members for the fiscal year ended June 30, 2024. The amount reported as TPAF Pension System Contributions in the amount of \$13,147,355, TPAF Post-Retirement Medical Benefits Contributions in the amount of \$3,697,658 and TPAF Long-Term Disability Insurance in the amount of \$3,564 represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2024. The TPAF social security contributions and on-behalf contributions are allocated between the general fund and certain enterprise funds in the financial statements as follows:

	General <u>Fund</u>	Enterprise <u>Funds</u>	<u>Total</u>
Reimbursed TPAF - Social Security	\$ 2,137,877	\$ 466,423	\$ 2,604,300
On-behalf TPAF Contributions			
Pension Benefit Contribution	10,792,516	2,354,839	13,147,355
Post-Retirement Medical Contribution	2,937,327	760,331	3,697,658
Long-Term Disability Insurance Contributions	<u>2,926</u>	<u>638</u>	<u>3,564</u>
 Total	 <u>\$ 15,870,646</u>	 <u>\$ 3,582,231</u>	 <u>\$ 19,452,877</u>

**NOTE 6 ON-BEHALF PROGRAMS NOT SUBJECT TO STATE SINGLE AUDIT**

On-behalf State Programs for TPAF Pension, Post-Retirement Medical Benefits and Long-Term Disability Insurance Contributions payments are not subject to a State single audit and, therefore, are excluded from major program determination. The Schedule of State Financial Assistance provides a reconciliation of State financial assistance reported in the District’s financial statements and the amount subject to State single audit and major program determination.

**NOTE 7 DE MINIMIS INDIRECT COST RATE**

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

Northern Valley Regional High School District

Schedule of Findings and Questioned Costs

Year ended June 30, 2024

**Part I – Summary of Auditors’ Results**

**Financial Statements Section**

Type of auditors’ report issued:	<u>Unmodified</u>		
Internal control over financial reporting:			
Are any material weaknesses identified?	_____ Yes	___X___	No
Are any significant deficiencies identified?	_____ Yes	___X___	None Reported
Is any noncompliance material to financial statements noted?	_____ Yes	___X___	No

**Federal Awards**

Internal control over major federal programs:			
Are any material weaknesses identified?	_____ Yes	___X___	No
Are any significant deficiencies identified?	_____ Yes	___X___	None Reported
Type of auditors’ report issued on compliance for major federal programs:	<u>Unmodified</u>		
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	_____ Yes	___X___	No

Northern Valley Regional High School District  
Schedule of Findings and Questioned Costs (continued)  
Year ended June 30, 2024

**Part I - Summary of Auditors' Results (continued)**

Identification of major federal programs:

<b>Assistance Listing Number(s)</b>	<b>FAIN Numbers</b>	<b>Name of Federal Program or Cluster</b>
84.425D	S425D210027	ARP – Elementary and Secondary School Emergency Relief Fund

Dollar threshold used to distinguish between Type A and  
Type B programs:

\_\_\_\_\_ \$750,000 \_\_\_\_\_

Auditee qualified as low-risk auditee?

  X   Yes \_\_\_\_\_ No

Northern Valley Regional High School District  
Schedule of Findings and Questioned Costs (continued)  
Year ended June 30, 2024

**Part I - Summary of Auditors' Results (continued)**

**State Financial Assistance Section**

Internal control over major state programs:

Are any material weaknesses identified? \_\_\_\_\_ Yes   X   No

Are any significant deficiencies identified? \_\_\_\_\_ Yes   X   None reported

Type of auditors' report issued on compliance for major state programs: \_\_\_\_\_ Unmodified

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular 15-08? \_\_\_\_\_ Yes   X   No

Identification of major state programs:

GMIS/Program Number	Name of State Program or Cluster
495-034-5120-089 495-034-5120-084	<b>State Aid Cluster:</b> Special Education Categorical Aid Security Aid

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

Auditee qualified as low-risk auditee?   X   Yes \_\_\_\_\_ No

Northern Valley Regional High School District

Schedule of Findings and Questioned Costs

Year ended June 30, 2024

**Part II – Schedule of Financial Statement Findings**

This section identifies the reportable conditions, material weaknesses, and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with paragraph 5.18 through 5.20 of *Government Auditing Standards*.

No financial statement findings noted that are required to be reported under *Government Auditing Standards*

## Northern Valley Regional High School District

## Schedule of Findings and Questioned Costs (continued)

Year ended June 30, 2024

**Part III – Schedule of Federal Awards and State Financial Assistance Findings and Questioned Costs**

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by 2 CFR 200 Section 516(a) and New Jersey Treasury Circular OMB 15-08, respectively.

**Federal Award Programs**

No compliance or internal control findings noted that are required to be reported in accordance with 2 CFR 200 Section 516(a).

**State Financial Assistance Programs**

No compliance or internal control findings noted that are required to be reported in accordance with New Jersey State OMB Circular 15-08.