

SCHOOL DISTRICT
OF THE
TOWN OF BELVIDERE

Town of Belvidere Board of Education
Belvidere, Warren County
New Jersey

Annual Comprehensive Financial Report
For The Fiscal Year Ended June 30, 2025

Annual Comprehensive

Financial Report

of the

Town of Belvidere Board of Education

Belvidere, New Jersey

For the Fiscal Year Ending June 30, 2025

Prepared by

Town of Belvidere Board of Education

Finance Department

OUTLINE OF ACFR

INTRODUCTORY SECTION

	<u>Page</u>
Letter of Transmittal	1
Organizational Chart	2
Roster of Officials	3
Consultants and Advisors	4

FINANCIAL SECTION

Independent Auditor's Report	7-9
Required Supplementary Information – Part I Management's Discussion and Analysis	11-18
Basic Financial Statements	
A. District-Wide Financial Statements:	
A-1 Statement of Net Position	21
A-2 Statement of Activities	22
B. Fund Financial Statements:	
Governmental Funds:	
B-1 Balance Sheet	24
B-2 Statement of Revenues, Expenditures and Changes in Fund Balance	25
B-3 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	26
Proprietary Funds:	
B-4 Statement of Net Position	27
B-5 Statement of Revenues, Expenses and Changes in Fund Net Position	28
B-6 Statement of Cash Flows	29
Fiduciary Funds:	
B-7 Statement of Fiduciary Net Position	N/A
B-8 Statement of Changes in Fiduciary Net Position	N/A
Notes to the Financial Statements	31-56
Required Supplementary Information – Part II	
C. Budgetary Comparison Schedules:	
C-1 Budgetary Comparison Schedule - General Fund	59-68
C1a Combining Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	N/A
C-1b Community Block Development Grant (CDBG) – Budget and Actual	N/A
C-2 Budgetary Comparison Schedule - Special Revenue Fund	69
Notes to Required Supplementary Information - Part II	
C-3 Budget-to-GAAP Reconciliation	70

OUTLINE OF ACFR

Required Supplementary Information – Part III		<u>Page</u>
L.	Schedules Related to Accounting and Reporting for Pensions (GASB 68)	
L-1/L-3	Schedule of the District's Proportionate Share of the Net Pension Liability	71
L-2	Schedule of District Contributions	72
M.	Schedules Related to Accounting and Reporting for OPEB (GASB 75)	
M-1	Schedule of the Schedule of Changes in the State's Total OPEB Liability and Related Ratios (TPAF and PERS)	73
Notes to Required Supplementary Information - Part III		74
Other Supplementary Information		
D.	School Level Schedules:	
D-1	Combining Balance Sheet	N/A
D-2	Blended Resource Fund – Schedule of Expenditures Allocated by Resource Type – Actual	N/A
D-3	Blended Resource Fund – Schedule of Blended Expenditures – Budget and Actual	N/A
E.	Special Revenue Fund:	
E-1	Combining Schedule of Program Revenues and Expenditures, Special Revenue Fund – Budgetary Basis	77
E-2	Schedule(s) of Preschool Education Aid Expenditures – Preschool-All Programs- Budgetary Basis	78
F.	Capital Projects Fund:	
F-1	Summary Schedule of Project Expenditures	N/A
F-2	Summary Schedule of Revenues and Expenditures	N/A
F-2a	Schedule of Project Revenues, Expenditures, Project Balance, and Project Status-Budgetary Basis	N/A
G.	Proprietary Funds	
	Enterprise Fund:	
G-1	Combining Statement of Net Position	See B-4
G-2	Combining Statement of Revenues, Expenses and Changes in Fund Net Position	See B-5
G-3	Combining Statement of Cash Flows	See B-6
	Internal Service Fund:	
G-4	Combining Statement of Net Position	N/A
G-5	Combining Statement of Revenues, Expenses and Changes in Fund Net Position	N/A
G-6	Combining Statement of Cash Flows	N/A
H.	Fiduciary Funds:	
H-1	Combining Statement of Fiduciary Net Position	N/A
H-2	Combining Statement of Changes in Fiduciary Net Position	N/A

OUTLINE OF ACFR

	<u>Page</u>
Other Supplementary Information-(Continued)	
I. Long-Term Debt:	
I-1 Schedule of Serial Bonds	N/A
I-2 Schedule of Obligations Under Capital Leases	N/A
I-3 Budgetary Comparison Schedule Debt Service Fund	N/A

STATISTICAL SECTION (Unaudited)

	<u>Page</u>
Introduction to the Statistical Section	
Financial Trends	
J-1 Net Position by Component	84
J-2 Changes in Net Position	85-86
J-3 Fund Balances - Governmental Funds	87
J-4 Changes in Fund Balances - Governmental Funds	88
J-5 General Fund Other Local Revenues by Source	89
Revenue Capacity	
J-6 Assessed Value and Estimated Actual Value of Taxable Property	90
J-7 Direct and Overlapping Property Tax Rates	91
J-8 Principal Property Taxpayers	92
J-9 Property Tax Levies and Collections	93
Debt Capacity	
J-10 Ratios of Outstanding Debt by Type	94
J-11 Ratios of General Bonded Debt Outstanding	95
J-12 Direct and Overlapping Governmental Activities Debt	96
J-13 Legal Debt Margin Information	97
Demographic and Economic Information	
J-14 Demographic and Economic Statistics	98
J-15 Principal Employers	99
Operating Information	
J-16 Full-Time Equivalent District Employees by Function/Program	100
J-17 Operating Statistics	101
J-18 School Building Information	102
J-19 Schedule of Required Maintenance Expenditures by School Facility	103
J-20 Insurance Schedule	104

SINGLE AUDIT SECTION

K-1 Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	106-107
K-2 Report on Compliance For Each Major Program and Report on Internal Control Over Compliance Required by <i>New Jersey OMB's circular 15-08</i>	108-110
K-3 Schedule of Expenditures of Federal Awards, Schedule A	111
K-4 Schedule of Expenditures of State Financial Assistance, Schedule B	112
K-5 Notes to the Schedules of Awards and Financial Assistance	113-114
K-6 Schedule of Findings and Questioned Costs	115-118
K-7 Summary Schedule of Prior Audit Findings	119

Introductory Section

TOWN OF BELVIDERE SCHOOL DISTRICT

809 Oxford Street, Belvidere, New Jersey 07823

Christopher Carrubba
Superintendent of Schools

Rachelle Tjalma
Business Administrator

Honorable President and
Members of the Board of Education
Town of Belvidere School District
Warren County, New Jersey

Dear Board Members:

The Annual Comprehensive Financial Report of the Belvidere 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 management of the Belvidere Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Annual Comprehensive Financial Report is presented in four sections: introductory, financial, statistical and single audit. The Introductory Section includes this transmittal letter, the District's organizational chart and a list of principal officials. The Financial Section includes the general purpose financial statements and schedules, as well as the auditor's report thereon. The Statistical Section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and the U.S. Office of Management and Budget Uniform Guidance, "Audits of State and Local Governments" and the New Jersey Treasury Circular Letter 15-08 OMB. "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:

The Belvidere School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by GASB Statement No. 14. All funds and account groups of the District are included in this report. The Belvidere Board of Education and its two schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels PK through 12. These include regular and vocational, as well as special education for classified students. The District completed the 2024-25 fiscal year with an enrollment of 571 students, which is 11

students less than the previous year's enrollment. The following details the changes in student enrollment of the District over the last five years:

<u>Fiscal Year</u>	<u>Average Daily Enrollment</u>	<u>Percent Change</u>
2020-21	628	-4.26%
2021-22	596	-5.01%
2022-23	604	1.30%
2023-24	582	-3.60%
2024-25	571	-1.89%

2. ECONOMIC CONDITION AND OUTLOOK:

The economic condition of the Belvidere area remained stable during the 2024-25 school year with little evidence of any single factor having a major impact on the District's programs. Residential development in the area has been minimal and declining enrollment may be a facility consideration in the future, as the district is working on the sale of the Third Street school.

3. MAJOR INITIATIVES:

Budgetary constraints prevented any major new initiatives in 2024-25. The District was able to maintain all existing programs and needed staffing and to address all ongoing facility maintenance concerns through careful monitoring of the budget. The continuing escalation of salaries and fringe benefits, primarily health insurance, consume approximately 85% of all available funds. The District maintained its state funded preschool program at three classes in 2024-25.

4. INTERNAL ACCOUNTING CONTROLS:

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

As a recipient of federal and state financial assistance, the District is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulation 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 above, 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. Annual appropriated budgets are adopted for the General Fund, and Special Revenue Fund. The final budget amount, as amended for the fiscal year, is reflected in the Financial Section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line-item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance totaling \$116,488 at June 30, 2025.

6. ACCOUNTING SYSTEM AND REPORTS:

The District's accounting records reflect Generally Accepted Accounting Principals, as promulgated by the GASB. The accounting system of the District is organized on the basis of funds and account groups, as explained in Note 1 to the Financial Statements.

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. The following schedules present a summary of the General and Special Revenue Fund revenues and expenditures for the fiscal year ended June 30, 2025 and the amount and percentage changes in relation to the previous year (see Exhibit B-2):

Revenues:		Percent of	Increase	(Decrease)
<u>Source</u>	<u>Amount</u>	<u>Total</u>	<u>Amount</u>	<u>Percent</u>
Local	8,973,161	54.89%	\$ 417,752	4.88%
State	6,888,904	42.14	377,811	5.80
Federal	<u>486,719</u>	<u>2.98</u>	<u>(785,554)</u>	<u>(61.74)</u>
Total	\$16,348,784	100.0%	\$ 10,009	0.06%

Expenditures:		Percent of	Increase	(Decrease)
<u>Classification</u>	<u>Amount</u>	<u>Total</u>	<u>Amount</u>	<u>Percent</u>
Current Expense				
Instruction	5,066,559	31.01%	\$ (148,270)	(2.84)%
Undistributed	<u>9,664,396</u>	<u>59.15</u>	<u>436,002</u>	<u>4.72</u>
Total	14,730,955	90.15	287,732	11.99
Capital Outlay	112,367	0.69	83,545	289.87
Special Revenue	<u>1,496,593</u>	<u>9.16</u>	<u>(553,900)</u>	<u>(27.01)</u>
Total	\$16,339,915	100.0%	\$ (182,623)	(1.11)%

8. DEBT ADMINISTRATION:

At June 30, 2025, the District had no outstanding bonded debt.

9. CASH MANAGEMENT:

The investment policy of the District is guided in large part by state statute as detailed in “Notes to the Financial Statements”, Note 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, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey.

10. RISK MANAGEMENT:

The Belvidere Board of Education carries various forms of insurance, including comprehensive property, general liability, automotive, excess liability, workers compensation and fidelity bonds as detailed in Exhibit J-13 of the Statistical Section.

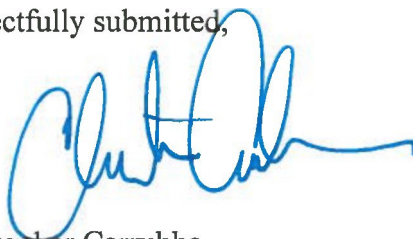
11. OTHER INFORMATION:

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Ardito & Co., LLP was selected by the Belvidere Board of Education to perform the audit. In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirements of the Single Audit Act and the related Uniform Guidance and State Treasury Circular Letter 15-08. The auditor’s report on the general purpose financial statements and the combining and individual fund statements and schedules is included in the Financial section of this report. The auditor’s reports related specifically to the Single Audit are included in the Single Audit Section of this report.

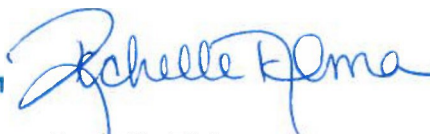
12. ACKNOWLEDGEMENT:

We would like to express our appreciation to the members of the Belvidere Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the Town of Belvidere and the cluster townships and for their full support to the development and maintenance of our financial operation.

Respectfully submitted,

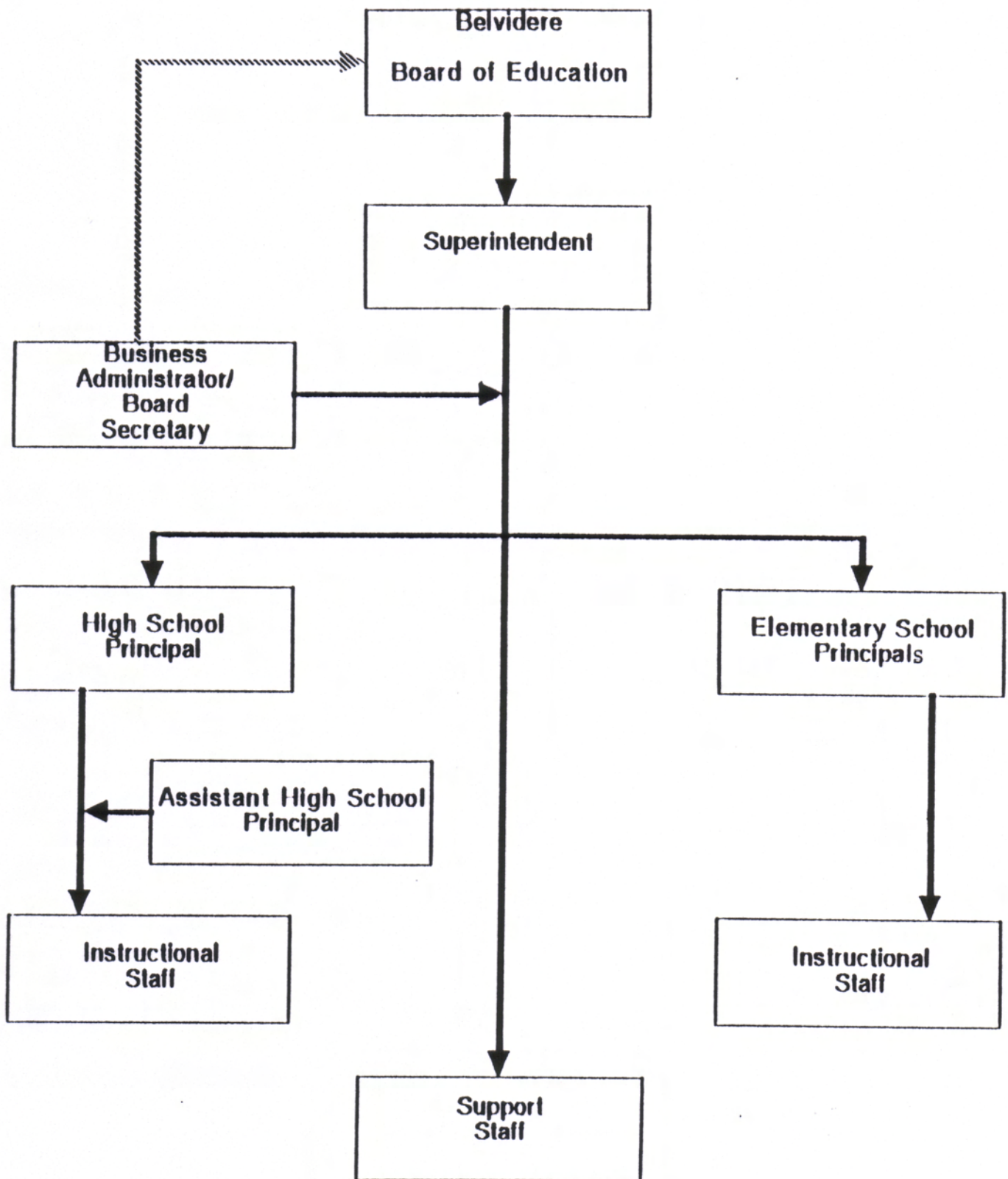


Christopher Carrubba
Superintendent of Schools



Rachelle Tjalma
Business Administrator / Board Secretary

ORGANIZATIONAL CHART OF THE BELVIDERE SCHOOL DISTRICT



BELVIDERE SCHOOL DISTRICT
Belvidere, New Jersey

ROSTER OF OFFICIALS

June 30, 2025

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Melissa Duckworth, <i>President</i>	2026
Maryann Stephen, <i>Vice-President</i>	2026
Robert Czopoth	2027
Robert Blum	2025
Colleen White	2025
Tyler Wenner	2027
Carolyn Cerbone	2027
Virginia Walton	2026
Morris Scott	2025
Robyn Gardella - White Township Representative	
Joseph Ciccarelli - Hope Township Representative	
Jaclyn Rowbotham - Harmony Township Representative	

Other Officials

Christopher Carrubba, *Superintendent*

Rachelle Tjalma, CPA, *Business Administrator/Board Secretary*

**BELVIDERE SCHOOL DISTRICT
BOARD OF EDUCATION**

Consultants and Advisors

AUDIT FIRM

Ardito & Company LLC
1110 Harrison Street
Frenchtown, New Jersey 08825-1192

BOARD ATTORNEY

Adams, Lattiboudere, Croot & Herman
555 Route 1 South
Suite 240
Iselin, New Jersey 08830

OFFICIAL DEPOSITORY

PNC Bank
101 Mansfield Street
Belvidere, New Jersey 07823

Financial Section

Independent Auditor's Report



ARDITO & COMPANY LLC

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Frenchtown, New Jersey 08825-1192
908-996-4711 Fax: 908-996-4688
e-mail: anthony@arditoandcompany.com

Anthony Ardito, CPA, RMA, CMFO, PSA

Independent Auditor's Report

Honorable President and
Members of the Board of Education
Belvidere School District
County of Warren
Belvidere, New Jersey 07823

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the government activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Belvidere School District Board of Education, 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 accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Belvidere School District Board of Education, 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 (GAAS), the standards applicable to financial audits contained in ***Government Auditing Standards***, issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Belvidere School District Board of Education, 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 these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, Government Auditing Standards and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, 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 and pension and post-employment benefit trend information as noted in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Belvidere School District Board of Education's basic financial statements. The combining and individual non-major fund

-Continued-

financial statements, and the schedule of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and New Jersey OMB's Circulars 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major 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 January 7, 2026, 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with ***Government Auditing Standards*** the District's internal control over financial reporting and compliance.

Ardito & Company LLC

ARDITO & COMPANY LLC

Frenchtown, New Jersey

January 7, 2026

Anthony Ardito

Anthony Ardito

Certified Public Accountant

Licensed Public School Accountant No. 2369

ARDITO & COMPANY LLC

Frenchtown, New Jersey

January 7, 2026

Required Supplementary Information - Part I

Management's Discussion and Analysis

TOWN OF BELVIDERE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED

The discussion and analysis of Belvidere School District's financial performance provides an overall review of the School 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 notes to the basic financial statements and financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for 2025 are as follows:

- ◆ In total, Net Position increased \$5,717 which represents a 0.3% increase from 2024.
- ◆ General revenues accounted for \$4,620,907 in revenue or 29.2% of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$11,185,839 or 70.8% of total revenues of \$15,806,746.
- ◆ Total assets of governmental activities increased by \$67,971, as cash and cash equivalents increased by \$688,371, receivables decreased by \$479,138, and capital assets decreased by \$140,897.
- ◆ The School District had \$15,801,029 in expenses; only \$11,185,839 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of \$4,620,907 were available to provide for these programs.
- ◆ Among major funds, the General Fund had \$14,773,731 in revenues and \$14,843,322 in expenditures. The General Fund's surplus balance decreased \$114,783 over 2024, which compares favorably to the budgeted decrease of \$524,940.

Using this Generally Accepted Accounting Principals Report (GAAP)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Belvidere School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities. The Statement of Net Position and Statement of Activities provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail.

For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other non-major funds presented in total in one column. In the case of Belvidere School District, the General Fund is by far the most significant fund.

TOWN OF BELVIDERE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, “How did we do financially during 2025?” The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year’s revenues and expenses regardless of when cash is received or paid.

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

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

- Governmental 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 Activity--This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service enterprise fund is reported as a business activity.

Reporting the School District’s Most Significant Funds

Fund Financial Statements

The analysis of the School District’s major funds begins on page 9. Fund financial reports provide detailed information about the School District’s major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District’s most significant funds. The School District’s major governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

TOWN OF BELVIDERE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED

Governmental Funds

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

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's Net Position for 2025 compared to 2024.

	<u>2025</u>	<u>2024</u>
Assets		
Current and Other Assets	\$ 2,903,189	\$ 2,694,321
Capital Assets	<u>1,983,864</u>	<u>2,124,761</u>
Total Assets	<u>4,887,053</u>	<u>4,819,082</u>
 Deferred Outflows of Resources	 <u>352,213</u>	 <u>365,360</u>
 Liabilities		
Long-Term Liabilities	19,375	50,417
Other Liabilities	<u>2,958,975</u>	<u>2,767,440</u>
Total Liabilities	<u>2,978,350</u>	<u>2,817,857</u>
 Deferred Inflows of Resources	 <u>264,063</u>	 <u>375,449</u>
 Net Position		
Invested in Capital Assets, Net of Debt	1,983,864	2,124,761
Restricted	1,566,533	1,561,992
Unrestricted	<u>(1,553,544)</u>	<u>(1,695,617)</u>
Total Net Position	<u>\$ 1,996,853</u>	<u>\$ 1,991,136</u>

TOWN OF BELVIDERE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED

Total assets of governmental activities increased by \$67,971, as cash and cash equivalents increased by \$688,371, receivables decreased by \$479,138, and capital assets decreased by \$140,897.

Cash and cash equivalents increased due collection of federal grants awards that were spent in the prior year. Accounts receivable decreased due to collection of prior year federal grant. Capital assets decreased due to non-cash depreciation expense charges, net of spending on capital additions.

Table 2 shows the changes in Net Position from fiscal year 2024.

Table 2
Changes in Net Position

	<u>2025</u>	<u>2024</u>
Revenues		
Program Revenues:		
Charges for Services	\$ 5,492,934	\$ 5,413,916
Operating Grants and Contributions	5,692,905	6,364,360
General Revenues:		
Property Taxes	4,266,893	4,097,539
Investment Income	30,220	170
Other	<u>323,794</u>	<u>205,870</u>
Total Revenues	<u>15,806,746</u>	<u>16,081,855</u>
 Program Expenses		
Instruction	8,203,959	8,802,778
Support Services:		
Tuition	296,730	74,197
Pupils and Instructional Staff	2,604,202	2,289,897
General Administration, School Administration, Business	1,672,765	1,745,926
Operations and Maintenance of Facilities	1,335,041	1,282,776
Pupil Transportation	315,095	320,582
Business-Type Activities	1,371,789	1,268,034
Interest and Fiscal Charges	<u>1,448</u>	<u>1,448</u>
Total Expenses	<u>15,801,029</u>	<u>15,785,638</u>
 Increase in Net Position	 <u>\$ 5,717</u>	 <u>\$ 296,217</u>

TOWN OF BELVIDERE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED

Governmental Activities

The unique nature of property taxes in New Jersey creates the need to routinely seek voter approval for the School District operations. Property taxes made up 27.0% percent of revenues for governmental activities for the Belvidere School District for the fiscal year 2025.

Instruction comprises 51.9% of district expenses. Support services expenses make up 39.4% of the expenses.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services compared to 2024. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

Table 3

	<u>Total Cost of</u> <u>Services 2025</u>	<u>Net Cost of</u> <u>Services 2025</u>	<u>Total Cost of</u> <u>Services 2024</u>	<u>Net Cost of</u> <u>Services 2024</u>
Instruction	\$ 8,203,959	\$ 2,009,109	\$8,802,778	\$1,954,370
Support Services:				
Tuition	296,730	296,730	74,197	74,197
Pupils and Instructional Staff	2,604,202	597,737	2,289,897	364,064
General Administration, School				
Administration, Business	1,672,765	436,163	1,745,926	505,609
Operation and Maintenance of Facilities	1,335,041	868,072	1,282,776	814,404
Pupil Transportation	315,095	315,095	320,582	320,582
Other Fiscal Charges	1,448	1,448	1,448	1,448
Business-Type Activities	<u>1,371,789</u>	<u>90,836</u>	<u>1,268,034</u>	<u>(27,312)</u>
Total Expenses	<u><u>\$ 15,801,029</u></u>	<u><u>\$ 4,615,190</u></u>	<u><u>\$ 15,785,638</u></u>	<u><u>\$ 4,007,362</u></u>

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 business 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 working condition.

TOWN OF BELVIDERE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED

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

Business-type activities includes expenses related to activities provided by the School District which are designed to provide for students to participate in food service.

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

The dependence upon tax revenues is apparent. Over 24.5% of instruction activities are supported through taxes and other general revenues; for all activities general revenue support is 40.4%. The community, as a whole, is the primary support for the Belvidere School District.

The School District's Funds

Information about the School District's major funds starts on page 24. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues and other sources of \$16,348,784 and expenditures of \$16,339,915. The General Fund's surplus balance decreased \$114,783 over 2024, which compares favorably to the budgeted decrease of \$524,940.

General Fund Budgeting Highlights

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

During the course of the fiscal 2025 year, the School District amended its General Fund budget as needed. The School District uses program based budgeting and the budgeting systems are designed to tightly control total program budgets but provide flexibility for program management.

For the General Fund, budget basis revenue and other financing sources, excluding on-behalf payments, was \$11,399,133, \$75,249 over original budgeted estimates of \$11,323,884. This difference was due primarily to additional tuition revenue.

General fund revenues fell short of expenditures by \$94,514. Again this deficit compares to a budgeted deficit of \$524,940, which was due to the budgeted use of surplus, and budgeted maintenance reserve withdrawals in the 2024-2025 budget. The budgeted deficit was reduced due to cost savings in the areas of instruction, benefits, and facilities.

TOWN OF BELVIDERE SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED

Overall general fund balance (budget basis) was \$1,677,462, and amounts ear-marked and reserved for future purposes were \$1,411,793, creating a surplus in unreserved fund balance of \$265,669. Management believes the district can maintain unreserved fund balances at or near the statutory maximum 2% level of \$265,669.

Capital Assets

At the end of the fiscal year 2025, the School District had \$1,983,864 invested in land, buildings, furniture and equipment, and vehicles. Table 4 shows fiscal 2025 balances compared to 2024.

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

	<u>2025</u>	<u>2024</u>
Land	\$ 853,550	\$ 853,550
Land Improvements		
Buildings and Improvements	1,055,506	1,176,010
Machinery and Equipment	<u>74,808</u>	<u>95,201</u>
Totals	<u>\$ 1,983,864</u>	<u>\$ 2,124,761</u>

Overall capital assets decreased \$140,897 from fiscal year 2024 to fiscal year 2025. The decrease was due depreciation expense, net of capital additions.

Major capital improvements of \$92,510 were purchased during fiscal year 2025 and included HVAC improvements.

Debt Administration

At June 30, 2025, the School District had \$19,375 as outstanding long term debt. Of this amount, \$19,375 is for compensated absences.

At June 30, 2025, the School District's overall legal debt margin was \$9,926,449 and the unvoted debt margin was the same.

TOWN OF BELVIDERE SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED

For the Future

The Belvidere School District is in sound financial condition presently. A concern is the potential for increased reliance on local property taxes with declining aid from the State of New Jersey.

It has been increasingly difficult to balance educational needs with increases in property tax rates and flat state aid. The Belvidere School District is primarily a residential community and the Warren County Seat, with very few ratables, thus the burden is focused on homeowners to bear the tax burden.

In conclusion, the Belvidere School District has committed itself to financial survival for many years. The School District's system for financial planning, budgeting, and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenge of the future.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information contact Rachelle Tjalma, School Business Administrator/Board Secretary at Belvidere School District, 809 Oxford Street, Belvidere, NJ 07823, or E-mail at rtjalma@belvideresd.org.

Basic Financial Statements

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.

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit A-1

STATEMENT OF NET POSITION

June 30, 2025

	GOVERNMENTAL <u>ACTIVITIES</u>	BUSINESS-TYPE <u>ACTIVITIES</u>	TOTAL
ASSETS			
Cash and Cash Equivalents	\$ 2,170,470	\$ 11,753	\$ 2,182,223
Receivables from Other Governments	560,789	29,287	590,076
Interfunds Receivable	26,243	96,983	123,226
Inventory		7,664	7,664
Capital Assets, Net (Note 5):	1,983,864		1,983,864
Total Assets	4,741,366	145,687	4,887,053
DEFERRED OUTFLOWS OF RESOURCES			
Pension Deferred Outflows (Note 8)	352,213		352,213
LIABILITIES			
Accounts Payable	312,904	10,527	323,431
Payroll Deductions and Withholdings	322,323		322,323
Interfund Payable	96,983	26,243	123,226
Unearned Revenue	410,973	3,346	414,319
Net Pension Liability (Note 8)	1,775,676		1,775,676
Noncurrent Liabilities (Note 6):			
Due Within One Year	-		-
Due Beyond One Year	19,375		19,375
Total Liabilities	2,938,234	40,116	2,978,350
DEFERRED INFLOWS OF RESOURCES			
Pension Deferred Inflows (Note 8)	264,063		264,063
NET POSITION			
Invested in Capital Assets, Net of Related Debt	1,983,864		1,983,864
Restricted for:			
Other Purposes	1,566,533		1,566,533
Unrestricted	(1,659,115)	105,571	(1,553,544)
Total Net Position	\$ 1,891,282	\$ 105,571	\$ 1,996,853

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

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit A-2

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

Functions/Programs	PROGRAM REVENUES				NET(EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:							
Instruction:							
Regular	\$ 6,216,793	\$ 2,197,888	\$ 2,708,474		\$ (1,310,431)		\$ (1,310,431)
Special Education	1,440,081	648,486	640,002		(151,593)		(151,593)
Other Special Instruction	547,085				(547,085)		(547,085)
Support Services:							
Tuition	296,730				(296,730)		(296,730)
Student & Instruction Related Serv.	2,604,202	648,486	1,357,979		(597,737)		(597,737)
School Administrative Services	810,844	374,294	369,397		(67,153)		(67,153)
Business Administrative Services	861,921	248,078	244,833		(369,010)		(369,010)
Plant Operations and Maintenance	1,335,041	235,022	231,947		(868,072)		(868,072)
Pupil Transportation	315,095				(315,095)		(315,095)
Other Fiscal Charges	1,448				(1,448)		(1,448)
Total Governmental Activities	14,429,240	4,352,254	5,552,632		(4,524,354)		(4,524,354)
Business-Type Activities:							
Food Service	352,280	121,171	140,273			\$ (90,836)	(90,836)
Shared Services	1,019,509	1,019,509				-	-
Total Business-Type Activities	1,371,789	1,140,680	140,273	-	-	(90,836)	(90,836)
Total Primary Government	\$ 15,801,029	\$ 5,492,934	\$ 5,692,905		\$ (4,524,354)	\$ (90,836)	\$ (4,615,190)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes,Net					\$ 4,266,893		\$ 4,266,893
Investment Earnings					30,220		30,220
Miscellaneous Income					323,794		323,794
Transfers					-		-
Total General Revenues, Special Items, Extraor. Items and Transfers					4,620,907		4,620,907
Change in Net Position					96,553	\$ (90,836)	5,717
Net Position—Beginning					1,794,729	196,407	1,991,136
Net Position—Ending					\$ 1,891,282	\$ 105,571	\$ 1,996,853

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

FUND FINANCIAL STATEMENTS

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

BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2025

	GENERAL FUND	SPECIAL REVENUE FUND	TOTAL GOVERNMENTAL FUNDS
ASSETS			
Cash and Cash Equivalents	\$ 1,899,242	\$ 271,228	\$ 2,170,470
Interfund Receivables	104,337		104,337
Other Receivables	460,266		460,266
Receivables from Other Governments	18,023	82,500	100,523
TOTAL ASSETS	\$ 2,481,868	\$ 353,728	\$ 2,835,596
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ 300,628	\$ 12,276	\$ 312,904
Payroll Deductions and Withholdings Payable	322,323		322,323
Unearned Revenue	355,574	55,399	410,973
Interfund Payable	96,983	78,094	175,077
Total Liabilities	1,075,508	145,769	1,221,277
Fund Balances:			
<u>Restricted for:</u>			
Capital Reserve	355,407		355,407
Maintenance Reserve	739,898		739,898
Student Activities		271,228	271,228
<u>Assigned to:</u>			
Year-End Encumbrances	116,488		116,488
General Fund-Designated for Subsequent Year's Expend.	200,000		200,000
<u>Unassigned:</u>			
General Fund	(5,433)		(5,433)
Special Revenue Fund		(63,269)	(63,269)
Total Fund Balances	1,406,360	207,959	1,614,319
TOTAL LIABILITIES AND FUND BALANCE	\$ 2,481,868	\$ 353,728	\$ 2,835,596

Amounts reported for *governmental activities* in the statement of net position (A-1) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$11,701,470 and the accumulated depreciation is \$9,717,606. (See Note 5)

\$ 1,983,864

Deferred Outflows related to pension contributions subsequent to the Net Pension Liability measurement date and other deferred items are not current financial resources and therefore are not reported in the fund statements. (See Note 8)

352,213

Deferred Inflows related to pension actuarial gains from experience and differences in actual return and assumed returns and other deferred items are not reported as liabilities in the fund statements. (See Note 8)

(264,063)

Long-term liabilities, including Net Pension Liability, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 8)

(1,775,676)

Long-term liabilities, including Compensated Absences, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 6)

(19,375)

Net Position of governmental activities

\$ 1,891,282

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

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit B-2

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Revenue</u> <u>Fund</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
REVENUES			
Local sources:			
Local Tax Levy	\$ 4,266,893		\$ 4,266,893
Tuition	4,352,254		4,352,254
Miscellaneous	36,279	\$ 317,735	354,014
Total - Local Sources	8,655,426	317,735	8,973,161
State Sources	6,114,876	774,028	6,888,904
Federal Sources	3,429	483,290	486,719
Total Revenues	14,773,731	1,575,053	16,348,784
EXPENDITURES			
Current:			
Regular Instruction	3,633,416	606,273	4,239,689
Special Education Instruction	886,058		886,058
Other Special Instruction	547,085		547,085
Support services and undistributed costs:			
Tuition	296,730		296,730
Student and Instruction Related Services	1,136,081	717,978	1,854,059
School Administrative Services	498,168		498,168
Other Administrative Services	647,126		647,126
Plant Operations and Maintenance	1,111,000		1,111,000
Pupil Transportation	315,095		315,095
Unallocated Benefits	5,625,568		5,625,568
Transfer to Charter School	34,628		34,628
Capital Outlay	112,367	172,342	284,709
Total Expenditures	14,843,322	1,496,593	16,339,915
Excess (Deficiency) of Revenues Over Expenditures	(69,591)	78,460	8,869
Other Financing Sources/(Uses):			
Transfer to Special Revenue Fund - Preschool	(45,192)	45,192	-
Net Change in Fund Balances	(114,783)	123,652	8,869
Fund Balance—July 1	1,521,143	84,307	1,605,450
Fund Balance—June 30	\$ 1,406,360	\$ 207,959	\$ 1,614,319

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

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit B-3

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025**

Total Net Change in Fund Balances - Governmental Funds (from B-2) \$ 8,869

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	\$ (233,407)	
Capital Outlays	<u>92,510</u>	(140,897)

Pension contributions are reported in governmental funds as expenditures. However,
in the statement of activities, the contributions are adjusted for actuarial valuation adjustments, including
service and interest costs, administrative costs, investment returns, and experience/assumption.
This is the amount by which net pension liability and deferred inflows/outflows related to pension
changed during the period.

197,539

Repayment of long-term liabilities, such as compensated absences, is an expenditure in the
governmental funds, but the repayment reduces long-term liabilities in the statement of net position
and is not reported in the statement of activities.

31,042

Change in Net Position of Governmental Activities \$ 96,553

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

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit B-4

STATEMENT OF PROPRIETARY NET POSITION
PROPRIETARY FUNDS

June 30, 2025

	Business-Type Activities- Enterprise Funds		
	<u>Food Service</u>	<u>Shared Services</u>	<u>Totals</u>
ASSETS			
Current assets:			
Cash and Cash Equivalents	\$ 11,753		\$ 11,753
Accounts Receivable-Federal and State Subsidies	3,044		3,044
Shared Service Receivables		\$ 26,243	26,243
Interfund Receivables	96,983		96,983
Inventories	7,664		7,664
Total Current Assets	119,444	26,243	145,687
Noncurrent Assets:			
Furniture, Machinery and Equipment	226,780		226,780
Less Accumulated Depreciation	(226,780)		(226,780)
Total Noncurrent Assets			
Total Assets	119,444		145,687
LIABILITIES			
Current liabilities:			
Accounts Payable	10,527		10,527
Interfund Accounts Payable		26,243	26,243
Deferred Revenue	3,346		3,346
Total Current Liabilities	13,873	26,243	40,116
Total Liabilities	13,873	26,243	40,116
NET POSITION			
Invested in Capital Assets Net of Related Debt	-		-
Unrestricted	105,571		105,571
Total Net Position	\$ 105,571		\$ 105,571

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

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit B-5

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025

	Business-type Activities - Enterprise Fund		
	Food Service	Shared Services	Total Enterprise
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ 71,356	-	\$ 71,356
Daily Sales - Non-Reimb. Programs	49,815	-	49,815
Miscellaneous	-	\$ 1,019,509	1,019,509
Total Operating Revenues	121,171	1,019,509	1,140,680
Operating Expenses:			
Cost of Sales - Reimbursable Programs	85,947		85,947
Cost of Sales - Non-reimbursable Programs	23,979		23,979
Salaries	78,081	982,786	1,060,867
Employee Benefits	25,177		25,177
Supplies & Repairs	34,263		34,263
Utilities	50,000		50,000
Other Purchased Professional Services	18,000	36,723	54,723
Miscellaneous	36,833		36,833
Depreciation	-		-
Total Operating Expenses	352,280	\$ 1,019,509	1,371,789
Operating Income (Loss)	(231,109)		(231,109)
Nonoperating Revenues (Expenses):			
State Sources:			
State School Lunch Program	4,507		4,507
Federal Sources:			
National School Lunch Program	109,192		109,192
National School Breakfast Program	11,516		11,516
P-EBT Administrative Cost Reimbursement	643		643
Food Distribution Program	14,415		14,415
Total Nonoperating Revenues (Expenses)	140,273		140,273
Income (Loss) Before Contributions and Transfers	(90,836)		(90,836)
Transfers In (Out)			
Change in Net Position	(90,836)		(90,836)
Total Net Position—Beginning	196,407		196,407
Total Net Position—Ending	\$ 105,571	-	\$ 105,571

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

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit B-6

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the Year Ended June 30, 2025

	Business-Type Activities- Enterprise Funds		
	<u>Food Service</u>	<u>Shared Services</u>	<u>Total Enterprise</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers	\$ 121,171	\$ 1,028,116	\$ 1,149,287
Payments to Employees	(78,081)	(982,786)	(1,060,867)
Payments for Employee Benefits	(25,177)		(25,177)
Payments to Suppliers	(231,487)	(36,723)	(268,210)
Net Cash Provided by (used for) Operating Activities	(213,574)	8,607	(204,967)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Federal Sources	120,882		120,882
State Sources	4,494		4,494
Operating transfer from other funds	84,390	(8,607)	75,783
Net Cash Provided by (used for) Non-Capital Financing Activities	209,766	(8,607)	201,159
Net Increase (Decrease) in Cash and Cash Equivalents	(3,808)		(3,808)
Balances—Beginning of Year	15,561		15,561
Balances—End of Year	\$ 11,753	-	\$ 11,753
Reconciliation of Operating Income (Loss) to Net Cash Provided (used) by Operating Activities:			
Operating Income (Loss)	(231,109)		(231,109)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities:			
Depreciation and Net Amortization	-		-
Federal Commodities	14,415		14,415
(Increase) Decrease in Accounts Receivable, Net		8,607	8,607
(Increase) Decrease in Inventories	364		364
Increase (Decrease) in Accounts Payable	2,756		2,756
Total Adjustments	17,535	8,607	26,142
Net Cash Provided by (used for) Operating Activities	\$ (213,574)	8,607	\$ (204,967)

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

Notes to Financial Statements

TOWN OF BELVIDERE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education (Board) of the Town of Belvidere School District (District) have been prepared in conformity with generally accepted accounting principles (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 Board's accounting policies are described below.

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments (Statement No.34). This Statement provided the most significant change in financial reporting in over twenty years with a phased-in implementation period (based on amount of revenues) starting with fiscal years ending 2002 (for larger governments). The District was not required to implement the new model until the 2003-2004 school year.

In addition, the School District has implemented GASB Statement No.37, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments: Omnibus, Statement No.38, Certain Financial Statement Note Disclosures, Statement No.40, Deposit and Investment Risk Disclosures, an amendment of GASB Statement No.3, and Statement 44, Economic Condition Reporting: The Statistical Section (GASB 44), an amendment of NCGA Statement 1, Governmental Accounting and Financial Reporting Principles is found in the Introduction, a revised statistical section in the Outline of the ACFR, GASB Statement No. 45, Other Post-retirement Employee Benefits, GASB No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, and GASB No. 63 and 65, Deferred Outflows and Inflows and Net Position, and Items Previously Reported as Assets and Liabilities, GASB No. 68, Accounting for Pensions, an amendment of GASB No. 27, GASB No. 75, Accounting for OPEB, GASB 84, Fiduciary Activities, GASB 87, Leases, GASB 96, Subscriptions, GASB 98, Annual Comprehensive Financial Report, GASB 100, Accounting Changes and Error Corrections, and GASB 101, Compensated Absences. The implementation of these statements did not effect net position balances as previously reported for the fiscal year ended June 30, 2024.

A. Reporting Entity:

The Belvidere School District is a Type II district located in the County of Warren, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The board is comprised of nine members elected to three-year terms and three sending district members appointed annually. The purpose of the district is to educate students in grades K-12. The Belvidere School District had an approximate enrollment at June 30, 2025, of 577 students.

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB *Codification of Governmental Accounting and Financial Reporting Standards*, is whether:

- the organization is legally separate (can sue or be sued in their own name)
- the District holds the corporate powers of the organization
- the District appoints a voting majority of the organization's board
- the District is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the District
- there is a fiscal dependency by the organization on the District

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

TOWN OF BELVIDERE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting:

The School 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.

Basis of Presentation

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, 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 activity of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees and charged to external parties. The statement of net position presents the financial condition of the governmental and business-type activity of the School 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 requirements 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 School District.

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

GOVERNMENTAL FUNDS

The District reports the following governmental funds:

General Fund - The General Fund is the general operating fund of the District and is used to account for all expendable financial resources, except those required to be accounted for in another fund, including payroll agency and unemployment compensation accounts. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the Capital Outlay subfund.

TOWN OF BELVIDERE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued):

GOVERNMENTAL FUNDS (Continued)

As required by the New Jersey State Department of Education, the District includes budgeted Capital Outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by board resolution.

Special Revenue Fund - The Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Government, (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted to expenditures for specified purposes. The special revenue fund also accounts for student activities.

Capital Projects Fund - The Capital Projects Fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

PROPRIETARY FUNDS

The District reports the following proprietary fund:

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

Basis of Accounting

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

District-wide, Proprietary, and Fiduciary 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; the enterprise fund and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey 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.

TOWN OF BELVIDERE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued):

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 is 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 transaction 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 general long-term debt, 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 of general long-term debt and acquisitions under capital leases are reported as other financing sources.

All governmental and business-type activities and enterprise funds of the District follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

C. 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 School District eliminated the April annual voter referendum on budgets which met the statutory tax levy cap limitations and the board of education members are elected at the November general election. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2-2(f)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23-2-11. In addition, transfers are also covered by changes in N.J.A.C.6A:23A-2.3, that can require approval through the state department. All budget amendments/transfers must be approved by School Board resolution and are subject to transfer limitations and approvals per P.L. 2004, c.73(S-1701).

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 with the exception of the legally mandated revenue recognition of the last state aid payment for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

TOWN OF BELVIDERE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

D. Encumbrance Accounting:

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

Open encumbrances in the special revenue fund, for which the District has received advances, are reflected in the balance sheet as deferred 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.

E. Assets, Liabilities and Equity:

Cash and Cash Equivalents:

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

Interfund Transactions:

Transfers between governmental and business-type activities on the District-wide statements are reported in the same manner as general revenues.

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

Deferred Outflows and Deferred Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future periods and so will not be recognized as an inflow of resources (revenue) until that time.

TOWN OF BELVIDERE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued):

Inventories:

Inventory purchases, other than those recorded in the enterprise fund, are recorded as expenditures during the year of purchase. Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method.

Allowance for Uncollectible Accounts:

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

Capital Assets:

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market 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. The School District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

All reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method under the half-year convention over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office and Computer Equipment	5-10
Instructional Equipment	10
Grounds Equipment	15

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

Compensated Absences:

The District accounts for compensated absences as directed by Governmental Accounting Standards Board Statement No. 101 (GASB 101), "Compensated Absences". Examples of compensated absences are paid time off, sick leave, holidays, parental leave, military leave, jury duty, bereavement, sabbatical, and floating holidays.

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

TOWN OF BELVIDERE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued):

The liability for compensated absences was accrued and determined based on 1.) leave that has not been used, and 2.) leave that has been used but not yet paid in cash or settled through noncash means. For leave that has not been used, a liability is recognized if, 1.) the leave is attributable to services already rendered, 2.) the leave accumulates (no-use-it-or-lose-it), and, the leave is more likely to than not to be used for time off or otherwise paid in cash or settled through noncash means. For leave that has been used, a liability should be recognized when leave has been used for time off but has not been paid in cash or settled through noncash means.

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.

Deferred Revenue:

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Property taxes that were received as of June 30, 2025, but which were levied to finance subsequent fiscal years operations, have been recorded as deferred revenue. Grants and entitlement received before the eligible requirements are met are also recorded as deferred revenue.

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. Bonds are recognized as a liability on the fund financial statements when due.

Net Position:

Net Position represent the difference between assets and liabilities. Net Position invested in capital assets, net of related debt 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 are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The School District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

Fund Balance Reserves:

The School District reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available expendable resources and, therefore, are not available for appropriation or expenditure. Unreserved fund balance indicates that portion which is available for appropriation in future periods. A fund balance reserve has been established for encumbrances.

TOWN OF BELVIDERE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued):

Revenues—Exchange and Nonexchange Transactions

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

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, income 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 income taxes is recognized in the period in which the income is earned. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Operating Revenues and Expenses:

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise fund. For the School District, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the enterprise fund.

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 that 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. Interest on long-term debt 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 in occurrence. Special items are transactions or events that are within the control of management and are either unusual in nature or infrequent in occurrence. Neither of these types of transactions occurred during the fiscal year.

TOWN OF BELVIDERE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued):

Management Estimates:

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

NOTE 2: CASH AND CASH EQUIVALENTS

Deposits:

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

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

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

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

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

Pursuant to GASB Statement No. 40, "Deposit and Investment Risk Disclosures" ("GASB 40"), the district's accounts are profiled in order to determine exposure, if any, to Custodial Credit Risk (risk that in the event of failure of the counterparty the municipality would not be able to recover the value of its deposits or investment). Deposits are considered to be exposed to Custodial Credit Risk if they are: uncollateralized or collateralized with securities held by the financial institution's trust department or agent but not in the government's name. At June 30, 2025, all of the district's deposits were collateralized by securities held in its name and, accordingly, not exposed to custodial credit risk. The district does not have a policy for custodial credit risk.

As of June 30, 2025, cash and cash equivalents of the District consisted of the following:

<u>Cash and Cash Equivalents (A-1)</u>	
Checking	<u>\$ 2,182,223</u>
	<u><u>\$ 2,182,223</u></u>

The carrying amount of the Board's cash and cash equivalents at June 30, 2025, was \$2,182,223 and the bank balance was \$2,354,776. All bank balances were covered by federal depository insurance and/or covered by a collateral pool maintained by the banks as required by New Jersey statutes. Of these bank balances, \$250,000 was covered by federal depository insurances and \$2,104,776 was covered by collateral pool.

TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 3: RECEIVABLES

Receivables at June 30, 2025, consisted of tuition accounts and intergovernmental. All receivables are considered collectible in full. A summary of the principal items of intergovernmental receivables follows:

	Governmental Fund Financial <u>Statements</u>	Government-Wide Financial <u>Statements</u>
State Government	\$ 93,023	\$ 93,135
Federal Government	7,500	10,432
Local-Shared Services- White Twsp	-	26,243
Local-Sending District Tuition	460,266	460,266
Gross Receivable	560,789	590,076
Less: Allowance for Uncollectibles	-	-
Total Receivables, Net	<u>\$ 560,789</u>	<u>\$ 590,076</u>

NOTE 4: INVENTORY

Inventory in the Food Service Fund at June 30, 2025 consisted of the following:

Food	\$ 2,398
Supplies	5,266
	<u>\$ 7,664</u>

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1996, as revised) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of nonoperating revenue in the financial statements.

NOTE 5: CAPITAL ASSETS

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

	Beginning <u>Balance</u>	<u>Additions</u>	<u>Retirements</u>	Ending <u>Balance</u>
Governmental Activities:				
<i>Capital Assets Not Being Depreciated:</i>				
Land	\$ 853,550			\$ 853,550
Total Capital Assets Not Being Depreciated	853,550	-		853,550
<i>Capital Assets Being Depreciated:</i>				
Buildings and Building Improvements	9,413,087	\$ 92,510		9,505,597
Machinery and Equipment	1,342,323			1,342,323
Total at Historical Cost	10,755,410	92,510		10,847,920
	Beginning			Ending
Governmental Activities:	<u>Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u>
Less Accumulated Depreciation for:				
Building and Improvements	\$ (8,237,077)	\$ (213,014)		\$ (8,450,091)
Equipment	(1,247,122)	(20,393)		(1,267,515)
Total Accumulated Depreciation	(9,484,199)	(233,407)		(9,717,606)
Total Capital Assets Being Depreciated, net of Accum. Depreciation	1,271,211	(140,897)		1,130,314
Government Activity Capital Assets, Net	<u>\$ 2,124,761</u>	<u>\$ (140,897)</u>		<u>\$ 1,983,864</u>

TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 5: CAPITAL ASSETS - (Continued)

On January 11, 2001, the NJ State Department of Education announced that effective July 1, 2001, the capitalization threshold used by school districts in the State of New Jersey is increased to \$2,000. The previous threshold was \$500. Applying the higher capitalization threshold retroactively (removal of old assets from the General Fixed Assets Account Group) will be permitted by the State regulations in situations where (1) the assets have been fully depreciated, or (2) the assets have exceeded their useful lives. The retirement of machinery and equipment is due to the retroactive application of the higher threshold of equipment capitalization. That is, the District has removed from their records assets with a historical cost greater than \$500 but not greater than \$2,000 that were fully depreciated or had exceeded their useful lives.

Depreciation expense was charged to functions as follows:

Regular Instruction	\$ 154,748
Special Education	16,339
Support Services	21,707
General Administration	2,334
School Administration	9,103
Maintenance and Plant	29,176
Total	<u>\$ 233,407</u>

NOTE 6: LONG-TERM OBLIGATIONS

Bonds are authorized in accordance with State law by the voters of the municipality through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds. The district has no bond obligations.

A. Long-Term Obligation Activity:

Changes in long-term obligations for the year ended June 30, 2025, are as follows:

	Balance <u>7/1/24</u>	<u>Increases</u>	<u>Decreases</u>	Balance <u>6/30/25</u>	Amounts Due Within <u>One Year</u>
Governmental Activities:					
Other Liabilities:					
Compensated Absences Payable	\$ 50,417		\$ 31,042	\$ 19,375	
Total Other Liabilities	<u>\$ 50,417</u>	<u>-</u>	<u>\$ 31,042</u>	<u>\$ 19,375</u>	<u>-</u>

Compensated absences are liquidated in the General Fund.

NOTE 7: DEFERRED COMPENSATION

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

Equitable Life
Pioneer Funds
Kemper Funds
Oppenheimer Funds
Vanguard Funds
Siracusa

TOWN OF BELVIDERE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 8: 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 Pension and Benefits, PO Box 295, Trenton, New Jersey, 08625 or on the internet at <http://www.state.nj.us/treasury/pensions/annrpts.shtml>.

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, 100% of 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.

Summary of Significant Accounting Policies - 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 Teachers Pension and Annuity Fund (TPAF) and additions to/deductions from the TPAF's fiduciary net position have been determined on the same basis as they are reported by the 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.

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

The employer contributions for the district are legally required to be funded by the State in accordance with N.J.S.A 18:66-33. Therefore, the district (employer) is 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 district (employer) does 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 district. However, the state's portion of the net pension liability that was associated with the district was \$26,679,593 as measured on June 30, 2024 and \$27,945,826 measured on June 30, 2023.

For the year ended June 30, 2025, the District recognized pension expense/(benefit) of (\$97,323) and revenue of (\$97,323) for support provided by the State. The measurement period for the pension expense and revenue reported in the district's financial statements (A-2) at June 30, 2025 is based upon changes in the collective net pension liability with a measurement period of June 30, 2023 through June 30, 2024. Accordingly, the pension expense and the related revenue associated with the support provided by the State is based upon the changes in the collective net pension liability between July 1, 2023 and June 30, 2024.

Although the district does not report net pension liability or deferred outflows or inflows related to the TPAF, the following schedule illustrates the collective net pension liability and deferred items and the State's portion of the net pension liability associated with the district. The collective amounts are the total of all New Jersey local governments participating in the TPAF plan.

TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 8: PENSION PLANS (Continued)

	<u>6/30/2024</u>	<u>6/30/2025</u>
Collective deferred outflows of resources	\$2,498,730,891	\$1,176,934,477
Collective deferred inflows of resources	\$14,719,080,314	\$10,530,833,639
Collective net pension liability (Nonemployer-State of New Jersey)	\$51,032,669,551	\$49,425,106,602
State's portion of the net pension liability that was associated with the district	\$27,945,826	\$26,679,593
State's portion of the net pension liability that was associated with the district as a percentage of the collective net pension liability	0.054761%	0.053980%

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:	
Price	2.75%
Wage	3.25%
Salary Increases	2.75-5.65% based on years of service
Investment Rate of Return	7.00%

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.

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.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.0% 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 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:

TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 8: PENSION PLANS (Continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	28.00%	8.63%
Non-US devel.markets equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging markets equity	5.50%	10.66%
Private Equity	13.00%	12.40%
Real Estate	8.00%	10.95%
Real Assets	3.00%	8.20%
High Yeild	4.50%	6.74%
Private Credit	8.00%	8.90%
Investment Grade Credit	7.00%	5.37%
Cash equivalents	2.00%	3.57%
US Treasuries	4.00%	3.57%
Risk mitigation	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.

Sensitivity of the State's net pension liability to changes in the discount rate - Since the District has no proportionate share of the net pension liability because of the special funding situation, the district would not be sensitive to any changes in the discount rate. The following presents the State's net pension liability measured as of June 30, 2024, calculated using the discount rate shown above, as well as what the State's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>1% Decrease</u>	<u>Current Discount</u>	<u>1% Increase</u>
	<u>(6.00%)</u>	<u>Rate (7.00%)</u>	<u>(8.00%)</u>
State's Collective Net Pension Liability	\$ 58,828,334,396	\$ 49,492,072,325	\$ 41,629,174,739

Pension plan fiduciary net position - Detailed information about the pension plan's fiduciary net position is available in the separately issued State of New Jersey Divisions of Pensions and Benefits financial report at <http://www.nj.gov/treasury/pensions/financial-rpts-home.shtml>. The plan fudiciary net position as of June 30, 2024 was \$30,316,295,787.

Amortization of Deferred Outflows and Inflows of Resources - Amount reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amoounts) related to pensions will be recognized in the state's pension expense as follows:

	<u>Year Ended June 30:</u>
2025	(\$3,681,028,670)
2026	(1,839,302,001)
2027	(1,977,654,443)
2028	(1,907,819,552)
2029	2,992,761
Thereafter	(34,177,408)
Total	<u>(\$9,436,989,313)</u>

TOWN OF BELVIDERE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 8: PENSION PLANS (Continued)

Pension Expense - The components of allocable pension expense and pension expense related to specific liabilities of individual employers, for state and local employers for the year ending June 30, 2024 are as follows:

Service cost	\$1,395,143,002
Interest on total pension liability	5,402,862,412
Member contributions	(968,116,740)
Administrative expense	23,998,868
Expected investment return net of investment expenses	(1,880,215,821)
 Pension expense related to specific liabilities of individual employers	 (521,718)
Recognition (amortization) of deferred inflows/outflows:	
Differences between expected and actual experience	163,003,839
Changes in assumptions	(4,175,839,758)
Difference between projected and actual investment earnings on pension plan investments	<u>(140,853,575)</u>
Total pension expense	<u>(\$180,539,491)</u>

Public Employees' Retirement System (PERS) - The Public Employees' Retirement System (PERS) was established as of January 1, 1955 under the provisions 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.

Summary of Significant Accounting Policies - 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 PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. 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.

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

At June 30, 2025, the District reported a liability of \$1,775,676 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2024. The total pension liability for the June 30, 2022 valuation was determined by an experience study for the period July 1, 2018 to June 30, 2021. The District's proportion of the net pension liability is based on the ratio of the contributions as an individual employer to total contributions to the PERS during the years ended June 30, 2024 and 2023. At June 30, 2024, the District's proportion was 0.0131% which was an increase of 0.00007% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the District recognized pension expense/(benefit) of (\$14,258). At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 8: PENSION PLANS (Continued)

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 35,570	\$ 4,727
Changes of assumptions	2,206	20,203
Net difference between projected and actual earnings on pension plan investments	-	82,333
Changes in proportion and differences between District contributions and proportionate share of contributions	136,618	156,800
District contributions subsequent to the measurement date	177,819	
Total	<u>\$ 352,213</u>	<u>\$ 264,063</u>

\$58,601 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 measured as of June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	<u>Year Ended June 30:</u>
2025	(\$97,292)
2026	75,282
2027	(43,311)
2028	(24,998)
2029	<u>651</u>
Total	<u>(\$89,669)</u>

	<u>6/30/2024</u>	<u>6/30/2025</u>
Collective deferred outflows of resources	\$1,080,204,730	\$289,074,215
Collective deferred inflows of resources	1,780,216,457	820,816,333
Collective net pension liability	\$14,484,374,047	\$13,588,045,796
District's portion of net pension liability	\$1,874,976	\$1,775,676
District's proportion %	0.01294482%	0.01306793%

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 was rolled forward to June 30, 2024. This actuarial valuation used the following actuarial assumptions:

Inflation:	
Price	2.75%
Wage	3.25%
Salary Increases:	2.75%-6.55% based on years of service
Investment Rate of Return:	7.00%

TOWN OF BELVIDERE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 8: PENSION PLANS (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, 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 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 asset class included in PERS's target asset allocation as of June 30, 2024 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	28.00%	8.63%
Non-US devel.markets equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging markets equity	5.50%	10.66%
Private Equity	13.00%	12.40%
Real Estate	8.00%	10.95%
Real Assets	3.00%	8.20%
High Yeild	4.50%	6.74%
Private Credit	8.00%	8.90%
Investment Grade Credit	7.00%	5.37%
Cash equivalents	2.00%	3.57%
US Treasuries	4.00%	3.57%
Risk mitigation	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 to determine the total pension liability.

TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 8: PENSION PLANS (Continued)

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate - The following presents the District's proportionate share of the net pension liability measured as of June 30, 2024, calculated using the discount rate as disclosed above, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>1% Decrease</u> <u>(6.00%)</u>	<u>Current Discount</u> <u>Rate (7.00%)</u>	<u>1% Increase</u> <u>(8.00%)</u>
District's proportionate share of the net pension liability	\$ 2,359,437	\$1,775,676	\$ 1,278,899

Pension Expense - The components of allocable pension expense and pension expense related to specific liabilities of individual employers, for state and local employers for the year ending June 30, 2024 are as follows:

Service cost	(\$31,623)
Interest on total Pension liability	(118,120)
Member contributions	25,899
Administrative expense	(915)
Other - Chapter 19 Adjustment	952
Expected investment return net of investment expenses	71,353
Pension expense related to specific liabilities of individual employers	
Recognition (amortization) of deferred inflows/outflows:	0
Differences between expected and actual experience	(3,599)
Changes in assumptions	28,868
Difference between projected and actual investment earnings on pension plan investments	<u>12,016</u>
Total pension expense/(benefit)	<u>(\$14,258)</u>

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued State of New Jersey Divisions of Pensions and Benefits financial report at <http://www.nj.gov/treasury/pensions/financial-rpts-home.shtml>.

Defined Contribution Retirement Plan (DCRP) - The Defined Contribution Retirement Program (DCRP) was established as of July 1, 2007 under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et seq.). The DCRP is a cost-sharing multiple-employer defined contribution pension fund. The DCRP provides eligible members, and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N. J.S.A. 43:15C-1 et. seq.

The contribution requirements of plan members are determined by state statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. The State Treasurer has the right under current law to make temporary reductions in member rates based on the existence of surplus plan assets in the retirement system; however statute also requires the return to the normal rate when such surplus pension assets no longer exist.

TOWN OF BELVIDERE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 8: PENSION PLANS (Continued)

PERS and TPAF Vesting and Benefit Provisions - The vesting and benefit provisions for 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 eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age.

The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System. 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.

Significant Legislation - Chapter 78, P.L. 2011, effective June 28, 2011 made various changes to the manner in which the Public Employees' Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS) operate and to the benefit provisions of those systems.

Chapter 78's provisions impacting employee pension and health benefits include:

□ New members of the PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of $\frac{1}{4}$ of 1% for each month that the member is under age 65. □ The eligibility age to qualify for a service retirement in the PERS is increased from age 63 to 65 for Tier 5 members. □ The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), will be 60% instead of 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. □ Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years; PFRS active member rate increase from 8.5% to 10%. For fiscal year 2012, the member contribution rates increased in October 2011. The phase-in of the additional incremental member contribution rates for PES members will take place in July of each subsequent fiscal year.

□ The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law. □ New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary. □ In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

Contribution Requirements - The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 (PERS) and N.J.S.A. 18:66 (TPAF) requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 6.5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The current TPAF rate is 6.5% and the PERS rate is 6.5% of covered payroll.

TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 8: PENSION PLANS (Continued)

Year <u>Funding</u>	<u>Three-Year Trend Information for PERS</u>		
	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2025	\$177,819	100 %	-0-
6/30/2024	\$173,011	100	-0-
6/30/2023	\$148,165	100	-0-

Year <u>Funding</u>	<u>Three-Year Trend Information for TPAF (Paid on-behalf of the District)</u>		
	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2025	\$2,290,644	100 %	-0-
6/30/2024	\$2,327,127	100	-0-
6/30/2023	\$2,270,372	100	-0-

During the fiscal year ended June 30, 2025, the State of New Jersey did contribute \$2,959,765 to the TPAF for post-retirement benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$435,102 during the year ended June 30, 2025, for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. The PERS amounts have been included in the fund-based statements as pension expense and the TPAF on-behalf amounts have been included in fund-based statements as revenues and expenditures. The PERS and TPAF amounts have been modified and included in the District-wide financial statements in accordance with GASB Statement No. 68.

NOTE 9: POST-RETIREMENT BENEFITS

Plan description and benefits provided

The State of New Jersey reports a liability as a result of its statutory requirements to pay other post-employment (health) benefit for State Health Benefit Local Education Retired Employees Plan. The State Health Benefit Local Education Retired Employees Plan is a multiple-employer defined benefit OPES plan that is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions*. The State Health 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.

TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 9: POST-RETIREMENT BENEFITS-(Continued)

The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A 52:14-17.32f. According to N.J.S.A 52:14-17.32f, the State provides employer-paid coverage to employees who retire from a board of education or countycollege 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. Additional information on Pensions and OPEB can be accessed on the Division of Pensions & Benefits Financial Reports webpage: <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

Total Nonemployer OPEB Liability

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 and TPAF participants. The LEA's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the LEA did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the board of education.

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

Actuarial assumptions and other imputes. The June 30, 2025 GASB 75 reporting is based on a measurement date of June 30, 2024. The total nonemployer OPEB liability as of June 30, 2024 was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The actuarial assumptions used in the July 1, 2023 valuation were based on the results of actuarial experience studies for the periods July 1, 2018 - June 30, 2021 for TPAF, PERS and PFRS. 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:

Total Nonemployer OPEB Liability:	\$	59,650,630,530			
			TPAF/ABP	PERS	PFRS
Salary Increases			2.75% to 5.65%	2.75% to 6.55%	3.25% to 16.25%
			Based on service years		

(a) 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%.

TOWN OF BELVIDERE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 9: POST-RETIREMENT BENEFITS-(Continued)

(b) 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.

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

Changes in the Total OPEB Liability reported by the State of New Jersey

	<u>Total OPEB Liability</u>
The State's Total OPEB Liability Balance at 6/30/2023	\$52,361,668,239
<u>Changes for the year:</u>	
Service Cost	2,152,062,729
Interest on the Total OPEB Liability	1,963,557,443
Change in Benefit Terms	-
Differences Between Expected and Actual Experience	158,934,425
Changes of Assumptions	4,462,660,491
Gross Benefit Payments	(1,499,600,607)
Contributions from Members/Employers	<u>51,347,810</u>
Net changes	<u>7,288,962,291</u>
The State's Total OPEB Liability Balance at 6/30/2024	<u>\$59,650,630,530</u>
 The State's total OPEB liability attributable to the District:	 \$37,207,008

Changes of assumptions and other inputs reflects a change in the discount rate from 3.65 percent in 2023 to 3.93 percent in 2024 and other changes.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the State for school board retirees, as well as what the State's total OPEB liability for school board would be if it were calculated using a discount rate that is 1-percentage -point lower or 1- percentage-point higher than the current discount rate:

TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 9: POST-RETIREMENT BENEFITS-(Continued)

June 30, 2024			
	At 1% Decrease <u>2.93%</u>	At Discount Rate <u>3.93%</u>	At 1% Increase <u>4.93%</u>
Total OPEB Liability (School Retirees)	\$69,863,663,542	\$59,650,630,530	\$51,437,232,141

June 30, 2023			
	At 1% Decrease <u>2.65%</u>	At Discount Rate <u>3.65%</u>	At 1% Increase <u>4.65%</u>
Total OPEB Liability (School Retirees)	\$61,385,066,712	\$52,361,668,239	\$45,116,926,835

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the State, as well as what the State's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

June 30, 2024			
	At 1% Decrease	Health Care Cost Trend Rate	At 1% Increase
Total OPEB Liability (School Retirees)	\$49,689,409,509	\$59,650,630,530	\$72,625,778,279

June 30, 2023			
	At 1% Decrease	Health Care Cost Trend Rate	At 1% Increase
Total OPEB Liability (School Retirees)	\$43,468,257,358	\$52,361,668,239	\$63,998,719,320

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

For the year ended June 30, 2024, the board of education recognized OPEB expense and related revenue of \$1,151,032 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASBS No. 75 and in which there is a special funding situation.

In accordance with GASBS No. 75, the District's proportionate share of school retirees OPEB is zero, and there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources. At June 30, 2024, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB from the following sources:

TOWN OF BELVIDERE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 9: POST-RETIREMENT BENEFITS-(Continued)

	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>
Differences Between Expected and Actual Experience	\$6,378,932,312	\$11,139,706,892
Changes of assumptions or other inputs	<u>10,004,978,073</u>	<u>11,662,607,882</u>
Total	<u>\$16,383,910,385</u>	<u>\$22,802,314,774</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB will be recognized in OPEB expense as follows:

Year ended June 30:	
2025	(\$2,115,877,507)
2026	(\$1,774,175,666)
2027	(\$842,677,045)
2028	\$221,470,185
2029	(1,537,725,697)
Thereafter	<u>(369,418,659)</u>
	<u>(\$6,418,404,389)</u>

NOTE 10: COMPENSATED ABSENCES

The District accounts for compensated absences as directed by Governmental Accounting Standards Board Statement No.101 (GASB 101), "Compensated Absences". Examples of compensated absences are paid time off, sick leave, holidays, parental leave, military leave, jury duty, bereavement, sabbatical, and floating holidays.

District employees are granted vacation and sick leave in varying amounts under the District's personnel policies. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after ten years of service and upon becoming eligible for retirement, generally twenty-five years of service.

The District adopted a Separation Agreement dated April 17, 2002, that provides to qualified district personnel that resign by a specified date, a terminal remuneration package payable based upon accumulated sick days and payable over four (4) calendar years.

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

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 fund types.

NOTE 11: 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 commercial insurance coverage for property, liability, student accident and surety bonds. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report.

TOWN OF BELVIDERE SCHOOL DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 12: CONTINGENT LIABILITIES

GRANT PROGRAMS

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

LITIGATION

The Board is not involved in claims and lawsuits incidental to its operations.

NOTE 13: FUND BALANCE APPROPRIATED

General Fund (Exhibit B-1) - Of the \$1,406,360 General Fund fund balance at June 30, 2025, \$739,898 is reserved in the Maintenance Reserve Account, \$355,407 is reserved in the Capital Reserve Account, \$116,488 is reserved for encumbrances; \$200,000 has been appropriated and included as anticipated revenue as of June 30, 2026; and (\$5,433) is unreserved and undesignated.

NOTE 14: ACCRUED SALARIES AND WAGES

Certain District employees, who provide services to the District over the ten month academic year, have the option to have a percentage of their salary withheld, deposited in a trust account and disbursed over the summer months (summer pay plan). New Jersey statutes require that these earned but undisbursed amounts be retained in a separate bank account. As of June 30, 2025, the amount earned by these employees but not disbursed was \$262,151 and is included as part of Payroll Deductions and Withholdings Payable on schedule B-1.

NOTE 15: CALCULATION OF EXCESS SURPLUS

The designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2025 is zero.

NOTE 16: CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the School District Board of Education on June 16, 2010, for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 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.

TOWN OF BELVIDERE SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 16: CAPITAL RESERVE ACCOUNT-(Continued)

The activity of the capital reserve for the July 1, 2024 to June 30, 2025 fiscal year is as follows:

Beginning balance July 1, 2024	\$ 468,391
Budgeted Withdrawal	(119,957)
Interest	6,973
Ending balance June 30, 2025	<u>\$ 355,407</u>

NOTE 17: MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account was established by the School District Board of Education in fiscal year 2008, for the accumulation of funds for use in accordance with PL 2007 c.62 (A1). The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The activity of the maintenance reserve for the July 1, 2024 to June 30, 2025 fiscal year is as follows:

Beginning balance July 1, 2024	\$ 652,346
Interest Earned	8,552
Deposits (PL 2007 c.62 (A1)) - June 11, 2025 Board Resolution	304,000
Budgeted Withdrawals	(225,000)
Ending balance June 30, 2025	<u>\$ 739,898</u>

NOTE 18: INTERFUND RECEIVABLES AND PAYABLES

Interfund receivables and payables as of June 30, 2025, are as follows:

	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ 26,243	\$ 96,983
Enterprise Fund	96,983	26,243
	<u>\$ 123,226</u>	<u>\$ 123,226</u>

The general fund interfund payable is due to the enterprise fund for federal/state lunch subsidies received in the general fund cash account but not yet paid over to the food service fund. The general fund receivable is due the enterprise fund (shared services) for cash advances to fund year-end receivables.

NOTE 19: TAX ABATEMENTS

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

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Fiscal Year Ended June 30, 2025

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 4,266,893		\$ 4,266,893	\$ 4,266,893	
Tuition	4,302,005		4,302,005	4,352,254	\$ 50,249
Miscellaneous	4,205		4,205	36,279	32,074
Total - Local Sources	8,573,103		8,573,103	8,655,426	82,323
State Sources:					
Equalization Aid	2,296,541		2,296,541	2,296,541	
Transportation Aid	14,798		14,798	14,798	
Special Education Aid	352,075		352,075	352,075	
Security Aid	61,165		61,165	61,165	
Other State Aid				15,699	15,699
TPAF Pension (On-Behalf - Non-Budgeted)				2,289,934	2,289,934
TPAF Post Retirement Medical (On-Behalf - Non-Budgeted)				669,121	669,121
TPAF Pension LTD Insurance (On-Behalf - Non-Budgeted)				710	710
TPAF Social Security (Reimbursed - Non-Budgeted)				435,102	435,102
Total State Sources	2,724,579		2,724,579	6,135,145	3,410,566
Federal Sources:					
Medical Assistance Program	26,202		26,202	3,429	(22,773)
Total Federal Sources	26,202		26,202	3,429	(22,773)
TOTAL REVENUES	11,323,884		11,323,884	14,794,000	3,470,116

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Fiscal Year Ended June 30, 2025

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES:					
REGULAR PROGRAMS:					
Regular Programs - Instruction					
Preschool - Salaries of Teachers		184	184	184	
Kindergarten - Salaries of Teachers	151,383	1,310	152,693	152,693	
Grades 1-5 - Salaries of Teachers	526,323	94,524	620,847	617,000	3,847
Grades 6-8 - Salaries of Teachers	566,426	97,780	664,206	664,206	
Grades 9-12 - Salaries of Teachers	1,950,175	45,733	1,995,908	1,995,908	
Regular Programs - Home Instruction:					
Salaries of Teachers	15,000		15,000	11,262	3,738
Purchased Professional-Educational Services	10,000	15,000	25,000	21,911	3,089
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	34,097	1,241	35,338	35,338	
Purchased Professional-Educational Services	500		500		500
Purchased Services (300-500 series)	50,000	(29,282)	20,718	19,633	1,085
General Supplies	248,096	(86,668)	161,428	115,246	46,182
Other Objects	4,000	(3,947)	53	35	18
TOTAL REGULAR PROGRAMS - INSTRUCTION	3,556,000	135,875	3,691,875	3,633,416	58,459
SPECIAL EDUCATION - INSTRUCTION:					
Special Ed-Behavioral Disabilities :					
Salaries of Teachers		75,394	75,394	75,394	
Other Salaries for Instruction		22,851	22,851	22,851	
General Supplies		410	410	204	206
Total Special Ed-Behavioral Disabilities		98,655	98,655	98,449	206
Multiple Disabilities:					
Salaries of Teachers	221,933	12,623	234,556	234,556	
General Supplies	5,000	(2,365)	2,635	2,635	
Total Behavioral Disabilities	226,933	10,258	237,191	237,191	

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Fiscal Year Ended June 30, 2025

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
Resource Room/Resource Center:					
Salaries of Teachers	660,965	(123,331)	537,634	537,634	
Other Salaries for Instruction	57,766	(49,971)	7,795	7,795	
General Supplies	5,500	(488)	5,012	4,989	23
Total Resource Room/Resource Center	724,231	(173,790)	550,441	550,418	23
TOTAL SPECIAL EDUCATION - INSTRUCTION	951,164	(64,877)	886,287	886,058	229
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	153,479	5,299	158,778	158,778	
General Supplies	3,000	(1,352)	1,648	1,648	
Total Basic Skills/Remedial - Instruction	156,479	3,947	160,426	160,426	
School Sponsored Co/Extra Curricular Activities-Instruction:					
Salaries	90,000	4,637	94,637	94,637	
General Supplies	500	(500)			
Other Objects	4,500	225	4,725	4,710	15
Total School Sponsored Co/Extra Curricular Activities-Instr.	95,000	4,362	99,362	99,347	15
School Sponsored Athletics-Instruction:					
Salaries	202,745		202,745	201,930	815
Purchased Services (300-500 series)	6,250		6,250	768	5,482
General Supplies	62,120	(25,715)	36,405	33,246	3,159
Other Objects	104,630	(7,821)	96,809	51,193	45,616
Total School Sponsored Athletics-Instruction	375,745	(33,536)	342,209	287,137	55,072
Summer Programs					
Salaries	20,000	(20,000)			
General Supplies	1,000		1,000	175	825
Total School Sponsored Athletics-Instruction	21,000	(20,000)	1,000	175	825
TOTAL INSTRUCTION	5,155,388	25,771	5,181,159	5,066,559	114,600

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Fiscal Year Ended June 30, 2025

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable/ (Unfavorable)</u>
UNDISTRIBUTED EXPENDITURES					
Instruction:					
Tuition to Other LEAs Within the State - Regular		147,448	147,448	147,448	
Tuition to County Voc. School Dist - Regular	22,379	2,658	25,037	25,037	
Tuition to Private School for the Disables W/I State	120,000	4,245	124,245	124,245	
Total Instruction	142,379	154,351	296,730	296,730	
Attendance and Social Work:					
Salaries	14,295	(14,295)			
Other Objects	12,000		12,000	11,086	914
Total Attendance and Social Work	26,295	(14,295)	12,000	11,086	914
Health Services:					
Salaries	139,537	6,199	145,736	145,736	
Supplies and Materials	5,500	(2,645)	2,855	2,677	178
Other Objects	20,000	(3,555)	16,445	14,154	2,291
Total Health Services	165,037	(1)	165,036	162,567	2,469
Other Supp. Services Students-Related Services:					
Salaries	307,870	(215,870)	92,000	91,539	461
Purchased Professional - Educational Services	100,000	414,354	514,354	514,354	
Supplies and Materials	3,500	(1,000)	2,500	1,906	594
Total Other Supp. Services Students-Related Services	411,370	197,484	608,854	607,799	1,055
Other Supp. Services Students-Extra. Services:					
Salaries of Other Professional Staff		8,353	8,353	8,353	
Supplies and Materials	500		500	275	225
Other Supp. Services Students-Extra. Services	500	8,353	8,853	8,628	225

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Fiscal Year Ended June 30, 2025

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable/ (Unfavorable)</u>
Other Supp. Services Students-Regular:					
Salaries of Other Professional Staff	178,964	(30,206)	148,758	146,119	2,639
Salaries of Secretarial and Clerical Assistants	43,392	440	43,832	43,832	
Supplies and Materials	3,000	(2,054)	946	646	300
Other Objects	6,000	3,518	9,518	9,518	
Total Other Supp. Services Students-Regular	231,356	(28,302)	203,054	200,115	2,939
Other Supp. Services Students-Special:					
Salaries of Other Professional Staff	3,000	2,205	5,205	205	5,000
Purchased Professional - Educational Services		1,200	1,200	1,200	
Misc Pur Serv (400-500 series Other Than Resid Costs)	6,500	(4,000)	2,500	2,297	203
Supplies and Materials	12,000	(4,460)	7,540	7,507	33
Other Objects	43,500	(1,200)	42,300	41,875	425
Total Other Supp. Services Students-Special	65,000	(6,255)	58,745	53,084	5,661
Improvement of Instruction Services :					
Salaries of Other Professional Staff	12,900	(9,167)	3,733	3,733	
Purchased Professional - Curriculum Services		3,784	3,784	3,784	
Supplies and Materials	500		500		500
Total Improvement of Instruction Services	13,400	(5,383)	8,017	7,517	500
Educational Media Services/School Library:					
Salaries	62,599	1,430	64,029	64,029	
Supplies and Materials	20,000	(3,422)	16,578	16,171	407
Other Objects	2,500	(1,430)	1,070		1,070
Total Educational Media Services/School Library	85,099	(3,422)	81,677	80,200	1,477
Instructional Staff Training Services:					
Other Purchased Services (400-500 series)	15,000	2,600	17,600	5,085	12,515
Total Instructional Staff Training Services	15,000	2,600	17,600	5,085	12,515

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Fiscal Year Ended June 30, 2025

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable/ (Unfavorable)</u>
Supp. Services - General Administration:					
Salaries	172,772		172,772	167,923	4,849
Legal Services	30,000	(5,700)	24,300	20,173	4,127
Audit Services	30,000	716	30,716	30,716	
Other Purchased Professional Services		12,200	12,200	8,061	4,139
Communications/Telephone	48,580	(13,353)	35,227	34,357	870
BOE Other Purchased Services	3,800	(2,000)	1,800	879	921
Other Purchased Services (400-500 series)	33,722	(2,216)	31,506	26,679	4,827
General Supplies	2,500		2,500	1,873	627
BOE In-House Training/Meeting Supplies	500		500	142	358
Miscellaneous Expenditures	8,000	2,000	10,000	7,139	2,861
BOE Membership Dues and Fees	16,100		16,100	15,491	609
Total Supp. Services - General Administration	345,974	(8,353)	337,621	313,433	24,188
Support Services - School Administration:					
Salaries of Principals/Assistant Principals	381,025	(13,484)	367,541	367,123	418
Salaries of Secretarial and Clerical Assistants	107,225	14,295	121,520	107,325	14,195
Other Purchased Services (400-500 series)	3,000		3,000	80	2,920
Supplies and Materials	9,000	(2,363)	6,637	5,177	1,460
Other Objects	19,000	1,963	20,963	18,463	2,500
Total Support Services - School Administration	519,250	411	519,661	498,168	21,493
Central Services					
Salaries	199,629		199,629	189,593	10,036
Misc. Purchased Services (400-500)	500		500	332	168
Supplies and Materials	1,200	500	1,700	1,215	485
Other Objects	30,000	(500)	29,500	25,447	4,053
Total Central Services	231,329		231,329	216,587	14,742

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Fiscal Year Ended June 30, 2025

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual Favorable/ (Unfavorable)</u>
Admin. Info. Tech					
Salaries	65,406		65,406	56,640	8,766
Supplies and Materials	1,500	(9,596)	(8,096)	(9,675)	1,579
Other Objects	63,133	9,596	72,729	70,141	2,588
Total Admin. Info. Tech	130,039		130,039	117,106	12,933
Required Maintenance for School Facilities:					
Salaries	140,260		140,260	138,636	1,624
Cleaning, Repair and Maintenance Services	180,450	(4,855)	175,595	121,361	54,234
Supplies and Materials	65,900	(23,242)	42,658	32,586	10,072
Total Required Maintenance for School Facilities	386,610	(28,097)	358,513	292,583	65,930
Other Operations and Maintenance of Plant:					
Salaries	309,993	(9,212)	300,781	300,781	
Other Purchased Property Services	105,800	22,340	128,140	122,195	5,945
Insurance	132,011	(8,611)	123,400	123,400	
Custodial Travel	300	500	800	445	355
General Supplies	23,500	10,439	33,939	33,939	
Energy (Natural Gas)	120,000	(15,567)	104,433	98,543	5,890
Energy (Electricity)	148,000	(24,616)	123,384	122,102	1,282
Gasoline	2,500		2,500	1,067	1,433
Total Other Operations and Maintenance of Plant	842,104	(24,727)	817,377	802,472	14,905
Undist. Expend. -Security					
Purchased Professional and Technical Services	55,000		55,000	15,945	39,055
Total Undist. Expend. -Security	55,000		55,000	15,945	39,055
Student Transportation Services					
Aid in Lieu of Payments-Charter	3,000		3,000	2,354	646
Contracted Services (Other than Bet. Home and School)-Vendors	165,000	2,684	167,684	167,684	
Contracted Services (Spl. Ed Students)-Vendors	68,000	(2,684)	65,316	43,209	22,107
Contracted Services (Regular Students)-ESC's & CTSAs	107,749		107,749	101,848	5,901
Total Student Transportation Services	343,749		343,749	315,095	28,654

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Fiscal Year Ended June 30, 2025

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
UNALLOCATED BENEFITS					
Social Security Contributions	190,000		190,000	180,397	9,603
Other Retirement Contributions - Regular	178,000	(181)	177,819	177,165	654
DCRP Contribution	8,000	654	8,654	8,524	130
Unemployment Compensation	34,000		34,000	28,207	5,793
Workmans Compensation	77,692	(473)	77,219	64,059	13,160
Health Benefits	2,070,113	(244,335)	1,825,778	1,727,956	97,822
Tuition Reimbursement	36,000		36,000	25,320	10,680
Other Employee Benefits	30,000	(10,220)	19,780	19,073	707
TOTAL UNALLOCATED BENEFITS	2,623,805	(254,555)	2,369,250	2,230,701	138,549
On-behalf TPAF pension Contrib. (non-budgeted)				2,289,934	(2,289,934)
On-behalf TPAF PRM Contrib. (non-budgeted)				669,121	(669,121)
On-behalf TPAF pension LTD Ins. (non-budgeted)				710	(710)
Reimbursed TPAF Social Security Contrib. (non-budgeted)				435,102	(435,102)
TOTAL ON-BEHALF CONTRIBUTIONS				3,394,867	(3,394,867)
TOTAL PERSONAL SERVICES-EMPLOYEE BENEFITS	2,623,805	(254,555)	2,369,250	5,625,568	(3,256,318)
TOTAL UNDISTRIBUTED EXPENDITURES	6,633,296	(10,191)	6,623,105	9,629,768	(3,006,663)
TOTAL GENERAL CURRENT EXPENSE	11,788,684	15,580	11,804,264	14,696,327	(2,892,063)
CAPITAL OUTLAY					
Equipment					
Equipment - Operation of Plant	9,000	9,409	18,409	18,409	
Total Equipment	9,000	9,409	18,409	18,409	

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Fiscal Year Ended June 30, 2025

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
Facilities Acquisition and Construction:					
Construction Services		151,608	151,608	92,510	59,098
Other Objects	1,448		1,448	1,448	
Total Facilities Acquisition and Construction	<u>1,448</u>	<u>151,608</u>	<u>153,056</u>	<u>93,958</u>	<u>59,098</u>
TOTAL CAPITAL OUTLAY	10,448	161,017	171,465	112,367	59,098
Transfer to Charter School	34,628		34,628	34,628	
TOTAL EXPENDITURES	11,833,760	176,597	12,010,357	14,843,322	(2,832,965)
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(509,876)</u>	<u>(176,597)</u>	<u>(686,473)</u>	<u>(49,322)</u>	<u>637,151</u>
Other Financing Sources:					
Operating Transfer (In)/Out:					
Transfer to Special Revenue Fund - Preschool	15,064	30,128	45,192	45,192	-
Total Other Financing Sources:	<u>15,064</u>	<u>30,128</u>	<u>45,192</u>	<u>45,192</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	<u>(524,940)</u>	<u>(206,725)</u>	<u>(731,665)</u>	<u>(94,514)</u>	<u>637,151</u>
Fund Balance, July 1	1,771,976		1,771,976	1,771,976	
Fund Balance, June 30	<u>\$ 1,247,036</u>	<u>\$ (206,725)</u>	<u>\$ 1,040,311</u>	<u>\$ 1,677,462</u>	<u>\$ 637,151</u>

TOWN OF BELVIDERE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Exhibit C-1

Fiscal Year Ended June 30, 2025

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
Recapitulation:					
Restricted for:					
Capital Reserve				355,407	
Maintenance Reserve				739,898	
Assigned to:					
Year-End Encumbrances				116,488	
Designated for Subsequent Year's Expenditures				200,000	
Unassigned:					
Unrestricted Fund Balance				<u>265,669</u>	
Fund Balance per Governmental Funds(Budgetary Basis)				1,677,462	
Reconciliation to Governmental Funds Statement B-2 (GAAP Basis):					
Last State Aid Payment not recognized on GAAP basis				<u>(271,102)</u>	
Fund Balance per Governmental Funds B-2 (GAAP Basis)				<u>\$ 1,406,360</u>	

**BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND**

For the Fiscal Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
REVENUES:					
Local Sources		\$ 317,735	\$ 317,735	\$ 317,735	-
State Sources	\$ 632,688	150,000	782,688	753,107	\$ (29,581)
Federal Sources	212,900	105,548	318,448	318,448	-
Total Revenues	845,588	573,283	1,418,871	1,389,290	(29,581)
EXPENDITURES:					
Instruction					
Salaries of Teachers	219,358	53,050	272,408	272,408	
Other Salaries for Instruction	243,140	8,315	251,455	251,455	
Purchased Professional Services	1,500	104	1,604	1,604	
Other Purchased Serv. - Spec. Ed Tuition	30,000	9,041	39,041	39,041	
General Supplies	27,918	21,347	49,265	49,265	
Total Instruction	521,916	91,857	613,773	613,773	
Support Services					
Salaries of Program Directors	35,988		35,988	35,988	
Salaries of Other Professional Staff	30,610		30,610	30,610	
Salaries of Secretarial & Clerical Staff	12,530		12,530	12,530	
Other Salaries	8,233	10,890	19,123	19,123	
Salaries of Comm. Parent Involv. Spec.	-	12,894	12,894	12,894	
Salaries of Master Teachers	27,336	14,716	42,052	42,052	
Personal Services - Employee Benefits	196,421	2,000	198,421	198,421	
Cleaning, Repair & Maintenance	13,500	6,500	20,000	20,000	
Other Purchased Services	9,400	154,737	164,137	134,556	29,581
Supplies and Materials	4,718	(4,718)	-	-	
Scholarship Activities	-	31	31	31	
Student Activities	-	184,531	184,531	184,531	
Total Support Services	338,736	381,581	720,317	690,736	29,581
Total Expenditures	860,652	473,438	1,334,090	1,304,509	29,581
Other Financing Sources (Uses)					
Transfers from Other Funds	15,064	30,128	45,192	45,192	
Total Other Financing Sources (Uses)	15,064	30,128	45,192	45,192	
Total Outflows	\$ 845,588	\$ 443,310	\$ 1,288,898	\$ 1,259,317	\$ 29,581
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	129,973	129,973	129,973	-
Fund Balance Beginning				141,255	
Fund Balance Ending				<u>\$ 271,228</u>	
Recapitulation:					
Restricted:					
Scholarship Activities				\$ 150,089	
Student Activities				121,139	
Fund Balance per Governmental Funds(Budgetary Basis)				<u>271,228</u>	
Reconciliation to Governmental Funds Statement B-2 (GAAP Basis):					
Last State Aid Payment not recognized on GAAP basis				(63,269)	
Fund Balance per Governmental Funds B-2 (GAAP Basis)				<u>\$ 207,959</u>	

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit C-3

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE

For the Fiscal Year Ended June 30, 2025

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources		
Actual amounts (budgetary basis) "revenue"		
from the budgetary comparison schedule (Exhibits C-1 and C-2, respectively)	\$ 14,794,000	\$ 1,389,290
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Prior Year Encumbrances	N/A	199,584
Current Year Encumbrances	N/A	(7,500)
Adjustment for: Prior year Final State Aid Payment excluded in State Source Revenues that is considered a revenue for GAAP reporting purposes	250,833	56,948
Adjustment for: Final State Aid Payment included in State Source Revenues that is not considered a revenue for GAAP reporting purposes	<u>(271,102)</u>	<u>(63,269)</u>
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds. (Exhibit B-2)	<u>\$ 14,773,731</u>	<u>\$ 1,575,053</u>
Uses/outflows of resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedules (Exhibits C-1 and C-2, respectively)	\$ 14,843,322	\$ 1,259,317
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		
Prior Year Encumbrances	N/A	199,584
Current Year Encumbrances	N/A	(7,500)
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.	N/A	45,192
Net transfers (outflows) to general fund		
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (Exhibit B-2)	<u>\$ 14,843,322</u>	<u>\$ 1,496,593</u>

Belvidere School District
Required Supplementary Information - Part III
Schedule of the District's Proportionate Share of the Net Pension Liability
Last Ten Fiscal Years

Exhibit L-3

Teachers' Pension and Annuity Fund (TPAF)

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
District's proportion of the net pension liability (asset) **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
District's proportionate share of the net pension liability (asset) **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
State's proportionate share of the net pension liability (asset) associated with the District	\$ 26,679,593	\$ 27,945,826	\$ 27,711,062	\$ 23,406,880	\$ 34,393,487	\$ 32,178,260	\$ 34,767,525	\$ 36,480,490	\$ 41,418,239	\$ 36,436,093
Total	\$ 26,679,593	\$ 27,945,826	\$ 27,711,062	\$ 23,406,880	\$ 34,393,487	\$ 32,178,260	\$ 34,767,525	\$ 36,480,490	\$ 41,418,239	\$ 36,436,093
District's covered employee payroll	\$ 5,890,365	\$ 6,283,068	\$ 6,611,590	\$ 6,287,476	\$ 6,263,115	\$ 5,958,984	\$ 5,353,563	\$ 5,728,827	\$ 5,619,481	\$ 5,745,002
District's proportionate share of the of the net pension liability (asset) as a percentage of its covered-employee payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Plan fiduciary net position as a percentage of the total pension liability	37.99%	34.68%	32.29%	35.50%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%

** Note: TPAF is a special funding situation as defined by GASB Statement No. 68 in which the State of New Jersey is 100% responsible for contributions to the plan. Since the district (employer) does not contribute directly to the plan there is no net pension liability to report in the financial statements of the district.

Public Employees' Retirement System (PERS)

Exhibit L-1

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
District's proportion of the net pension liability (asset)	0.0131283%	0.0129940%	0.0117414%	0.0134601%	0.0139276%	0.0142167%	0.0141531%	0.014352%	0.013864%	0.013050%
District's proportionate share of the net pension liability (asset)	\$ 1,775,676	\$ 1,874,976	\$ 1,771,943	\$ 1,594,546	\$ 2,271,229	\$ 2,561,641	\$ 2,786,682	\$ 3,340,993	\$ 4,106,059	\$ 2,929,437
District's covered employee payroll	\$ 899,792	\$ 957,504	\$ 953,305	\$ 961,612	\$ 901,413	\$ 1,018,144	\$ 971,470	\$ 1,005,133	\$ 973,564	\$ 1,522,140
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	197.34%	195.82%	185.87%	165.82%	251.96%	251.60%	286.85%	332.39%	421.76%	192.46%
Plan fiduciary net position as a percentage of the total pension liability (Local)	68.22%	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	58.18%	40.14%	47.92%

Belvidere School District
Required Supplementary Information - Part III
Schedule of District Contributions
Last Ten Fiscal Years

Exhibit L-2

Teachers' Pension and Annuity Fund (TPAF)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contributions in relation to the contractually required contribution **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contribution deficiency (excess)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
District's covered employee payroll	\$ 5,890,365	\$ 6,283,068	\$ 6,611,590	\$ 6,287,476	\$ 6,263,115	\$ 5,958,984	\$ 5,353,563	\$ 5,728,827	\$ 5,619,481	\$ 5,745,002
Contributions as a percentage of covered-employee payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

** Note: TPAF is a special funding situation as defined by GASB Statement No. 68 in which the State of New Jersey is 100% responsible for contributions to the plan. The district (employer) does not contribute to the plan.

Public Employees' Retirement System (PERS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	\$ 177,819	\$ 173,011	\$ 148,065	\$ 157,633	\$ 152,361	\$ 139,167	\$ 141,599	\$ 163,893	\$ 124,255	\$ 112,194
Contributions in relation to the contractually required contribution	(177,819)	(173,011)	(148,065)	(157,633)	(152,361)	(139,167)	(141,599)	(163,893)	(124,255)	(112,194)
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-	-
District's covered employee payroll	\$ 899,792	\$ 957,504	\$ 953,305	\$ 961,612	\$ 901,413	\$ 1,018,144	\$ 971,470	\$ 1,005,133	\$ 973,564	\$ 1,522,140
Contributions as a percentage of covered-employee payroll	19.76%	18.07%	15.53%	16.39%	16.90%	13.67%	14.58%	16.31%	12.76%	7.37%

Belvidere School District
Required Supplementary Information - Part III
Schedule of Changes in the State's Total OPEB Liability and Related Ratios
Last Ten Fiscal Years *

Exhibit M-1

State Health Benefit Local Education Retired Employees Plan (TPAF and PERS)

The State of New Jersey's Total OPEB Liability	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Service Cost	\$ 2,152,062,729	\$ 2,136,235,476	\$ 2,770,618,025	\$ 3,217,184,264	\$ 1,790,973,822	\$ 1,734,404,850	\$ 1,984,642,729	\$ 2,391,878,884	\$ 1,723,999,319	
Interest	1,963,557,443	1,844,113,951	1,342,187,139	1,556,661,679	1,503,341,357	1,827,787,206	1,970,236,232	1,699,441,736	1,823,643,792	
Change in Benefit Terms	-	-	-	-63870842						
Differences Between Expected and Actual Experience	158,934,425	(980,424,863)	1,399,200,736	(11,385,071,658)	11,544,750,637	(7,323,140,818)	-5002065740			
Benefit Payments	(1,499,600,607)	-	(13,586,368,097)	59,202,405	(1,180,515,618)	(1,280,958,373)	(1,232,987,247)	(1,242,412,566)	(1,223,298,019)	
Contributions from Members	51,347,810	(1,390,258,754)	(1,329,476,059)	-	35,781,384	37,971,171	42,614,005	45,748,749	46,273,747	
Changes of Assumptions or other inputs	4,462,660,491	105,539,463	42,650,252	(1,186,417,186)	12,386,549,981	\$ 622,184,027	\$ (5,291,448,855)	(7,086,599,129)	8,611,513,521	
Net change in total OPEB liability	7,288,962,291	1,715,205,273	(9,361,188,004)	(7,802,311,638)	26,080,881,563	(4,381,751,937)	(7,529,008,876)	(4,191,942,326)	10,982,132,360	
Total OPEB Liability - Beginning	\$ 52,361,668,239	\$ 50,646,462,966	\$ 60,007,650,970	\$ 67,809,962,608	\$ 41,729,081,045	\$ 46,110,832,982	\$ 53,639,841,858	\$ 57,831,784,184	\$ 46,849,651,824	
Total OPEB Liability - Ending	\$ 59,650,630,530	\$ 52,361,668,239	\$ 50,646,462,966	\$ 60,007,650,970	\$ 67,809,962,608	\$ 41,729,081,045	\$ 46,110,832,982	\$ 53,639,841,858	\$ 57,831,784,184	
The State of New Jersey's total OPEB liability **	\$ 59,650,630,530	\$ 52,361,668,239	\$ 50,646,462,966	\$ 60,007,650,970	\$ 67,809,962,608	\$ 41,729,081,045	\$ 46,110,832,982	\$ 53,639,841,858	\$ 57,831,784,184	
The State of New Jersey's OPEB liability attributable to the District **	\$ 37,207,008	\$ 32,207,528	\$ 30,758,426	\$ 36,437,182	\$ 41,316,923	\$ 25,501,739	\$ 28,621,932	\$ 33,070,928	\$ 35,858,491	
The District's proportionate share of the total OPEB liability	Zero	Zero	Zero	Zero	Zero	Zero	Zero	Zero	Zero	
District's covered employee payroll	\$ 6,790,157	\$ 7,240,572	\$ 7,564,895	\$ 7,249,088	\$ 7,164,528	\$ 6,977,128	\$ 6,325,033	\$ 6,733,960	\$ 6,593,045	
Total District's OPEB liability as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	
District's contribution	None	None	None	None	None	None	None	None	None	
State's covered employee payroll ***	\$ 15,845,935,573	\$ 15,314,749,297	\$ 14,753,355,408	\$ 14,425,669,769	\$ 14,267,738,657	\$ 13,929,083,479	\$ 13,640,275,833	\$ 13,493,400,208	\$ 13,493,400,208	
Total State's OPEB liability as a percentage of its covered-employee payroll	376.44%	341.90%	343.29%	415.98%	475.27%	299.58%	338.05%	397.53%	428.59%	

** Note: Other Post Employment Benefits (OPEB) for employees of the Teachers' Pension and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS) is considered a special funding situation as defined by GASB Statement No. 75 in which the State of New Jersey is 100% responsible for contributions to the health insurance plan. The district (employer) does not contribute to the plan and the district's OPEB liability is zero.

*** Covered payroll for the Measurement Period ending June 30, 2023 and June 30, 2024 is based on the payroll on the June 30, 2022 and June 30, 2023 census data, respectively

* - Until a full ten year trend is compiled, information will be presented for those years for which information is available.

BELVIDERE SCHOOL DISTRICT

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION-PART III
Pension and Other Post Employment Benefits (OPEB) Schedules

For the Fiscal Year Ended June 30, 2025

Teachers' Pension and Annuity Fund (TPAF)

Pension Schedules

Changes of benefit terms. The vesting and benefit provisions are set by N.J.S.A. 18A:66. TPAF provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of TPAF. 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.

Changes of assumptions. 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.

OPEB Schedules

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

Changes of assumptions. Changes of assumptions and other inputs reflects a change in the discount rate from 3.65 percent in 2023 to 3.93 percent in 2024.

Public Employees' Retirement System (PERS)

Pension Schedules

Changes of benefit terms. The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS.

Changes of assumptions. 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.

OPEB Schedules

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

Changes of assumptions. Changes of assumptions and other inputs reflects a change in the discount rate from 3.65 percent in 2023 to 3.93 percent in 2024.

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND DETAIL STATEMENTS

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

TOWN OF BELVIDERE SCHOOL DISTRICT

Exhibit E-1

SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS

For the Fiscal Year Ended June 30, 2025

	Title I Part A	Title I SIA Part A	Title I I Part A	Title IV	IDEA Basic	IDEA Preschool	Preschool Education Aid	SREP Grant	Local Grants	Scholarship Funds	Student Activities	Totals
REVENUES												
Local Sources									\$ 3,200	\$ 150,120	\$ 164,415	\$ 317,735
State Sources							\$ 632,688	\$ 120,419				753,107
Federal Sources	\$ 57,955	\$ 75,000	\$ 9,765	\$ 10,000	\$ 161,041	\$ 4,687						318,448
TOTAL REVENUES	57,955	75,000	9,765	10,000	161,041	4,687	632,688	120,419	3,200	150,120	164,415	1,389,290
EXPENDITURES:												
Instruction:												
Salaries of Teachers		44,500					227,908					272,408
Other Salaries for Instruction	57,500				122,000		71,955					251,455
Purchased Professional Svcs							1,604					1,604
Other Purchased Serv. - Spec. Ed Tuition					39,041							39,041
General Supplies	455	29,250	4,765	10,000			4,795					49,265
Total Instruction	57,955	73,750	4,765	10,000	161,041	-	306,262	-	-	-	-	613,773
Support Services:												
Salaries of Program Directors							35,988					35,988
Salaries of Other Professional Staff							30,610					30,610
Salaries of Secretarial & Clerical Staff							12,530					12,530
Other Salaries							19,123					19,123
Salaries of Comm. Parent Involv. Spec.							12,894					12,894
Salaries of Master Teachers							42,052					42,052
Personal Services - Employee Benefits							198,421					198,421
Cleaning, Repair & Maintenance							20,000					20,000
Other Purchased Services		1,250	5,000			4,687		120,419	3,200			134,556
Scholarship Activities										31		31
Student Activities											184,531	184,531
Total Support Services	-	1,250	5,000	-	-	4,687	371,618	120,419	3,200	31	184,531	690,736
TOTAL EXPENDITURES	57,955	75,000	9,765	10,000	161,041	4,687	677,880	120,419	3,200	31	184,531	1,304,509
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-	(45,192)	-	-	150,089	(20,116)	84,781
Other Financing Sources (Uses):												
Transfers from Other Funds		-	-	-	-	-	45,192					45,192
Total Other Financing Sources (Uses)	-	-	-	-	-	-	45,192	-	-	-	-	45,192
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-	-	-	-	-	150,089	(20,116)	129,973
Fund Balance Beginning	-	-	-	-	-	-	-	-	-	-	141,255	141,255
Fund Balance Ending	-	-	-	-	-	-	-	-	-	\$ 150,089	\$ 121,139	\$ 271,228

**Belvidere School District
Special Revenue Fund
Preschool Education Aid Schedule of Expenditures
Preschool - All Programs
Budgetary Basis
For the Fiscal Year Ended June 30, 2025**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
EXPENDITURES:					
Instruction:					
Salaries of Teachers	\$ 219,358	\$ 8,550	\$ 227,908	\$ 227,908	-
Other Salaries for Instruction	71,058	897	71,955	71,955	-
Other Purchased Services	1,500	104	1,604	1,604	-
General Supplies	25,000	(20,205)	4,795	4,795	-
Total instruction	316,916	(10,654)	306,262	306,262	-
Support services:					
Salaries of Program Directors	35,988	-	35,988	35,988	-
Salaries of Other Professional Staff	30,610	-	30,610	30,610	-
Salaries of Secr. And Clerical Assistants	12,530	-	12,530	12,530	-
Other Salaries	8,233	10,890	19,123	19,123	-
Salaries of Comm. Parent Involv. Spec.	-	12,894	12,894	12,894	-
Salaries of Master Teachers	27,336	14,716	42,052	42,052	-
Personal Services - Employee Benefits	196,421	2,000	198,421	198,421	-
Cleaning, Repair & Maintenance	13,500	6,500	20,000	20,000	-
Travel	1,500	(1,500)	-	-	-
Supplies and Materials	4,718	(4,718)	-	-	-
Total support services	330,836	40,782	371,618	371,618	-
Total Expenditures	\$ 647,752	30,128	\$ 677,880	\$ 677,880	-

CALCULATION OF BUDGET & CARRYOVER

Total 2024-2025 PreK Aid Allocation	\$ 632,688
Add: Actual ECPA Carryover June 30, 2024	-
Add: Budgeted Transfer From General Fund	45,192
Total Funds Available for 2023-2025 Budget	677,880
Less: 2024-2025 Budgeted PreK & ECPA (Including prior year budgeted carryover)	\$ (677,880)
Available & Unbudgeted Funds as of June 30, 2025	-
Add: June 30, 2025 Unexpended PreK Aid	-
2024-2025 Actual Carryover - PreK Aid	-
2024-2025 PreK Carryover Budgeted in 2025-2026	-

CAPITAL PROJECTS FUND DETAIL STATEMENTS
--

The Capital Projects Fund is used to account for the acquisition and construction of major capital facilities and equipment purchases other than those financed by proprietary funds.

N/A

PROPRIETARY FUND DETAIL STATEMENTS
--

Proprietary Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the district's board is that the costs of providing goods or services be financed through user charges.

Food Services Fund - This fund provides for the operation of food services in all schools within the school district.

Internal Services Fund - This fund provides for the operation of shared services for administrative salaries with Harmony Township School District.

THIS SECTION HAS ALREADY BEEN INCLUDED IN STATEMENTS B-4, B-5 AND B-6.

FIDUCIARY FUND DETAIL STATEMENTS

Fiduciary Funds are defined by GASB No. 84 as four funds. (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds.

N/A

LONG-TERM DEBT SCHEDULES

The Long-Term Schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the school district. This includes serial bonds outstanding and obligations under capital leases.

N/A

Town of Belvidere School District
Statistical Section

<u>Contents</u>	<u>Page</u>
Financial Trends (J-1 thru J-5) These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.	84-89
Revenue Capacity (J-6 thru J-9) These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	90-93
Debt Capacity (J-10 thru J-13) 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.	94-97
Demographic and Economic Information (J-14 and J-15) These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.	98-99
Operating Information (J-16 thru J-20) 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.	100-104

Sources:

Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Reports (ACFR) for the relevant year.

Town of Belvidere School District
Net Position by Component,
Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-1

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental activities										
Invested in capital assets, net of related debt	\$ 1,568,798	\$ 1,493,768	\$ 1,611,274	\$ 1,489,311	\$ 1,704,009	\$ 1,820,731	\$ 1,667,287	\$ 1,650,601	\$ 2,124,761	\$ 1,983,864
Restricted	1,310,574	904,574	644,574	820,482	980,658	1,360,530	1,774,957	1,534,646	1,561,992	1,566,533
Unrestricted	(2,318,398)	(2,397,180)	(2,909,524)	(3,050,963)	(2,600,379)	(2,869,016)	(2,291,509)	(1,659,423)	(1,892,024)	(1,659,115)
Total governmental activities net position	<u>\$ 560,974</u>	<u>\$ 1,162</u>	<u>\$ (653,676)</u>	<u>\$ (741,170)</u>	<u>\$ 84,288</u>	<u>\$ 312,245</u>	<u>\$ 1,150,735</u>	<u>\$ 1,525,824</u>	<u>\$ 1,794,729</u>	<u>\$ 1,891,282</u>
Business-type activities										
Invested in capital assets, net of related debt	\$ 41,776	\$ 30,926	\$ 21,303	\$ 23,409	\$ 35,370	\$ 32,880	\$ 126,466	\$ 169,095	\$ 196,407	\$ 105,571
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-	-	-	-
Total business-type activities net position	<u>\$ 41,776</u>	<u>\$ 30,926</u>	<u>\$ 21,303</u>	<u>\$ 23,409</u>	<u>\$ 35,370</u>	<u>\$ 32,880</u>	<u>\$ 126,466</u>	<u>\$ 169,095</u>	<u>\$ 196,407</u>	<u>\$ 105,571</u>
District-wide										
Invested in capital assets, net of related debt	\$ 1,610,574	\$ 1,524,694	\$ 1,632,577	\$ 1,512,720	\$ 1,739,379	\$ 1,853,611	\$ 1,793,753	\$ 1,819,696	\$ 2,321,168	\$ 2,089,435
Restricted	1,310,574	904,574	644,574	820,482	980,658	1,360,530	1,774,957	1,534,646	1,561,992	1,566,533
Unrestricted	(2,318,398)	(2,397,180)	(2,909,524)	(3,050,963)	(2,600,379)	(2,869,016)	(2,291,509)	(1,659,423)	(1,892,024)	(1,659,115)
Total district net position	<u>\$ 602,750</u>	<u>\$ 32,088</u>	<u>\$ (632,373)</u>	<u>\$ (717,761)</u>	<u>\$ 119,658</u>	<u>\$ 345,125</u>	<u>\$ 1,277,201</u>	<u>\$ 1,694,919</u>	<u>\$ 1,991,136</u>	<u>\$ 1,996,853</u>

Source: ACFR Schedule A-1

Town of Belvidere School District
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses										
Governmental activities										
Instruction										
Regular	\$ 5,119,106	\$ 7,612,502	\$ 8,071,843	\$ 7,226,137	\$ 6,974,613	\$ 7,585,238	\$ 6,744,946	\$ 6,399,263	\$ 6,626,473	\$ 6,216,793
Special education	1,215,591	1,915,070	2,015,680	1,900,734	1,633,056	1,901,125	1,648,569	1,685,918	1,574,617	1,440,081
Other special education	530,546	522,185	565,280	543,342	583,037	584,142	636,220	625,582	601,688	547,085
Support Services:										
Tuition	100,751	122,078	88,238	104,739	258,469	366,692	223,526	10,199	74,197	296,730
Student & instruction related services	1,428,396	2,239,008	2,523,324	2,306,806	2,103,094	2,310,476	2,156,667	2,121,203	2,289,897	2,604,202
General administrative services	870,255	1,269,026	1,255,837	1,101,943	1,016,011	1,096,111	815,158	799,136	861,101	810,844
School administrative services	686,389	958,528	1,003,494	966,448	887,278	1,040,317	885,942	815,694	884,825	861,921
Business administrative services	1,470,116	1,563,393	1,553,578	1,442,855	1,491,469	1,546,929	1,382,745	1,520,540	1,282,776	1,335,041
Plant operations and maintenance	141,253	201,205	215,690	231,170	204,910	79,361	117,112	181,903	320,582	315,095
Pupil transportation										
Other Fiscal Charges	1,448	1,448	1,448	1,448	1,448	1,448	1,448	1,448	1,448	1,448
Total governmental activities expenses	<u>11,563,851</u>	<u>16,404,443</u>	<u>17,294,412</u>	<u>15,825,622</u>	<u>15,153,385</u>	<u>16,511,839</u>	<u>14,612,333</u>	<u>14,160,886</u>	<u>14,517,604</u>	<u>14,429,240</u>
Business-type activities:										
Food service	206,037	200,405	186,632	185,588	143,537	142,833	295,452	231,202	230,835	352,280
Child Care										
Total business-type activities expense	<u>206,037</u>	<u>200,405</u>	<u>186,632</u>	<u>185,588</u>	<u>143,537</u>	<u>142,833</u>	<u>295,452</u>	<u>231,202</u>	<u>230,835</u>	<u>352,280</u>
Total district expenses	<u>\$ 11,769,888</u>	<u>\$ 16,604,848</u>	<u>\$ 17,481,044</u>	<u>\$ 16,011,210</u>	<u>\$ 15,296,922</u>	<u>\$ 16,654,672</u>	<u>\$ 14,907,785</u>	<u>\$ 14,392,088</u>	<u>\$ 14,748,439</u>	<u>\$ 14,781,520</u>
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction (regular & special education)	\$ 3,375,196	\$ 3,288,397	\$ 3,165,705	\$ 3,151,773	\$ 3,215,736	\$ 2,914,745	\$ 3,110,997	\$ 3,051,057	\$ 2,780,697	\$ 2,846,374
Business and other support services	1,785,655	1,739,732	1,674,822	1,667,451	1,701,292	1,542,051	1,645,878	1,614,168	1,471,133	1,505,880
Operating grants and contributions	2,592,735	7,099,467	8,027,203	7,028,963	6,398,926	8,131,293	6,652,912	5,731,667	6,231,100	5,552,632
Capital grants and contributions										
Total governmental activities program revenues	<u>7,753,586</u>	<u>12,127,596</u>	<u>12,867,730</u>	<u>11,848,187</u>	<u>11,315,954</u>	<u>12,588,089</u>	<u>11,409,787</u>	<u>10,396,892</u>	<u>10,482,930</u>	<u>9,904,886</u>
Business-type activities:										
Charges for services										
Food service	141,976	128,681	116,373	125,506	86,547	752	37,404	124,493	124,887	121,171
Operating grants and contributions	50,851	60,874	60,636	62,188	68,951	139,591	351,634	149,338	133,260	140,273
Capital grants and contributions										
Total business type activities program revenues	<u>192,827</u>	<u>189,555</u>	<u>177,009</u>	<u>187,694</u>	<u>155,498</u>	<u>140,343</u>	<u>389,038</u>	<u>273,831</u>	<u>258,147</u>	<u>261,444</u>
Total district program revenues	<u>\$ 7,946,413</u>	<u>\$ 12,317,151</u>	<u>\$ 13,044,739</u>	<u>\$ 12,035,881</u>	<u>\$ 11,471,452</u>	<u>\$ 12,728,432</u>	<u>\$ 11,798,825</u>	<u>\$ 10,670,723</u>	<u>\$ 10,741,077</u>	<u>\$ 10,166,330</u>

Continued

Town of Belvidere School District
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Net (Expense)/Revenue										
Governmental activities	\$ (3,810,265)	\$ (4,276,847)	\$ (4,426,682)	\$ (3,977,435)	\$ (3,837,431)	\$ (3,923,750)	\$ (3,202,546)	\$ (3,763,994)	\$ (4,034,674)	\$ (4,524,354)
Business-type activities	(13,210)	(10,850)	(9,623)	2,106	11,961	(2,490)	93,586	42,629	27,312	(90,836)
Total district-wide net expense	<u>\$ (3,823,475)</u>	<u>\$ (4,287,697)</u>	<u>\$ (4,436,305)</u>	<u>\$ (3,975,329)</u>	<u>\$ (3,825,470)</u>	<u>\$ (3,926,240)</u>	<u>\$ (3,108,960)</u>	<u>\$ (3,721,365)</u>	<u>\$ (4,007,362)</u>	<u>\$ (4,615,190)</u>
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 3,625,393	\$ 3,697,901	\$ 3,753,370	\$ 3,864,525	\$ 3,864,525	\$ 3,854,525	\$ 3,854,525	\$ 3,931,616	\$ 4,097,539	\$ 4,266,893
Unrestricted grants and contributions										
Investment earnings	843	694	1,695	4,085	10,524	2,855	419	178	170	30,220
Miscellaneous income	17,392	18,440	16,779	21,331	12,431	294,327	186,092	207,289	205,870	323,794
Transfers	-	-	-	-	-	-	-	-	-	-
Total governmental activities	<u>3,643,628</u>	<u>3,717,035</u>	<u>3,771,844</u>	<u>3,889,941</u>	<u>3,887,480</u>	<u>4,151,707</u>	<u>4,041,036</u>	<u>4,139,083</u>	<u>4,303,579</u>	<u>4,620,907</u>
Business-type activities:										
Investment earnings	-	-	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	-
Total business-type activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total district-wide	<u>\$ 3,643,628</u>	<u>\$ 3,717,035</u>	<u>\$ 3,771,844</u>	<u>\$ 3,889,941</u>	<u>\$ 3,887,480</u>	<u>\$ 4,151,707</u>	<u>\$ 4,041,036</u>	<u>\$ 4,139,083</u>	<u>\$ 4,303,579</u>	<u>\$ 4,620,907</u>
Change in Net Position										
Governmental activities	\$ (166,637)	\$ (559,812)	\$ (654,838)	\$ (87,494)	\$ 50,049	\$ 227,957	\$ 838,490	\$ 375,089	\$ 268,905	\$ 96,553
Business-type activities	(13,210)	(10,850)	(9,623)	2,106	11,961	(2,490)	93,586	42,629	27,312	(90,836)
Total district	<u>\$ (179,847)</u>	<u>\$ (570,662)</u>	<u>\$ (664,461)</u>	<u>\$ (85,388)</u>	<u>\$ 62,010</u>	<u>\$ 225,467</u>	<u>\$ 932,076</u>	<u>\$ 417,718</u>	<u>\$ 296,217</u>	<u>\$ 5,717</u>

Source: ACFR Schedule A-2

Town of Belvidere School District
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

Exhibit J-3

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund										
Reserved	\$ 1,659,926	\$ 1,444,591	\$ 767,225	\$ 899,720	\$ 1,386,077	\$ 1,398,330	\$ 1,978,285	\$ 1,594,267	\$ 1,507,505	\$ 1,411,793
Unreserved	(36,479)	(31,159)	(34,595)	(46,751)	(53,010)	(53,589)	(49,698)	76,682	13,638	(5,433)
Total general fund	<u>\$ 1,623,447</u>	<u>\$ 1,413,432</u>	<u>\$ 732,630</u>	<u>\$ 852,969</u>	<u>\$ 1,333,067</u>	<u>\$ 1,344,741</u>	<u>\$ 1,928,587</u>	<u>\$ 1,670,949</u>	<u>\$ 1,521,143</u>	<u>\$ 1,406,360</u>
All Other Governmental Funds										
Reserved					\$ 160,176	\$ 151,820	\$ 155,207	\$ 163,994	\$ 141,255	\$ 271,228
Unreserved, reported in:										
Special revenue fund				\$ (18,810)	(38,342)	(37,635)	(34,312)	(45,730)	(56,948)	(63,269)
Capital projects fund										
Debt service fund										
Permanent fund										
Total all other governmental funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (18,810)</u>	<u>\$ 121,834</u>	<u>\$ 114,185</u>	<u>\$ 120,895</u>	<u>\$ 118,264</u>	<u>\$ 84,307</u>	<u>\$ 207,959</u>

Source: ACFR Schedule B-1

Town of Belvidere School District
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years

Exhibit J-4

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Revenues										
Tax levy	\$ 3,625,393	\$ 3,697,901	\$ 3,753,370	\$ 3,864,525	\$ 3,864,525	\$ 3,854,525	\$ 3,854,525	\$ 3,931,616	\$ 4,097,539	\$ 4,266,893
Tuition charges	5,160,851	5,028,129	4,840,527	4,819,224	4,917,028	4,456,796	4,756,875	4,665,225	4,251,830	4,352,254
Interest earnings	-	-	-	-	-	-	-	-	-	-
Miscellaneous	18,235	19,134	18,474	25,416	22,955	297,182	186,511	207,467	206,040	354,014
State sources	4,170,543	4,361,316	4,601,367	4,998,456	5,344,840	5,671,949	6,573,767	6,593,110	6,511,093	6,888,904
Federal sources	225,404	236,100	268,355	260,283	233,828	311,115	500,122	513,777	1,272,273	486,719
Total revenue	13,200,426	13,342,580	13,482,093	13,967,904	14,383,176	14,591,567	15,871,800	15,911,195	16,338,775	16,348,784
Expenditures										
Instruction										
Regular Instruction	3,944,659	4,060,316	4,055,788	3,844,595	4,124,877	4,147,208	4,281,432	4,455,177	4,373,368	4,239,689
Special education instruction	911,004	907,534	877,559	953,327	842,558	908,887	954,994	1,134,062	940,284	886,058
Other special instruction	530,546	522,185	565,280	543,342	583,037	584,142	636,220	625,582	601,688	547,085
Other instruction	-	-	-	-	-	-	-	-	-	-
Support Services:										
Tuition	100,751	122,078	88,238	104,739	258,469	366,692	223,526	10,199	74,197	296,730
Student & instruction related services	1,116,975	1,224,056	1,376,632	1,350,186	1,238,581	1,314,182	1,459,007	1,565,365	1,622,616	1,854,059
General administrative services	694,869	687,947	599,459	555,679	560,312	523,658	420,259	480,859	495,315	498,168
School Administrative services	574,854	578,505	574,359	610,738	591,593	663,695	618,444	607,486	646,227	647,126
Business administrative services	-	-	-	-	-	-	-	-	-	-
Plant operations and maintenance	1,330,126	1,166,122	1,103,974	1,059,593	1,165,074	1,169,757	1,113,688	1,303,291	1,028,738	1,111,000
Pupil transportation	141,253	201,205	215,690	231,170	204,910	79,361	117,112	181,903	320,582	315,095
Unallocated employee benefits	3,651,142	3,832,097	4,214,283	4,332,986	4,286,949	4,535,449	5,391,357	5,623,467	5,633,272	5,625,568
Charter School	8,111	1,593	-	-	-	-	2,423	26,198	40,921	34,628
Special Revenue										
Capital outlay	70,331	248,957	491,633	280,020	66,250	294,511	62,802	157,875	745,330	284,709
Debt service:										
Principal										
Interest and other charges										
Total expenditures	13,074,621	13,552,595	14,162,895	13,866,375	13,922,610	14,587,542	15,281,244	16,171,464	16,522,538	16,339,915
Excess (Deficiency) of revenues over (under) expenditures	125,805	(210,015)	(680,802)	101,529	460,566	4,025	590,556	(260,269)	(183,763)	8,869
Other Financing Sources (uses)										
Transfers in					4,000	12,977	13,197	13,449	14,237	45,192
Transfers out					(4,000)	(12,977)	(13,197)	(13,449)	(14,237)	(45,192)
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
Net change in fund balances	\$ 125,805	\$ (210,015)	\$ (680,802)	\$ 101,529	\$ 460,566	\$ 4,025	\$ 590,556	\$ (260,269)	\$ (183,763)	\$ 8,869
Debt service as a percentage of noncapital expenditures	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Source: ACFR Schedule B-2

TOWN OF BELVIDERE SCHOOL DISTRICT

GENERAL FUND OTHER LOCAL REVENUE BY SOURCE

LAST TEN FISCAL YEARS

UNAUDITED

Exhibit J-5

<u>Fiscal Year</u> <u>Ended June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Refund</u> <u>Prior Year</u> <u>Expenditures</u>	<u>Room</u> <u>Rentals</u>	<u>Pepsi</u> <u>Commission</u>	<u>Athletics</u> <u>Cocurricular</u> <u>Events</u>	<u>Tuition</u>	<u>Miscellaneous</u>	<u>Total</u>
2016	\$ 843	\$ 1,935	-	\$ 886	\$ 12,671	\$ 5,160,851	-	\$ 5,177,186
2017	694	81	\$ 1,480	331	12,735	5,028,129	\$ 913	5,044,363
2018	1,695	637	-	500	6,829	4,840,527	7,238	4,857,426
2019	4,085	-	-	-	12,606	4,819,224	-	4,835,915
2020	10,524	322	-	-	-	4,917,028	12,109	4,939,983
2021	2,855	7,615	-	-	-	4,456,796	498	4,467,764
2022	419	-	-	-	-	4,756,875	44,786	4,802,080
2023	178	-	-	-	-	4,665,225	10,321	4,675,724
2024	170	-	-	-	-	4,251,830	12,948	4,264,948
2025	30,220	-	-	-	-	4,352,254	6,059	4,388,533

SOURCE: District Records

**Town of Belvidere School District
Assessed Value and Actual Value of Taxable Property,
Last Ten Fiscal Years**

Exhibit J-6

Fiscal Year Ended June 30,	Vacant <u>Land</u>	<u>Residential</u>	<u>Farm Reg.</u>	<u>Qfarm</u>	<u>Commercial</u>	<u>Industrial</u>	<u>Apartment</u>	Total Assessed Value	Less: Tax- Exempt Property	Public Utilities a	Net Valuation Taxable	Total Direct School Tax Rate b	Estimated Actual (County Equalized Value)
2016	\$1,730,000	\$100,588,199	\$472,900	\$42,900	\$13,154,599	\$8,993,350	\$2,878,200	\$166,506,200	\$38,119,600	\$526,452	\$128,386,600	\$2.824	\$175,682,635
2017	1,758,800	100,686,699	296,100	41,600	13,086,799	8,993,350	2,878,200	166,418,900	38,152,600	524,752	128,266,300	2.883	182,538,876
2018	1,702,700	100,381,123	459,900	44,000	12,653,899	8,993,350	2,760,300	165,624,624	38,104,600	524,752	127,520,024	2.943	183,780,143
2019	1,665,700	100,392,123	459,900	44,000	12,594,499	8,993,350	2,760,300	165,014,521	38,104,600	49	126,909,921	3.045	192,691,306
2020	1,648,100	100,258,623	459,900	18,100	12,702,999	9,233,350	2,760,300	165,291,921	38,210,500	49	127,081,421	3.041	186,995,504
2021	1,576,100	100,353,323	452,900	19,200	12,685,099	9,291,650	2,760,300	165,293,821	38,155,200	49	127,138,621	3.032	193,638,425
2022	1,562,600	100,142,723	452,900	18,900	12,685,099	9,291,650	2,760,300	165,242,221	38,328,000	49	126,914,221	3.037	189,585,526
2023	1,562,100	100,000,223	452,900	18,900	12,685,099	9,291,650	2,760,300	165,317,422	38,546,200	50	126,771,222	3.101	212,295,088
2024	4,378,600	197,517,700	812,800	21,100	22,010,500	19,721,500	8,600,000	319,020,650	65,958,400	50	253,062,250	1.619	234,293,163
2025	3,910,600	197,397,000	812,800	21,300	21,474,200	16,881,000	8,600,000	314,777,400	65,680,500	-	249,096,900	1.713	232,117,613

Source: District records Tax list summary & Municipal Tax Assessor

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

Reassessment occurs when ordered by the County Board of Taxation

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

b Tax rates are per \$100

**Town of Belvidere School District
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years**

Exhibit J-7

(rate per \$100 of assessed value)

Fiscal Year Ended June 30,	Belvidere Board of Education			Overlapping Rates		Total Direct and Overlapping Tax Rate
	General Obligation Debt			Belvidere Town	Warren County	
	Basic Rate ^a	Service ^b	Total Direct			
2016	\$2.824	\$0.000	\$2.824	\$1.646	\$0.989	\$5.459
2017	\$2.883	\$0.000	\$2.883	\$1.668	\$1.011	\$5.562
2018	\$2.943	\$0.000	\$2.943	\$1.641	\$1.048	\$5.632
2019	\$3.045	\$0.000	\$3.045	\$1.665	\$1.110	\$5.820
2020	\$3.041	\$0.000	\$3.041	\$1.643	\$1.053	\$5.737
2021	\$3.032	\$0.000	\$3.032	\$1.592	\$1.072	\$5.696
2022	\$3.037	\$0.000	\$3.037	\$1.590	\$1.044	\$5.671
2023	\$3.101	\$0.000	\$3.101	\$1.637	\$1.135	\$5.873
2024	\$1.619	\$0.000	\$1.619	\$0.873	\$0.585	\$3.077
2025	\$1.713	\$0.000	\$1.713	\$0.904	\$0.566	\$3.183

Source: District Records and Municipal Tax Collector

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 calculated as follows: the prebudget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

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

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

**Town of Belvidere School District
Principal Property Tax Payers,
Current Year and Nine Years Ago**

Exhibit J-8

Taxpayer	2025			2016		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
DSM Nutritional Products, Inc.(formerly Hoffman LaRoche)	\$ 10,545,600	1	4.23%	\$ 4,615,000	1	1.85%
Samia Holdings LLC	4,053,400	2	1.63%			
ADTI Housing Corp.	3,899,600	3	1.57%	950,000	4	0.38%
BASF Corp. Coating and Ink	1,578,500	4	0.63%	1,505,250	2	0.60%
Individual Taxpayer #1	1,478,500	5	0.59%	631,500	8	0.25%
Individual Taxpayer #2	1,444,500	6	0.58%	571,500	10	0.23%
LM Holdings LLC	1,323,000	7	0.53%			
United Telephone Co of NJ	1,287,700	8	0.52%			
Westgate Apartments LLC	1,287,700	9	0.52%	640,500	7	0.26%
Individual Taxpayer #3	1,088,200	10	0.44%			
Graham Packaging Plastic Products(formerly Owens Illinois)				1,421,700	3	0.57%
Sprint				712,800	5	0.29%
3 Greenwich Street				665,900	6	0.27%
Transistor Devices Inc				600,000	9	0.24%
Total	<u>\$ 27,986,700</u>		<u>11.24%</u>	<u>\$ 12,314,150</u>		<u>4.94%</u>

Source: District ACFR & Municipal Tax Assessor

**Town of Belvidere School District
Property Tax Levies and Collections,
Last Ten Fiscal Years**

Exhibit J-9

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	\$3,625,393	\$3,625,393	100.00%	-
2017	\$3,697,901	\$3,697,901	100.00%	-
2018	\$3,753,370	\$3,753,370	100.00%	-
2019	\$3,864,525	\$3,864,525	100.00%	-
2020	\$3,864,525	\$3,864,525	100.00%	-
2021	\$3,854,525	\$3,854,525	100.00%	-
2022	\$3,854,525	\$3,854,525	100.00%	-
2023	\$3,931,616	\$3,931,616	100.00%	-
2024	\$4,097,539	\$4,097,539	100.00%	-
2025	\$4,266,893	\$4,266,893	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 is the amount voted upon or certified prior to the end of the school year.

**Town of Belvidere School District
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years**

Exhibit J-10

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities	Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds ^b	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases			
2016	-	-	-	-	-	-	N/A	N/A
2017	-	-	-	-	-	-	N/A	N/A
2018	-	-	-	-	-	-	N/A	N/A
2019	-	-	-	-	-	-	N/A	N/A
2020	-	-	-	-	-	-	N/A	N/A
2021	-	-	-	-	-	-	N/A	N/A
2022	-	-	-	-	-	-	N/A	N/A
2023	-	-	-	-	-	-	N/A	N/A
2024	-	-	-	-	-	-	N/A	N/A
2025	-	-	-	-	-	-	N/A	N/A

Source: District ACFR Schedules I-1, I-2

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

- a** See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.
- b** Includes Early Retirement Incentive Plan (ERIP) refunding

Town of Belvidere School District
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years

Exhibit J-11

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2016	-0-	-0-	-0-	-0-	-0-
2017	-0-	-0-	-0-	-0-	-0-
2018	-0-	-0-	-0-	-0-	-0-
2019	-0-	-0-	-0-	-0-	-0-
2020	-0-	-0-	-0-	-0-	-0-
2021	-0-	-0-	-0-	-0-	-0-
2022	-0-	-0-	-0-	-0-	-0-
2023	-0-	-0-	-0-	-0-	-0-
2024	-0-	-0-	-0-	-0-	-0-
2025	-0-	-0-	-0-	-0-	-0-

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

a See Exhibit NJ J-6 for property tax data.

b Population data can be found in Exhibit NJ J-14.

Town of Belvidere School District
Ratios of Overlapping Governmental Activities Debt
As of June 30, 2025

Exhibit J-12

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Town of Belvidere	\$ 2,074,825	100%	\$ 2,074,825
Other debt			
Warren County	10,290,000	1.59%	<u>163,987</u>
Subtotal, overlapping debt			2,238,812
Town of Belvidere School District Direct Debt	None	100%	<u>None</u>
Total direct and overlapping debt			<u><u>\$ 2,238,812</u></u>

Sources: Belvidere Finance Officer, Warren County Finance Office
and Utility Authorities

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the district. 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

Equalized valuation basis

2022	\$235,502,877
2023	\$232,850,805
2024	\$276,130,030
[A]	<u>\$744,483,712</u>

Average equalized valuation of taxable property [A/3] \$ 248,161,237

Debt limit (4 % of average equalization value)	[B]	9,926,449
Net bonded school debt	[C]	None
Legal debt margin	[B-C]	\$ 9,926,449

[illegible]

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

**Town of Belvidere School District
Demographic and Economic Statistics
Last Ten Fiscal Years**

Exhibit J-14

<u>Year</u>	<u>Population ^a</u>	<u>Personal Income (thousands of dollars) ^b</u>	<u>Per Capita Personal Income ^c</u>	<u>Unemployment Rate ^d</u>
2016	2,611	\$134,171,168	\$50,021 R	4.9%
2017	2,592	\$138,591,759	\$51,452 R	4.1%
2018	2,580	\$138,163,511	\$53,122 R	3.4%
2019	2,576	\$137,895,856	\$55,641 R	3.7%
2020	2,566	\$143,564,538	\$58,701 R	7.9%
2021	2,563	\$148,279,802	\$62,006 R	5.8%
2022	2,521	\$152,583,525	\$63,016 R	4.1%
2023	2,534	\$159,745,894	\$66,483 R	4.3%
2024	2,536	\$159,567,656	\$66,483 *	4.4%
2025	2,545	\$169,199,235	\$66,483 *	*

Source:

^a Population information provided by the NJ Dept of Labor and Workforce Development

^b Personal Income provided by US Dept of Commerce

^c Per Capita provided by US Dept of Commerce

^d Unemployment data provided by the NJ Dept of Labor and Workforce Development

R =Revised

* Current data unavailable

**Town of Belvidere School District
Principal Employers,
Current Year and Nine Years Ago**

Exhibit J-15

	2025			2016		
	Employees	Rank (Optional)	Percentage of Total Employment	Employees	Rank (Optional)	Percentage of Total Employment
		1	0.00%	-		0.00%
		2	0.00%	-		0.00%
		3	0.00%	-		0.00%
		4	0.00%	-		0.00%
		5	0.00%	-		0.00%
		6	0.00%	-		0.00%
		7	0.00%	-		0.00%
		8	0.00%	-		0.00%
		9	0.00%	-		0.00%
		10	0.00%	-		0.00%
	-		0.00%	-		0.00%

Source:

No reliable information is available at the local or county level.

**Town of Belvidere School District
Full-time Equivalent District Employees by Function/Program,
Last Ten Fiscal Years**

Exhibit J-16

<u>Function/Program</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Instruction										
Regular	57.5	54.0	54.0	54.0	56.0	53.0	51.0	50.0	42.5	41.5
Special education	22.5	20.5	22.0	24.6	26.0	22.5	23.5	23.5	22.0	22.0
Support Services:										
Student & instruction related services	13.0	13.0	13.0	14.0	17.0	17.5	18.5	20.5	16.0	15.5
General administrative services	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.0
School administrative services	9.0	9.0	9.0	8.0	7.5	6.5	5.5	5.5	5.5	4.5
Business administrative services	3.0	3.0	3.0	3.0	3.0	3.0	3.0	4.0	4.0	4.0
Plant operations and maintenance	8.5	8.5	8.5	8.5	8.5	7.5	7.5	8.0	7.5	7.5
Other Support Services - Athletics	1.0	1.0	1.0	-	1.0	0.5	0.5	0.5	0.5	0.5
Total	117.0	111.5	113.0	114.6	121.5	113.0	112.0	114.5	100.5	97.5

Source: District Personnel Records

**Town of Belvidere School District
Operating Statistics
Last Ten Fiscal Years**

Exhibit J-17

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
2016	742	\$ 13,004,290	\$ 17,526	8.38%	92.0	1:8.1	747.5	705.0	-3.20%	94.3%
2017	739	13,671,262	18,500	5.56%	86.5	1:8.5	735.3	683.7	-1.63%	93.0%
2018	704	13,671,262	19,419	4.97%	88.0	1:8.0	705.0	668.2	-4.12%	94.8%
2019	693	13,586,355	19,605	0.96%	92.6	1:7.5	684.6	647.0	-2.89%	94.5%
2020	651	13,856,360	21,285	8.57%	99.0	1:6.6	656.0	624.7	-4.18%	95.2%
2021	628	14,293,031	22,760	6.93%	93.0	1:6.8	625.3	593.7	-4.68%	94.9%
2022	596	15,218,442	25,534	12.19%	93.0	1:6.4	607.1	545.2	-2.91%	89.8%
2023	604	16,013,589	26,513	3.83%	94.0	1:6.4	603.5	547.7	-0.59%	90.8%
2024	577	15,777,208	27,344	3.13%	80.5	1:7.2	581.5	526.1	-3.65%	90.5%
2025	577	16,055,206	27,825	1.76%	75.5	1:7.6	570.9	516.3	-1.82%	90.4%

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; Schedule J-4
- 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).

**Town of Belvidere School District
School Building Information
Last Ten Fiscal Years**

Exhibit J-18

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
<u>District Building</u>										
<u>Elementary</u>										
Third Street Elementary (1916)										
Square Feet	17,688	17,688	17,688	17,688	17,688	17,688	17,688	17,688	17,688	17,688
Capacity (students)	239	239	239	239	239	239	239	239	239	239
Enrollment	94	98	104	85	-	-	-	-	-	-
Oxford Street Elementary School (1958/1976)										
Square Feet	41,500	41,500	41,500	41,500	41,500	41,500	41,500	41,500	41,500	41,500
Capacity (students)	250	250	250	250	250	250	250	250	250	250
Enrollment	171	165	145	169	174	167	181	201	187	206
<u>High School</u>										
Belvidere High School (1938/1958/1976)										
Square Feet	132,500	132,500	132,500	132,500	132,500	132,500	132,500	132,500	132,500	132,500
Capacity (students)	940	940	940	940	940	940	940	940	940	940
Enrollment	477	476	455	419	477	461	415	403	390	371
<u>Other</u>										
Storage Building (1958)										
Square Feet	1,548	1,548	1,548	1,548	1,548	1,548	1,548	1,548	1,548	1,548

Number of Schools at June 30, 2025

Source: District Facilities Office

Third Street Elementary served as the administrative and board of education office starting in fiscal year '20 though '23.

Elementary = 1

High School = 1

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

TOWN OF BELVIDERE SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
Last Ten Fiscal Years Ending June 30, 2025
UNAUDITED

Exhibit J-19

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

<u>School Facilities</u>	<u>Project #</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>Total</u>
Third Street Elementary	N/A	\$ 24,431	\$ 17,243	\$ 16,293	\$ 13,147	\$ 17,518	\$ 17,185	\$ 11,921	\$ 19,276	\$ 7,430	\$ 10,826	\$ 155,270
Oxford Elementary	N/A	17,828	12,583	11,889	9,594	12,784	12,541	8,699	14,066	5,422	7,900	113,306
Belvidere High School	N/A	618,030	436,205	412,162	332,585	443,165	434,738	301,569	487,624	187,967	273,858	3,927,903
Total School Facilities		660,289	466,031	440,344	355,325	473,466	464,463	322,189	520,965	200,819	292,583	4,196,479
Other Facilities												
Grand Total		\$ 660,289	\$ 466,031	\$ 440,344	\$ 355,325	\$ 473,466	\$ 464,463	\$ 322,189	\$ 520,965	\$ 200,819	\$ 292,583	\$ 4,196,479

BELVIDERE BOARD OF EDUCATION

Exhibit J-20

INSURANCE SCHEDULE

6/30/2025

UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
Commercial Package Policy - NJ Schools Insurance Group (NJSIG):		
<u>PROPERTY SECTION:</u>		
Blanket Building and Contents (fund limit)	\$ 450,000,000	\$ 1,000
Accounts Receivable	250,000	1,000
Automobile Physical Damage	In Blanket Limit	1,000
Electronic Data Processing Equipment	375,000	1,000
<u>LIABILITY SECTION:</u>		
Comprehensive General Liability	11,000,000	
Automobile Liability	11,000,000	
Employee Benefit Liability	11,000,000	1,000
<u>CRIME:</u>		
Blanket Employee Dishonesty	100,000	500
Forgery	50,000	500
Theft/Disappearance/Destruction:		
Inside	50,000	500
Outside	50,000	500
<u>SCHOOL BOARD LEGAL LIABILITY - NJSIG</u>	11,000,000	5,000
Zurich Insurance Company (NJSIG):		
<u>ENVIRONMENTAL IMPAIRMENT LIABILITY:</u>		
Limit of Liability:		
Incident	1,000,000	10,000
Fund Annual Aggregate	25,000,000	
<u>WORKERS' COMPENSATION (NJSIG):</u>		
(a) Statutory Benefits	Included	
(a) Employer's Liability	5,000,000	
Supplemental Coverage (optional)	Included	
Selective Insurance Company		
Public Employees' Faithful Performance Blanket Position Bond -		
Board Secretary - R Tjalma	206,000	

Single Audit Section



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Anthony Ardito, CPA, RMA, CMFO, PSA

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

Independent Auditor's Report

Honorable President and
 Members of the Board of Education
 Belvidere School District
 County of Warren
 Belvidere, New Jersey 07823

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in ***Government Auditing Standards*** issued by the Comptroller General of the United States, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Belvidere School District Board of Education in the County of Warren, State of New Jersey, as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Town of Belvidere School District Board of Education's basic financial statements, and have issued our report thereon dated January 7, 2026.

Report on Internal Control Over Financial Reporting

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

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

-Continued-

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as finding 2025-001 that we consider to be a significant deficiency.

Report On Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the 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** or audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

We noted certain matters that we reported to management of the Town of Belvidere School District, in a separate letter dated January 7, 2026 entitled "Auditor's Management Report on Administrative Findings".

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 for New Jersey Department of Education use, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with **Government Auditing Standards** in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Ardito & Company LLC

ARDITO & COMPANY LLC

Frenchtown, New Jersey

January 7, 2026

Anthony Ardito

Anthony Ardito

Certified Public Accountant

Licensed Public School Accountant No. 2369

ARDITO & COMPANY LLC

Frenchtown, New Jersey

January 7, 2026



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Anthony Ardito, CPA, RMA, CMFO, PSA

Independent Auditor's Report on Compliance For Each Major Program and on Internal Control Over Compliance Required by New Jersey OMB circular 15-08

Honorable President and
 Members of the Board of Education
 Belvidere School District
 County of Warren
 Belvidere, New Jersey 07823

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited the Belvidere School District Board of Education's compliance with the types of compliance requirements described in the New Jersey State Aid/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 Belvidere School District Board of Education'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 Belvidere School District Board of Education 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; the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Our responsibilities under those standards, and New Jersey OMB Circular 15-08 are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Belvidere School District Board of Education, 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 opinion on compliance for each major state program. Our audit does not provide a legal determination of the Belvidere School District Board of Education'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.

-Continued-

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 New Jersey OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major state program as a whole.

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

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

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

Report on Internal Control Over Compliance

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

-Continued-

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 New Jersey OMB circular 15-08, and for New Jersey Department of Education use. Accordingly, this report is not suitable for any other purpose.

Ardito & Company LLC

ARDITO & COMPANY LLC

Frenchtown, New Jersey

January 7, 2026

Anthony Ardito

Anthony Ardito

Certified Public Accountant

Licensed Public School Accountant No. 2369

ARDITO & COMPANY LLC

Frenchtown, New Jersey

January 7, 2026

TOWN OF BELVIDERE SCHOOL DISTRICT

K-3

Schedule of Expenditures of Federal Awards
for the Fiscal Year ended June 30, 2025

Schedule A

Federal Grantor/Pass-through Grantor/Program Title	Federal Assistance Listing No.	FAIN Number	Grant or State Project Number	Program or Award Amount	Grant Period		Balance At June 30, 2024	Carryover/ Walkover Amount	Cash Received	Budgetary Expenditures	Adjust.	Repayment of Prior Years' Balances	Balance at June 30, 2025			Cumulative Total Expenditures
					From	To							Accounts Receivable	Deferred Revenue	Due to Grantor	
U.S. Department of Education																
General Fund:																
Medical Assistance Aid	93.778	2405NJ5MAP	N/A	\$ 3,429	7/1/24	6/30/25			\$ 3,429	\$ (3,429)						\$ 3,429
Total General Fund							-	-	3,429	(3,429)	-	-	-	-	-	3,429
U.S. Dept. of Education Passed- Through State Dept. of Education:																
Special Revenue Fund:																
Title I	84.010	S010A240030	N/A	57,955	7/1/24	6/30/25			57,955	(57,955)			-			57,955
Title I SIA	84.010A	S010A240030	N/A	75,000	7/1/24	6/30/25			67,500	(75,000)			\$ (7,500)			75,000
Title II (A)	84.367A	S367B240027	N/A	9,765	7/1/24	6/30/25			9,765	(9,765)			-			9,765
Title IV	84.424A	S424B240027	N/A	10,000	7/1/24	6/30/25			10,000	(10,000)			-			10,000
Total ESEA							-	-	145,220	(152,720)	-	-	(7,500)	-	-	152,720
IDEA Part B, Basic Regular	84.027	H027A240100	FT-0280	161,041	7/1/24	6/30/25	\$ (11,337)		172,378	(161,041)			-			161,041
IDEA Part B, Preschool	84.173	H173A240114	FT-0280	4,687	7/1/24	6/30/25			4,687	(4,687)			-			4,687
Total Special Education Cluster							(11,337)	-	177,065	(165,728)	-	-	-	-	-	165,728
U.S. Department of Treasury																
Passed-through State Dept. Community Affairs/ Board of Public Utilities:																
Special Revenue Fund:																
Coronavirus State and Local Fiscal Recovery Fund	21.027	SLFRP1024	SSB-VEEVR (807 Oxford St.)	437,675	2/22/22	2/22/23	(132,925)		132,925	-			-			-
Coronavirus State and Local Fiscal Recovery Fund	21.027	SLFRP1024	SSB-VEEVR (809 Oxford St.)	451,175	2/22/22	2/22/23	(451,175)		331,218	-	\$ 119,957		-			-
Total Coronavirus State and Local Fiscal Recovery Fund							(584,100)	-	464,143	-	119,957	-	-	-	-	-
Total Special Revenue Fund							(595,437)	-	786,428	(318,448)	119,957	-	(7,500)	-	-	318,448
U.S. Dept. of Agriculture Passed- Through State Dept. of Agriculture:																
Enterprise Fund:																
Child Nutrition Cluster:																
National School Lunch Program (Food Distribution)	10.555	241NJ304N1199	N/A		7/1/23	6/30/24	3,722			(3,722)						3,722
National School Lunch Program (Food Distribution)	10.555	251NJ304N1199	N/A	14,039	7/1/24	6/30/25			14,039	(10,693)			\$ 3,346			10,693
School Breakfast Program	10.553	241NJ304N1199	N/A		7/1/23	6/30/24	(339)		339							
School Breakfast Program	10.553	251NJ304N1199	N/A	11,516	7/1/24	6/30/25			11,208	(11,516)			(308)			11,516
National School Lunch Program	10.555	241NJ304N1199	N/A		7/1/23	6/30/24	(2,124)		2,124							
National School Lunch Program	10.555	251NJ304N1199	N/A	109,192	7/1/24	6/30/25			106,568	(109,192)			(2,624)			109,192
Summer EBT Administrative Cost	10.646	251NJ304N1803	N/A	643	7/1/24	6/30/25			643	(643)			-			643
Total Enterprise Fund							1,259	-	134,921	(135,766)	-	-	(2,932)	3,346	-	135,766
TOTAL FEDERAL ASSISTANCE							\$ (594,178)	-	\$ 924,778	\$ (457,643)	\$ 119,957	-	\$ (10,432)	\$ 3,346	-	\$ 457,643

The accompanying Notes to Schedules of Expenditures of Awards and Financial Assistance are an integral part of this schedule.

Note: This Schedule was not subject to an audit in accordance with OMB Uniform Guidance.

TOWN OF BELVIDERE SCHOOL DISTRICT

K-4

Schedule of Expenditures of State Financial Assistance
for the Fiscal Year ended June 30, 2025

Schedule B

Balance at June 30, 2024										Balance at June 30, 2025				MEMO	
STATE GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	GRANT PERIOD	AWARD AMOUNT	DEFER.	DUE TO	CARRY- OVER AMOUNT	CASH	BUDGETARY	ADJUST.	REPAYMENT	(ACCTS.	DEFER.	DUE TO	BUDGETARY	CUMULATIVE
				REVENUE (ACCTS. RECEIV.)						YEARS' BALANCES					
STATE DEPARTMENT OF EDUCATION															
General Fund:														*	
Equalization Aid	25-495-034-5120-078	7/1/24-6/30/25	\$ 2,296,541				\$ 2,296,541	\$ (2,296,541)						*	\$ 228,511 \$ 2,296,541
Transportation Aid	25-495-034-5120-014	7/1/24-6/30/25	14,798				14,798	(14,798)						*	1,472 0
Special Education Aid	25-495-034-5120-089	7/1/24-6/30/25	352,075				352,075	(352,075)						*	35,032 352,075
Security Aid	25-495-034-5120-084	7/1/24-6/30/25	61,165				61,165	(61,165)						*	6,086 61,165
Extra-ordinary Aid	24-495-034-5120-043	7/1/23-6/30/24		\$ (15,382)			15,382							*	0
Extra-ordinary Aid	25-495-034-5120-044	7/1/24-6/30/25	15,699					(15,699)			\$ (15,699)			*	15,699
TPAF Pension	25-495-034-5094-002	7/1/24-6/30/25	2,289,934				2,289,934	(2,289,934)						*	2,289,934
TPAF Pension PMR	25-495-034-5094-001	7/1/24-6/30/25	669,121				669,121	(669,121)						*	669,121
TPAF Pension LTD Ins	25-495-034-5094-004	7/1/24-6/30/25	710				710	(710)						*	710
Reimbursed TPAF Soc. Sec. Contrib.	25-495-034-5094-003	7/1/24-6/30/25	435,102	(1,987)			434,765	(435,102)			(2,324)			*	435,102
Total General Fund				(17,369)			6,134,491	(6,135,145)			(18,023)			*	271,101 6,120,347
Special Revenue Fund:															
Preschool Education Aid	25-495-034-5120-086	7/1/24-6/30/25	632,688				632,688	(677,880)	\$ 45,192		-	-		*	63,269 677,880
STATE DEPARTMENT OF COMMUNITY AFFAIRS															
Special Revenue Fund:														*	
School Regionalization Efficiency Program (SREP)	N/A	7/1/24-6/30/25	150,000				75,000	(120,419)			(75,000)	\$ 29,581		*	
Total Special Revenue Fund				-	-	-	707,688	(798,299)	45,192	-	(75,000)	29,581	-	*	63,269 677,880
STATE DEPARTMENT OF AGRICULTURE															
Enterprise Fund:														*	
National School Lunch Prog.(State Share)	24-100-010-3350-023	7/1/23-6/30/24		(99)			99							*	
National School Lunch Prog.(State Share)	25-100-010-3350-023	7/1/24-6/30/25	4,507				4,395	(4,507)			(112)			*	4,507
Total Enterprise Fund				(99)	-	-	4,494	(4,507)	-	-	(112)	-	-	*	- 4,507
Total State Financial Assistance															
				\$ (17,468)	-	-	\$ 6,846,673	\$ (6,937,951)	\$ 45,192	-	\$ (93,135)	\$ 29,581	-	*	\$ 334,370 \$ 6,802,734
Less On-behalf TPAF Pension Amounts:															
TPAF Pension	25-495-034-5094-002	7/1/24-6/30/25	2,289,934					2,289,934							
TPAF Pension PMR	25-495-034-5094-001	7/1/24-6/30/25	669,121					669,121							
TPAF Pension LTD Ins	25-495-034-5094-004	7/1/24-6/30/25	710					710							
Total State Expenditures Subject to Major Program Determination								\$ (3,978,186)							

The accompanying Notes to Schedules of Expenditures of Awards and Financial Assistance are an integral part of this schedule.

NOTES TO THE SCHEDULES OF STATE FINANCIAL ASSISTANCE
JUNE 30, 2025

NOTE 1. GENERAL

The accompanying schedule of expenditures of state financial assistance includes state award activity of the Board of Education, Town of Belvidere School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All state awards received directly from state agencies, as well as state financial assistance passed through other government agencies is included on the schedule of expenditure of state financial assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These basis of accounting are described in Note 1 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of *2 CFR 200-Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and *NJ OMB 15-08*. 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% de minimis indirect cost rate.

NOTE 3. RELATIONSHIP TO GENERAL PURPOSE FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last state aid payment in the current budget year, which is mandated pursuant to *N.J.S.A. 18A:22-44.2*. For GAAP purposes, that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid 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 revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the last state aid payment in the current budget year, consistent with *N.J.S.A. 18A:22-4.2*.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$20,269) for the general fund and \$185,763 for the special revenue fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented on the following page:

NOTES TO THE SCHEDULES OF STATE FINANCIAL ASSISTANCE
JUNE 30, 2025

NOTE 3. (Continued)

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	3,429	\$ 6,114,876	\$ 6,118,305
Special Revenue Fund	\$ 483,290	774,028	1,257,318
Food Service Fund	<u>135,766</u>	<u>4,507</u>	<u>140,273</u>
Total Financial Assistance	<u>\$ 622,485</u>	<u>\$ 6,893,411</u>	<u>\$ 7,515,896</u>

NOTE 4. RELATIONSHIP TO STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the district for the year ended June 30, 2025. TPAF Social Security Contributions represents the amount reimbursed by the state for employer's share of social security contributions for TPAF members for the year ended June 30, 2025.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Section I - Summary of Auditor's Results

Financial Statement Section

Type of auditor's report issued:

Unmodified

Internal control over financial reporting:

1) Material weakness(es) identified?

 Yes x No

2) Were significant deficiencies identified
that were not considered to be material
weaknesses?

 x Yes

 None

Reported

Noncompliance material to financial
statements noted?

 Yes x No

Federal Awards

N/A

Internal control over major programs:

1) Material weakness(es) identified?

 Yes No

2) Were significant deficiencies identified
that were not considered to be material
weaknesses?

 Yes

 None

Type of auditor's report issued on compliance for major programs:

Unmodified

Any audit findings disclosed that are required to be reported
in accordance with 2 CFR 200 section .516(a) of ?

 Yes No

Identification of major programs:

Assistance Listing

FAIN Number(s)

Name of Federal Program or Cluster

N/A

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

N/A

Auditee qualified as low-risk auditee?

 Yes No

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

State Financial Assistance Section

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

\$750,000

Auditee qualified as low-risk auditee?

x Yes No

Internal Control over major programs:

1) Material weakness(es) identified?

 Yes x No

2) Were significant deficiencies identified
that were not considered to be material
weaknesses?

 Yes x None

Type of auditor's report on compliance for
major programs:

Unmodified

Any audit findings disclosed that are
required to be reported in accordance with
NJ OMB Circular letter 15-08 as applicable?

 Yes x No

Identification of major programs:

State Grant/Project Number(s)**Name of State Program**

25-495-034-5122-078

Equalization Aid (State Aid Cluster)

25-495-034-5122-089

Special Education Aid (State Aid Cluster)

25-495-034-5122-084

Security Aid (State Aid Cluster)

25-495-034-5120-086

Preschool Education Aid

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Section II-Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements, and abuse related to the financial statements for which *Government Auditing Standards* requires reporting.

Financial Statement

Finding 2025-001

Criteria or Specific Requirement:

Monthly bank accounts should be reconciled to the board secretary's underlying general ledger account detail by an employee independent of the board secretary.

Condition:

The board secretary prepares the monthly reconciliations of all bank accounts as the board combined the treasurer and board secretary position in November of 2024. N.J.S.A.18A:17-9 provides that the chief school administrator or board designee other than the secretary must prepare the monthly reconciliations of all bank accounts prior to the completion of the secretary's monthly report.

Context:

A sound system of internal controls includes segregation of duties which prevents fraud and errors by splitting critical tasks across multiple people, ensuring no single employee controls an entire process, especially concerning authorizing, recording, and safeguarding assets. The monthly bank accounts are reconciled by the board secretary who is the same employee who has access to the accounting records and is authorizing and recording district transactions.

Effect:

Lack of segregation of duties in the performance of cash reconciliations.

Cause:

The board combined the treasurer and board secretary position in November of 2024.

Recommendation:

The board should adopt a formal policy regarding the monthly reconciliations of all bank accounts and appoint an employee other than the board secretary to prepare the monthly reconciliations of all bank accounts.

Views of management and planned corrective actions:

The Chief School Administrator will develop a recommended policy regarding the monthly reconciliations of all bank accounts and present the recommendation to the board for approval.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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

This section identifies audit findings required to be reported by 2 CFR 200 section .516 of the *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and NJOMB Circular Letter 15-08, as applicable.

Federal Awards N/A

State Awards N/A

SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

STATUS OF PRIOR YEAR FINDINGS

N/A

In accordance with ***government auditing standards*** , our procedures included a review of all prior year recommendations. There were no prior year findings.