Annual Comprehensive Financial Report

of the

Borough of Alpine School District
County of Bergen

Alpine, New Jersey

For the Fiscal Year Ended June 30, 2025

Prepared by

Borough of Alpine School District
Finance Department

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INTRODUCTORY SECTION

ALPINE SCHOOL DISTRICT
500 HILLSIDE AVENUE
ALPINE, NEW JERSEY 07620

Phillip Simotas
President
Board of Education

Olga Sico
Business Administrator/
Board Secretary

December 5, 2025

Honorable President and
Members of the Board of Education
Alpine School District
County of Bergen, New Jersey

Dear Board Members:

The annual comprehensive financial report of the Alpine School District for the fiscal year ended June 30, 2025 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the Business Office of the Board of Education. To the best of my knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The annual comprehensive financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Federal Uniform Guidance and the State Treasury Circular Letter OMB 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments". Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES: Alpine School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds of the District are included in this report. The Alpine Board of Education and its school constitute the District's reporting entity.

The District provided a full range of educational services appropriate to regular students grade levels K through 8. The District completed the 2024-25 fiscal year with an enrollment of 147 regular students. The following details the changes in the student enrollment of the District over the last ten years.

	Average Daily Enrollment	
Fiscal Year	Student Enrollment	Percent Change
2015-16	152.0	-.026%
2016-17	157.0	+.032%
2017-18	147.0	-6.40%
2018-19	139.0	-5.40%
2019-20	153.0	+10.07%
2020-21	151.0	-.098%
2021-22	156.0	+3.31%
2022-23	156.0	0.00%
2023-24	164.0	+5.13%
2024-25	147	-11.56%

In addition, the district sent 40 students to Tenafly High School and 2 (two) students to Bergen Academies.

2) ECONOMIC CONDITION AND OUTLOOK: The Borough of Alpine has emerged from the effects of the recession of several years ago. Housing prices are relatively high when compared to the rest of the State.

3) MAJOR INITIATIVES: During the 2024-25 school years many initiatives were undertaken.

The Alpine District continued to develop and expand opportunities for students to incorporate technology while fostering a safe and healthy learning environment. The District advanced its safety and security initiatives and is in the process of completing two major projects involving HVAC replacement in classrooms, several offices, and the gymnasium. Additionally, the lighting and ceiling in the gymnasium were replaced. These projects are expected to be completed in the 2025–26 school year, with funding sourced from a 40% ROD grant and 60% capital reserve funds. Technology upgrades were also made, including the purchase of Chromebooks for students.

3) MAJOR INITIATIVES (Continued):

The District continues to face significant financial challenges from the State Health Benefits Plan (SHBP). The 2025 calendar year already brought a substantial increase in premiums, placing considerable strain on the District's operating budget. Preliminary projections indicate that premiums may rise by more than 30% for the 2026 calendar year, a level that is financially unsustainable and would further impact resources available for instructional priorities. In response, the Board of Education is actively exploring private health insurance alternatives to maintain high-quality employee coverage while ensuring long-term financial stability. Multiple plan structures, networks, and cost models are being reviewed to determine whether a private plan could offer comparable benefits at a more manageable cost.

On October 4, 2023, the NJ State Board of Education adopted updates to the New Jersey Student Learning Standards and were fully incorporated and appropriately documented into the Alpine School's K-8 Mathematics and English Language Arts (ELA) curriculums by August of 2024. To accomplish this, we had two Professional Development meetings with the faculty updating both the Mathematics and ELA specific grade level curriculums so that all would be in compliance with the updated standards by September of 2024. The school curriculum leaders broke down the requirements for each course to ensure a full understanding and complete compliance with every standard within the updated NJ Student Learning Standards. Our schoolwide curriculum is organized by units and contains pacing guides, standards, skills, assessments, a list of core instructional materials and resources, and modifications for special education students, English Language Learners, students at risk, and those identified as gifted. All state-required mandates are met in appropriate places in the curriculum and documented within each unit of study as such. The inclusion of interdisciplinary connections and the integration of 21st century themes and skills are documented through each course's units of study.

Faculty meetings were held twice per month, in addition to two afternoon-long PD days, in order to provide resource and work time for District-wide priorities related to curriculum/instruction, writing across the content areas, and social-emotional learning/wellness (see below). Teachers selected areas of interest/growth and used these to identify common professional learning communities (PLCs); roughly half of the faculty meetings were designated as PLC meeting times, which were attended and supported by the administration. Faculty also had the opportunity for professional learning through participation in (two workshops each at) the Northern Valley Curriculum Center, which were tailored to age group or content area.

It is a sobering and well-documented fact that students and even employees in reputable corporations have deficient basic writing skills. In response to this, the school curriculum leaders created and led the faculty in workshops designed to address the need for students to be able to transfer the writing skills they learn in their ELA to other content areas of instruction; most notably science, social studies, health, and even mathematics. Teachers in these content areas and generalist teachers in K-4 were given materials prepared specifically for our school and content areas of instruction.

3) MAJOR INITIATIVES (Continued):

Step-by-step suggestions for applying targeted writing skills in the content areas were explored in professional development meetings with faculty so that teachers who are not specifically trained as teachers of English could become more confident setting expectations for the structure and basic grammatical integrity of open-ended responses in their respective areas of instruction.

The TREP$ program has become an annual course for our sixth graders, all of whom participate in this enriching opportunity to learn about the economics, product production, and marketing aspects of small business. Students learn from instructors as well as several guest speakers who represent various aspects of the business world. The students develop a plan to create a product prototype which is scrutinized by our business leaders. After refining their products, they make a reasonable amount to sell at a profit, develop a marketing plan and their own "company" logo, and set up their sales table at the marketplace event. The TREP$ program addresses many of the bolstered financial literacy requirements determined by the NJDOE and documented in the NJ Student Learning Standards.

The Visual and Performing Arts continued to play a key role in the curriculum. The extra music period was continued in the K-4 classes; students learn the recorders in 3rd grade and continue to learn the ukulele in 4th grade.

Mathematics courses in the middle school continue to be tiered to accommodate the many levels of skills our students exhibit. Geometry was once again part of the math curriculum for grade 8. Teachers were able to leverage NJSLA data to target instruction based on analyses of which standards students exceeded or fell within the state average.

Brain Busters continues to be a part of Alpine School's opportunities for academically-gifted students; much of the content within this trivia-competition is social studies- and geography-based, but there are also other subjects such as math and science that are incorporated.

Social-emotional learning and overall wellness for both staff and students remained key priorities at Alpine School this year. Daily social skills classes, along with individual and small-group counseling sessions, equipped students with essential communication, self-management, and interpersonal skills needed for success in school and beyond. Our long-standing partnership with West Bergen Mental Health continued to strengthen these efforts by providing both whole-group instruction and Tier 2 supports, including lunch groups and individualized counseling.

Our "Attendance Matters" initiative reinforced the importance of consistent and timely attendance, contributing to a notable decrease in student absences. At the same time, we remained attentive to the evolving social-emotional needs of our students. Increased engagement with social media and technology has led to higher rates of inattention, anxiety, and depressive symptoms in children, and our counseling and SEL programs adapted to meet these emerging challenges. We engaged with NJ4S throughout the school year to assist in working with students to cultivate coping and communication skills.

3) MAJOR INITIATIVES (Continued):

At Alpine School, our teachers continually work to differentiate instruction to meet the diverse needs of all learners. To support this work, we provide robust in-class support services, targeted professional development opportunities, and a strong Intervention and Referral Services (I&RS) program that helps teachers access additional strategies and interventions. We currently have five certified educators, enhancing our ability to support developing readers through high-quality, research-based instruction. Additionally, we hope to utilize our fourth-grade teacher, who previously served as a math interventionist, to support students experiencing difficulty in mathematics and referred to the I&RS team..

Of note, the Alpine School District has experienced a rise in registrations of students with significant disabilities. While the overall number of enrolled students with disabilities has declined, the level of need among our current special education population has increased significantly, contributing to higher costs for the district. We remain fully committed to educating all students in the least restrictive environment, and whenever appropriate, we explore placement in local public school programs when Alpine School is not the most suitable setting.

4) INTERNAL ACCOUNTING CONTROLS: Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that:

(1) the cost of a control should not exceed the benefits likely to be derived; and
(2) the evaluation of costs and benefits requires estimates and judgments by management.

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

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

5) BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, and the special revenue fund. The district has no debt service fund.

5) **BUDGETARY CONTROLS (Continued):**

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reserves of fund balance at June 30, 2025.

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

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

8) **DEBT ADMINISTRATION:** At June 30, 2025 the district had no outstanding debt. The Board, after a defeated referendum in December of 1992, made a commitment to fund capital projects on an annual basis taking care of the most urgent repairs first. This commitment may need to be revisited in future as recent legislation has severely restricted the district's ability to fund capital projects on an annual basis.

9) **CASH MANAGEMENT:** The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 2. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 and was revised in 2009 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act. Each year the Board designates its official depository at its reorganization meeting.

10) **RISK MANAGEMENT:** The Board carries various forms of insurance, including but not limited to general liability, hazard and theft insurance on property and contents, and fidelity bonds. The Board participates in the North East Bergen County School Board Insurance Group (NESBIG).

The insurance pool is self-insured for Workers' Compensation claims. It is the model for insurance pools in New Jersey and the pool is audited annually by an independent auditing firm. Its funds are conservatively invested.

11) OTHER INFORMATION:

Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Suplee, Clooney and Company LLC, CPAs, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Federal Uniform Guidance and State Treasury Circular Letter OMB 15-08. The auditor's report on the basic financial statements and combining of individual fund statements and schedules is included in the financial section of this report. The auditor's report related specifically to the single audit is included in the single audit section of this report.

12) ACKNOWLEDGMENTS:

We would like to express appreciation to the members of the Alpine Board of Education for their commitment to provide fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the maintenance of the school district's financial operation.

Respectfully submitted,

Olga Sico
Olga Sico
Board Secretary/Business Administrator

Maureen McCann
Maureen McCann
Chief School Administrator

ALPINE PUBBLIC SCHOOL DISTRICT
ALPINE, NEW JERSEY

ROSTER OF OFFICIALS
JUNE 30, 2025

Members of the Board of Education	Term Expires
Philip Simotas, President	2026
Maureen Cheesman, Vice President	2027
Maria Dibiase	2026
Shai Barbi	2025
Samar Siyam (Effective 1/27/25)	2025

Other Officials:

Maureen McCann - Superintendent

Olga Sico - School Business Administrator / Board Secretary

Judith Curran - Treasurer

BOROUGH OF ALPINE SCHOOL DISTRICT
CONSULTANTS AND ADVISORS
JUNE 30, 2025

Architect

Environetics Group Architects
180 Sylvan Avenue
Englewood Cliffs, NJ 07632

Audit Firm

Suplee, Clooney & Company LLC
308 East Broad Street
Westfield, NJ 07090

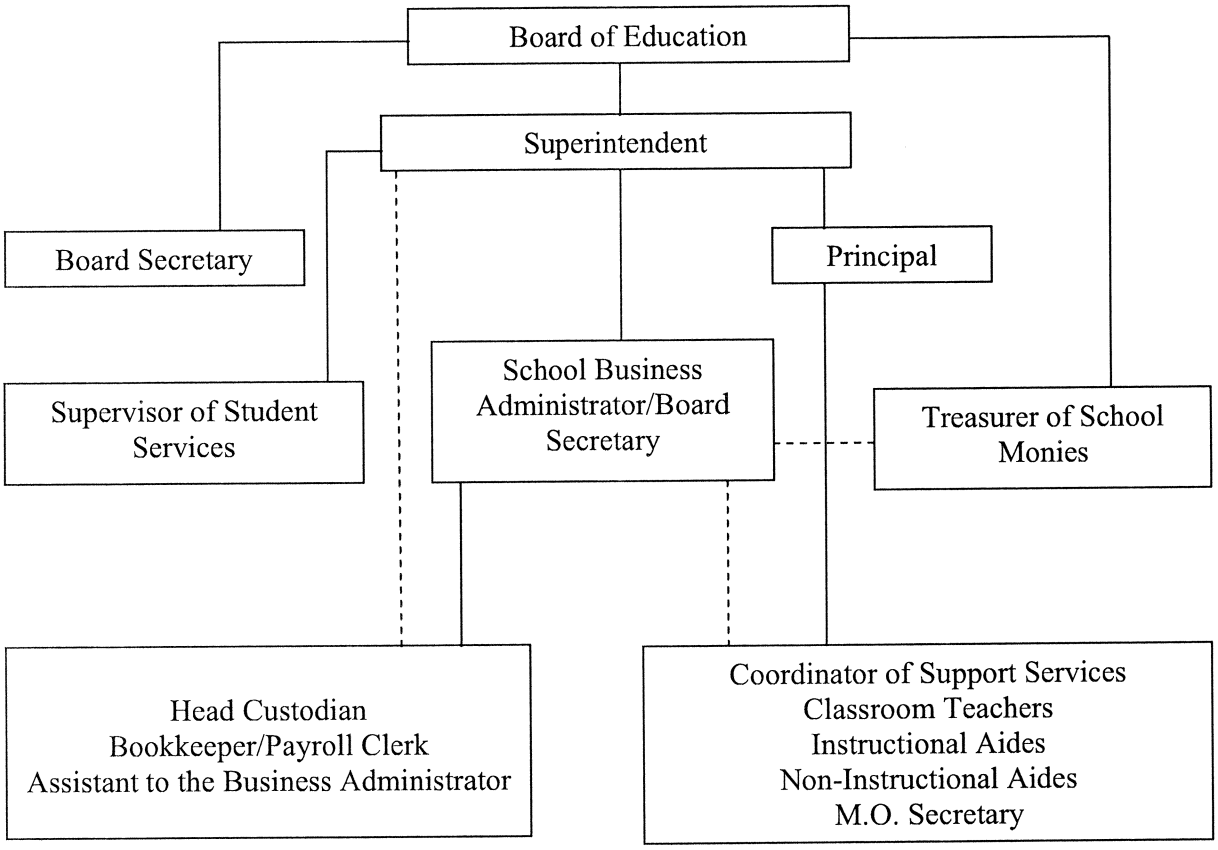
Attorney

Fogarty and Hara
16-00 Route 208 South
Fair Lawn, NJ 07410

Official Depository

Capital One Bank
177 Main Street
Fort Lee, NJ 07024

1110 ORGANIZATIONAL CHART



Adopted: 01 December 2016

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FINANCIAL SECTION

SUPLEE, CLOONEY & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS
308 East Broad Street, Westfield, New Jersey 07090-2122
Telephone 908-789-9300 Fax 908-789-8535
E-mail info@scnco.com

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Borough of Alpine School District
County of Bergen
Alpine, New Jersey 07620

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund of the Borough of Alpine School District, in the County of Bergen, State of New Jersey (the "District") as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Finance, Department of Education, State of New Jersey, the audit requirements of State of New Jersey OMB Circular 15-08 "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid", and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards and provisions are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, the State of New Jersey OMB Circular 15-08 and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information in Exhibit C-1 through C-3, the schedules related to accounting and reporting for pensions in Exhibit L-1 through L-4 and the schedules related to accounting and reporting for postretirement benefits other than pensions (OPEB) in Exhibits M-1 and M-2 are presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary information schedules and data such as the combining statements and individual fund financial statements, and the Schedules of Expenditures of Federal Awards and State Financial Assistance, as listed in the table of contents, New Jersey's OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid," and the State of New Jersey, Department of Education, Division of Finance, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and the schedule of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated December 5, 2025, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to 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 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.

CERTIFIED PUBLIC ACCOUNTANTS

PUBLIC SCHOOL ACCOUNTANT NO. 948

December 5, 2025

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REQUIRED SUPPLEMENTARY INFORMATION – Part I

MANAGEMENT'S DISCUSSION AND ANALYSIS
(UNAUDITED)

BOROUGH OF ALPINE SCHOOL DISTRICT
ALPINE, NEW JERSEY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED

The discussion and analysis of Alpine Board of Education District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2025. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the District's financial performance.

The Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 – *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. Certain comparative information between the current year (2024-2025) and the prior year (2023-2024) is required to be presented in the MD&A In fiscal year 2025 the District implemented GASB Statement No. 101-Compensated Absences.

Financial Highlights

Key financial highlights for 2025 are as follows:

- In total, for the 2024-2025 school year net position increased $1,786,791.31, which represents a 12 percent increase from 2023-2024. "Net position" is comprised of capital assets (such as building and improvements), restricted funds for capital improvements and unrestricted balances less current and long term liabilities.

- General revenues accounted for $7,881,520.20 in revenue, or 80 percent of all revenues. Program specific revenues in the form of charges for services, operating grants including on-behalf State FICA and TPAF post retirement medical contributions accounted for $1,949,656.50 in revenue or the remaining 20 percent of total revenues.

- The School District had $8,044,385.39 in expenses; only $1,949,656.50 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily tax levy and unrestricted state aid) of $7,881,520.20 were used to provide for these programs.

- Business-type activities had no revenues and no expenses. Business-type net position remained $885.00.

Using this Annual Comprehensive Financial Report (ACFR)

This annual report consists of a series of financial statements and explanatory notes. The report is organized so that the reader can first understand the Borough of Alpine School District as a financial whole. The financial operations of each individual fund are also described in detail later in the report.

The *Statement of Net Position and Statement of Activities*: The purpose of the Statement of Net Position and Statement of Activities is to combine financial data of all individual fund operations to present information about the activities of the School District as a whole. Activities are broken down into two broad categories: Governmental Activities and Business-Type Activities. The most significant activity for the Borough of Alpine School District occurs in the category of Governmental Activities.

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While the ACFR report contains detail of all individual funds used by the School District to provide programs and activities, the most significant statements are the Statement of Net Position and Activities. These statements include all assets, liabilities and activities using the accrual basis of accounting. The accrual basis of accounting reflects recognition of revenues and expenditures when earned rather than received.

The Statements of Assets and Activities report the School District's net position and changes in those assets. This change in net position is important because it tells the reader whether the financial position of the School District has improved or diminished. The causes of this change may be attributable to non-financial factors such as: The School District's property tax base, changes in current State law, facility conditions, mandated educational programs and other factors.

In the Statement of Net Position and the Statement of Activities, the School District's operating activities are divided into two distinct types:

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

- *Business-Type Activities* – This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The special milk program is considered a business-type activity.

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial statements provide detailed information about the District's 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 the Capital Projects Fund. The District's Enterprise Fund is the Food Service Fund.

Governmental Funds

The School District's activities are reported in governmental funds, which focus on how money flows through those funds and the balances left at year-end. These funds are reported using an accounting method referred to as the modified accrual basis of accounting, which recognizes revenue and expenditures when they become both measurable and available. The governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental fund information helps the reader determine the availability of 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.

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities. These statements closely resemble financial statements of a private sector business entity.

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole. The District's financial position is the product of numerous financial transactions including the net results of activities, the issuance and repayment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

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

Table 1 - Net Position

The District's combined net position was $16,163,656.20 on June 30, 2025. This was an increase of 12 percent from the prior year.

	2025	(As Restated) 2024
Assets		
Current and Other Assets	$10,654,627.99	$9,010,275.46
Capital Assets	7,597,963.63	6,689,037.28
Total Assets	18,252,591.62	15,699,312.74
Deferred Outflows		
Deferred pension	282,803.00	313,348.12
Liabilities		
Other Liabilities	1,318,038.42	421,114.48
Long-Term Liabilities	899,861.00	1,000,736.49
Total Liabilities	2,217,899.42	1,421,850.97
Deferred Inflows		
Deferred Pension	153,839.00	213,945.00
Net Position		
Net Investment in Capital Assets	7,597,963.63	6,689,037.28
Restricted	9,178,495.12	8,339,881.32
Unrestricted (Deficit)	(612,802.55)	(652,053.71)
Total Net Position	$16,163,656.20	$14,376,864.89

Table 2 Illustrates changes in net position for fiscal years 2025 and 2024.

Table 2 - Changes in Net Position

	2025	2024
Revenues		
Program Revenues:		
Charges for Services	$519,279.27	$492,334.79
Operating Grants and Contributions	1,430,377.23	1,523,668.72
Capital Grants and Contributions		33,840.00
General Revenues:		
Property Taxes	7,407,523.00	7,262,277.00
Other	473,997.20	345,845.68
Total Revenues	9,831,176.70	9,657,966.19
Program Expenses		
Instruction	4,863,918.41	5,110,670.25
Support Services:		
Student and Instruction Related	1,605,884.87	1,745,368.15
General & School Administration; Central Services; Operations & Maintenance of Facilities	957,735.86	857,735.51
Student Transportation	273,014.81	279,961.76
Other	343,831.44	338,241.84
Total Expenses	8,044,385.39	8,331,977.51
Increase/ (Decrease) in Net Position	$1,786,791.31	$1,325,988.68

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services.

Governmental Activities

Property taxes made up 75 percent of revenues for governmental activities for the Borough of Alpine School District for fiscal year 2025. Property tax revenues increased by $145,246.00, which is a 2 percent increase from the prior year. The District's total revenues for governmental activities were $9,831,176.70 for the year ended June 30, 2025. Federal and state aid accounted for 20 percent of revenue.

Instruction comprises 60 percent of district expenses. Support Services costs make up 40 percent of the total expenditures.

The Statement of Activities reflects the cost of program services and the charges for services and grants offsetting those services. ***Table 3*** illustrates 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.

Table 3

	Total Cost of Services 2025	Total Cost of Services 2024	Net Cost of Services 2025	Net Cost of Services 2024
Instruction	$4,863,918.41	$5,110,670.25	$3,533,968.60	$3,677,632.44
Support Services:				
Students and Instruction Related	1,605,884.87	1,745,368.15	1,274,401.86	1,266,201.25
Maintenance of Facilities	957,735.86	857,735.51	766,650.92	805,660.72
Student Transportation	273,014.81	279,961.76	177,440.17	195,265.28
Other	343,831.44	338,241.84	342,267.32	337,374.31
Total Net Cost of Services	$8,044,385.39	$8,331,977.51	$6,094,728.87	$6,282,134.00

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

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

General administration, school administration and central services include expenses associated with administrative and financial supervision of the district.

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

Curriculum and staff development includes expenses related to planning, research, development and evaluation of support services.

Pupil transportation includes activities with the conveyance of special education students to and from school, school activities and athletic events, as provided by state law.

Extracurricular activities includes expenses related to student activities provided by the school district which are designed to provide opportunities for students to participate in school events, public events, or a combination of these for the purposes of motivation, enjoyment and skill improvement.

The School District relies mainly upon property tax revenues to function. The community, as a whole, is the primary support for the Borough of Alpine School District. Approximately 75% of the overall program is supported by local property taxes.

Business-Type Activities

Revenues for the District's business-type activities are comprised of charges for the special milk program. The following are some highlights of our business type activities:

- There were no business type revenues or expenses for the 2024-2025 school year.

The School District's Funds

All governmental funds (i.e., general fund, special revenue fund and capital projects fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to $10,404,728.70 and expenditures were $9,577,253.90.

As demonstrated by the various statements and schedules included in the financial section of this report, the School 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 year ended June 30, 2025 and the amount and percentage of increase and decrease in relation to prior year revenues.

Revenues	Amount	Percent of Total	Increase(Decrease) from FY 2024	Percent Increase (Decrease)
Local Sources	$8,584,945.47	82.51%	$466,121.00	5.74%
State Sources	1,713,413.23	16.47%	(67,407.20)	-3.79%
Federal Sources	106,370.00	1.02%	(138,931.29)	-56.64%
Total	$10,404,728.70	100.00%	$259,782.51	2.56%

The following schedule represents a summary of general fund, special revenue fund, and capital projects fund expenditures for the fiscal year ended June 30, 2025, and the percentage of increases and decreases in relation to prior year amounts.

Expenditures	Amount	Percent of Total	Increase(Decrease) from FY 2024	Percent Increase (Decrease)
Current:				
Instruction	$2,152,080.23	22.47%	($11,377.61)	-0.53%
Support Services	6,084,584.80	63.53%	(190,014.83)	-3.03%
Capital Outlay	1,340,588.87	14.00%	1,177,469.71	721.85%
Total	$9,577,253.90	100.00%	$976,077.27	11.35%

General Fund Budgeting Highlights

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

Over the course of the year, the Board of Education, when appropriate, approved budget transfers to match budget amounts with expenditures. Transfers to the budget were made to accurately reflect expenditures according to state guidelines and prevent over-expenditures in specific line item accounts. These revisions bear notation:

- Transfers made to administration lines to cover employee salaries and benefits were offset by savings in tuition due to fewer placements and underutilization of substitutes and supply budgets.

- TPAF, which is the State's contribution to the pension and post-retirement benefits fund and the employer's share of FICA costs, is neither a budgeted revenue nor expenditure item. The School District is required to present this information in the revenue and expenditure sections of the report in accordance with GASB financial reporting guidance.

- Excess operating funds were allowed to flow into surplus and become available for transfer into our capital reserve account.

Capital Assets

At the end of the fiscal year 2025, the School District had $7,597,963.63 invested in building, furniture, equipment and vehicles. ***Table 4*** illustrates fiscal year 2025 balances compared to 2024.

Table 4
Capital Assets (Net of Depreciation) at June 30, 2025

	2025	2024
Governmental Activities Capital Assets, Net:		
Construction in Progress	$1,206,942.87	$33,840.00
Building and Building Improvements	6,134,846.19	6,478,677.63
Machinery and Equipment	256,174.57	176,519.65
Total Governmental Activities Capital Assets, Net	$7,597,963.63	$6,689,037.28
Total Capital Assets, Net	$7,597,963.63	$6,689,037.28

Overall capital assets increased $908,926.35 from fiscal year 2024 to fiscal year 2025. The increase is attributed to current year construction in progress being reported.

Negotiations

The Alpine Board of Education has an approved labor agreement with the teachers through the 2028 fiscal year.

Contacting the School District's Financial Management Office

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional information contact Olga Sico, Business Administrator/Board Secretary, Borough of Alpine School District, 500 Hillside Avenue, Alpine, NJ 07620. Also, please visit our website to learn more about our School District.

BASIC FINANCIAL STATEMENTS

The basic financial statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all funds as of June 30, 2025

DISTRICT-WIDE FINANCIAL STATEMENTS

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

EXHIBIT "A-1"

BOROUGH OF ALPINE SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2025

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS:			
Cash and cash equivalents	$ 9,798,629.47	$ 885.00	$ 9,799,514.47
Receivables, net	855,113.52		855,113.52
Capital assets:			
Non Depreciable	1,206,942.87		1,206,942.87
Depreciable - Net	6,391,020.76		6,391,020.76
Total Assets	18,251,706.62	885.00	18,252,591.62
DEFERRED OUTFLOWS OF RESOURCES:			
Pension Related	282,803.00		282,803.00
	282,803.00		282,803.00
LIABILITIES:			
Accounts payable	194,725.12		194,725.12
Payroll Deductions and Withholdings Payable	93,980.75		93,980.75
Security Deposits	6,950.00		6,950.00
Noncurrent liabilities:			
Due within one year	12,651.99		12,651.99
Due beyond one year:			
Compensated Absences	151,810.56		151,810.56
Net Pension Liability	899,861.00		899,861.00
Total liabilities	2,217,899.42		2,217,899.42
DEFERRED INFLOW OF RESOURCES:			
Pension Related	153,839.00		153,839.00
NET POSITION:			
Net investment in capital assets	7,597,963.63		7,597,963.63
Restricted for:			
Capital Projects	8,570,574.33		8,570,574.33
Special revenue fund	23,154.55		23,154.55
Other purposes	584,766.24		584,766.24
Unrestricted (Deficit)	(613,687.55)	885.00	(612,802.55)
TOTAL NET POSITION	$ 16,162,771.20	$ 885.00	$ 16,163,656.20

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

EXHIBIT "A-2"

BOROUGH OF ALPINE SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
JUNE 30, 2025

Functions/Programs	Expenses	Indirect Expenses Allocation	Programs Revenues: Charges for Services	Programs Revenues: Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Business-type Activities	Net (Expense) Revenue and Changes in Net Position: Total
Governmental activities:							
Instruction:							
Regular	$ 2,603,577.08	$ 849,661.49	$ 407,419.62	$ 368,153.36	$ (2,677,665.59)	$	$ (2,677,665.59)
Special	997,316.91	97,233.04		465,416.43	(629,133.52)		(629,133.52)
Other instruction	232,215.19	83,914.70		88,960.40	(227,169.49)		(227,169.49)
Support services:							
Student and instruction related services	1,180,142.88	425,741.99	111,859.65	219,623.36	(1,274,401.86)		(1,274,401.86)
School administrative services	42,881.59	28,647.55		2,218.74	(69,310.40)		(69,310.40)
General administrative services	106,025.28	15,170.68		8,240.66	(112,955.29)		(112,955.29)
Central services	213,533.17	47,606.01		180,625.53	(80,513.65)		(80,513.65)
Plant operations and maintenance	460,710.80	43,160.78			(503,871.58)		(503,871.58)
Pupil transportation	268,452.50	4,562.31		95,574.64	(177,440.17)		(177,440.17)
Unallocated Benefits	1,511,038.47	(1,511,038.47)		1,564.12	1,564.12		1,564.12
Unallocated depreciation	428,491.52	(84,660.08)			(343,831.44)		(343,831.44)
Total governmental activities	8,044,385.39		519,279.27	1,430,377.23	(6,094,728.89)		(6,094,728.89)
Total primary government	$ 8,044,385.39	$ -	$ 519,279.27	$ 1,430,377.23	$ (6,094,728.89)	$	$ (6,094,728.89)
General Revenues:							
Taxes:							
Property taxes, levied for general purposes, net					$ 7,407,523.00	$	$ 7,407,523.00
Miscellaneous income					473,997.20		473,997.20
Total general revenues					7,881,520.20		7,881,520.20
Change in Net Position					1,786,791.31		1,786,791.31
Net Position - beginning (as restated)					14,375,979.89	885.00	14,376,864.89
Net Position ending					$ 16,162,771.20	$ 885.00	$ 16,163,656.20

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

MAJOR FUND FINANCIAL STATEMENTS

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

EXHIBIT "B-1"
SHEET #1

BOROUGH OF ALPINE SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	TOTAL GOVERNMENTAL FUNDS
ASSETS:				
Cash and cash equivalents	$ 9,034,374.62	$ 34,578.54	$ 729,676.31	9,798,629.47
Receivables from other governments	206,985.52		648,128.00	855,113.52
Due from other funds	11,423.99			11,423.99
Total assets	$ 9,252,784.13	$ 34,578.54	$ 1,377,804.31	10,665,166.98
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Unearned Revenue	$	$	$ 857,920.00	857,920.00
Accounts payable	118,135.12			118,135.12
Payroll Deductions and Withholdings Payable	93,980.75			93,980.75
Security Deposits	6,950.00			6,950.00
Due to other funds		11,423.99		11,423.99
Total liabilities	219,065.87	11,423.99	857,920.00	1,088,409.86
Fund balances:				
Restricted:				
Capital reserve account	8,317,577.24			8,317,577.24
Emergency reserve	50,000.00			50,000.00
Unemployment Compensation	50,106.75			50,106.75
Student Activities		23,154.55		23,154.55
Assigned:				
Encumbrances	217,772.27		266,887.22	484,659.49
Unassigned	398,262.00		252,997.09	651,259.09
Total fund balances	9,033,718.26	23,154.55	519,884.31	9,576,757.12
Total liabilities and fund balances	$ 9,252,784.13	$ 34,578.54	$ 1,377,804.31	10,665,166.98

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

BOROUGH OF ALPINE SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025

Total Fund Balances (Brought Forward)		$9,576,757.12
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.		
Cost of Assets	$12,153,121.38	
Accumulated Depreciation	(4,555,157.75)	
		7,597,963.63
Long term liabilities, including bonds payable, and other related amounts that are not due and payable in the current period and therefore are not reported as liabilities in the funds.		
Net Pension Liability	(899,861.00)	
Compensated Absences	(164,462.55)	
		(1,064,323.55)
Deferred Outflows and Inflows of resources are applicable to future periods and therefore are not reported in the funds.		
Pensions:		
Deferred Outflows:		
Pension related		282,803.00
Deferred Inflows:		
Pension related		(153,839.00)
Certain liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds.		
Accounts Payable - Pension Related		(76,590.00)
Net Position of Governmental Activities		$16,162,771.20

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

EXHIBIT "B-2"

BOROUGH OF ALPINE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	TOTAL GOVERNMENTAL FUNDS
REVENUES:				
Local sources:				
Local tax levy	$ 7,407,523.00	$	$	$ 7,407,523.00
Tuition from Individuals	407,419.62			407,419.62
Miscellaneous	473,997.20	296,005.65		770,002.85
Total - local sources	8,288,939.82	296,005.65		8,584,945.47
State sources	1,713,413.23			1,713,413.23
Federal sources		106,370.00		106,370.00
Total revenues	10,002,353.05	402,375.65		10,404,728.70
EXPENDITURES:				
Current expense:				
Regular instruction	1,682,080.97	19,931.00		1,702,011.97
Special instruction	202,853.07	15,000.00		217,853.07
Other Instruction	179,039.19	53,176.00		232,215.19
Support services:				
Tuition	1,673,009.72			1,673,009.72
Student and instruction related services	1,029,844.45	150,298.43		1,180,142.88
School administrative services	39,571.23			39,571.23
General administration	109,817.64			109,817.64
Plant operations and maintenance	460,935.19			460,935.19
Central services	213,533.17			213,533.17
Pupil transportation	268,452.50			268,452.50
Unallocated Benefits	2,139,122.47			2,139,122.47
Capital outlay	29,963.18	164,315.00	1,146,310.69	1,340,588.87
Total expenditures	8,028,222.78	402,720.43	1,146,310.69	9,577,253.90
Excess (deficiency) of revenues over (under) expenditures	1,974,130.27	(344.78)	(1,146,310.69)	827,474.80
Other financing sources (uses):				
Transfer from capital reserve	(291,500.00)		291,500.00	
Total other financing sources (uses)	(291,500.00)		291,500.00	
Net change in fund balances	1,682,630.27	(344.78)	(854,810.69)	827,474.80
Fund balances, July 1, 2024	7,351,087.99	23,499.33	1,374,695.00	8,749,282.32
Fund balances, June 30, 2025	$ 9,033,718.26	$ 23,154.55	$ 519,884.31	$ 9,576,757.12

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

EXHIBIT "B-3"

BOROUGH OF ALPINE SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Total net change in fund balances - governmental funds (from B-2)		$ 827,474.80
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period		
Depreciation expense	$ (428,491.52)	
Capital outlays	1,340,588.87	
Less: Capital outlays not capitalized	(3,171.00)	
		908,926.35
District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.		
District pension contributions	90,113.00	
Pension expense	(35,581.00)	
		54,532.00
In the statement of activities, certain expenses, e.g., compensated absences (sick days) are measured by the amounts earned during the year. In governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		(4,141.84)
Change in net position of governmental activities		$ 1,786,791.31

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

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OTHER FUNDS

EXHIBIT "B-4"

BOROUGH OF ALPINE SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2025

	FOOD SERVICE FUND TOTAL
ASSETS:	
Current assets:	
Cash and cash equivalents	$ 885.00
Total current assets	885.00
Total assets	$ 885.00
NET POSITION:	
Unrestricted	$ 885.00
Total net position	$ 885.00

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

EXHIBIT "B-5"

BOROUGH OF ALPINE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	FOOD SERVICE FUND TOTAL
OPERATING REVENUES:	
Charges for services:	
Daily sales - reimbursable programs	$
Total operating revenues	
OPERATING EXPENSES:	
Cost of sales	
Total operating expenses	
Operating income	
Change in net position	
Total net position - beginning	885.00
Total net position - ending	$ 885.00

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

EXHIBIT "B-6"

BOROUGH OF ALPINE SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

		FOOD SERVICE FUND TOTAL
Cash flows from operating activities:		
Receipts from customers	$	
Payments to suppliers		
Net cash provided by (used for) operating activities		
Net increase/(decrease) in cash and cash equivalents		
Cash and cash equivalents, July 1, 2024		885.00
Cash and cash equivalents, June 30, 2025	$	885.00
Reconciliation of operating income (loss) to net cash provided (used) by operating activities		
Operating income	$	
Net cash provided by (used for) operating activities	$	

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Reporting Entity

The District is a Type II District located in Bergen County, New Jersey. The School District is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board of Education of the Alpine School District, comprised of five elected individuals, is the primary governing authority of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

The primary criterion for including activities within the District's reporting entity, are set forth in Statement No. 39 of the Governmental Accounting Standards Board entitled *"Determining Whether Certain Organizations are Component Units" (GASB 39)* as codified in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards.

Organizations that are legally separate, tax-exempt entities and that meet *all* of the following criteria should be discretely presented as component units. These criteria are:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government.

2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources of the organization.

3. The economic resources received or held by an *individual organization* that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government.

The combined financial statements include all funds of the District over which the Board exercises operating control. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation

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

District-wide Statements: The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the overall District. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish generally between the governmental and business-type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of net position presents the financial condition of the governmental and business-type activities of the District at fiscal year-end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirement of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the District.

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental Funds

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

As required by the New Jersey Statement Department of Education, the District includes budgeted capital outlay in this fund. U.S. Generally Accepted Accounting Principles as they pertain to governmental entities state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes, and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to the current expense by Board resolution; in certain instances, approval by the County Superintendent of Schools may also be required.

Special Revenue Fund The special revenue fund is used to account for the proceeds of specific revenue sources from State and Federal Government (other than those for major capital projects, debt service or proprietary funds) and local appropriations that are restricted or committed to expenditures for specified purposes.

Capital Projects Funds The capital projects fund is used to account for and report all financial resources that are restricted, committed or assigned to expenditures for capital outlays including the acquisition or construction of major capital facilities or other capital assets.

Proprietary Funds

Enterprise Fund The enterprise fund accounts for all revenues and expenses pertaining to the District's special milk program operations. These funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (*i.e.,* expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting-Measurement Focus

Basis of accounting determines when transactions are recorded in the financial records and reported in the financial statements.

District-wide and Proprietary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation for expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available.

The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable." Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied. Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transactions can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term liabilities, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from the issuance of long-term liabilities and acquisitions under capital leases are reported as other financing sources.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office. In accordance with P.L. 2011, c. 202, which became effective January 17, 2012, the District elected to move the School Board election to the date of the November general election thereby eliminating the vote on the annual base budget unless required by the mandated State budget CAP. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2.2(f)1. Expenditures may not legally exceed budgeted appropriations at the line item level. All budget amendments and transfers must be approved by School Board resolution. Budget amendments during the year ended June 30, 2025 totaled net $291,500.00. All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Appropriations, except remaining project appropriations, encumbrances, and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures.

Formal budgetary integration into the accounting system is employed as a management control device during the fiscal year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles (GAAP) with the exception of the legally mandated (NJSA 18A:22-44.2) revenue recognition of one or more deferred State Aid payments for budgetary purposes only due to the State deferral of such payments into the subsequent budget year and the accounting treatment of encumbrances in the special revenue fund as described below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Encumbrance Accounting

Under encumbrance accounting purchase orders, contracts and other commitments for the expenditures 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 assigned fund balances at fiscal year-end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services.

Open encumbrances in the special revenue and capital project funds for which the District has received advances are reflected in the balance sheet as unearned revenues at fiscal year-end.

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

Interfunds

Interfund receivables and payables arise from transactions between particular funds and are considered short term in duration. The interfund transactions are recorded by all funds affected in the period in which the transactions are executed and are part of the district's available expendable resources.

Inventories and Prepaid Expenses

Inventories of materials and supplies held for consumption in the governmental funds are recorded as expenditures at the time of purchase and year end balances are not reported in the financial statements.

Inventories of food and/or supplies in the food service fund are recorded at cost on a first-in, first-out basis or, in the case of Food Distribution Commodities, at stated value which approximates market.

Prepaid expenses which benefit future periods, other than those recorded in the enterprise fund, are recorded as expenditures in the year of purchase.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets

The District has an established formal system of accounting for its capital assets. Capital Assets used for governmental purposes, which include land, buildings and improvements and furniture and equipment, are only reported in the district-wide financial statements. The District generally defines capital assets as assets with an initial cost of $2,000.00 or more and an estimated useful life in excess of one year. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their acquisition value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Capital assets are depreciated in the district-wide statements using the straight-line method over the following estimated useful lives:

Asset Class	Estimated Useful Lives
School Buildings	50
Building Improvements	20
Land Improvements	20
Machinery and Equipment	5-20

Compensated Absences

The District accounts for compensated absences (e.g., unused sick and vacation leave) in accordance with Governmental Accounting Standards Board (GASB) Statement No. 101, "Compensated Absences." This statement was implemented for the fiscal year ended June 30, 2025, replacing the guidance previously provided by GASB Statement No. 16.

GASB 101 requires that a liability be recognized for leave that has been earned in exchange for services rendered and that has not yet been used, if (1) the leave is usable for time off or other compensation, and (2) it is more likely than not that the leave will be used or paid. This standard expands the recognition criteria to include certain types of leave that may not have previously met the vesting or accumulation requirements under GASB 16.

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy and/or collective bargaining unit contracts. Upon termination, employees are paid for accrued vacation. Sick leave benefits provide for ordinary sick pay and may be eligible for payment upon retirement, subject to negotiated agreements and years of service.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences (Continued)

The compensated absences liability is calculated based on leave balances that are expected to be used or paid, consistent with the "more likely than not" threshold established under GASB 101. The District's calculation incorporates both the probability of leave usage and payout eligibility under existing employment agreements.

For the District-wide Statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, for the governmental funds, in the Fund Financial Statements, all of the compensated absences are considered long-term and therefore, are not a fund liability and represents a reconciling item between the fund level and District-wide presentations.

Fund Equity

Fund balance restrictions are used to indicate that portion of the fund balance that is not available for expenditures or is legally segregated for a specific future use. Designations of portions of the fund balances are established to indicate tentative plans for financial utilization in a future period. The unassigned fund balances represent the amount available for future budgetary operations.

Unassigned net position represents the remains of the District's equity in the cumulative earnings of the proprietary fund.

Unearned Revenue

Unearned revenue in the general, special revenue and capital projects funds represents funds which have been received but not yet earned. A corresponding grants receivable has also been established for any open encumbrances at year end which is an allowable practice under generally accepted accounting principles.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported on the district-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Long term debt is recognized as a liability on the fund financial statements when due.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Position

Net Position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District of through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The District's policy is to first apply restricted resources when an expense is incurred for the purposes for which both restricted and unrestricted net positions are available.

Fund Balance

Under GASB 54, in the fund financial statements, governmental funds report the following classifications of fund balance:

Non-Spendable – includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.

Restricted – includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation. The District reports the Capital Reserve, Student Activities, Security Deposits, Unemployment, and Excess Surplus as Restricted Fund Balance.

Committed – includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District's highest level of decision making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Education. The District reports amounts Designated for Subsequent Year's Expenditures as Committed Fund Balance and Encumbrances.

Assigned – includes amounts that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the District's policy, amounts may be assigned by the Business Administrator. The District reports Year End Encumbrances as Assigned Fund Balance.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance (Continued)

Unassigned – is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund should be the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

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

Revenues Exchange and Non-Exchange Transactions

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

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenues Exchange and Non-Exchange Transactions (Continued)

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

Proprietary Funds Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. Operating expenses for enterprise funds include the cost of sales and services, administrative expense and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Allocation of Indirect Expenses

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses are allocated to functions but are reported separately in the Statement of Activities. Employee benefits, including the employer's share of social security, workers compensation, and medical and dental benefits, were allocated based on salaries of the program. Depreciation expense, where practicable, is specifically identified by function and is included in the indirect expense column of the Statement of Activities. Depreciation expense that could not be attributed to a specific function is considered an indirect expense and is reported separately on the Statement of Activities.

Extraordinary and Special Items

Extraordinary items are transactions or events that are unusual in nature and infrequent of occurrence. Special items are transactions or events that are within control of management and are either unusual in nature or infrequent in occurrence. Neither of these types of transactions occurred during the fiscal year.

Management Estimates

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounting and Financial Reporting for Pensions

In the district-wide 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 District's proportionate share of the New Jersey Public Employees Retirement System ("PERS") and the Teachers' Pension and Annuity Fund ("TPAF") and the additions to/deductions from these retirement systems' fiduciary net position have been determined on the same basis as they were reported by PERS and TPAF. 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, the year-end net pension liability is not required to be reflected. Pension related revenues and expenditures are reflected based on amounts that are normally expected to be liquidated with available financial resources for required pension contributions. Expenditures for PERS are recognized based upon billings made by the State of New Jersey due April 1st of each fiscal year. TPAF contributions are paid on the District's behalf by the State of New Jersey. The Governmental Fund Financial Statements reflects both a revenue and expenses for this pension contribution.

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 position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Currently, the District has one item that qualifies for reporting in this category, deferred amounts related to pensions.

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 position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has one item that qualifies in this category, deferred amounts related to pension.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases

Lease receivables are measured at the present value of the lease payments expected to be received during the lease term. The District may receive variable lease payments that are dependent upon the lessee's revenue. The variable payments are recorded as an inflow of resources in the period the payment is received. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized in a systematic and rational manner over the lease term.

Lease liabilities represent obligations to make lease payments arising from the lease. Lease liabilities are recognized at the commencement date based on the present value of the expected lease payments over the lease term, less any lease incentives. Interest expense is recognized ratably over the contract term. The lease term may include options to extend or terminate the lease when it is reasonably certain that the option will be exercised. Payments for short-term leases with a term of 12 months or less are expensed as incurred and there leases are not included as lease liabilities or right-to-use assets on the statements of net position.

Right to Use Assets

Right to use assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less incentives, plus ancillary charges necessary to place the lease into service. The right to use assets are amortized in a systematic and rational manner over the life of the related lease.

NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS

The Board considers petty cash, change funds, cash in banks, deposits in the New Jersey Cash Management Fund and short term investments with original maturities of three months or less as cash and cash equivalents. Investments are stated at cost, which approximates market.

Deposits

New Jersey statutes permit the deposit of public funds in public depositories which are located in New Jersey and which meet the requirements of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA requires a bank that accepts public funds to be a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also require public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. Each depository participating in the GUDPA system must pledge collateral equal to 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of 75% of its capital funds. No collateral is required for amounts covered by FDIC insurance. The collateral which may be pledged to support these deposits includes obligations of the State and federal governments, insured securities and other collateral approved by the Department. When the capital position of the depository deteriorates or the depository takes an unusually large amount of public deposits, the Department of Banking and Insurance requires additional collateral to be pledged. Under (GUDPA), if a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of the deposits to the governmental unit.

The Borough of Alpine School District had the following cash and cash equivalents at June 30, 2025:

	Cash in Bank	Reconciling Items: Additions	Reconciling Items: Deletions	Reconciled Balance
Governmental Funds	$ 10,155,313.81	$ 34.27	$ 356,718.61	$ 9,798,629.47
Proprietary Funds	885.00			885.00
	$ 10,156,198.81	$ 34.27	$ 356,718.61	$ 9,799,514.47

NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

Custodial Credit Risk- Deposits - Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The District does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of June 30, 2025, based upon the coverage provided by FDIC and NJGUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on balance in the bank of $10,156,198.81, $250,000.00 was covered by Federal Depository Insurance and $9,906,198.81 was covered under the provisions of NJ GUDPA.

Investments

The types of investments which may be purchased by the District are strictly limited by the express authority of the N.J.S.A. 18A:20-37 Education, Administration of School Districts. Permitted investments include any of the following type of securities:

1. Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;

2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a1 et seq., and operated in accordance with 17 C.F.R. § 270.2a7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:20-37. These funds are also required to be rated by a nationally recognized statistical rating organization.

3. Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor.

4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located;

NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

Investments (Continued)

5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Investment of the Department of Treasury for investment by School Districts;

6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:20-37. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.

7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 C. 52:18A-90.4); or

8. Agreements for the repurchase of fully collateralized securities if:

   a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;

   b. the custody of collateral is transferred to a third party;

   c. the maturity of the agreement is not more than 30 days;

   d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 C. 17:1941); and

   e. a master repurchase agreement providing for the custody and security of collateral is executed.

At June 30, 2025, the District had no outstanding investments.

Based upon the limitation set forth by New Jersey Statutes 18A:20-37 and its existing investment practices, the District is generally not exposed to credit risks, custodial credit risks, concentration of credit risks and interest rate risks for its investments, nor is it exposed to foreign currency risks for its deposits and investments.

NOTE 3: CAPITAL ASSETS

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

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities:				
Capital assets not being depreciated:				
Construction in progress	$ 33,840.00	$ 1,173,102.87	$	$ 1,206,942.87
Total Capital Assets not being depreciated	33,840.00	1,173,102.87		1,206,942.87
Site improvements	628,008.62			628,008.62
Buildings & Building Improvements	9,390,214.07			9,390,214.07
Machinery & Equipment	763,640.82	164,315.00		927,955.82
Totals at historical cost	10,781,863.51	164,315.00		10,946,178.51
Gross Assets (Memo only)	10,815,703.51	1,337,417.87		12,153,121.38
Less: Accumulated Depreciation				
Site improvements	(181,924.94)	(39,044.16)		(220,969.10)
Buildings & Building Improvements	(3,357,620.12)	(304,787.28)		(3,662,407.40)
Machinery & Equipment	(587,121.17)	(84,660.08)		(671,781.25)
Total Depreciation	(4,126,666.23)	(428,491.52)		(4,555,157.75)
Total capital assets being depreciated, net of depreciation	6,655,197.28	(264,176.52)		6,391,020.76
Total Governmental Fund Activities	$ 6,689,037.28	$ 908,926.35	$	$ 7,597,963.63

NOTE 3: CAPITAL ASSETS (CONTINUED)

Depreciation expense was charged to functional expense areas of the District as follows:

Instruction:		
Regular	$	66,841.78
Support services:		
General administrative services		17,818.30
Direct Expense of various functions		343,831.44
	$	428,491.52

NOTE 4: LONG-TERM LIABILITIES

Bonds may be issued by the District pursuant to the provisions of Title 18A, Education, of the New Jersey Statutes and are required to be approved by the voters of the municipality through referendum. The proceeds of bonds are recorded in the Capital Projects Fund and are restricted to the use for which they were approved in the bond referendum. All bonds are retired in annual installments within the statutory period of usefulness.

School Bonds issued by the District are entitled to and benefit from the provision of the New Jersey School Board Reserve Act P.L. 1980 c.72. Basically, funds are held by the State of New Jersey within its State Fund for the Support of Free Public Schools as a school bond reserve pledged by law to secure payment of principal and interest due on such bonds in the event of the inability of the issuer to make payments.

At June 30, 2025 the District has no bonds or notes authorized but not issued.

NOTE 4: LONG-TERM LIABILITIES (CONTINUED)

The following is a summary of transactions that affect long-term liabilities for the year ended June 30, 2025:

	Net Pension Liability	(As Restated) Compensated Absences Payable	Total
Balance June 30, 2024	$ 915,277.00	$ 160,320.71	$ 1,075,597.71
Additions		4,141.84 *	4,141.84
Reductions	15,416.00		15,416.00
Balance June 30, 2025	$ 899,861.00	$ 164,462.55	$ 1,064,323.55
Amounts due within one Year	$ -0-	$ 12,651.99	$ 12,651.99

*In accordance with GASB Statement No. 101, the change in compensated absences is presented on a net basis.

NOTE 5: PENSION PLANS

Description of Plans All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625.

Teachers' Pension and Annuity Fund (TPAF) The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund 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 District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

NOTE 5: PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) The Public Employees' Retirement System (PERS) was established as of January 1, 1955 under the provision of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction.

Defined Contribution Retirement Program (DCRP) The Defined Contribution Retirement Program (DCRP) was established under the provision of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 to provide coverage to elected and certain appointed officials, effective July 1, 2007. Membership is mandatory for such individuals with vesting occurring after one year of membership.

Significant Legislation

Effective June 28, 2011, P.L. 2011, c. 78 enacted certain changes in the operations and benefit provisions of the TPAF and the PERS systems.

Pension Plan Design Changes

Effective June 28, 2011, P.L. 2011, c. 78, new members of TPAF and PERS, hired on or after June 28, 2011, will need 30 years of creditable service and have attained the age of 65 for receipt of the early retirement benefit without a reduction of 1/4 of 1% for each month that the member is under age 65. New members will be eligible for a service retirement benefit at age 65.

Funding Changes

Under the new legislation, the methodology for calculating the unfunded accrued liability payment portion of the employer's annual pension contribution to the PERS, and TPAF. The unfunded actuarial accrued liability (UAAL) will be amortized for each plan over an open-ended 30 year period and paid in level dollars. Beginning with the July 1, 2019 actuarial valuation (July 1, 2018 for PFRS), the UAAL will be amortized over a closed 30 year period until the remaining period reaches 20, when the amortization period will revert to an open-ended 20 year period.

COLA Suspension

The payment of automatic cost-of-living adjustment to current and future retirees and beneficiaries are suspended until reactivated as permitted by this law.

NOTE 5: PENSIONS PLANS (CONTINUED)

Vesting and Benefit Provisions - The vesting and benefit provisions of PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after ten years of service except for post-retirement healthcare benefits that vest after 25 years of service.

Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement members beneficiaries are entitled to full interest credited to the members' accounts.

Contribution Requirements - The contribution policy is set by N.J.S.A. 43:15A and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation.

Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums. Under current statute the District is a non-contributing employer of TPAF (*i.e.,* the State of new Jersey makes the employer contribution on behalf of public school districts.

Three-Year Trend Information for PERS

Year June 30,	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2025	$90,114.00	100.00%	$90,114.00
2024	$84,457.00	100.00%	$84,457.00
2023	$60,989.00	100.00%	$60,989.00

During the fiscal years ended June 30, 2025, 2024, and 2023, the State of New Jersey contributed $805,919.00, $857,451.00, and $729,673.00, respectively to the TPAF pension system on behalf of the district.

Also, in accordance with N.J.S.A. 18A:66-66, during the years ended June 30, 2025, 2024 and 2023, the State of New Jersey reimbursed the District $167,482.23, $161,225.43 and $170,262.69, respectively for the employer's share of social security contributions for TPAF members, as calculated on their base salaries.

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68

Public Employees Retirement System (PERS)

At June 30, 2025, the State reported a net pension liability of $899,861.00 for the District 's proportionate share of the total net pension liability. The total pension liability for the June 30, 2024 measurement date was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. 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 employers, actuarially determined. At June 30, 2024, the District's proportion was 0.0066224476 percent, which was an increase of 0.00103033846 percent from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the District recognized a pension expense of $35,582.00 in the government-wide financial statements. This pension expense was based on the pension plan's June 30, 2024 measurement date.

At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences between expected and actual experience	$ 18,026.00	$ 2,396.00
Changes of assumptions	1,118.00	10,238.00
Net difference between projected and actual earnings on pension plan investments		41,724.00
Changes in proportion and differences between District contributions and proportionate share of contributions	187,069.00	99,481.00
District contributions subsequent to the measurement date	76,590.00	
	$ 282,803.00	$ 153,839.00

The $76,590.00 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2025, the plan measurement date is June 30, 2024) will be recognized as a reduction of the net pension liability in the year ended June 30, 2026.

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSIONS – GASB 68 (CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Other local amounts reported by the State as the District's proportionate share of deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in the State's actuarially calculated pension expense as follows:

Year Ended June 30,	Amount
2025	($20,688.40)
2026	47,080.60
2027	509.60
2028	7,698.60
2029	17,773.60
	$52,374.00

Actuarial Assumptions

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

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases	
Through 2026	2.75-6.55% Based on Years of Service
Investment Rate of Return	7.00%

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSIONS - GASB 68 (CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions (Continued)

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

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

Long-Term Rate of Return

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

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSIONS - GASB 68 (CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Long-Term Rate of Return (Continued)

Assets Class	Target Allocation	Long-Term Expected Real Rate of Return
US Equity	28.00%	8.63%
Non-U.S. Developed Market Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging Market Equity	5.50%	10.66%
Private Equity	13.00%	12.40%
Real Estate	8.00%	10.95%
Real Assets	3.00%	8.20%
High Yield	4.50%	6.74%
Private Credit	8.00%	8.90%
Investment Grade Credit	7.00%	5.37%
Cash Equivalents	2.00%	3.57%
U.S. Treasury's	4.00%	3.57%
Risk Mitigation Strategies	3.00%	7.10%

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers 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 in determining the total pension liability.

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSIONS - GASB 68 (CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Sensitivity of the District's proportionate share of net pension liability to changes in the discount rate

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

	June 30, 2024		
	1% Decrease 6.00%	At Current Discount Rate 7.00%	1% Increase 8.00%
District's proportionate share of the pension liability	$1,195,694.00	$899,861.00	$648,109.00

Special Funding Situation

In accordance with N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. For PERS, the legislation which legally obligates the State is found in Chapter 133, P.L. 2001. This special funding situation is due to the State paying the additional normal cost related to benefit improvements from Chapter 133. Previously, this additional normal cost was paid from the Benefit Enhancement Fund (BEF). As of June 30, 2025, there is no net pension liability associated with this special funding situation as there was no accumulated difference between the annual additional normal cost under the special funding situation and the actual State contribution through the valuation date.

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSIONS – GASB 68 (CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Special Funding Situation (Continued)

The amounts contributed by the State on behalf of the District under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68, and the State is treated as a nonemployer contributing entity. Since the District does not contribute under this legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to disclose in the notes to the financial statements of the District related to this legislation.

The non-employer contributing entities' total proportionate share of the non-employer contribution that is associated with the District as of the measurement date June 30, 2024 was 0.0066530437% which was an increase of 0.0003099891 percent from its proportion measured as of June 30, 2023. The non-employer contributing entities' contribution and employer pension expense and related revenue for the measurement dates June 30, 2024 and June 30, 2023 was $2,901.00 and $2,854.00, respectively.

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 http://www.state.nj.us/treasury/pensions

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSIONS – GASB 68 (CONTINUED)

Teachers Pensions and Annuity Fund (TPAF)

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

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

Net Pension Liability:	
Districts proportionate share	$-0-
State's proportionate share associated with the District	9,833,010.00
	$9,833,010.00

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2023 which was rolled forward to June 30, 2024. The net pension liability associated with the District was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2024, the proportion of the TPAF net pension liability associated with the District was .0198947674% which was an increase of .0022901431 percent from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the District recognized on-behalf pension benefit and revenue of $35,869.00 in the government-wide financial statements for contributions provided by the State. This pension expense and revenue was based on the pension plans June 30, 2024 measurement date.

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSIONS – GASB 68 (CONTINUED)

Teachers Pensions and Annuity Fund (TPAF) (Continued)

Actuarial Assumptions

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

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary Increases	2.75%-5.65% Based on Years of Service
Investment Rate of Return	7.00%

Mortality Rate

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

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

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2024) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries.

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSIONS - GASB 68 (CONTINUED)

Teachers Pensions and Annuity Fund (TPAF) (Continued)

Long-Term Expected Rate of Return (Continued)

The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2024 are summarized in the following table:

Assets Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	28.00%	8.63%
Non-U.S. Developed Market Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging Market Equity	5.50%	10.66%
Private Equity	13.00%	12.40%
Real Estate	8.00%	10.95%
Real Assets	3.00%	8.20%
High Yield	4.50%	6.74%
Private Credit	8.00%	8.90%
Investment Grade Credit	7.00%	5.37%
Cash Equivalents	2.00%	3.57%
U.S. Treasuries	4.00%	3.57%
Risk Mitigation Strategies	3.00%	7.10%

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be 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.

NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSIONS - GASB 68 (CONTINUED)

Teachers Pensions and Annuity Fund (TPAF) (Continued)

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

Because the District's proportionate share of the net pension liability is zero, consideration of potential changes in the discount rate is not applicable to the District.

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 Teachers Public and Annuity Fund (TPAF). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 by visiting http://www.state.nj.us/treasury/pensions.

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS – GASB 75

Plan Description and Benefits Provided

The State Health Benefit Local Education Retired Employees Plan is a multiple-employer defined benefit OPEB plan, which is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The State Health Benefit Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

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

Employees Covered by Benefit Terms

The State Health Benefit Local Education Retired Employees Plan Membership covered by the benefit terms consisted of the following:

Active Plan Members	219,185
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	153,556
Inactive Plan Members or Beneficiaries Not Yet Receiving Benefits	- 0 -
Total Plan Members	372,741

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

Total Non-Employer OPEB Liability

The portion of the total Non-Employer OPEB Liability that was associated with the District at June 30, 2025 was as follows:

Total OPEB Liability:	
District's Proportionate Share	$-0-
State's Proportionate Share associated with the District	8,755,461
	$8,755,461

The total Non-Employer OPEB liability as of June 30, 2024 was determined by an actuarial valuation as of June 30, 2023, which was rolled forward to June 30, 2024.

The total Non-Employer OPEB liability was determined separately based on actual data of the District.

For the year ended June 30, 2025, the District recognized on-behalf post-employment expense and revenue of $268,633.00 in the government-wide financial statements for contributions provided by the State. This expense and revenue was based on the plans June 30, 2024 measurement date.

At the June 30, 2024 measurement date, the District's proportion was .0146779018 percent, which was a decrease of .0000534241 from its proportion measured as of June 30, 2023.

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

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

Actuarial Assumptions and Other Inputs

The total Non-Employer OPEB liability that was associated with the District as of June 30, 2025 was determined by an actuarial valuation as of June 30, 2023, which was rolled forward to June 30, 2024.The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

	TPAF/ABP	PERS	PFRS
Inflation – 2.5%			
Salary Increases	2.75-5.65%*	2.75-6.55%*	3.25-16.25%*

*- Based on Years of Service

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

Actuarial assumptions used in the July 1, 2023 valuation were based on the results of the TPAF, PERS and PFRS experience studies prepared for July 1, 2018 to June 30, 2021.

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 7.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 19.36% in fiscal year 2027 and decreases to 4.50% in fiscal year 2034. For HMO, the trend is increasing to 22.88% in fiscal year 2027 and decreases to 4.50% in fiscal year 2034. For prescription drug benefits, the initial trend rate is 12.25% and decreases to a 4.50% long-term trend rate after nine years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

Discount Rate

The discount rate used to measure the total OPEB liability was 3.93%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Changes in the Total Non-Employer OPEB Liability

Shown below are details regarding The Total OPEB non-employer Liability associated with the District for the measurement period from June 30, 2023 to June 30, 2024.

Balance at 6/30/23		$7,713,568
Changes for the year:		
Service cost	$356,061	
Interest	288,209	
Differences between expected and actual experience	(44,829)	
Changes in assumptions or other inputs	655,025	
Membership Contributions	7,537	
Benefit payments - Net	(220,110)	
Net changes		1,041,893
Balance at 6/30/24		$8,755,461

NOTE 7: **ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Discount Rate

The following presents the total Non-Employer OPEB liability associated with the District as of June 30, 2025, calculated using the discount rate as disclosed above as well as what the total Non-Employer OPEB liability would be if it was calculated using a discount rate that is 1 -percentage point lower or 1-percentage point higher than the current rate:

	1.00% Decrease (2.93%)	At Discount Rate (3.93%)	1.00% Increase (4.93%)
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	$10,254,520	$8,755,461	$7,549,906

Sensitivity of the Total Non-Employer OPEB Liability to Changes in Healthcare Trends

The following presents the total Non-Employer OPEB liability associated with the District as of June 30, 2025, calculated using the healthcare 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 rate:

	1.00% Decrease	Healthcare Cost Trend Rate	1.00% Increase
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	$7,293,363	$8,755,461	$10,659,940

NOTE 7: **ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Non-Employer OPEB Liability

At the June 30, 2024 measurement date, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's Non-Employer OPEB Liability associated with the District from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences between expected and actual experience	$ 936,293	$ 1,635,075
Changes of assumptions	1,468,521	1,711,826
Changes in proportion	581,260	848,827
	$ 2,986,074	$ 4,195,728

Amounts reported as deferred outflows of resources and deferred inflows of resources related to the State's proportionate share of the total Non-Employer OPEB Liability associated with the District will be recognized in OPEB expense as follows:

Measurement Period Ended June 30,	Amount
2025	($364,079)
2026	($313,925)
2027	($177,200)
2028	($21,006)
2029	($279,219)
Total Thereafter	($54,223)
	($1,209,654)

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Non-Employer OPEB Liability (Continued)

In accordance with GASBS No. 75, the District's proportionate share of school retirees OPEB is zero. There is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources in the financial statements.

State Health Benefit Local Education Retired Employee Plan Information

The New Jersey Division of Pension and Benefits issues publicly available reports on the OPEB plan. Those reports may be obtained by writing to the Division of Pension and Benefits, PO Box 295, Trenton, NJ 08625-0295 or on their website at http://www.state.nj.us/treasury/pensions/financial-reports.shtml.

NOTE 8: LITIGATION

The District's counsel advises that there is no litigation, pending litigation, claims, contingent liabilities, unasserted claims or assessments or statutory violations which involve the School District and which might materially affect the District's financial position.

NOTE 9: CONTINGENCIES

The District receives financial assistance from the State of New Jersey and the U.S. Government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. The State and Federal grants received and expended in the 2024-2025 fiscal year were subject to New Jersey OMB Circular 15-08, which mandates that grant revenues and expenditures be audited in conjunction with the District's annual audit. Findings and questioned costs, if any, relative to federal awards and state financial assistance programs will be discussed in the Single Audit Section, Schedule of Findings and Questioned Costs. In addition, all grants and cost reimbursements are subject to financial and compliance audits by the grantors.

NOTE 10: RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

Property and Liability Insurance

The District maintains insurance coverage covering each of those risks of loss. The administration believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims have not exceeded the insurance coverage in any of the past three fiscal years.

New Jersey Unemployment Compensation Insurance

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method." Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. Charges are applied to the Unemployment Compensation Claims Payable first, and any remaining charges are applied to the Unemployment Compensation budget appropriation. The following is a summary of District contributions, employee contributions, reimbursements to the State for benefits paid and the combined ending balance of the District's Unemployment Compensation Claims Payable and Unemployment Restricted Fund Balance for the current and previous two years:

Year Ended June 30,	Interest and Employer Contributions	Employee Contributions	Amount Reimbursed	Ending Balance
2025	$ -	$ -	$ 1,383.61	$ 50,106.75
2024	20,618.00	-	14,052.96	51,490.36
2023	20,214.00	-	15,437.52	44,925.32

NOTE 11: COMPENSATED ABSENCES

The District accounts for compensated absences (e.g., unused vacation and sick leave) as directed by Governmental Accounting Standards Board Statement No. 101 (GASB 101), "Accounting for Compensated Absences". A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits.

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

The liability for vested compensated absences of the governmental fund types are recorded in the district-wide statement of net position. As of June 30, 2025, a liability existed for compensated absences for governmental fund-types in the district-wide Statement of Net Position of $164,462.55.

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

NOTE 12: FUND BALANCE APPROPRIATED

General Fund

Of the $9,033,718.26 in General Fund Balance at June 30, 2025, $217,772.27 is assigned for encumbrances; $50,000.00 has been restricted for emergency purposes; $8,317,577.24 has been restricted in the Capital Reserve Account; $50,106.75 has been restricted for unemployment claims; and $398,262.00 is unassigned fund balance.

NOTE 13: CAPITAL RESERVE ACCOUNT

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

NOTE 13: CAPITAL RESERVE ACCOUNT (CONTINUED)

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year end (June 1 to June 30) of any unanticipated revenue or unexpended line item appropriations, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained by either a separate proposal at budget time or by a special question at one of the four special election dates authorized by N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve during the year ended June 30, 2025, is as follows:

Balance, June 30, 2024	$	6,685,951.98
Deposits:		
Budgeted		
Board Resolution		1,923,125.26
	$	8,609,077.24
Withdrawals:		
Transfers to capital projects		(291,500.00)
Balance, June 30, 2025	$	8,317,577.24

NOTE 14: EMERGENCY RESERVE

An emergency reserve was established by the Borough of Alpine School District for the accumulation of funds for use as emergency expenditures in subsequent fiscal years. The emergency reserve account is maintained in the general fund and its activity is included in the general fund annual budget. The emergency reserve account is used to fund unanticipated general fund current expense costs and may be established to supplement the reserve in the District's annual budget or through a transfer by board resolution at year end of any unanticipated revenue and unexpended line item appropriation amounts in accordance with N.J.S.A. 18A:7F-41.

The activity of the emergency reserve for the year ending June 30, 2025 is as follows:

Balance June 30, 2025 and June 30, 2024	$50,000.00

Borough of Alpine School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 15: CALCULATION OF EXCESS SURPLUS – BUDGETARY BASIS

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2007, c73 (S1701), the designation for Restricted Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if the District did not appropriate a required minimum amount as budgeted fund balance in the subsequent year's budget. The excess fund balance resulting from the year ended June 30, 2025 is $-0-.

General Fund Expenditures Fiscal Year Ended June 30, 2025	$8,028,222.88
Add: Transfer from Capital Reserve to Capital Projects Fund	$291,500.00
Less: On-behalf TPAF Pension and Social Security Reimbursement	(1,209,288.33)
Adjusted General Fund Expenditures	$7,110,434.55
Excess Surplus Percentage	2.00%
2% of Adjusted 2024-25 General Fund Expenditures	$142,208.69
Greater of line above or $250,000.00	250,000.00
Add: Allowable Adjustments	178,689.00
Maximum Unassigned Fund Balance	$428,689.00
Actual Unassigned Fund Balance (Budgetary)	428,689.00
Excess Surplus	$0.00

NOTE 16: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at June 30, 2025:

Fund	Receivable	Payable
General Fund	$ 11,423.99	
Special Revenue Fund		$ 11,423.99
	$ 11,423.99	$ 11,423.99

All balances resulted from the time lag between the dates that short-term loans were disbursed and payments between funds were received.

NOTE 17: RESTATEMENT

The District made the following prior year adjustment in the District Wide Financial Statements in accordance with the implementation of GASB 101, *Compensated Absences* as of June 30, 2024:

	Governmental Activities
Beginning Net Position 06/30/24	$14,461,439.38
Adjustments:	
Noncurrent liabilities:	
Due beyond one year - Compensated Absences	(85,459.49)
Beginning Net Position 06/30/24 (As restated)	$14,375,979.89

NOTE 18: SUBSEQUENT EVENTS

The Board of Education has evaluated subsequent events occurring after the financial statement date through December 5, 2025 which is the date the financial statements were available to be issued. The District has determined that there are no material subsequent events that need to be disclosed.

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REQUIRED SUPPLEMENTARY INFORMATION – Part II

BUDGETARY COMPARISON SCHEDULES

BOROUGH OF ALPINE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
REVENUES:					
Local sources:					
Local tax levy	$ 7,407,523.00	$	$ 7,407,523.00	$ 7,407,523.00	$
Tuition from Individuals	87,720.00		87,720.00	407,419.62	319,699.62
Rents and Royalties	41,440.00		41,440.00	125,233.84	83,793.84
Miscellaneous- unrestricted				348,763.36	348,763.36
Total-local sources	7,536,683.00		7,536,683.00	8,288,939.82	752,256.82
State sources:					
Extraordinary aid	20,000.00		20,000.00	184,679.00	164,679.00
Categorical special education aid	217,354.00		217,354.00	217,354.00	
Transportation aid	74,112.00		74,112.00	74,112.00	
Security aid	15,978.00		15,978.00	15,978.00	
Additional non-public transportation aid				14,010.00	14,010.00
On-behalf TPAF post-retirement medical (non-budgeted)				235,490.00	235,490.00
On-Behalf TPAF Non Contributory Insurance				9,861.00	9,861.00
On-Behalf TPAF Long-Term Disability Insurance				397.00	397.00
On-behalf TPAF post retirement contributions (non-budgeted)				796,058.00	796,058.00
Reimbursed TPAF social security contributions (non-budgeted)				167,482.23	167,482.23
Total - state sources	327,444.00		327,444.00	1,715,421.23	1,387,977.23
Total revenues	7,864,127.00		7,864,127.00	10,004,361.05	2,140,234.05

BOROUGH OF ALPINE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
EXPENDITURES:					
CURRENT EXPENSE:					
Instruction - regular programs:					
Salaries of teachers:					
Preschool/kindergarten	$ 143,648.10	$ 15,000.00	$ 158,648.10	$ 132,208.87	$ 26,439.23
Grades 1-5	620,618.00	(10,000.00)	610,618.00	601,529.44	9,088.56
Grades 6-8	825,488.66	(5,000.00)	820,488.66	732,878.66	87,610.00
Regular programs - undistributed instruction:					
Other salaries for instruction	54,503.00	3,000.00	57,503.00	55,169.95	2,333.05
Other purchased services (400-500 series)	65,177.00	5,100.00	70,277.00	63,270.30	7,006.70
General supplies	60,181.00	(8,100.00)	52,081.00	38,854.27	13,226.73
Textbooks		400.00	400.00	386.26	13.74
Other objects	78,082.00	(400.00)	77,682.00	57,783.22	19,898.78
Total regular programs	1,847,697.76	0.00	1,847,697.76	1,682,080.97	165,616.79
Special education:					
Resource room:					
Salaries of teachers	189,172.00	24.20	189,196.20	188,980.66	215.54
Purchased professional - educational services	24.20	(24.20)			
Other purchased services (400-500 series)	16,625.00	(5,000.00)	11,625.00	11,610.40	14.60
General supplies	2,771.00	(2,600.00)	171.00	162.01	8.99
Total resource room	208,592.20	(7,600.00)	200,992.20	200,753.07	239.13
Home Instruction					
Salaries of Teachers		3,000.00	3,000.00	2,100.00	900.00
Total home instruction		3,000.00	3,000.00	2,100.00	900.00
Total special education	208,592.20	(4,600.00)	203,992.20	202,853.07	1,139.13
Basic skills/remedial:					
Salaries of teachers	34,033.00	1,000.00	35,033.00	34,633.00	400.00
Total basic skills/remedial	34,033.00	1,000.00	35,033.00	34,633.00	400.00

BOROUGH OF ALPINE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Bilingual education:					
Salaries of teachers	$ 84,221.00	$	$ 84,221.00	$ 84,221.00	$
General supplies		45.72	45.72	45.72	
Total bilingual education	84,221.00	45.72	84,266.72	84,266.72	
School sponsored cocurricular activities:					
Salaries	60,609.00	(1,690.99)	58,918.01	34,337.26	24,580.75
General supplies	1,450.00	300.16	1,750.16	1,750.16	
Other Objects	1,900.00	390.83	2,290.83	2,282.89	7.94
Total school sponsored cocurricular activities	63,959.00	(1,000.00)	62,959.00	38,370.31	24,588.69
School sponsored athletics:					
Salaries	36,821.00	(13,497.00)	23,324.00	9,938.00	13,386.00
Purchased services (300 - 500 series)	3,378.00	7,097.00	10,475.00	10,158.40	316.60
Supplies	1,154.00	(1,000.00)	154.00	145.40	8.60
Other objects	3,057.00	(1,500.00)	1,557.00	1,527.36	29.64
Total school sponsored athletics	44,410.00	(8,900.00)	35,510.00	21,769.16	13,740.84
Total other instructional programs	108,369.00	(9,900.00)	98,469.00	60,139.47	38,329.53
Total - instruction	2,282,912.96	(13,454.28)	2,269,458.68	2,063,973.23	205,485.45
Undistributed expenditures:					
Instruction:					
Tuition to other LEA's within the state-regular	962,490.00	88,000.00	1,050,490.00	893,545.88	156,944.12
Tuition to other LEA's within the state-special	408,221.00	(58,050.00)	350,171.00	349,387.14	783.86
Tuition - Other		46,400.00	46,400.00	37,135.80	9,264.20
Tuition to Private Schools Handicapped	674,455.00	(140,736.46)	533,718.54	392,940.90	140,777.64
Total undistributed expenditures - instruction	2,045,166.00	(64,386.46)	1,980,779.54	1,673,009.72	307,769.82
Undistributed expenditures:					
Attendance and social work services:					
Salaries	9,762.00		9,762.00	9,761.80	0.20
Total undistributed expenditures - attend. and social work services	9,762.00		9,762.00	9,761.80	0.20

BOROUGH OF ALPINE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Health services:					
Salaries	$ 68,657.69	$ 982.00	$ 69,639.69	$ 69,153.80	$ 485.89
Supplies and materials	1,403.00	(380.00)	1,023.00	1,001.31	21.69
Other objects	2,412.00	998.00	3,410.00	3,409.82	0.18
Total health services	72,472.69	1,600.00	74,072.69	73,564.93	507.76
Other support services - speech, OT, PT and related services:					
Salaries	57,215.00	50.00	57,265.00	57,215.40	49.60
Purchased professional - educational services	46,500.00	12,100.00	58,600.00	56,404.37	2,195.63
Supplies and materials	500.00	(495.72)	4.28	-	4.28
Total other support services - speech, OT, PT and related services	104,215.00	11,654.28	115,869.28	113,619.77	2,249.51
Other support services - students - extraordinary:					
Salaries	187,186.00	(7,000.00)	180,186.00	143,130.43	37,055.57
Purchased professional - educational services	18,837.00	8,900.00	27,737.00	26,875.50	861.50
Total other support services - students - extraordinary	206,023.00	1,900.00	207,923.00	170,005.93	37,917.07
Other support services - guidance:					
Other purchased professional and technical services	20,000.00	(18,150.00)	1,850.00		1,850.00
Supplies and materials	1,122.00	250.00	1,372.00	414.34	957.66
Total other support services - guidance	21,122.00	(17,900.00)	3,222.00	414.34	2,807.66

BOROUGH OF ALPINE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Other support services - Child Study Team					
Salaries of other professional staff	$ 136,654.64	$ 0.00	$ 136,654.64	$ 136,555.20	$ 99.44
Salaries of secretarial and clerical assistants	18,449.96	(99.96)	18,350.00	18,349.68	0.32
Purchased professional - educational services	6,200.00	5,611.27	11,811.27	11,278.00	533.27
Other purchased prof. and tech. services	500.00	500.00	1,000.00	536.43	463.57
Supplies and materials	630.00	19.69	649.69	540.26	109.43
Other objects	2,371.00	1,769.00	4,140.00	3,930.00	210.00
Total other support services - Child Study Team	164,805.60	7,800.00	172,605.60	171,189.57	1,416.03
Improvement of instruction services					
Salaries of supervisors of instruction	257,055.00	(3,000.00)	254,055.00	242,887.26	11,167.74
Salaries of other professional staff	115,533.00	-	115,533.00	112,566.83	2,966.17
Supplies and materials	250.00	(250.00)			
Other objects	4,695.00	1,738.00	6,433.00	5,682.20	750.80
Total improvement of instruction services/ other support services-instructional staff	377,533.00	(1,512.00)	376,021.00	361,136.29	14,884.71
Educational media services/school library:					
Salaries	51,551.00		51,551.00	38,095.66	13,455.34
Purchased technical services	74,208.00	600.00	74,808.00	74,208.00	600.00
Other purchased services (400-500)	6,856.00	(600.00)	6,256.00	4,102.00	2,154.00
Supplies and materials	14,000.00	(3,000.00)	11,000.00	8,857.16	2,142.84
Total educational media services/school library	146,615.00	(3,000.00)	143,615.00	125,262.82	18,352.18
Instructional staff training services:					
Purchased professional - educational services	1,300.00	(1,300.00)			
Other purchased services (400-500)	8,402.00	1,812.00	10,214.00	4,889.00	5,325.00
Total instructional staff training services	9,702.00	512.00	10,214.00	4,889.00	5,325.00

BOROUGH OF ALPINE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Support services general administration:					
Salaries	$ 34,334.00	$ (500.00)	$ 33,834.00	$ 31,499.97	$ 2,334.03
Legal services	20,161.95	23,346.31	43,508.26	37,887.12	5,621.14
Audit fees	23,409.00	451.00	23,860.00	23,860.00	
Architectural/Engineering Services	8,261.45	4,414.53	12,675.98	6,351.11	6,324.87
Other purchased services (400-500)	3,702.00	(1,401.35)	2,300.65	2,118.21	182.44
General supplies	357.00	162.61	519.61	518.61	1.00
Misc. Purch Serv (400-500) [Other than 530 & 585]	3,050.00	(1,025.06)	2,024.94	2,024.94	
Miscellaneous expenditures	6,585.00	(4,365.18)	2,219.82	1,564.82	655.00
BOE Membership Dues and Fees	4,896.00	(900.00)	3,996.00	3,992.86	3.14
Total support services general administration	104,756.40	20,182.86	124,939.26	109,817.64	15,121.62
Support services school administration:					
Salaries of principals/asst. principals	28,582.00	(1,889.46)	26,692.54	26,692.54	
Salaries of secretarial and clerical assistants	7,859.40	706.87	8,566.27	8,526.19	40.08
Supplies and materials	1,530.00	(102.50)	1,427.50	1,427.50	
Other objects	2,600.00	353.09	2,953.09	2,925.00	28.09
Total support services school administration	40,571.40	(932.00)	39,639.40	39,571.23	68.17
Central services:					
Salaries	173,813.10	17,536.50	191,349.60	191,349.60	
Purchased technical services	8,898.00	(795.53)	8,102.47	8,096.00	6.47
Supplies and materials	1,221.00	1,073.96	2,294.96	2,286.68	8.28
Board office misc dues and fees	5,300.00	6,882.70	12,182.70	11,800.89	381.81
Total central services	189,232.10	24,697.63	213,929.73	213,533.17	396.56
Administrative information technology:					
Supplies and materials	1,862.00	(1,862.00)			
Other Objects	1,797.00	(1,797.00)			
Total administrative information technology	3,659.00	(3,659.00)			

BOROUGH OF ALPINE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Required maintenance for school facilities:					
Cleaning, repair and maintenance services	$ 106,410.56	$ (18,200.00)	$ 88,210.56	$ 58,185.61	$ 30,024.95
General supplies	26,245.47	22,500.00	48,745.47	38,883.91	9,861.56
Other Objects	6,129.00	(2,500.00)	3,629.00	1,815.29	1,813.71
Total required maintenance for school facilities	138,785.03	1,800.00	140,585.03	98,884.81	41,700.22
Custodial Services					
Salaries	139,293.89	21000.00	160,293.89	154,854.19	5,439.70
Salaries for Non-Instructional Aides	27,538.14	0.00	27,538.14	18,625.68	8,912.46
Purchased professional and technical services	4,158.00	-500.00	3,658.00	1,715.00	1,943.00
Cleaning, repair and maint. services	52,162.00	(42,084.00)	10,078.00	4,814.81	5,263.19
Other purchased property services	2,319.00		2,319.00	-	2,319.00
Insurance	96,644.00	6,584.00	103,228.00	101,037.00	2,191.00
General supplies	6,189.00	3,696.97	9,885.97	5,336.89	4,549.08
Energy (natural gas)	46,474.00	(19,000.00)	27,474.00	12,572.12	14,901.88
Energy (heat and electricity)	61,700.00		61,700.00	56,794.69	4,905.31
Total Custodial Services	436,478.03	(30,303.03)	406,175.00	355,750.38	50,424.62
Care and Upkeep of Grounds					
Cleaning, Repair, and Maintenance Services		8,000.00	8,000.00	6,300.00	1,700.00
Total Care and Upkeep of Grounds		8,000.00	8,000.00	6,300.00	1,700.00
Student transportation services:					
Salaries for pupil trans. (bet. home and school) - regular	18,350.00		18,350.00	18,349.68	0.32
Contracted services - aid in lieu of payments	37,909.00	(3,000.00)	34,909.00	31,112.00	3,797.00
Contracted services (between home and school) - vendors	7,836.00	(600.00)	7,236.00	4,464.64	2,771.36
Contracted services (other than between home and school) - vendors	7,321.00		7,321.00	3,442.64	3,878.36
Contracted services (other than between home and school) - joint agree	115,560.00	(19,600.00)	95,960.00	57,002.15	38,957.85
Contract Serv. (Sp Ed Stds)-Vendors		22,400.04	22,400.04	22,400.04	
Contracted services (sp. ed. stds.) - joint agreements	173,200.00	(39,200.04)	133,999.96	131,681.35	2,318.61
Total student transportation services	360,176.00	(40,000.00)	320,176.00	268,452.50	51,723.50

BOROUGH OF ALPINE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Unallocated benefits - employee benefits					
Social security contributions	$ 78,456.87	$ 0.00	$ 78,456.87	$ 69,966.84	$ 8,490.03
Other retirement contributions - PERS	80,457.00	9,657.00	90,114.00	90,114.00	
Workmen's compensation	20,165.00		20,165.00	14,378.00	5,787.00
Health Benefits	1,001,203.00	(122,657.00)	878,546.00	688,710.37	189,835.63
Tuition reimbursement	14,391.00		14,391.00	4,032.00	10,359.00
Other employee benefits	56,395.82	15,000.00	71,395.82	62,633.03	8,762.79
Total unallocated benefits - employee benefits	1,251,068.69	(98,000.00)	1,153,068.69	929,834.24	223,234.45
Total personal services - employee benefits	1,251,068.69	(98,000.00)	1,153,068.69	929,834.24	223,234.45
On-behalf TPAF post retirement medical (non-budgeted)				235,490.00	(235,490.00)
On-Behalf TPAF Non Contributory Insurance				9,861.00	(9,861.00)
On-Behalf TPAF Long-Term Disability Insurance				397.00	(397.00)
On-behalf TPAF post retirement contributions (non-budgeted)				796,058.00	(796,058.00)
Reimbursed TPAF social security contributions (non-budgeted)				167,482.23	(167,482.23)
Total on-behalf contributions (non-budgeted)				1,209,288.23	(1,209,288.23)
Total undistributed expenditures	5,682,142.94	(181,545.72)	5,500,597.22	5,934,286.37	(433,689.15)
TOTAL EXPENDITURES - CURRENT EXPENSE	7,965,055.90	(195,000.00)	7,770,055.90	7,998,259.60	(228,203.70)

BOROUGH OF ALPINE SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
CAPITAL OUTLAY:					
Facilities acquisition and construction services:					
Architectural / Engineering Services	$ 3,980.00	$ 195,000.00	$ 198,980.00	$ 2,250.00	$ 196,730.00
Construction services	39,542.18		39,542.18	24,542.18	15,000.00
Assessment for Debt Service on SDA Funding	3,171.00		3,171.00	3,171.00	
Total facilities acquisition and construction services	46,693.18	195,000.00	241,693.18	29,963.18	211,730.00
TOTAL CAPITAL OUTLAY	46,693.18	195,000.00	241,693.18	29,963.18	211,730.00
TOTAL EXPENDITURES	8,011,749.08		8,011,749.08	8,028,222.78	(16,473.70)
Excess (deficiency) of revenues over (under) expenditures	(147,622.08)		(147,622.08)	1,976,138.27	2,123,760.35
Other financing sources (uses)					
Capital Reserve - Transfer to Capital Projects Fund		(291,500.00)	(291,500.00)	(291,500.00)	
Total other financing sources (uses)		(291,500.00)	(291,500.00)	(291,500.00)	
Excess of revenues and other financing sources over Expenditures and other financing sources	(147,622.08)	(291,500.00)	(439,122.08)	1,684,638.27	2,123,760.35
Fund balances, July 1	7,379,506.99		7,379,506.99	7,379,506.99	
Fund balances, June 30	$ 7,231,884.91	$ (291,500.00)	$ 6,940,384.91	$ 9,064,145.26	$ 2,123,760.35

Recapitulation:	
Restricted:	
Emergency reserve	$ 50,000.00
Capital reserve	8,317,577.24
Unemployment Compensation	50,106.75
Assigned:	
Encumbrances	217,772.27
Unassigned fund balance	428,689.00
	9,064,145.26
Reconciliation to governmental funds statements (GAAP):	
Last state aid payment not recognized on GAAP basis	(30,427.00)
Fund balance per governmental funds (GAAP)	$ 9,033,718.26

EXHIBIT "C-2"

BOROUGH OF ALPINE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
REVENUES:					
Local sources	$ 10,500.00	$ 162,504.98	$ 173,004.98	$ 139,005.65	$ (33,999.33)
Federal sources	72,572.00	33,798.00	106,370.00	106,370.00	
Total revenues	83,072.00	196,302.98	279,374.98	245,375.65	(33,999.33)
EXPENDITURES:					
Instruction:					
Salaries of Teachers	18,652.00	(3,652.00)	15,000.00	15,000.00	
Other Purchased Services	44,126.00	9,050.00	53,176.00	53,176.00	
Purchased prof. & tech. services	7,000.00	(7,000.00)			
General supplies		100.00	100.00	100.00	
Other Objects		19,831.00	19,831.00	19,831.00	
Total instruction	69,778.00	18,329.00	88,107.00	88,107.00	
Support services:					
Purchased professional - technical services	2,794.00	35,300.00	38,094.00	38,094.00	
Student Activities	10,500.00	135,358.98	145,858.98	112,204.43	33,654.55
Total support services	13,294.00	170,658.98	183,952.98	150,298.43	33,654.55
Facilities acquisition and construction services:					
Instructional equipment		7,315.00	7,315.00	7,315.00	
Total facilities acquisition and construction serv.		7,315.00	7,315.00	7,315.00	
Total expenditures	$ 83,072.00	$ 196,302.98	$ 279,374.98	$ 245,720.43	$ 33,654.55
Excess (Deficiency) of Revenues Over (Under) Expenditures				(344.78)	
Fund Balance, July 1				$ 23,499.33	
Fund Balance, June 30				$ 23,154.55	
Recapitulation of Balance:					
Restricted:					
Student Activities				$ 23,154.55	

EXHIBIT "C-3"

BOROUGH OF ALPINE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
BUDGET TO GAAP RECONCILIATION
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Note A - Explanation of difference between budgetary inflows and outflows and GAAP Revenues and Expenditures

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	$ 10,004,361.05	$ 245,375.65
Difference - budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously it was recognized for budgetary purposes.	28,419.00	
The last State aid payment is recognized as revenue for budgetary purposes and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33)	(30,427.00)	
Adjust for encumbrances: Add prior year encumbrances		157,000.00
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	$ 10,002,353.05	$ 402,375.65
Uses/outflows of resources		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	$ 8,028,222.78	$ 245,720.43
Difference - budget to GAAP:		
Adjust for encumbrances: Add prior year encumbrances		157,000.00
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balance - governmental funds	$ 8,028,222.78	$ 402,720.43

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REQUIRED SUPPLEMENTARY INFORMATION - PART III

SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR PENSION (GASB 68)

EXHIBIT "L-1"

BOROUGH OF ALPINE SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN YEARS

Measurement Date Ending June 30,	District's Proportion of the Net Pension Liability (Asset)	District's Proportionate Share of the Net Pension Liability (Asset)	District's Covered-Employee Payroll	District's Proportion Share of the Net Pension Liability (Asset) as a percentage of it's Covered-Employee Payroll	Plan Fiduciary Net Position as a percentage of the total Pension Liability
2015	0.0064104875%	$ 1,439,026	$ 448,306.00	320.99%	47.92%
2016	0.0062950134%	1,864,402	386,099.00	212.31%	40.14%
2017	0.0045884404%	1,068,116	448,522.00	238.14%	48.10%
2018	0.0049066200%	966,089	446,375.00	216.43%	53.60%
2019	0.0062228500%	1,121,263	387,541.00	289.33%	56.27%
2020	0.0062571441%	1,020,377	382,694.00	266.63%	58.32%
2021	0.0059151260%	700,735	472,049.00	148.45%	70.33%
2022	0.0048363741%	729,875	513,213.00	142.22%	62.91%
2023	0.0063190630%	915,277	464,284.00	197.14%	65.23%
2024	0.0066224476%	899,861	487,726.00	184.50%	68.22%

EXHIBIT "L-2"

BOROUGH OF ALPINE SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN YEARS

Fiscal Year Ending June 30,	Contractually Required Contribution	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	District's Covered-Employee Payroll	Contributions as a Percentage of Covered-Employee Payroll
2016	$ 55,924	$ 55,924	$ -0-	$ 386,099.00	14.48%
2017	56,204	56,204	-0-	335,670.00	16.74%
2018	42,720	42,720	-0-	448,522.00	9.52%
2019	60,530	60,530	-0-	446,375.00	13.56%
2020	68,450	68,450	-0-	387,451.00	17.67%
2021	69,273	69,273	-0-	382,694.00	18.10%
2022	60,989	60,989	-0-	472,049.00	18.10%
2023	84,457	84,457	-0-	513,213.00	16.46%
2024	86,145	86,145	-0-	464,284.00	18.55%
2025	76,590	76,590	-0-	487,726.00	15.70%

BOROUGH OF ALPINE SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS PENSION AND ANNUITY FUND
LAST TEN YEARS

Measurement Date Ending June 30,	District's Proportion of the Net Pension Liability (Asset)	District's Proportionate Share of the Net Pension Liability (Asset)	State's Proportionate Share of the Net Pension Liability (Asset) associated with the District	District's Covered-Employee Payroll	District's Proportionate Share of the Net Pension Liability (Asset) as a percentage of it's Covered-Employee Payroll	State's Proportionate Share of the Total Net Pension Liability associated with the District as a percentage of the District's Covered-Employee Payroll	Plan Fiduciary Net Position as a percentage of the total Pension Liability
2015	0.0201686308%	$ -0-	$ 12,747,436	$ 1,870,352.00	$ -0-	$ 681.55%	28.71%
2016	0.0171967443%	-0-	13,528,054	2,056,630.00	-0-	657.78%	22.33%
2017	0.0195119269%	-0-	13,155,645	2,096,864.00	-0-	627.40%	25.41%
2018	0.0203731763%	-0-	12,960,977	2,096,864.00	-0-	618.11%	26.49%
2019	0.0197691243%	-0-	12,132,498	2,022,361.00	-0-	599.92%	26.95%
2020	0.0206098955%	-0-	13,571,368	2,154,307.00	-0-	629.96%	24.60%
2021	0.0188240233%	-0-	9,049,685	2,053,229.00	-0-	440.75%	35.52%
2022	0.0193324627%	-0-	9,974,471	2,298,630.00	-0-	433.93%	32.69%
2023	0.0176046243%	-0-	8,984,110	2,354,242.00	-0-	381.61%	34.68%
2024	0.0198947674%	-0-	9,833,010	2,259,376.00	-0-	435.21%	37.99%

BOROUGH OF ALPINE SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION PART III
NOTE TO RSI III
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)

Change in benefit terms:

None

Change in assumptions

The following assumptions were used in calculating the net pension liability in their respective accounting periods:

Measurement Date Ending June 30,	Discount Rate	Long-Term Expected Rate of Return	Actuarial Experience Study Period
2024	7.00%	7.00%	07/01/18-06/30/21
2023	7.00%	7.00%	07/01/18-06/30/21
2022	7.00%	7.00%	07/01/18-06/30/21
2021	7.00%	7.00%	07/01/14-06/30/18
2020	7.00%	7.00%	07/01/14-06/30/18
2019	6.28%	7.00%	07/01/14-06/30/18
2018	5.66%	7.00%	07/01/11-06/30/14
2017	5.00%	7.00%	07/01/11-06/30/14
2016	3.98%	7.65%	07/01/11-06/30/14
2015	4.90%	7.90%	07/01/08-06/30/11

TEACHERS PENSION AND ANNUITY FUND (TPAF)

Change in benefit terms

None

Change in assumptions

The following assumptions were used in calculating the net pension liability in their respective accounting periods:

Measurement Date Ending June 30,	Discount Rate	Long-Term Expected Rate of Return	Actuarial Experience Study Period
2024	7.00%	7.00%	07/01/18-06/30/21
2023	7.00%	7.00%	07/01/18-06/30/21
2022	7.00%	7.00%	07/01/18-06/30/21
2021	7.00%	7.00%	07/01/15-06/30/18
2020	5.40%	7.00%	07/01/15-06/30/18
2019	5.60%	7.00%	07/01/15-06/30/18
2018	4.86%	7.00%	07/01/12-06/30/15
2017	4.25%	7.00%	07/01/12-06/30/15
2016	3.22%	7.65%	07/01/12-06/30/15
2015	4.13%	7.90%	07/01/09-06/30/12

REQUIRED SUPPLEMENTARY INFORMATION - PART IV

SCHEDULE RELATED TO ACCOUNTING AND REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (GASB 75)

EXHIBIT "M-1"

BOROUGH OF ALPINE SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE DISTRICT'S
TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST TEN YEARS

	Measurement Date Ended June 30,							
	2024	2023	2022	2021	2020	2019	2018	2017
Total Non-Employer OPEB Liability - State's Proportionate Share of Total OPEB Liability Associated with the School District								
Balance at 6/30	$7,713,568	$7,177,707	$8,257,937	$10,015,569	$6,845,098	$7,531,783	$8,446,179	$9,066,688
Changes for the year:								
Service cost	356,061	324,518	451,194	530,883	331,206	303,577	331,933	398,606
Interest	288,209	271,662	190,217	214,220	248,237	299,321	310,807	267,095
Changes of benefit terms				(8,790)				
Differences between expected and actual experience	(44,829)	128,937	386,215	(2,338,824)	930,606	(1,187,749)	(498,390)	
Changes in assumptions or other inputs	655,025	15,547	(1,925,484)	8,147	1,829,500	102,061	(864,310)	(1,097,783)
Membership Contributions	7,537	6,962	6,044	5,477	5,285	6,229	6,961	7,204
Benefit payments - Net	(220,110)	(211,765)	(188,416)	(168,745)	(174,363)	(210,124)	(201,397)	(195,631)
Net changes	1,041,893	535,861	(1,080,230)	(1,757,632)	3,170,471	(686,685)	(914,396)	(620,509)
Balance at 6/30	$8,755,461	$7,713,568	$7,177,707	$8,257,937	$10,015,569	$6,845,098	$7,531,783	$8,446,179
Covered Employee Payroll	2,747,102	2,818,526	2,811,843	2,525,278	2,537,001	2,409,902	2,543,239	3,164,980
District's Proportionate Share of the Total Non-Employer OPEB Liability as a percentage of the District's Covered Employee Payroll	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
State's Proportionate Share of the Total Non-Employer OPEB Liability associated with the District as a percentage of the District's Covered Employee Payroll	318.72%	273.67%	255.27%	327.01%	394.78%	284.04%	296.15%	266.86%

Note: Schedule is intended to show ten year trend. Additional years will be reported as they become available.

BOROUGH OF ALPINE SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION PART IV
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Change in benefit terms: None

Change in assumptions: The following assumptions were used in calculating the net OPEB Liability in their respective accounting periods:

Measurement Date Ending June 30,	Discount Rate
2024	3.93%
2023	3.65%
2022	3.54%
2021	2.16%
2020	2.21%
2019	3.50%
2018	3.87%

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND
DETAIL STATEMENTS

BOROUGH OF ALPINE SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	LOCAL	IDEA PART B BASIC	IDEA PART B PRESCHOOL	TITLE IV	TITLE I	TITLE IIA	STUDENT ACTIVITIES	TOTAL
REVENUES:								
Federal sources	$	$ 50,207.00	$ 2,969.00	$ 10,000.00	$ 38,346.00	$ 4,848.00	$	$ 106,370.00
Other sources	27,146.00						111,859.65	139,005.65
Total revenues	$ 27,146.00	$ 50,207.00	$ 2,969.00	$ 10,000.00	$ 38,346.00	$ 4,848.00	111,859.65	$ 245,375.65
EXPENDITURES:								
Instruction:								
Salaries of teachers	$	$	$	$ 10,000.00	$ 5,000.00	$	$	$ 15,000.00
Other purchased services		50,207.00	2,969.00					53,176.00
General Supplies					100.00			100.00
Other Objects	19,831.00							19,831.00
Total instruction	19,831.00	50,207.00	2,969.00	10,000.00	5,100.00			88,107.00
Support services:								
Purchased Prof. and tech. services					33,246.00	4,848.00		38,094.00
Student Activities							112,204.43	112,204.43
Total support services					33,246.00	4,848.00	112,204.43	150,298.43
Facilities acquisition and construction serv.								
Instructional equipment	7,315.00							7,315.00
Total facilities acquisition and construction services	7,315.00							7,315.00
Total expenditures	27,146.00	50,207.00	2,969.00	10,000.00	38,346.00	4,848.00	112,204.43	245,720.43
Excess (deficiency) of revenues over (under) expenditures	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -	$ (344.78)	$ (344.78)
Fund Balance, July 1							23,499.33	23,499.33
Fund Balance, June 30	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -	$ - 0 -	$ 23,154.55	$ 23,154.55

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CAPITAL PROJECTS FUND
DETAIL STATEMENTS

EXHIBIT "F-1"

BOROUGH OF ALPINE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES-BUDGETARY BASIS
AS OF JUNE 30, 2025

ISSUE/PROJECT TITLE	APPROPRIATIONS	EXPENDITURES TO DATE PRIOR YEAR	EXPENDITURES TO DATE CURRENT YEAR	UNEXPENDED PROJECT BALANCE
Roof Replacement	$ 565,920.00	11,940.00	$ 268,622.91	$ 285,357.09
Emergency Generator Installations	319,000.00			319,000.00
HVAC Upgrades - Gym	1,223,735.00	21,900.00	584,452.49	617,382.51
HVAC Upgrades - Board Office	449,300.00		293,235.29	156,064.71
Totals	$ 2,557,955.00	$ 33,840.00	$ 1,146,310.69	$ 1,377,804.31

EXHIBIT "F-2"

BOROUGH OF ALPINE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2025

Revenues and other Financing Sources		
Transfer from capital reserve	$	291,500.00
Total revenues	$	291,500.00
Expenditures and Other Financing Uses:		
Purchased Professional and Technical Services	$	18,568.49
Construction services		1,127,742.20
Total expenditures		1,146,310.69
Excess(deficiency) of revenues over(under) expenditures		(854,810.69)
Fund Balance - beginning	$	2,232,615.00
Fund Balance - ending	$	1,377,804.31
Reconciliation to GAAP Basis:		
Fund Balance- Budgetary Basis	$	1,377,804.31
Less: Unearned Revenue (GAAP Basis)		(857,920.00)
Fund Balance- GAAP Basis	$	519,884.31
Recapitulation:		
Reserved for Encumbrances	$	266,887.22
Restricted for Capital Projects		252,997.09
	$	519,884.31

EXHIBIT "F-2a"

BOROUGH OF ALPINE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
EMERGENCY GENERATOR INSTALLATION
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources-SDA Grant	$ 128,800.00	$	$ 128,800.00	$ 128,800.00
Transfer from Capital Reserve	190,200.00		190,200.00	190,200.00
Total Revenues	319,000.00	-	319,000.00	319,000.00
Expenditures and Other Financing Uses				
Construction Services				319,000.00
Total Expenditures		-		319,000.00
Excess(Deficiency) of Revenues Over (Under) Expenditures	$ 319,000.00	$ -	$ 319,000.00	$ -

Additional Project Information:	
Project Number	0080-010-14-G1CM
Grant Date	7/29/2015
Bond Authorization Date	n/a
Bonds Authorized	n/a
Bonds Issued	n/a
SDA Amount	128,800.00
Local Share	190,200.00
Original Authorized Cost	319,000.00
Percentage Increase Over Original Authorized Cost	
Percentage Completion	
Original Target Completion Date	7/29/15
Revised Target Completion Date	6/30/26

EXHIBIT "F-2b"

BOROUGH OF ALPINE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
ROOF REPLACEMENT
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources-SDA Grant	$ 256,400.00	$	$ 256,400.00	$ 256,400.00
Transfer from Capital Reserve	18,020.00	291,500.00	309,520.00	309,520.00
Total Revenues	274,420.00	291,500.00	565,920.00	565,920.00
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services	11,940.00	4,342.91	16,282.91	18,020.00
Construction Services		264,280.00	264,280.00	547,900.00
Total Expenditures	11,940.00	268,622.91	280,562.91	565,920.00
Excess(Deficiency) of Revenues Over (Under) Expenditures	$ 262,480.00	$ 22,877.09	$ 285,357.09	$ -

Additional Project Information:	
Project Number	0080-010-23-G5AF
Grant Date	1/5/2024
Bond Authorization Date	n/a
Bonds Authorized	n/a
Bonds issued	n/a
SDA Amount	256,400.00
Local Share	309,520.00
Original Authorized Cost	565,920.00
Additional Authorized Cost	
Revised Authorized Cost	565,920.00
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	49.58%
Original Target Completion Date	6/30/25
Revised Target Completion Date	6/30/26

EXHIBIT "F-2c"

BOROUGH OF ALPINE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
HVAC UPGRADES - GYM
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources-SDA Grant	$ 400,960.00	$	$ 400,960.00	$ 400,960.00
Transfer from Capital Reserve	822,775.00		822,775.00	822,775.00
Total Revenues	1,223,735.00	-	1,223,735.00	1,223,735.00
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services	21,900.00	12,877.79	34,777.79	35,700.00
Construction Services		571,574.70	571,574.70	1,188,035.00
Total Expenditures		584,452.49	606,352.49	1,223,735.00
Excess(Deficiency) of Revenues Over (Under) Expenditures	$ 1,223,735.00	$ (584,452.49)	$ 617,382.51	$ -

Additional Project Information:	
Project Number	0080-010-23-G5AG
Grant Date	1/5/2024
Bond Authorization Date	n/a
Bonds Authorized	n/a
Bonds issued	n/a
SDA Amount	400,960.00
Local Share	822,775.00
Original Authorized Cost	1,223,735.00
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	49.55%
Original Target Completion Date	6/30/25
Revised Target Completion Date	6/30/26

EXHIBIT "F-2d"

BOROUGH OF ALPINE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
HVAC UPGRADES - BOARD OFFICE
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
State Sources-SDA Grant	$ 105,600.00	$	$ 105,600.00	$ 105,600.00
Transfer from Capital Reserve	343,700.00		343,700.00	343,700.00
Total Revenues	449,300.00	-	449,300.00	449,300.00
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services		1,347.79	1,347.79	9,700.00
Construction Services		291,887.50	291888	439,600.00
Total Expenditures		293,235.29	293,235.29	449,300.00
Excess(Deficiency) of Revenues Over (Under) Expenditures	$ 449,300.00	$ (293,235.29)	$ 156,064.71	$ -

Additional Project Information:	
Project Number	0080-010-23-G5AH
Grant Date	1/5/2024
Bond Authorization Date	n/a
Bonds Authorized	n/a
Bonds issued	n/a
SDA Amount	105,600.00
Local Share	343,700.00
Original Authorized Cost	449,300.00
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	65.26%
Original Target Completion Date	6/30/25
Revised Target Completion Date	6/30/26

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STATISTICAL SECTION

(UNAUDITED)

BOROUGH OF ALPINE SCHOOL DISTRICT
STATISTICAL SECTION

Contents

	Page
Financial Trends:	
These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.	J-1 to J-4
Revenue Capacity:	
These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	J-5 to J-9
Debt Capacity:	
These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.	J-10 to J-13
Demographic and Economic Information:	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.	J-14 to J-15
Operating Information:	
These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	J-16 to J-20

Sources

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

EXHIBIT "J-1"

BOROUGH OF ALPINE SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)
UNAUDITED

	Fiscal Year Ending June 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Governmental activities										
Net investment in capital assets	$ 7,597,964	$ 6,689,037	$ 6,942,597	$ 7,263,489	$ 7,204,295	$ 6,645,027	$ 6,628,529	$ 6,495,955	$ 6,445,113	$ 6,125,815
Restricted	9,178,495	8,339,881	6,707,673	5,570,679	4,127,222	3,188,317	1,887,226	944,954	649,250	911,378
Unrestricted (Deficit)	(613,688)	(567,479)	(514,820)	(682,425)	(940,852)	(1,072,075)	(955,757)	(1,114,074)	(1,104,555)	(1,005,004)
Total governmental activities net position	$ 16,162,771	$ 14,461,439	$ 13,135,451	$ 12,151,743	$ 10,390,665	$ 8,761,269	$ 7,559,998	$ 6,326,835	$ 5,989,808	$ 6,032,189
Business-type activities										
Unrestricted	$ 885	$ 885	$ 885	$ 885	$ 885	$ 885	$ 735	$ 859	$ 581	$ 3,078
Total business-type activities net position	$ 885	$ 885	$ 885	$ 885	$ 885	$ 885	$ 735	$ 859	$ 581	$ 3,078
District-wide										
Net investment in capital assets	$ 7,597,964	$ 6,689,037	$ 6,942,597	$ 7,263,489	$ 7,204,295	$ 6,645,027	$ 6,628,529	$ 6,495,955	$ 6,445,113	$ 6,125,815
Restricted	9,178,495	8,339,881	6,707,673	5,570,679	4,127,222	3,188,317	1,887,226	944,954	649,250	911,378
Unrestricted (Deficit)	(612,803)	(566,594)	(513,935)	(681,540)	(939,967)	(1,071,190)	(955,022)	(1,113,215)	(1,103,974)	(1,001,926)
Total district net position	$ 16,163,656	$ 14,462,324	$ 13,136,336	$ 12,152,628	$ 10,391,550	$ 8,762,154	$ 7,560,733	$ 6,327,694	$ 5,990,389	$ 6,035,267

Source: ACFR Schedule A-1

EXHIBIT "J-2"

BOROUGH OF ALPINE SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)
UNAUDITED

	Fiscal Year Ending June 30									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Expenses										
Governmental activities										
Instruction										
Regular	$ 2,603,577	$ 2,750,507	$ 2,522,345	$ 2,302,429	$ 2,361,839	$ 2,368,143	$ 2,370,471	$ 3,012,779	$ 2,963,695	$ 2,497,856
Special education	997,317	990,177	960,681	837,728	839,297	640,765	568,041	562,665	532,521	658,564
Other instruction	232,215	271,686	233,318	258,580	185,183	278,184	295,466	141,609	230,621	273,526
Support Services:										
Student and instruction related services	1,180,143	1,259,047	1,223,970	1,150,428	834,025	833,744	810,009	789,451	799,778	855,321
General administrative services	106,025	70,247	67,833	63,414	70,523	71,032	65,487	52,399	53,288	40,615
School administrative services	42,882	36,406	38,405	52,191	65,818	51,214	48,622	82,842	90,097	81,472
Central services and technology	213,533	184,065	177,430	160,970	151,745	138,114	118,782	158,427	134,372	132,074
Plant operations and maintenance	460,711	435,172	463,208	417,550	360,149	374,710	328,868	395,652	437,816	437,267
Pupil transportation	268,453	275,375	292,428	230,507	182,781	183,840	257,409	218,132	200,167	226,738
Unallocated benefits	1,511,038	1,645,786	1,525,900	1,574,297	2,417,092	2,158,492	2,353,220	2,442,690	2,337,276	1,824,708
Unallocated depreciation	428,492	413,508	1,140,012	187,220	167,920	100,761	93,310	83,168	97,164	104,366
Total governmental activities expenses	$ 8,044,385	8,331,978	8,645,532	7,235,314	7,636,372	7,198,999	7,309,684	7,939,814	7,876,794	7,132,506
Business-type activities:										
Food service	$				586	985	4,153	1,145	3,053	3,556
Total business-type activities expense					586	985	4,153	1,145	3,053	3,556
Total district expenses	$ 8,044,385	$ 8,331,978	$ 8,645,532	$ 7,235,314	$ 7,636,958	$ 7,199,984	$ 7,313,837	$ 7,940,959	$ 7,879,847	$ 7,136,062
Program Revenues										
Governmental activities:										
Charges for services:										
Regular Instruction (tuition)	$ 407,420	$ 373,953	$ 234,803	$ 183,581	$ 117,751	$	$	$	$	$
Student and instruction related services	111,860	118,382	99,546	54,192	2,381					
Operating grants and contributions	1,430,377	1,523,669	2,030,570	1,715,902	2,131,589	1,661,128	1,947,420	1,888,950	1,631,040	1,123,155
Capital grants and contributions		33,840		122,840						
Total governmental activities program revenues	$ 1,949,657	2,049,844	2,364,919	2,076,515	2,251,721	1,661,128	1,947,420	1,888,950	1,631,040	1,123,155
Business-type activities:										
Charges for services										
Food service	$				462	1,072	1,256	1,542	2,006	2,441
Operating grants and contributions						191	399	531	841	1,006
Total business type activities program revenues					462	1,263	1,655	2,073	2,847	3,447
Total district program revenues	$ 1,949,657	$ 2,049,844	$ 2,364,919	$ 2,076,515	$ 2,252,183	$ 1,662,391	$ 1,949,075	$ 1,891,023	$ 1,633,887	$ 1,126,601
Net (Expense)/Revenue										
Governmental activities	$ (6,094,729)	$ (6,282,134)	$ (6,280,612)	$ (5,281,639)	$ (5,261,811)	$ (5,537,871)	$ (5,362,264)	$ (6,050,864)	$ (6,245,754)	$ (6,009,351)
Business-type activities						150	(124)	278	(2,498)	928
Total district-wide net expense	$ (6,094,729)	$ (6,282,134)	$ (6,280,612)	$ (5,281,639)	$ (5,261,811)	$ (5,537,721)	$ (5,362,388)	$ (6,050,586)	$ (6,248,252)	$ (6,008,423)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes levied for general purposes, net	$ 7,407,523	$ 7,262,277	$ 7,016,693	$ 6,902,078	$ 6,766,743	$ 6,604,774	$ 6,475,269	$ 6,314,325	$ 6,084,841	$ 5,934,795
Unrestricted grants and contributions					25,000	(66,035)				54,250
Miscellaneous income	473,997	345,846	247,626	140,639	71,055	200,403	120,158	73,565	118,534	51,274
Total governmental activities	$ 7,881,520	7,608,123	7,264,319	7,042,717	6,862,798	6,739,142	6,595,427	6,387,890	6,203,375	6,040,319
Change in Net Position										
Governmental activities	$ 1,786,791	1,325,989	983,707	1,761,079	1,600,987	1,201,271	1,233,163	337,026	(42,380)	30,967
Business-type activities						150	(124)	278	(2,498)	928
Total district	$ 1,786,791	$ 1,325,989	$ 983,707	$ 1,761,079	$ 1,600,987	$ 1,201,421	$ 1,233,039	$ 337,304	$ (44,878)	$ 31,895

Source: ACFR Schedule A-2

EXHIBIT "J-3"

BOROUGH OF ALPINE SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)
UNAUDITED

	Fiscal Year Ending June 30									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Fund:										
Restricted	$ 8,417,684	$ 6,787,442	$ 6,090,808	$ 5,025,444	$ 3,968,649	$ 3,026,674	$ 1,777,413	$ 782,077	$ 580,856	$ 464,822
Assigned	217,772	154,245	402,766	337,780	140,321	111,392	59,563	40,860	61,153	22,515
Unassigned	398,262	409,401	497,840	462,656	371,230	261,467	390,777	290,907	244,572	247,189
Total general fund	$ 9,033,718	$ 7,351,088	$ 6,991,415	$ 5,825,880	$ 4,480,200	$ 3,399,533	$ 2,227,753	$ 1,113,844	$ 886,581	$ 734,526
All Other Governmental Funds:										
Reserved/Restricted	$ 23,155	$ 23,155	$ 23,898	$ 17,255	$ 18,948	$	$	$	$	$ 52,902
Committed	266,887	1,150,655							153,934	393,654
Unreserved, reported in:										
Capital projects fund	252,997	224,040	190,200	190,200		50,250	50,250	122,016	(91,108)	
Total all other governmental funds	$ 543,039	$ 1,397,850	$ 214,098	$ 207,455	$ 18,948	$ 50,250	$ 50,250	$ 122,016	$ 62,826	$ 446,556

Source: ACFR Schedule B-1

EXHIBIT "J-4"

BOROUGH OF ALPINE SCHOOL DISTRICT
CHANGES IN GOVERNMENTAL FUND BALANCES, GOVERNMENTAL FUNDS
(modified accrual basis of accounting)
LAST TEN FISCAL YEARS
UNAUDITED

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Revenues										
Tax levy	$ 7,407,523	$ 7,262,277	$ 7,016,693	$ 6,902,078	$ 6,766,743	$ 6,604,774	$ 6,475,269	$ 6,314,325	$ 6,084,841	$ 5,934,795
Private Contributions										54,250
Tuition charges	407,420	373,953	234,803	183581.00	117750.90					
Miscellaneous	770,003	482,595	454,985	248,078	84,684	256,679	126,446	75,113	137,129	60,584
State sources	1,713,413	1,780,820	1,634,598	1,645,705	1,343,870	1,016,105	1,067,104	920,367	735,474	623,506
Federal sources	106,370	245,301	566,134	188,908	140,080	102,690	119,408	110,759	80,689	81,546
Total revenue	10,404,729	10,144,946	9,907,213	9,168,350	8,453,128	7,980,248	7,788,227	7,420,564	7,038,133	6,754,681
Expenditures										
Instruction										
Regular Instruction	1,702,012	1,651,564	1,662,113	1,664,177	1,640,564	1,664,852	1,612,852	1,978,027	2,007,938	1,472,852
Special education instruction	217,853	240,208	271,349	290,001	258,870	157,248	161,583	148,564	144,374	281,864
Other instruction	232,215	271,686	233,318	258,580	185,183	278,184	295,466	141,609	230,621	273,526
Support Services:										
Tuition	1,673,010	1,845,441	1,546,143	1,190,108	1,305,531	1,197,937	1,158,655	1,429,682	1,331,663	1,398,533
Student and instruction related services	1,180,143	1,261,587	1,226,420	1,150,453	837,875	833,894	828,234	764,751	799,778	855,321
General administrative services	109,818	70,247	67,833	63,414	70,523	71,032	65,487	52,399	53,288	40,615
School administrative services	39,571	36,406	38,405	34,284	48,924	51,214	48,622	77,842	90,097	81,472
Central services and technology	213,533	184,065	177,430	160,970	151,745	138,114	118,782	178,427	134,372	132,074
Plant operations and maintenance	460,935	435,172	463,208	417,550	360,149	374,710	328,868	395,652	437,816	437,267
Pupil transportation	268,453	275,375	292,428	230,507	182,781	183,840	257,409	218,132	200,167	226,738
Unallocated employee benefits	2,139,122	2,166,305	1,934,096	1,924,534	1,659,669	1,670,978	1,641,072	1,611,845	1,410,990	1,337,180
Capital outlay	1,340,589	163,119	822,292	249,585	730,359	186,465	229,054	137,181	428,704	3,402,489
Total expenditures	9,577,254	8,601,177	8,735,036	7,634,163	7,432,173	6,808,468	6,746,085	7,134,111	7,269,808	9,939,930
Excess (Deficiency) of revenues over (under) expenditures	827,475	1,543,770	1,172,177	1,534,187	1,020,955	1,042,143	286,453	(231,675)	(3,185,249)	2,765,483
Net change in fund balances	$ 827,475	$ 1,543,770	$ 1,172,177	$ 1,534,187	$ 1,020,955	$ 1,042,143	$ 286,453	$ (231,675)	$ (3,185,249)	$ 2,765,483
Debt service as a percentage of noncapital expenditures	-0-%	-0-%	-0-%	-0-%	-0-%	-0-%	-0-%	-0-%	-0-%	-0-%

Source: ACFR Schedule B-2

EXHIBIT "J-5"

BOROUGH OF ALPINE SCHOOL DISTRICT
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
JUNE 30, 2025

Fiscal Year Ended June 30,	Interest on Investments	Tuition	Rentals	Transportation	Misc.	Total
2016	10,120		32,750	7,200	1,203	51,274
2017	4,584		32,750	12,572	68,627	118,534
2018	6,988	7,569	38,310	5,640	15,058	73,565
2019	19,085		43,542	3,000	20,871	86,498
2020	17,658	120,866	43,214	3,000	15,665	200,403
2021	3,665	117,751	41,997		25,393	188,806
2022	5,081	183,581	76,803	7,200	51,556	324,221
2023	129,556	234,803	87,231	15,000	15,840	482,429
2024	265,907	373,953	75,900		4,038	719,798
2025	347,478	407,420	125,234		1,286	881,417

Source: District Records

EXHIBIT "J-6"

BOROUGH OF ALPINE SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
JUNE 30, 2025

Fiscal Year Ended June 30,	Vacant Land	Residential	Commercial	Public Utilities [a]	Net Valuation Taxable	Estimated Actual (County Equalized Value)
2016	85,549,800	1,784,324,700	94,616,000	*	1,964,490,500	2,314,924,451
2017	83,552,500	1,801,957,100	94,616,000	*	1,980,125,600	2,458,697,077
2018	80,756,000	1,805,618,900	94,616,000	*	1,980,990,900	2,244,748,895
2019	78,732,500	1,816,103,400	94,616,000	*	1,989,451,900	2,227,580,224
2020	81,023,400	1,822,912,800	94,156,000	*	1,998,092,200	1,956,995,299
2021	73,957,200	1,823,019,300	94,156,000	*	1,991,132,500	1,967,103,342
2022	72,404,200	1,826,702,600	94,156,000	*	1,993,262,800	1,884,982,841
2023	71,236,200	1,811,967,400	94,156,000	*	1,977,359,600	1,865,433,585
2024	72,025,500	1,820,355,900	93,769,800	*	1,986,151,200	2,061,237,078
2025	63,133,100	1,853,290,100	92,812,800	*	2,009,236,000	2,117,753,759

Source: District records Tax list summary and Municipal Tax Assessor

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

Revaluations occur when ordered by the County Board of Taxation. The last revaluation was effective in calendar year 2005.

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

b Tax rates are per $100

* Not available at time of audit.

EXHIBIT "J-7"

BOROUGH OF ALPINE SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
JUNE 30, 2025
UNAUDITED

Calendar Year Ended Dec 31,	Borough of Alpine School District			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate [a]	General Obligation Debt Service [b]	Total Direct	Borough of Alpine	County	
2016	0.303	N/A	0.303	0.168	0.298	0.769
2017	0.310	N/A	0.310	0.168	0.290	0.768
2018	0.319	N/A	0.319	0.169	0.313	0.801
2019	0.332	N/A	0.332	0.174	0.273	0.779
2020	0.339	N/A	0.339	0.177	0.243	0.759
2021	0.347	N/A	0.347	0.182	0.248	0.777
2022	0.353	N/A	0.353	0.186	0.228	0.767
2023	0.367	N/A	0.367	0.197	0.226	0.79
2024	0.373	N/A	0.373	0.203	0.242	0.818
2025	0.381	N/A	0.381	0.209	0.247	0.837

Source: District Records and Municipal Tax Collector
N/A Not Applicable

Note:

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

a The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net valuation taxable

b Rates for debt service are based on each year's requirements.

EXHIBIT "J-8"

BOROUGH OF ALPINE SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO
JUNE 30, 2025
UNAUDITED

	2025			2016		
Taxpayer	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Montammy Golf Club	50,338,000	1	2.51%	50,338,000	1	2.56%
Victoria Zoellner	41,270,600	2	2.05%			
F.E. Alpine, Inc				42,000,000	2	2.14%
Taxpayer #1				40,157,800	3	2.04%
F.E. Alpine, Inc				26,118,600	4	1.33%
18 Frick Drive, LLC	27,664,100	3	1.38%			
Rio Vista Realty LLC	23,094,400	4	1.15%	23,094,400	5	1.18%
887 Closter Dock Road Associates	16,500,000	5	0.82%			
Taxpayer #2				20,959,700	6	1.07%
Alpine Tower Co.			0.00%			0.00%
2 Margo Way Associates, LLC	12,796,000	6	0.64%	12,796,000	7	0.65%
Taxpayer #3				11,747,300	8	0.60%
F.E. Alpine, Inc				11,520,000	9	0.59%
Lawrence F. Gilberti, Trustee	12,051,100	7	0.60%			
Carsten & Amber Sabathia	10,463,200	8	0.52%	10,463,200	10	0.53%
44 Rio Vista Living Trust	10,208,200	9				
4M Alpine LLC	9,891,400	10	0.49%			
Total	$ 214,277,000		10.16%	$ 249,195,000		12.68%

Source: District ACFR J11 and Municipal Tax Assessor

EXHIBIT "J-9"

BOROUGH OF ALPINE SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
JUNE 30, 2025
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	
2016	5,934,795.00	5,934,795.00	100.00%	-
2017	6,084,841.00	6,084,841.00	100.00%	-
2018	6,314,325.00	6,314,325.00	100.00%	-
2019	6,604,774.00	6,604,774.00	100.00%	-
2020	6,604,774.00	6,604,774.00	100.00%	-
2021	6,766,743.00	6,766,743.00	100.00%	-
2022	6,902,078.00	6,902,078.00	100.00%	-
2023	7,016,693.00	7,016,693.00	100.00%	-
2024	7,262,277.00	7,262,277.00	100.00%	-
2025	7,407,523.00	7,407,523.00	100.00%	-

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

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

EXHIBIT "J-10'

BOROUGH OF ALPINE SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities			
	General Obligation Bonds	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases	Total District	Percentage of Personal Income [a]	Per Capita [a]
2016								
2017				Not applicable - No outstanding debt				
2018								
2019								
2020								
2021								
2022								
2023								
2024								
2025								

Source: District ACFR Schedules I-1

a See Exhibit NJ J-10 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

EXHIBIT "J-11

BOROUGH OF ALPINE SCHOOL DISTRICT
RATIOS OF NET BONDED DEBT OUTSTANDING
LAST ELEVEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding: General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Total Municipal Assessed Value	Percentage of Actual Taxable Value Of Property	Per Capita
2016						
2017						
2018						
2019	NOT APPLICABLE FOR ALPINE- NO OUTSTANDING DEBT IN THE PERIODS REPORTED					
2020						
2021						
2022						
2023						
2024						
2025						

EXHIBIT "J-12"

BOROUGH OF ALPINE SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2024
UNAUDITED

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable [a]	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Alpine Borough	$	100.000%	$ *
Other debt			
Bergen County		*	
Subtotal, overlapping debt			*
Alpine Borough School District Direct Debt			*
Total direct and overlapping debt			$ 0

Sources: Borough Chief Finance Office and County Treasurer's Office
* Not available at time of audit

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

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

EXHIBIT "J-13"

BOROUGH OF ALPINE SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN CALENDAR YEARS
JUNE 30, 2025

Legal Debt Margin Calculation for Calendar Year 2024

	Equalized valuation basis	
	2024	$ 2,083,185,419
	2023	1,881,088,805
	2022	1,880,436,604
		$ 5,844,710,828
Average equalized valuation of taxable property		$ 1,948,236,943
Debt limit (3% of avg equalized value)		58,447,108
Net bonded school debt		
Legal debt margin		$ 58,447,108

	Calendar Year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Debt limit	$ 70,688,407	$ 71,857,421	$ 69,848,659	$ 68,989,056	$ 64,104,076	$ 57,107,103	$ 58,016,825	$ 57,335,864	$ 56,426,142	$ 58,447,108
Total net debt applicable to limit										
Legal debt margin	$ 69,916,193	$ 68,802,587	$ 70,433,823	$ 70,688,407	$ 69,848,659	$ 68,989,056	$ 64,104,076	$ 58,016,825	$ 57,335,864	$ 58,447,108
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Source: Abstract of Ratables and District Records ACFR Schedule J-7

a Limit set by NJSA 18A:24-19 for a K through 8 district; other % limits would be applicable for other districts

EXHIBIT "J-14"

BOROUGH OF ALPINE SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS
UNAUDITED

Year Ended December 31	Unemployment Rate	Per Capita Income (a)	School District Population
2015	3.3%	$75,849	1,851
2016	2.6%	77,187	1,848
2017	2.4%	77,901	1,859
2018	2.4%	81,203	1,852
2019	1.8%	85,951	1,844
2020	5.3%	89,456	1,841
2021	4.0%	91,972	1,754
2022	3.0%	97,343	1,747
2023	2.6%	97,138	1,750
2024	2.8%	102,229	1,774

(a) Represents County of Bergen

Source: N.J. Department of Labor

EXHIBIT "J-15"

BOROUGH OF ALPINE SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT AND TEN YEARS AGO
UNAUDITED

	2025			2016		
Employer	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
*	*	*	*	*	*	*
*	*	*	*	*	*	*
*	*	*	*	*	*	*
*	*	*	*	*	*	*
*	*	*	*	*	*	*
*	*	*	*	*	*	*
*	*	*	*	*	*	*
*	*	*	*	*	*	*
*	*	*	*	*	*	*
*	*	*	*	*	*	*
	-		0.00%	-		0.00%

* Not available at time of audit

Source:

EXHIBIT "J-16"

BOROUGH OF ALPINE SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
JUNE 30, 2025
UNAUDITED

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Instruction										
Regular	30	30	31	20.26	27.16	21.49	18.39	17.99	19.69	20.14
Special education	3.4	3.4	4	3.8	4.96	5.2	4.8	5.5	4	4
Other special education	1	1	1	2						
Support Services:										
Student and instruction related services	1.8	1.8	4	5.3	0.5	1.74	9.47	8.7	6.84	6.84
General administrative services	0.5	0.5	2.8	0.18	0.19	0.19	0.3	0.3	0.15	0.3
School administrative services	1.45	1.45	0.3	0.53	1.64	0.28	0.3	0.35	0.35	0.35
Business administrative services	1	1	1.45	1.4	1.2	1.2	1	1.2	1.2	1.2
Plant operations and maintenance	0.45	0.45	2	1.8	1	1.6	1.6	1.6	2.4	2.4
Pupil transportation	0.2	0.2	0.45	0.4	0.4	0.4	0.2	0.2	0.2	0.2
Technology			2	1		0.5				
Total	39.8	39.8	47	35.67	37.05	32.1	36.06	35.84	34.83	35.43

Source: District Personnel Records

EXHIBIT "J-17"

BOROUGH OF ALPINE SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
JUNE 30, 2025

Fiscal Year	Enrollment	Operating Expenditures [a]	Cost Per Pupil	Percentage Change	Teaching Staff [b]	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) [c]	Average Daily Attendance (ADA) [c]	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	High School				
2016	155	$6,537,441	$42,286	5.73%	*	*	*	*	155	148	-0.90%	95.86%
2017	159	6,841,103	43,026	1.75%	*	*	*	*	157	148	1.77%	94.36%
2018	148	6,996,930	47,277	9.88%	*	*	*	*	147	139	-6.57%	94.56%
2019	148	5,847,640	39,511	-16.43%	*	*	*	*	139	132	-5.44%	94.96%
2020	152	6,622,003	43,566	10.28%	*	*	*	*	152	145	9.35%	95.39%
2021	151	6,701,814	44,383	1.88%	*	*	*	*	147	142	-3.29%	96.60%
2022	156	7,384,577	47,337	6.66%	*	*	*	*	156	149	6.12%	95.91%
2023	156	7,912,744	50,723	7.15%	*	*	*	*	155	146	-0.64%	94.19%
2024	164	8,438,057	51,452	1.44%	*	*	*	*	162	154	4.52%	95.06%
2025	147	8,236,665	56,032	8.90%	*	*	*	*	146	139	-9.88%	95.21%

* Not available at time of audit

Sources: District records, ASSA and Schedules J-12, J-14

Note: Enrollment based on annual October district count.

a Operating expenditures equal total expenditures less debt service and capital outlay;
b Teaching staff includes only full-time equivalents of certificated staff.
c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

EXHIBIT "J-18"

BOROUGH OF ALPINE SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
JUNE 30, 2025

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
District Building										
Elementary										
Alpine School										
Square Feet	51,137	51,137	51,137	51,137	51,137	51,137	51,137	51,137	51,137	51,137
Capacity (students)	*	*	*	*	*	*	*	*	*	*
Enrollment	155	159	148	148	152	151	164	162	164	147

Number of Schools at June 30, 2025
Elementary/Middle = 1

Source: District records, ASSA
Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of any additions. Enrollment is based on the annual October district count.
* Not available at time of audit

EXHIBIT "J-19"

BOROUGH OF ALPINE - SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
JUNE 30, 2025
UNAUDITED

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

School Facilities	Project # (s)	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Alpine School	N/A	$ 98,884.81	$ 75,831.95	$ 134,506.44	$ 101,318.23	$ 81,870.89	$ 89,633.81	$ 44,383.29	$ 49,065.71	$ 92,620.28	$ 111,635.18
Total School Facilities		98,884.81	75,831.95	134,506.44	101,318.23	81,870.89	89,633.81	44,383.29	49,065.71	92,620.28	111,635.18
Grand Total		$ 98,884.81	$ 134,506.44	$ 101,318.23	$ 81,870.89	$ 44,383.29	$ 49,065.71	$ 92,620.28	$ 111,635.18	$ 67,431.08	$ 23,980.12

EXHIBIT "J-20"

BOROUGH OF ALPINE SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2025
UNAUDITED

	COVERAGE	DEDUCTIBLE
School Package Policy		
Property - Building and Contents	$ 22,747,631.00	$ 5,000.00
Comprehensive General Liability	1,000,000.00	
Crime Coverage - Employee Dishonesty	100,000.00	5,000.00
Employee Dishonesty - Per Loss	500,000.00	100,000.00
Boiler and Machinery/Equipment Breakdown	Blanket Limit	5,000.00
Excess Liability Policies		
1st Excess Policy - National Union Fire	9,000,000.00	
2nd Excess Policy - Hudson Insurance Group	$10M x $9M	
3rd Excess Policy - Allied World Assurance	$10M x $20M	
4th Excess Policy - Great American E&S Ins. Co.	$10M x $30M	
5th Excess Policy - HomeSite Ins. Co. of FL.	$5M x $40M	
6th Excess Policy - Vantage Risk Specialty Ins Co.	$5M x $45M	
7th Excess Policy - Upland Specialty Ins. Co.	$10M x $50M Shared	
8th Excess Policy - Evanston Ins. Co.	$5M x $60M Shared	
School Board Legal Liability Policy	1,000,000.00	20,000.00
Public Official Bonds:		
Judith Curran - Treasurer of School Monies	200,000.00	
Olga Sico - Business Administrator/Board Secretary	85,000.00	

Source: School District Records

SINGLE AUDIT SECTION

EXHIBIT "K-1"

SUPLEE, CLOONEY & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS
308 East Broad Street, Westfield, New Jersey 07090-2122
Telephone 908-789-9300 Fax 908-789-8535
E-mail info@scnco.com

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF BASIC FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Honorable President and Members
of the Board of Education
Borough of Alpine School District
County of Bergen
Alpine, New Jersey 07620

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and in compliance with audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, and each major fund of the Borough of Alpine School District, in the County of Bergen, State of New Jersey (the "District") as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 5, 2025.

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 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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. However, material weaknesses may exist that have not been identified.

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.

Suplee Clooney & Co.
CERTIFIED PUBLIC ACCOUNTANTS

Robert W. Lh
PUBLIC SCHOOL ACCOUNTANT NO. 948

December 5, 2025

SUPLEE, CLOONEY & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS
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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR STATE FINANCIAL ASSISTANCE PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY NEW JERSEY OMB CIRCULAR 15-08

Honorable President and Members
of the Board of Education
Borough of Alpine School District
County of Bergen
Alpine, New Jersey 07620

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited Borough of Alpine School District, County of Bergen, State of New Jersey (the "District") compliance with the types of compliance requirements identified as subject to audit in the New Jersey *OMB State Grant Compliance Supplement* that could have a direct and material effect on each of The District's major state programs for the year ended June 30, 2025. The District's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, The District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2025.

Basis for Opinion on Each Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the New Jersey OMB State Grant Compliance Supplement. Our responsibilities under those standards and the New Jersey OMB State Grant Compliance Supplement are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and New Jersey *OMB State Grant Compliance Supplement*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding The District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of The District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the New Jersey *OMB State Grant Compliance Supplement*, but not for the purpose of expressing an opinion on the effectiveness of The District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the New Jersey *OMB State Grant Compliance Supplement*. Accordingly, this report is not suitable for any other purpose.

Suplee Clooney & Co.
CERTIFIED PUBLIC ACCOUNTANTS

Ralph W. Suplee
PUBLIC SCHOOL ACCOUNTANT NO. 948

December 5, 2025

EXHIBIT "K-3"
SCHEDULE A

BOROUGH OF ALPINE SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL AL NUMBER	GRANT OR STATE PROJECT NUMBER	FAIN	AWARD AMOUNT	GRANT PERIOD FROM	GRANT PERIOD TO	BALANCE AT JUNE 30, 2024	CARRYOVER/ (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS	REPAYMENT OF PRIOR YEAR'S BALANCE	BALANCE AT JUNE 30, 2025 ACCOUNTS RECEIVABLE	BALANCE AT JUNE 30, 2025 UNEARNED REVENUE	BALANCE AT JUNE 30, 2025 DUE TO GRANTOR
Special Revenue Funds:															
U.S. Department of Education															
Passed-Through State Department of Education:															
NCLB Title II A	84.367A	NCLB314024	S367A240029	4,848.00	7/1/2024	9/30/2025	$ -	$ -	4,848.00	(4,848.00)	$ -	$ -	$ -	$ -	$ -
Total Title IIA									4,848.00	(4,848.00)					
NCLB Title IV	84.424A	NCLB055524	S424A240031	10,000.00	7/1/2024	9/30/2025			10,000.00	(10,000.00)					
Total Title IV									10,000.00	(10,000.00)					
NCLB Title I Part A	84.010A	NCLB314024	S010A240030	38,346.00	7/1/2024	9/30/2025			38,346.00	(38,346.00)					
Total NCLB Title I Part A									38,346.00	(38,346.00)					
Special Education Cluster															
I.D.E.A. Part B, Basic	84.027A	IDEA314024	H027A240100	50,207.00	7/1/2024	9/30/2025			50,207.00	(50,207.00)					
I.D.E.A. Part B-Preschool	84.173A	IDEA314024	H173A240114	2,969.00	7/1/2024	9/30/2025			2,969.00	(2,969.00)					
Total Special Education Cluster									53,176.00	(53,176.00)					
American Rescue Plan (ARP):															
ESSER III	84.425U		S425U210027	319,264.00	03/24/2021	09/30/2024	(2,400.00)		2,400.00						
ESSER III - Accelerated Learning	84.425U		S425U210027	50,000.00	03/24/2021	09/30/2024	(40,410.00)		40,410.00						
							(42,810.00)		42,810.00						
Total Special Revenue Fund							(42,810.00)		149,180.00	(106,370.00)					
Total Federal Financial Assistance							$ (42,810.00)	$ -	$ 149,180.00	$ (106,370.00)	$ -	$ -	$ -	$ -	$ -

The accompanying notes to the schedules of financial assistance are an integral part of this schedule.

EXHIBIT "K-4"
SCHEDULE B

BOROUGH OF ALPINE SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

STATE GRANTOR/PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD FROM	GRANT PERIOD TO	BALANCE AT JUNE 30, 2024 ACCOUNTS RECEIVABLE	BALANCE AT JUNE 30, 2024 UNEARNED REVENUE	BALANCE AT JUNE 30, 2024 DUE TO GRANTOR	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS	REPAYMENT OF PRIOR YEAR'S BALANCES	BALANCE AT JUNE 30, 2025 (ACCOUNTS RECEIVABLE)	BALANCE AT JUNE 30, 2025 UNEARNED REVENUE	BALANCE AT JUNE 30, 2025 DUE TO GRANTOR	MEMO BUDGETARY RECEIVABLE	MEMO CUMULATIVE TOTAL EXPENDITURES
State Department of Education																
General Fund:																
State Aid Cluster:																
Security Aid	25-495-034-5120-084	15,978.00	07/01/2024	06/30/2025	$	$	$	14,396.70	$ (15,978.00)	$ (1,581.30)	$	$	$	$	$ (1,581.30)	$ 15,978.00
Categorical Special Education Aid	25-495-034-5120-089	217,354.00	07/01/2024	06/30/2025				195,842.99	(217,354.00)	(21,511.01)					(21,511.01)	217,354.00
Total State Aid Cluster								210,239.69	(233,332.00)	(23,092.31)					(23,092.31)	233,332.00
Transportation Aid	25-495-034-5120-014	74,112.00	07/01/2024	06/30/2025				66,777.31	(74,112.00)	(7,334.69)					(7,334.69)	74,112.00
Extraordinary Aid	25-495-034-5120-044	184,679.00	07/01/2024	06/30/2025					(184,679.00)			(184,679.00)			(184,679.00)	184,679.00
Extraordinary Aid	24-495-034-5120-044	198,265.00	07/01/2023	06/30/2024	(198,265.00)			198,265.00								
Additional Non-Public Transportation Aid	25-495-034-5120-014	14,010.00	07/01/2024	06/30/2025					(14,010.00)			(14,010.00)			(14,010.00)	14,010.00
Additional Non-Public Transportation Aid	24-495-034-5120-014	9,555.00	07/01/2023	06/30/2024	(9,555.00)			9,555.00								
On-Behalf TPAF Post-Retirement Contributions	25-495-034-5094-002	796,058.00	07/01/2024	06/30/2025				796,058.00	(796,058.00)							796,058.00
On-Behalf TPAF Non Contributory Insurance	25-495-034-5094-004	9,861.00	07/01/2024	06/30/2025				9,861.00	(9,861.00)							9,861.00
On-Behalf TPAF Long-Term Disability Insurance	25-495-034-5094-002	397.00	07/01/2024	06/30/2025				397.00	(397.00)							397.00
On-Behalf TPAF Post-Retirement Medical	25-495-034-5094-001	235,490.00	07/01/2024	06/30/2025				235,490.00	(235,490.00)							235,490.00
Reimbursed TPAF Social Security Contributions	25-495-034-5094-003	167,482.23	07/01/2024	06/30/2025				159,185.71	(167,482.23)			(8,296.52)			(8,296.52)	167,482.23
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	161,225.43	07/01/2023	06/30/2024	(8,037.11)			8,037.11								
					(215,857.11)			1,483,626.13	(1,482,089.23)	(7,334.69)		(206,985.52)			(214,320.21)	1,482,089.23
Total General Fund					$ (215,857.11)	$	$	$ 1,693,865.82	$ (1,715,421.23)	$ (30,427.00)	$	$ (206,985.52)	$	$	$ (237,412.52)	$ 1,715,421.23
Capital Projects Fund:																
SDA Grant - Roofs	0080-010-23-G5AF	256,400.00	07/01/2023	06/30/2025	(11,940.00)							(11,940.00)			(11,940.00)	
SDA Grant - HVAC System Upgrades	0080-010-23-G5AG	400,960.00	07/01/2023	06/30/2025	(21,900.00)							(21,900.00)			(21,900.00)	
					$ (33,840.00)	$	$	$	$	$	$	$ (33,840.00)	$	$	$ (33,840.00)	$
Total State Financial Assistance					$ (249,697.11)	$	$	1,693,865.82	(1,715,421.23)	$ (30,427.00)	$	$ (240,825.52)	$	$	$ (271,252.52)	$ 1,719,196.23
Less: On-Behalf amounts not utilized for determination of Major Programs:																
On-Behalf TPAF Post-Retirement Contributions	25-495-034-5094-002		07/01/2024	06/30/2025				796,058.00	(796,058.00)							
On-Behalf TPAF Non Contributory Insurance	25-495-034-5094-004		07/01/2024	06/30/2025				9,861.00	(9,861.00)							
On-Behalf TPAF Long-Term Disability Insurance	25-495-034-5094-002		07/01/2024	06/30/2025				397.00	(397.00)							
On-Behalf TPAF Post-Retirement Medical	25-495-034-5094-001		07/01/2024	06/30/2025				235,490.00	(235,490.00)							
Total State Financial Assistance Subject to Single Audit								$ 652,059.82	$ (673,615.23)							

The accompanying notes to the schedules of financial assistance are an integral part of this schedule.

EXHIBIT "K-5"

Borough of Alpine School District
Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance
Year Ended June 30, 2025

NOTE 1: GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state activity of the Borough of Alpine School District. The District is defined in Note 1 to the basic financial statements. All federal and state awards received directly from the federal and state 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 financials assistance.

NOTE 2: BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exceptions of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 of the District's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Uniform Guidance, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10 percent *de minimis* indirect cost rate as allowed under the Uniform Guidance.

NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

Borough of Alpine School District
Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance
Year Ended June 30, 2025

NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is $2,008.00 for the general fund. The net adjustment to reconcile from the budgetary basis to the GAAP basis is $-0- for the special revenue fund. See the notes to the required supplementary information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Federal awards and state financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	Federal	State	Total
General Fund	$	$ 1,713,413.23	$ 1,713,413.23
Special Revenue Fund	106,370.00		106,370.00
	106,370.00	1,713,413.23	1,819,783.23
GAAP Adjustments:			
Last State Aid Payment		2,008.00	2,008.00
Total Awards & Financial Assistance	$ 106,370.00	$ 1,715,421.23	$ 1,821,791.23

NOTE 4: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5: OTHER

The amount reported as TPAF post retirement contributions, post-retirement medical benefits and long-term disability insurance represents the amount paid by the state on behalf of the district for the year ended June 30, 2025. TPAF Social Security contributions represent the amount reimbursed by the state for the employer's share of Social Security contributions for TPAF members for the year ended June 30, 2025.

EXHIBIT "K-6"

Borough of Alpine School District
Bergen County, New Jersey

Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2025

Section I – Summary of Auditor's Results

Financial Statements

(1)	Type of Auditor's Report Issued:	Unmodified
(2)	Internal Control Over Financial Reporting:	
	(a) Material weaknesses identified?	No
	(b) Significant deficiencies identified that are not considered to be material weaknesses?	No
(3)	Noncompliance material to the basic financial statements noted?	No

Federal Program(s) - Not Applicable

State Program(s)

(1)	Internal Control Over Major State Programs:	
	(a) Material weakness identified?	No
	(b) Significant deficiencies identified that are not considered to be material weaknesses?	No
(2)	Type of Auditor's Report issued on compliance for major state program(s)?	Unmodified
(3)	Any audit findings disclosed that are required to be reported in accordance with N.J. OMB Circular 15-08 and listed in Section III of this schedule?	No

(4) Identification of Major State Program(s):

Program	Grant Number
Reimbursed TPAF Social Security Contributions	495-034-5095-003

(5) Program Threshold Determination:

Type A State Program Threshold > $750,000.00
Type B State Program Threshold <= $750,000.00

(6) Auditee qualified as a low-risk auditee under OMB Circular Uniform Guidance? Yes

EXHIBIT "K-6"

Borough of Alpine School District
Bergen County, New Jersey

Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2025

Section II – Financial Statement Audit – Reported Findings Under Government Auditing Standards

Internal Control Findings – None Reported

Compliance Findings – None Reported

Section III – Findings and Questioned Costs Relative to Major Federal and State Programs

Federal Programs – Not Applicable

State Programs – None Reported

EXHIBIT "K-7"

Borough of Alpine School District
Bergen County, New Jersey

Schedule of Prior Year Audit Findings

Not Applicable