

**SCHOOL DISTRICT
OF
PASCACK VALLEY REGIONAL**

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

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

**Annual Comprehensive
Financial Report**

of the

Pascack Valley Regional High School District

Montvale, New Jersey

For the Fiscal Year Ended June 30, 2025

Prepared by

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

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**INTRODUCTORY SECTION
(UNAUDITED)**

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
28 West Grand Avenue, Suite 2
Montvale, New Jersey 07645-2028

Mr. Dirk Phillips
Interim Superintendent of Schools

Mrs. Cynthia Kirk
Business Administrator/Board Secretary

November 7, 2025

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

Dear Board Members:

It is with pleasure that we submit the Annual Comprehensive Financial Report (ACFR) of the Pascack Valley Regional High School District for the fiscal year ended June 30, 2025. This ACFR includes the District's basic financial statements prepared in accordance with pronouncements of the Governmental Accounting Standards Board. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, data presented in this report is accurate in all materials respects and is reported in a manner designed to present fairly the basic financial statements and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

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

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

HILLSDALE

MONTVALE

RIVER VALE

WOODCLIFF LAKE

Schools and Communities – Partners in Education

1) **REPORTING ENTITY AND ITS SERVICES**

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

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

The Pascack Valley Regional High School District offers a full range of educational services appropriate for grade levels 9 through 12. These include regular, as well as, special education for handicapped youngsters. As of September 1, 2025 Pascack Hills High School reported a student enrollment of 741 and Pascack Valley High School had 919 students on roll. The District completed the 2024-2025 fiscal year with a total enrollment of 1,666 students, which represents a decrease of 1.5% from the previous year's enrollment.

The administrative team for the Pascack Valley Regional High School District consists of a District Superintendent, a Director of Curriculum, Instruction, and Assessment, a School Business Administrator/Board Secretary, a Director of Personnel and Pupil Services, a Director of Facilities and Capital Improvements, a Technology Director, and seven District-wide curriculum supervisors. The Pascack Hills High School administration comprises a principal, two assistant principals, and an athletic director. Pascack Valley High School is also led by a principal, two assistant principals, and an athletic director.

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

To maintain effective communication, the District manages a robust online and social media presence. The District's website, www.pascack.org, contains a wealth of District information. The school community is regularly informed about school events and updates through ParentSquare, our email and text messaging distribution system. Updates concerning the District's budget and facility projects are provided regularly at BOE meetings, which are live-streamed and posted on our website. BOE presentations can also be found on the District website. BOE Meeting Highlights, which summarize the regular board meeting actions, are sent to the school community after each BOE meeting.

PASCACK HILLS HIGH SCHOOL

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

Both high schools in the Pascack Valley Regional High School District were the first in New Jersey to provide wireless laptops to all students and teachers to be used in classrooms and at home. That innovative spirit of over twenty years ago continues as educators are grappling with effective ways of utilizing artificial intelligence in the classroom. Each day, our students use an array of electronic resources and social media as we continue to explore the vast possibilities of the global network.

Pascack Hills High School works closely with all four K-8 school districts including the coordination of the curriculum between the middle schools and the regional high schools. Regular committee meetings are held throughout the school year to ensure curriculum alignment with the sending districts. The program of studies at Pascack Hills High School offers a challenging Honors and Advanced Placement Program, a selection of dual enrollment courses, specialized electives, and unique programs in humanities, molecular genetics, and video production. The performance of our students in the academic arena has been exceptional.

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

We owe much of our success to our parent community. Both directly and indirectly, our parents collaborate with school personnel and function as partners in motivating our students and applauding their achievements. An active Parent Faculty Association provides the formal link between home and school. Our students will live in a world of global challenge and opportunity. At Pascack Hills High School, a talented faculty, a resourceful community, and an ambitious student body converge to accept the challenge and engage that opportunity.

PASCACK VALLEY HIGH SCHOOL

At Pascack Valley High School, we believe in challenging every student to meet high standards. Our low student-to-teacher ratio allows our staff to provide both individual and group support, ensuring all students can achieve academic excellence.

Our curriculum offers a wide range of options, including College Preparatory, Honors, Advanced Placement (AP), and Dual Enrollment courses. A majority of our students who take AP exams earn passing scores that exceed the state average. We've also partnered with Virtual High School for seventeen years to provide over 200 additional course options. Beyond traditional courses, our students excel in language development; this past year, forty students earned the Seal of Biliteracy by demonstrating proficiency in two or more languages.

Student life at Pascack Valley is vibrant and engaging. Our Student Council serves as a genuine student government, addressing student concerns and fostering a positive school atmosphere. With 60 active clubs and 52 sports teams, there are countless opportunities for students to explore their interests and grow outside the classroom. Our students are deeply committed to community service, with each grade level supporting a different charitable cause each year.

We provide comprehensive support to ensure the well-being of our students. Services include a Child Study Team, dedicated guidance staff, and an Intervention and Referral Services Team that specializes in early intervention for at-risk students. Additionally, our Student Assistance Counselor provides prevention and intervention support, and our Wellness Center—now in its tenth year—serves students, parents, and staff. Our goal is to provide a supportive environment that helps every student reach their full potential.

PARENT/FACULTY ORGANIZATIONS

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

CURRICULUM AND INSTRUCTION

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

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

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

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

Collaboratively, the Pascack Valley Regional High School District's Curriculum Committee, DEAC Committee, and the School Improvement (SciP) Committee, working in conjunction with the Office of Curriculum, Instruction, and Assessment, consistently develop plans to provide teachers with extensive professional development opportunities. During the 2024-25 school year, the District devoted three full days and nine half days to professional development, focusing on technology integration for instruction, data-driven instruction, social-emotional learning, and supporting students that required remediation or acceleration. This supplemented the various professional development workshops and online sessions available to teachers. Additionally, during the same school year, the Regional Curriculum Office continued its successful efforts in providing curriculum coordination, professional development, and instructional coaching to the four sending districts, a program that commenced on July 1, 2012.

The overarching mission of the Pascack Valley Regional High School District is to prepare students for college, careers, and life. The vision centers on fostering a culture of innovation, inquiry, and individuality that promotes achievement and choice while cultivating the skills necessary for ethical and responsible global citizenship. The District's nationally recognized 1:1 laptop program, which is entering its 22nd year, has played a pivotal role in providing technology tools that empower all participants in the learning community, students and teachers alike, to work toward achieving this vision. The district is continually recognized for awards on the state and national level related to technology.

Technology is seamlessly integrated into the fabric of the Pascack Valley Regional High School District, encompassing all curricular domains. This successful integration hinges on the support for creativity and professional growth among our educators, yielding profound impacts on the education and future prospects of our students. Exceptional instruction, bolstered by our 1:1 laptop program, enables students to take ownership of their education, pursuing all the opportunities our District offers for knowledge acquisition, critical thinking, collaboration, and exploration. Furthermore, the District's robust technology program enabled an effective transition to remote and hybrid learning during the recent pandemic years. In the 2025-26 school year, all instructional and administrative staff will have the option to use an iPad in addition to their laptop, further enhancing instruction for students.

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

1. Foster an environment for our district "community of learners" to further the use of Educational Technology with the continued support of the Board of Education and District Administration.
2. Under the guidance of the Curriculum Office, provide appropriate instruction and resources to promote Digital Citizenship in support of the district's vision.
3. Maintain an environment where students, teachers, and administrators have access to educational resources at any time and from anywhere.
4. Explore and maintain opportunities for Shared Technology Services with sending districts, as well as with districts in the Region and State, to reduce costs and enhance services.
5. Continuously enhance our student's digital literacy, including the appropriate and ethical use of Generative AI.

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

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

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

SPECIAL SERVICES

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

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

Students with disabilities are mainstreamed in general education classes with supplementary aides and services. Also, inclusive education is provided through in-class support from a Special Education Teacher in collaboratively taught classes with approximately 68 such classes offered districtwide.

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

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

The District offers approximately 132 collaborative and special education classes.

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

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

The Special Services Department is comprised of a Director and Supervisor of Special Services, two Child Study Teams, (four Psychologists, two Social Workers, four Learning Consultants, and two Speech and Language Specialists), along with 28 Special Education Teachers, 24 Special Education Paraprofessionals, and a Work Based Learning Supervisor.

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

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

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

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

Pascack Valley Regional High School District has approximately 349 classified students who are being educated within the District. There are an additional 33 students placed out-of-district in county and private schools, and 5 students who attend full-time out-of-district vocational programs. To date, the District has a total of 63 students in its special programs with 24 of those students received from other districts.

2) ECONOMIC CONDITION AND OUTLOOK

High business taxes, high property taxes, and an overall high cost of living remain a challenge in New Jersey, and, as a result, the state has seen a significant outflow of residents and businesses. A shift to remote or hybrid work in many professions has resulted in the decline of use of traditional suburban office parks within the state. Many of these office parks and other spaces are being redeveloped into mixed use spaces, many of which include: mandated affordable housing, luxury housing, retail space, and/ or office space. We are seeing these types of redevelopments happening within our community and surrounding communities. New businesses have begun to open and there is optimism this will ease the tax burden. Despite high property taxes, demand for housing remains steady and prices remain high due to low inventory on the market. Accelerating inflation, driven by rising food and energy prices, remains a concern. School districts continue to experience significant price increases especially in healthcare, student transportation, energy, and construction costs.

The District is striving to take advantage of exciting developments in education and the emergence of cutting-edge technologies, including AI, which has created new fields such as data analytics, sustainability, entrepreneurship, and STEM programs. The available technology requires continued financial support. Hopefully, some of the funding can be supported by increased state aid. The District will continue to seek grant opportunities to assist in funding these endeavors.

While continuing to work within the tax levy cap increase of 2%, current school funding law has been modified to eliminate adjustment aid as well as State aid growth caps. This approach is meant to provide more equitable funding distribution. The past seven years, aid to overfunded districts was reduced and aid to underfunded districts was increased to ensure that all public schools receive appropriate levels of state assistance under the School Funding Reform Act (SFRA) which ended in the 2025 fiscal year. The district's declining enrollment over the past several years has resulted in lower increases. An uptick in enrollment should be realized in the future as the K-8 sending districts have seen growth due to the housing starts.

Meanwhile, the burden of funding school budgets will continue to rely heavily on community taxpayers. Sustaining a budget based on a 2% tax levy cap is a challenge when almost all expenses are increasing by more than 2% each year.

3) MAJOR INITIATIVES

Our students continue to score significantly above state and national averages in all standardized measures of achievement. The SAT scores for the District Class of 2025 remain higher than the state and national averages. Of our graduates, approximately 91% of the students in the Pascack Valley Regional High School District attend postsecondary schools. The remainder opted to enter the workforce or the military.

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

The Auditorium at Pascack Hills High School was renovated, including a new sound and lighting system. At Pascack Valley High School, Air conditioning is being installed in the cafeteria and early childhood classrooms, windows and doors have been replaced in the cafeteria and early childhood classrooms, the Auditorium is being renovated to include a new sound and lighting package, and pneumatic HVAC controls are being replaced with Direct Digital Controls. We recently purchased a residential property that has housed our Milestones program and we have begun the process of renovating the property to expand the program.

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

4) INTERNAL ACCOUNTING CONTROLS

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

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

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

5) BUDGETARY CONTROLS

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by a vote of the Board of Education. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount, as amended for the fiscal year, is reflected in the financial section.

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

6) ACCOUNTING SYSTEMS AND REPORTS

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

7) CASH MANAGEMENT

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

8) RISK MANAGEMENT

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

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

9) OTHER INFORMATION

Independent Audit-State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia LLP, CPAs, was selected by the Board to perform the audit. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform*

Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditor's report on the basic financial statements and specific, required supplementary information is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

10) ACKNOWLEDGMENTS

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

Respectfully submitted,

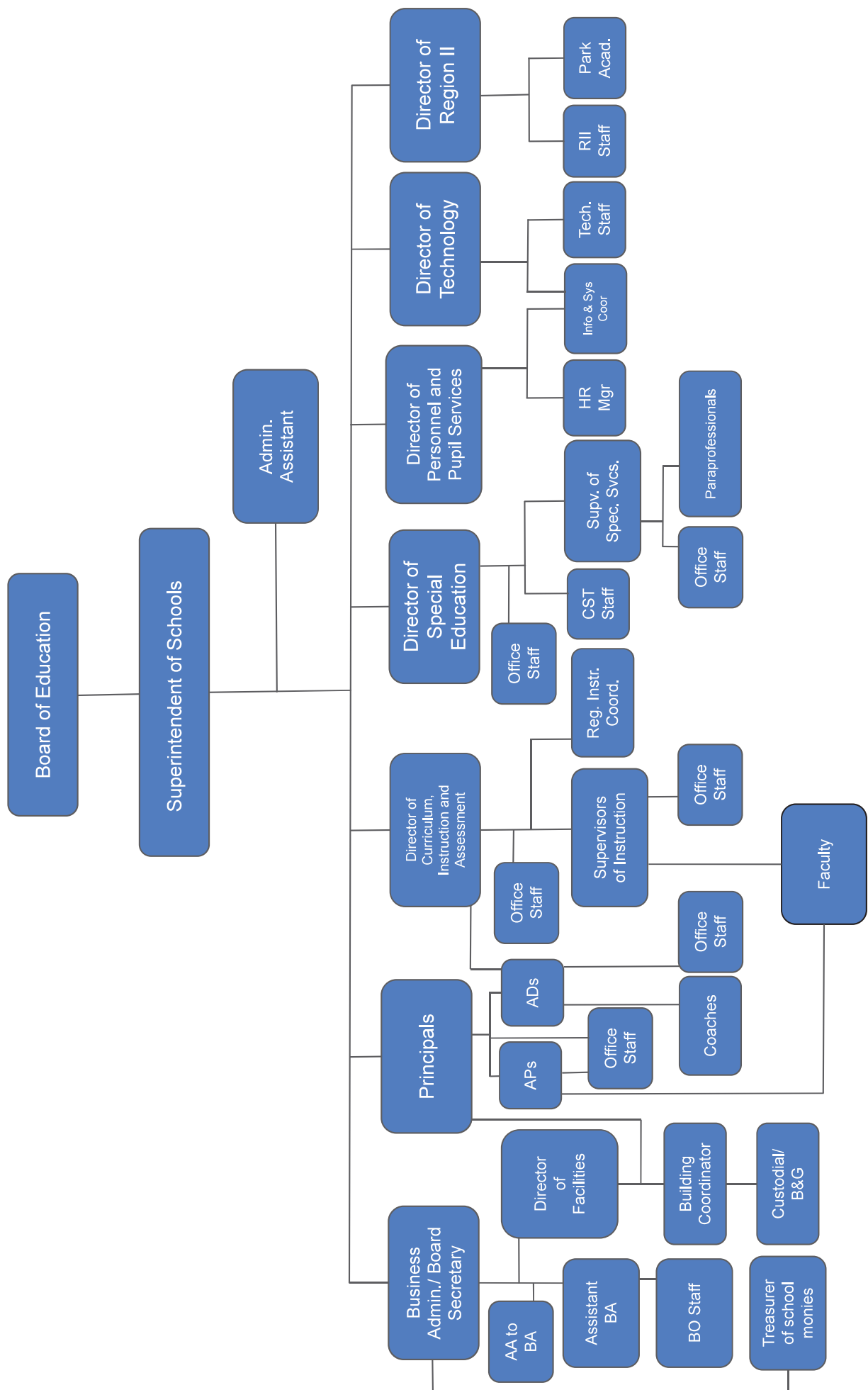


Mr. Dirk Phillips
Interim Superintendent



Mrs. Cynthia Kirk
Business Administrator/Board Secretary

Pascack Valley Regional High School District



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

**ROSTER OF OFFICIALS
JUNE 30, 2025**

<u>Members of the Board of Education</u>	<u>Term Expires</u>	<u>Sending District</u>
Mrs. Gini Varghese, President	2026	Hillsdale
Ms. Debra Stephans, Vice President	2027	Montvale
Ms. Elizabeth Calderone	2025	Woodcliff Lake
Ms. Gia Guzman	2027	Hillsdale
Mrs. Stephanie Huang	2026	Woodcliff Lake
Ms. Kathleen Keller	2027	River Vale
Mrs. Kristin Martin	2026	Hillsdale
Mr. James Stankus	2025	River Vale
Mr. Michael Weaver	2026	Montvale

Other Officials

Title

Ms. Sarah Bilotti	Superintendent of Schools (to 4/28/25)
Mr. Dirk Phillips	Interim Superintendent of Schools (from 5/1/25)
Mr. Yas Usami	School Business Administrator/Board Secretary (to 6/30/25)
Mrs. Cynthia Kirk	School Business Administrator/Board Secretary (from 7/1/25)
Dr. Barry Bachenheimer	Director of Curriculum, Instruction and Assessment
Ms. Kathryn Brancato	Treasurer of School Monies

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT

Consultants and Advisors

Audit Firm

Nisivoccia LLP
Mount Arlington Corporate Center
200 Valley Road, Suite 300
Mount Arlington, NJ 07856-1320
and
Lawrence Business Park
11 Lawrence Road
Newton, NJ 07860
and
1140 Route 22 East, Suite 203
Bridgewater, NJ 08807

Attorney

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

John B. Comegno II
Comegno Law Group, P.C.
521 Pleasant Valley Avenue
Moorestown, NJ 08057

John Methfessel, Jr. & Joel N. Werbel
Methfessel & Werbel, ESQS
2025 Lincoln Highway, Suite 200
Edison, NJ 08818

Architect of Record

Michael Bieri, AIA, PP, LEED AP
FKA Architects
306 Ramapo Valley Road
Oakland, NJ 07436

Official Depository

Valley Bank
1460 Valley Road
Wayne NJ, 07675

FINANCIAL SECTION

Independent Auditors' Report

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

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Pascack Valley Regional High School District (the "District"), in the County of Bergen, as of and for the fiscal year ended June 30, 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 District, as of June 30, 2025, and the respective changes in financial position, and, where applicable cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 7, 2025 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.

Mount Arlington, New Jersey
November 7, 2025

Nisivoccia LLP

NISIVOCCIA LLP

Valerie A Dolan

Valerie Dolan
Licensed Public School Accountant #2526
Certified Public Accountant

**REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS**

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

This section of Pascack Valley Regional High School District's annual financial report presents its discussion and analysis of the District's financial performance during the fiscal year ending June 30, 2025. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

Overview of the Financial Statements

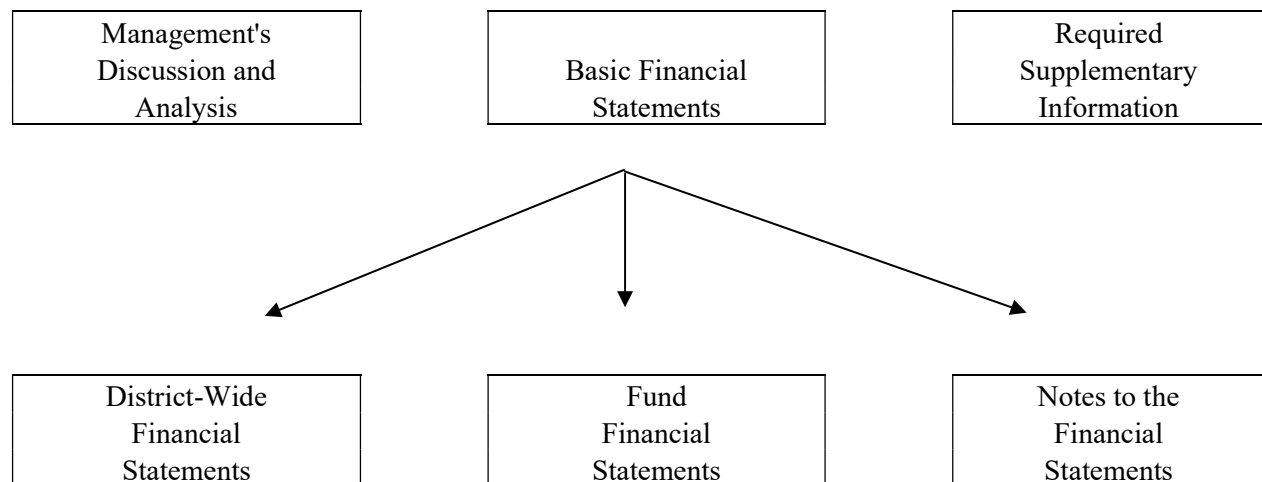
This annual report consists of three parts: management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

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

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

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

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



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

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

Figure A-2

	District-Wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire District	The activities of the District that are not proprietary, such as special education and building maintenance	Activities the District operates similar to private businesses: food services, park academy, milestone program, region II transportation
Required Financial Statements	• Statement of net position • Statement of activities	• Balance sheet • Statement of revenue, expenditures, and changes in fund balances	• Statement of net position • Statement of revenue, expenses, and changes in net position • Statement of cash flows
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of Asset/Liability Information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets, lease assets, subscription assets or long-term liabilities included	All assets and liabilities, both financial and capital, short-term and long-term
Type of Inflow/Outflow Information	All revenue and expenses during the year, regardless of when cash is received or paid	Revenue for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenue and expenses during the year, regardless of when cash is received or paid

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

District-wide Statements

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

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

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

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

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

Fund Financial Statements

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

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

The District has two kinds of funds:

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

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

Notes to the Basic Financial Statements

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

Financial Analysis of the District as a Whole

Net Position. The Statement of Net Position provides one perspective of the District as a whole. Figure A-3 provides a summary of the District's net position as of June 30, 2025 and 2024. The District's combined net position was \$53,473,685 on June 30, 2025 or 1.10% more than the year before. Net investment in capital assets increased by \$4,075,913. Restricted net position increased by \$245,801 primarily due to an increase in excess surplus, offset by decreases in capital reserve, maintenance reserve, and emergency reserve. Unrestricted net position decreased by \$3,737,369.

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

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	(Restated)		(Restated)		(Restated)		
	2024/25	2023/24	2024/25	2023/24	2024/25	2023/24	2024/25
Assets:							
Current and Other							
Assets	\$ 20,175,389	\$ 23,474,263	\$ 906,074	\$ 1,002,343	\$ 21,081,463	\$ 24,476,606	
Capital Assets, Net	54,947,922	53,294,097	28,457	9,868	54,976,379	53,303,965	
Lease Assets, Net	564,930	803,731			564,930	803,731	
Total Assets	<u>75,688,241</u>	<u>77,572,091</u>	<u>934,531</u>	<u>1,012,211</u>	<u>76,622,772</u>	<u>78,584,302</u>	-2.50%
Deferred Outflows of Resources	<u>2,082,229</u>	<u>2,422,599</u>	<u>116,006</u>	<u>198,394</u>	<u>2,198,235</u>	<u>2,620,993</u>	-16.13%
Liabilities:							
Other Liabilities	3,319,987	2,533,731	746,516	801,427	4,066,503	3,335,158	
Long-Term Liabilities	19,682,143	22,828,293	649,511	1,003,160	20,331,654	23,831,453	
Total Liabilities	<u>23,002,130</u>	<u>25,362,024</u>	<u>1,396,027</u>	<u>1,804,587</u>	<u>24,398,157</u>	<u>27,166,611</u>	-10.19%
Deferred Inflows of Resources	<u>891,645</u>	<u>1,048,718</u>	<u>57,520</u>	<u>100,626</u>	<u>949,165</u>	<u>1,149,344</u>	-17.42%
Net Position:							
Net Investment in							
Capital Assets	47,159,862	43,102,538	28,457	9,868	47,188,319	43,112,406	
Restricted	12,408,305	12,162,504			12,408,305	12,162,504	
Unrestricted/(Deficit)	<u>(5,691,472)</u>	<u>(1,681,094)</u>	<u>(431,467)</u>	<u>(704,476)</u>	<u>(6,122,939)</u>	<u>(2,385,570)</u>	
Total Net Position/(Deficit)	<u>\$ 53,876,695</u>	<u>\$ 53,583,948</u>	<u>\$ (403,010)</u>	<u>\$ (694,608)</u>	<u>\$ 53,473,685</u>	<u>\$ 52,889,340</u>	1.10%

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

Financial Analysis of the District as a Whole

Figure A-4
Changes in Net Position from Operating Results

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2024/25	2023/24	2024/25	2023/24	2024/25	2023/24	2024/25
Revenue:							
Program Revenue:							
Charges for Services	\$ 1,710,021	\$ 1,957,420	\$ 10,523,387	\$11,015,914	\$ 12,233,408	\$ 12,973,334	
Grants and Contributions:							
Operating	9,671,762	12,132,904			9,671,762	12,132,904	
General Revenue:							
Property Taxes	57,738,873	56,393,349			57,738,873	56,393,349	
Federal and State Aid							
Not Restricted	167,798	263,750			167,798	263,750	
Other	1,417,504	1,774,640	17,793	19,111	1,435,297	1,793,751	
Total Revenue	70,705,958	72,522,063	10,541,180	11,035,025	81,247,138	83,557,088	-2.76%
Expenses:							
Instruction	34,951,494	35,897,038			34,951,494	35,897,038	
Pupil and Instruction Services	15,941,888	15,931,477			15,941,888	15,931,477	
Administrative and Business	5,089,933	4,886,235			5,089,933	4,886,235	
Maintenance and Operations	7,210,420	6,666,032			7,210,420	6,666,032	
Transportation	3,650,895	3,693,392			3,650,895	3,693,392	
Other	3,568,581	3,887,048	10,249,582	10,866,698	13,818,163	14,753,746	
Total Expenses	70,413,211	70,961,222	10,249,582	10,866,698	80,662,793	81,827,920	-1.42%
Change in Net Position	\$ 292,747	\$ 1,560,841	\$ 291,598	\$ 168,327	\$ 584,345	\$ 1,729,168	-66.21%

Governmental Activities

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

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

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

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

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

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

Figure A-5
Net Cost of Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2024/25	2023/24	2024/25	2023/24
Instruction	\$ 34,951,494	\$ 35,897,038	\$ 26,554,203	\$ 25,323,922
Pupil and Instruction Services	15,941,888	15,931,477	14,005,179	13,343,651
Administrative and Business	5,089,933	4,886,235	4,809,359	4,591,390
Maintenance and Operations	7,210,420	6,666,032	7,123,465	6,605,788
Transportation	3,650,895	3,693,392	2,970,641	3,119,099
Other	3,568,581	3,887,048	3,568,581	3,887,048
	<u>\$ 70,413,211</u>	<u>\$ 70,961,222</u>	<u>\$ 59,031,428</u>	<u>\$ 56,870,898</u>

Business-Type Activities

Net position from the District's business-type activity increased by \$291,598 (Refer to Figure A-4). Factors contributing to these results included:

- The District established a new enterprise fund called the Milestone Program during the 2017-2018 year, which had an increase from the prior year's deficit of \$96,473. The District acknowledges that this is the seventh year of this program's existence and will continue to monitor the progress of the program and look at alternatives to decrease costs. The Park Academy enterprise saw a decrease in net position of \$68,123. The Food Service enterprise saw an increase in net position of \$123,271; and the Region II Transportation enterprise saw an increase in net position of \$139,977. In the past few years, the costs to run the programs have not been offset by the revenues the programs produce and the District is aware and is looking at alternatives to reduce costs.

Financial Analysis of the District's Funds

Ratables in the municipalities have been impacted by closures of businesses, thus generating concern for the local tax levy in the future. However, there appears to be housing developments in some of the Pascack Valley communities which may boost the tax base in the future. The District had been experiencing favorable interest on investments from banking services since the pandemic. The District has enjoyed an increase in State Aid and will hopefully receive increases according to the funding formula in which the District had been underfunded in past years.

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

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

General Fund Budgetary Highlights

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

- Changes made within budgetary line items for changes in school-based needs for programs, supplies and equipment.
- The preparation of the 2024/2025 budget was difficult as a result of rising costs. This resulted in the need for line item transfers during the fiscal year.

Capital Asset and Long-Term Liabilities

Figure A-6

Capital Assets (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	(Restated)		(Restated)		(Restated)		
	2024/25	2023/24	2024/25	2023/24	2024/25	2023/24	2024/25
Land	\$ 6,245,500	\$ 6,245,500			\$ 6,245,500	\$ 6,245,500	
Construction in Progress	4,013,181	712,148			4,013,181	712,148	
Land Improvements	1,380,931	1,563,720			1,380,931	1,563,720	
Buildings and Building Improvements	42,374,459	43,702,359			42,374,459	43,702,359	
Machinery and Equipment	933,851	1,070,370	\$ 28,457	\$ 9,868	962,308	1,080,238	
Total Capital Assets (Net of Depreciation)	\$ 54,947,922	\$ 53,294,097	\$ 28,457	\$ 9,868	\$ 54,976,379	\$ 53,303,965	3.14%

Long-term Liabilities

At fiscal year end, the District had \$7,700,000 of general obligation bonds outstanding – a decrease of \$1,720,000 from last year. In addition, the District has \$10,717,908 of net pension liability – a decrease of \$740,098 from last year, \$363,164 of unamortized bond issuance premium – a decrease of \$90,791 from last year, \$-0- of financed purchases payable – a decrease of \$668,776 from last year, \$573,790 of leases payable – a decrease of \$233,724 from last year, and \$976,792 in compensated absences payable – a decrease of \$46,410 from the prior year.

Figure A-7

Outstanding Long-Term Liabilities

	Total School District		Total Percentage Change
	2024/25	2023/24	2024/25
General Obligation Bonds (Financed with Property Taxes)	\$ 7,700,000	\$ 9,420,000	
Other Long-Term Liabilities	12,631,654	14,411,453	
	\$ 20,331,654	\$ 23,831,453	-14.69%

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

Factors Bearing on the District's Future Revenue/Expenses

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

- Rising costs, especially in construction materials for capital and maintenance projects and pupil transportation.
- Changes at the Federal level may affect federal programs, including IDEA and ESEA.
- Governor Murphy's legislation to modify the school funding law is favorable to the District.
- Consecutive years of double-digit health insurance premium increases.
- The district faces challenges for financial planning to continue the expansion and renovation of both Pascack Hills and Pascack Valley High Schools to meet curriculum demands and aging facilities.

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

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

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

Contacting the District's Financial Management

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

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2025

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 10,472,119	\$ 699,405	\$ 11,171,524
Internal Balances	1,394,164	(1,394,164)	
Receivables from Federal Government	33,106		33,106
Receivables from State Government	921,547		921,547
Receivables from Other Governments	19,885	1,593,050	1,612,935
Other Receivables	24,204		24,204
Inventory		7,783	7,783
Restricted Assets:			
Cash and Cash Equivalents	7,310,364		7,310,364
Capital Assets, Net:			
Sites (Land) and Construction in Progress	10,256,681		10,256,681
Depreciable Land Improvements, Buildings and Building Improvements and Machinery and Equipment	44,691,241	28,457	44,719,698
Lease Assets, net	564,930		564,930
Total Assets	75,688,241	934,531	76,622,772
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amount on Refunding	283,964		283,964
Deferred Outflows Related to Pensions	1,798,265	116,006	1,914,271
Total Deferred Outflows of Resources	2,082,229	116,006	2,198,235
LIABILITIES			
Current Liabilities:			
Accounts Payable	3,061,346	631,875	3,693,221
Accrued Interest Payable	115,500		115,500
Payable to Federal Government	168		168
Payable to State Government	23,386		23,386
Unearned Revenue	119,587	114,641	234,228
Noncurrent Liabilities:			
Due Within One Year	2,138,113		2,138,113
Due Beyond One Year	17,544,030	649,511	18,193,541
Total Liabilities	23,002,130	1,396,027	24,398,157
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows Related to Pensions	891,645	57,520	949,165
Total Deferred Inflows of Resources	891,645	57,520	949,165

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2025

	<u>Governmental</u> <u>Activities</u>	<u>Business-Type</u> <u>Activities</u>	<u>Total</u>
NET POSITION			
Net Investment in Capital Assets	\$ 47,159,862	\$ 28,457	\$ 47,188,319
Restricted for:			
Capital Projects	5,039,396		5,039,396
Emergency	314,250		314,250
Maintenance	908,014		908,014
Excess Surplus	5,103,644		5,103,644
Unemployment Compensation	226,919		226,919
Scholarships	271,835		271,835
Student Activities	544,247		544,247
Unrestricted/(Deficit)	<u>(5,691,472)</u>	<u>(431,467)</u>	<u>(6,122,939)</u>
Total Net Position/(Deficit)	<u>\$ 53,876,695</u>	<u>\$ (403,010)</u>	<u>\$ 53,473,685</u>

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Functions/Programs	Program Revenues			Net (Expenses)/Revenues and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:						
Instruction:						
Regular	\$ 25,268,099	\$ 855,598	\$ 3,463,464	\$ (20,949,037)		\$ (20,949,037)
Special Education	6,298,811		3,749,296	(2,549,515)		(2,549,515)
Other Instruction	3,384,584		328,933	(3,055,651)		(3,055,651)
Support Services:						
Tuition	5,343,833			(5,343,833)		(5,343,833)
Student & Instruction Related Services	10,598,055	854,423	1,082,286	(8,661,346)		(8,661,346)
General Administrative Services	1,330,198		20,416	(1,309,782)		(1,309,782)
School Administrative Services	2,155,137		220,074	(1,935,063)		(1,935,063)
Central Services	1,117,157		27,817	(1,089,340)		(1,089,340)
Administration Information Technology	487,441		12,267	(475,174)		(475,174)
Plant Operations and Maintenance	7,210,420		86,955	(7,123,465)		(7,123,465)
Pupil Transportation	3,650,895		680,254	(2,970,641)		(2,970,641)
Interest on Long-Term Liabilities	278,790			(278,790)		(278,790)
Capital Outlay	106,363			(106,363)		(106,363)
Transfer of Funds to Charter School	39,692			(39,692)		(39,692)
Unallocated Depreciation	3,143,736			(3,143,736)		(3,143,736)
Total Governmental Activities	70,413,211	1,710,021	9,671,762	(59,031,428)		(59,031,428)

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Functions/Programs	Program Revenues		Net (Expenses)/Revenues and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Business-Type Activities:						
Food Service	\$ 1,061,204	\$ 1,166,682		\$ 105,478	\$ 105,478	\$ 105,478
Park Academy	857,276	789,153		(68,123)	(68,123)	(68,123)
Region II Transportation	7,599,858	7,739,835		139,977	139,977	139,977
Milestone Program	581,470	677,943		96,473	96,473	96,473
Non Public Region II Transportation	149,774	149,774				
Total Business-Type Activities	10,249,582	10,523,387		273,805	273,805	273,805
Total Primary Government	\$ 80,662,793	\$ 12,233,408	\$ 9,671,762	\$ (59,031,428)	273,805	(58,757,623)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				55,676,473		55,676,473
Taxes Levied for Debt Service				2,062,400		2,062,400
State Aid Not Restricted				167,798		167,798
Interest and Miscellaneous Income				1,417,504	17,793	1,435,297
Total General Revenues				59,324,175	17,793	59,341,968
Change in Net Position						
				292,747	291,598	584,345
Net Position/(Deficit) - Beginning (Restated)						
				53,583,948	(694,608)	52,889,340
Net Position/(Deficit) - Ending						
				\$ 53,876,695	\$ (403,010)	\$ 53,473,685

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

FUND FINANCIAL STATEMENTS

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICTBALANCE SHEETGOVERNMENTAL FUNDSJUNE 30, 2025

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
ASSETS				
Cash and Cash Equivalents	\$ 5,492,060	\$ 17,108	\$ 4,962,951	\$ 10,472,119
Interfund Receivable	2,072,337			2,072,337
Receivables from Federal Government	1,158	31,948		33,106
Receivables from State Government	885,586	35,961		921,547
Receivables from Other Governments	19,885			19,885
Other Receivables	24,204			24,204
Restricted Cash and Cash Equivalents	6,488,579	821,785		7,310,364
Total Assets	<u>\$ 14,983,809</u>	<u>\$ 906,802</u>	<u>\$ 4,962,951</u>	<u>\$ 20,853,562</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 1,754,770	\$ 52,467	\$ 261,755	\$ 2,068,992
Interfund Payable			678,173	678,173
Payable to Federal Government		168		168
Payable to State Government		23,386		23,386
Unearned Revenue	104,888	14,699		119,587
Total Liabilities	<u>1,859,658</u>	<u>90,720</u>	<u>939,928</u>	<u>2,890,306</u>
Fund Balances:				
Restricted:				
Excess Surplus - Restricted For 2026-2027	2,600,000			2,600,000
Excess Surplus - Restricted For 2025-2026	2,503,644			2,503,644
Capital Reserve Account	5,039,396			5,039,396
Maintenance Reserve Account	908,014			908,014
Emergency Reserve Account	314,250			314,250
Unemployment Compensation	226,919			226,919
Scholarships		271,835		271,835
Student Activities		544,247		544,247
Committed:				
Capital Projects Fund			4,023,023	4,023,023
Assigned:				
Encumbrances	68,256			68,256
Designated for Subsequent Year's Expenditures	96,125			96,125
Unassigned:				
General Fund	1,367,547			1,367,547
Total Fund Balances	<u>13,124,151</u>	<u>816,082</u>	<u>4,023,023</u>	<u>17,963,256</u>
Total Liabilities and Fund Balances	<u>\$ 14,983,809</u>	<u>\$ 906,802</u>	<u>\$ 4,962,951</u>	<u>\$ 20,853,562</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025

	<u>Total Governmental Funds</u>
Amounts Reported for Governmental Activities in the Statement of Net Position (A-1) are Different Because:	
Funds Balances - Governmental Funds (Prior Page)	\$ 17,963,256
Capital Assets Used in Governmental Activities are not Financial Resources and therefore are not reported in the Funds.	54,947,922
Leased Assets used in Governmental Activities are not financial resources and therefore are not reported in the Funds.	564,930
Deferred Amount on Refunding is not reported as an expenditure in the Governmental Funds in the year of the expenditure.	283,964
Accrued Interest is not Accrued in the Governmental Funds, but rather is recognized as an expenditure when due.	(115,500)
Bond Premiums are reported as revenue in the Governmental Funds in the year the bonds are sold.	(363,164)
The Net Pension Liability for PERS is not Due and Payable in the Current Period and is not reported in the Governmental Funds.	(10,068,397)
Certain Amounts Related to the Net Pension Liability are Deferred and Amortized in the Statement of Activities and are not Reported in the Governmental Funds.	
Deferred Outflows	805,911
Deferred Inflows	(891,645)
Long-Term Liabilities, including Bonds Payable and Leases Payable are not due and payable in the current period and therefore are not reported as liabilities in the Funds.	<u>(9,250,582)</u>
Net Position of Governmental Activities	<u>\$ 53,876,695</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local Sources:					
Local Tax Levy	\$ 55,676,473			\$ 2,062,400	\$ 57,738,873
Tuition From Other LEAs Within the State	855,598				855,598
Rents and Royalties	29,281				29,281
Restricted Miscellaneous Revenue	12,947	\$ 913,775			926,722
Unrestricted Miscellaneous Revenue	1,093,443	1,327	\$ 281,833		1,376,603
Total - Local Sources	57,667,742	915,102	281,833	2,062,400	60,927,077
State Sources	16,674,561	378,539			17,053,100
Federal Sources	5,888	588,287			594,175
Total Revenues	74,348,191	1,881,928	281,833	2,062,400	78,574,352
EXPENDITURES					
Current:					
Regular Instruction	18,377,062	482,080			18,859,142
Special Education Instruction	4,350,336	486,073			4,836,409
Other Instruction	2,603,891				2,603,891
Support Services and Undistributed Costs:					
Tuition	5,343,833				5,343,833
Student & Instruction Related Services	7,202,281	882,675			8,084,956
General Administrative Services	1,143,451				1,143,451
School Administrative Services	1,563,091				1,563,091
Central Services	892,324				892,324
Administration Information Technology	385,955				385,955
Plant Operations and Maintenance	6,425,193				6,425,193
Pupil Transportation	3,599,902				3,599,902
Unallocated Benefits	21,667,983				21,667,983
Debt Service:					
Principal				1,720,000	1,720,000
Interest and Other Charges				342,400	342,400
Capital Outlay	755,390		4,414,522		5,169,912
Transfer of Funds to Charter Schools	39,692				39,692
Total Expenditures	74,350,384	1,850,828	4,414,522	2,062,400	82,678,134
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	(2,193)	31,100	(4,132,689)		(4,103,782)
OTHER FINANCING SOURCES/(USES)					
Transfers	(1,378,456)		1,378,456		
Total Other Financing Sources/(Uses)	(1,378,456)		1,378,456		
Net Change in Fund Balances	(1,380,649)	31,100	(2,754,233)		(4,103,782)
Fund Balance — July 1	14,504,800	784,982	6,777,256		22,067,038
Fund Balance — June 30	\$ 13,124,151	\$ 816,082	\$ 4,023,023	\$ -0-	\$ 17,963,256

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

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

Total Net Change in Fund Balances - Governmental Funds (from B-2) \$ (4,103,782)

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

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

Depreciation expense	\$ (3,405,660)
Capital Asset Additions	<u>5,059,485</u>
	1,653,825

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

Amortization expense (238,801)

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

1,720,000

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

233,724

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

668,776

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

43,810

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

The governmental funds report the effect of bond premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities (+)	\$	90,791
The governmental funds report the effect of the deferred amount on the refunding when debt is first issued, whereas this amount is deferred and amortized in the statement of activities (-)		(70,991)
The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:		
	Changes in Net Pension Liability	\$ 386,449
	Change in Deferred Outflows	(294,537)
	Change in Deferred Inflows	157,073
		248,985
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		
Change in Net Position of Governmental Activities (A-2)		46,410
	\$	<u>292,747</u>

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2025

	Business-Type Activities - Enterprise Funds			
	Non-Major Funds	Major Funds		Total Enterprise
		Milestone Program	Region II Transportation	
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 699,405			\$ 699,405
Accounts Receivable:				
Intergovernmental - Other	125,323	\$ 27,269	\$ 1,440,458	1,593,050
Inventories	7,783			7,783
Total Current Assets	832,511	27,269	1,440,458	2,300,238
Non-Current Assets:				
Capital Assets	310,931			310,931
Less: Accumulated Depreciation	(282,474)			(282,474)
Total Non-Current Assets	28,457			28,457
Total Assets	860,968	27,269	1,440,458	2,328,695
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Outflows Related to Pensions	24,803	19,040	72,163	116,006
Total Deferred Outflows of Resources	24,803	19,040	72,163	116,006
LIABILITIES				
Current Liabilities:				
Accounts Payable	35,905	11,124	584,846	631,875
Interfund Payable - General Fund	162,662	476,463	755,039	1,394,164
Unearned Revenue	36,469		78,172	114,641
Noncurrent Liabilities:				
Net Pension Liability	138,876	106,601	404,034	649,511
Total Liabilities	373,912	594,188	1,822,091	2,790,191
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows Related to Pensions	12,299	9,440	35,781	57,520
Total Deferred Inflows of Resources	12,299	9,440	35,781	57,520
NET POSITION				
Investment in Capital Assets	28,457			28,457
Unrestricted / (Deficit)	471,103	(557,319)	(345,251)	(431,467)
Total Net Position/(Deficit)	\$ 499,560	\$ (557,319)	\$ (345,251)	\$ (403,010)

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Business-Type Activities - Enterprise Funds			
	Non-Major Funds	Milestone Program	Region II Transportation	Total Enterprise
Operating Revenue:				
Charges for Services:				
Daily Sales - Non-Reimbursable Programs	\$ 1,137,539			\$ 1,137,539
Special Events	6,678			6,678
Free Lunch Subsidized	22,465			22,465
Charges and Fees	938,927	\$ 677,943	\$ 7,739,835	9,356,705
Total Operating Revenue	2,105,609	677,943	7,739,835	10,523,387
Operating Expenses:				
Cost of Sales - Non-Reimbursable Programs	431,666			431,666
Salaries	1,063,707	411,586	873,649	2,348,942
Employee Benefits	104,342	145,753	79,592	329,687
Purchased Services	313,306		851,542	1,164,848
Contracted Services	30,361		5,784,074	5,814,435
Supplies and Materials	48,432	2,989	3,988	55,409
Depreciation Expense	5,643			5,643
Rent	60,000	12,950		72,950
Miscellaneous	10,797	8,192	7,013	26,002
Total Operating Expenses	2,068,254	581,470	7,599,858	10,249,582
Operating Income	37,355	96,473	139,977	273,805
Non-Operating Revenue:				
Interest Revenue	17,793			17,793
Total Non-Operating Revenue	17,793			17,793
Change in Net Position	55,148	96,473	139,977	291,598
Net Position/(Deficit) - Beginning of Year (Restated)	444,412	(653,792)	(485,228)	(694,608)
Net Position/(Deficit) - End of Year	\$ 499,560	\$ (557,319)	\$ (345,251)	\$ (403,010)

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Business-Type Activities - Enterprise Funds			
	Non-Major Funds	Major Funds		Total Enterprise
		Milestone Program	Region II Transportation	
Cash Flows from Operating Activities:				
Receipts from Customers	\$ 2,117,310	\$ 668,324	\$ 8,009,901	\$ 10,795,535
Receipts from District	22,465			22,465
Payments to Employees	(704,729)	(411,586)	(1,013,599)	(2,129,914)
Payments for Employee Benefits	(178,558)	(151,114)	(79,592)	(409,264)
Payments for Services	(261,402)	180	(6,663,674)	(6,924,896)
Payments for Rent	(60,000)	(12,950)		(72,950)
Payments to Food Service Vendor	(1,061,315)			(1,061,315)
Payments to Suppliers	(9,486)	(11,181)	(11,001)	(31,668)
Net Cash Provided by/(Used for) Operating Activities	(135,715)	81,673	242,035	187,993
Cash Flows from Investing Activities:				
Interest Revenue	17,793			17,793
Net Cash Provided by Investing Activities	17,793			17,793
Cash Flows from Noncapital Financing Activities:				
Interfund Payable - General Fund	2,826	476,463	755,039	1,234,328
Interfund Receivable- General Fund	(49,685)	(558,136)	(997,074)	(1,604,895)
Purchase of Capital Assets	(24,232)			(24,232)
Net Cash Used for Noncapital Financing Activities	(71,091)	(81,673)	(242,035)	(394,799)
Net Decrease in Cash and Cash Equivalents	(189,013)			(189,013)
Cash and Cash Equivalents, July 1	888,418			888,418
Cash and Cash Equivalents, June 30	\$ 699,405	\$ -0-	\$ -0-	\$ 699,405
Reconciliation of Operating Income to Net Cash Provided by/(Used for) Operating Activities:				
Operating Income	\$ 37,355	\$ 96,473	\$ 139,977	\$ 273,805
Adjustment to Reconcile Operating Income to Net Cash Provided by/(Used for) Operating Activities:				
Depreciation	5,643			5,643
Changes in Assets and Liabilities:				
(Increase)/Decrease in Accounts Receivable	26,360	(9,619)	260,927	277,668
(Increase)/Decrease in Inventory	155			155
(Increase)/Decrease in Deferred Outflows for Pensions	24,628	3,407	25,566	53,601
(Increase)/Decrease in Deferred Inflows for Pensions	(21,764)	(1,938)	(19,404)	(43,106)
Increase/(Decrease) in Net Pension Liability	(200,707)	(6,830)	(146,112)	(353,649)
Increase/(Decrease) in Accounts Payable	(15,191)	180	(28,058)	(43,069)
Increase/(Decrease) in Unearned Revenue	7,806		9,139	16,945
Net Cash Provided by/(Used for) Operating Activities	\$ (135,715)	\$ 81,673	\$ 242,035	\$ 187,993

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity:

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

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

B. Basis of Presentation:

District-Wide Financial Statements:

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

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

Fund Financial Statements:

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

The District reports the following governmental funds:

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

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

B. Basis of Presentation: (Cont'd)

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

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

The District reports the following proprietary funds:

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

C. Measurement Focus and Basis of Accounting:

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

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

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

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budget for the fiscal year ended June 30, 2025 was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2 (m) 1. All budget amendments/transfers must be made by School Board resolution. All budgeting amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budget during the fiscal year).

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
from the Budgetary Comparison Schedule	\$ 74,367,394	\$ 1,881,894
Difference - Budgetary to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the		
Budgetary Basis Recognized Encumbrances as Expenditures and		
Revenue while the GAAP Basis does not:		
Prior Year Encumbrances		34
Prior Year State Aid Payments Recognized for GAAP Statements,		
not Recognized for Budgetary Purposes	191,029	
Current Year State Aid Payments Recognized for Budgetary Purposes,		
not Recognized for GAAP Statements	<u>(210,232)</u>	
Total Revenues as Reported on the Statement of Revenues,		
Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 74,348,191</u>	<u>\$ 1,881,928</u>
	<u>General Fund</u>	<u>Special Revenue Fund</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the		
Budgetary Comparison Schedule	\$ 74,350,384	\$ 1,850,794
Differences - Budgetary to GAAP:		
Encumbrances for Supplies and Equipment Ordered but		
Not Received are Reported in the Year the Order is Placed for		
Budgetary Purposes, but in the Year the Supplies are Received		
for Financial Reporting Purposes:		
Prior Year Encumbrances		<u>34</u>
Total Expenditures as Reported on the Statement of Revenues,		
Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 74,350,384</u>	<u>\$ 1,850,828</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

The Capital Projects Fund budgetary revenue differs from GAAP revenue due to a difference in the recognition of SDA ROD grants. These grants are recognized on the budgetary basis in full when they are awarded but recognized on a GAAP basis only to the extent to expenditures which have been submitted for reimbursement.

	<u>Capital Projects Fund</u>	
	<u>Revenue</u>	<u>Fund Balance</u>
Revenue/Fund Balance per Summary Schedule of Revenue, Expenditures and Changes in Fund Balance (Budgetary Basis)	\$ 675,133	\$ 4,771,846
Reconciliation to Governmental Funds Statement (GAAP): SDA Grant Receivable not Recognized on GAAP Basis	<u>(393,300)</u>	<u>(748,823)</u>
Revenue and Other Financing Sources/Fund Balance per per Governmental Funds (GAAP Basis)	<u>\$ 281,833</u>	<u>\$ 4,023,023</u>

E. Cash and Cash Equivalents and Investments:

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

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

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

F. Interfund Transactions:

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

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

G. Allowance for Uncollectible Accounts:

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

H. Encumbrances:

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

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

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

I. Short-term Interfund Receivables/Payables:

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

J. Inventories and Prepaid Expenses:

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

Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2025.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

K. Capital Assets:

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

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

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

L. Lease Assets

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

M. Subscription Assets

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

N. Long Term Liabilities:

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

O. Accrued Salaries and Wages:

The District does not allow employees who provide services over the ten-month academic year the option to have their salaries evenly distributed during the entire twelve-month year; therefore, there are no accrued salaries and wages as of June 30, 2025.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

P. Compensated Absences:

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

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

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

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

Q. Lease Payable

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

R. Subscription Payable

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

S. Unearned Revenue:

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

T. Fund Balance Appropriated:

General Fund: Of the \$13,124,151 General Fund fund balance at June 30, 2025, \$5,039,396 is restricted in the capital reserve account; \$908,014 is restricted in the maintenance reserve account; \$314,250 is restricted in the emergency reserve; \$226,919 is restricted for unemployment compensation; \$2,503,644 is prior year excess surplus and is included as anticipated revenue for the fiscal year ending June 30, 2026; \$2,600,000 is restricted as current year excess surplus and will be appropriated and included in the budget for the fiscal year ending June 30, 2027; \$68,256 is assigned for encumbrances; \$96,125 is assigned fund balance designated for subsequent year's expenditures; and \$1,367,547 is unassigned which is \$210,232 less than the calculated maximum unassigned fund balance, on a GAAP basis, due to the final two state aid payments, which are not recognized until the fiscal year ended June 30, 2026.

Special Revenue Fund: Of the \$816,082 Special Revenue Fund fund balance at June 30, 2025, \$544,247 is restricted for student activities and \$271,835 is restricted for Scholarships.

Capital Projects Fund: The Capital Projects Fund fund balance at June 30, 2025 is \$4,023,023 and is committed.

Debt Service Fund: The Debt Service Fund fund balance is \$-0- at June 30, 2025.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

T. Fund Balance Appropriated: (Cont'd)

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7 as amended by P.L. 2004, c.73 (S1701), the designation for Restricted Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent fiscal year's budget. The District has excess surplus at June 30, 2025 as noted above.

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

U. Deficit Net Position:

The District has a deficit in unrestricted net position of \$5,691,472 in governmental activities and \$431,467 in the proprietary funds, which is primarily due to compensated absences payable, and liabilities and deferred inflows and outflows related to pensions. Region II Enterprise Fund Transportation Fund has a deficit in unrestricted net position of \$345,251 and the Milestone Program has a deficit in unrestricted net position of \$557,319, which is due to liabilities and deferred inflows and outflows related to pensions. These deficits do not indicate that the District is in financial difficulties and is a permitted practice under generally accepted accounting principles.

V. Fund Balance Restrictions, Commitments and Assignments:

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

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

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

The District Board of Education has the responsibility to formally commit resources for specific purposes through a motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body. The Board of Education must also utilize a formal motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body in order to remove or change the commitment of resources. The District has committed resources in the Capital Projects Fund at June 30, 2025.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

V. Fund Balance Restrictions, Commitments and Assignments: (Cont'd)

The assignment of resources is generally made by the District Board of Education through a motion or a resolution passed by a majority of the Members of the Board of Education. These resources are intended to be used for a specific purpose. The process is not as restrictive as the commitment of resources and the Board of Education may allow an official of the District to assign resources through policies adopted by the Board of Education. The District has assigned resources for fiscal year-end encumbrances and designated for subsequent year's expenditures in the General Fund at June 30, 2025.

W. Net Position:

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

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District had deferred outflows of resources at June 30, 2025 for pensions and for the deferred amount on the refunding of bonds. The District had deferred inflows of resources for pensions at June 30, 2025.

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

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

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

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

X. Revenue - Exchange and Nonexchange Transactions:

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

X. Revenue - Exchange and Nonexchange Transactions: (Cont'd)

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

Y. Operating Revenue and Expenses:

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

Z. Management Estimates:

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

AA. Pensions:

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

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

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

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

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

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

Deposits:

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

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

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

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

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

Investments:

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

Investments: (Cont'd)

- (c) the maturity of the agreement is not more than 30 days;
- (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
- (e) a master repurchase agreement providing for the custody and security of collateral is executed; or
- (9) Deposit of funds in accordance with the following conditions:
 - (a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;
 - (b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;
 - (c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;
 - (d) The designated public depository acts as custodian for the school district with respect to these deposits; and
 - (e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

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

Cash and Cash Equivalents							
Restricted						Unrestricted	Total
Capital Reserve	Maintenance Reserve	Emergency Reserve	Unemployment Compensation	Scholarships	Student Activities		
Checking Accounts	\$5,039,396	\$ 908,014	\$ 314,250	\$ 226,919	\$ 274,335	\$ 547,450	\$11,171,524
							\$18,481,888

During the period ended June 30, 2025, the District did not hold any investments other than certificates of deposit. The carrying amount of the Board's cash and cash equivalents at June 30, 2025, was \$18,481,888 and the bank balance was \$19,229,617.

NOTE 4. CAPITAL RESERVE ACCOUNT

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 4. CAPITAL RESERVE ACCOUNT (Cont'd)

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

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	\$ 5,462,774
Interest Earnings	5,000
Deposit by Board Resolution - June 2025	1,750,000
Unexpended Project Balances Returned	426,450
Less: Budgeted Withdrawal	(1,593,252)
Less: Board Approved Withdrawal	<u>(1,011,576)</u>
Ending Balance, June 30, 2025	<u><u>\$ 5,039,396</u></u>

The June 30, 2025 capital reserve account balance does not exceed the local support costs of uncompleted capital projects in the District's Long Range Facilities Plan ("LRFP"). The withdrawals from the capital reserve account were for use in facilities projects, consistent with the District's LRFP.

NOTE 5. EMERGENCY RESERVE ACCOUNT

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

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

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

Beginning Balance, July 1, 2024	\$ 563,500
Interest Earnings	750
Budgeted Withdrawals	<u>(250,000)</u>
Ending Balance, June 30, 2025	<u><u>\$ 314,250</u></u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 6. MAINTENANCE RESERVE ACCOUNT

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

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

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

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

Beginning Balance, July 1, 2024	\$ 1,219,731
Interest Earnings	1,250
Deposit by Board Resolution - June 2025	278,548
Unexpended Project Balances Returned	1,210
Less: Budgeted Withdrawal	(380,000)
Less: Board Approved Withdrawal	<u>(212,725)</u>
Ending Balance, June 30, 2025	<u><u>\$ 908,014</u></u>

NOTE 7. TRANSFERS TO CAPITAL OUTLAY

During the fiscal year ending June 30, 2025, the District transferred \$109,636 to the capital outlay accounts for equipment, which did not require County Superintendent approval. The District transferred \$518,089 to the capital outlay accounts for facilities acquisition and construction services, for which County Superintendent approval was obtained.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 8. CAPITAL ASSETS

Capital asset balances and activity for the fiscal year ended June 30, 2025 were as follows:

	(Restated) Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Governmental Activities:				
Capital Assets not Being Depreciated:				
Sites (Land)	\$ 6,245,500			\$ 6,245,500
Construction in Progress	712,148	\$ 4,414,522	\$ (1,113,489)	4,013,181
Total Capital Assets Not Being Depreciated	6,957,648	4,414,522	(1,113,489)	10,258,681
Capital Assets Being Depreciated:				
Land Improvements	5,312,856			5,312,856
Buildings and Building Improvements	73,966,486	519,558	1,113,489	75,599,533
Machinery and Equipment	3,271,867	125,405		3,397,272
Total Capital Assets Being Depreciated	82,551,209	644,963	1,113,489	84,309,661
Governmental Activities Capital Assets	89,508,857	5,059,485		94,568,342
Less Accumulated Depreciation for:				
Land Improvements	(3,749,136)	(182,789)		(3,931,925)
Buildings and Building Improvements	(30,264,127)	(2,960,947)		(33,225,074)
Machinery and Equipment	(2,201,497)	(261,924)		(2,463,421)
	(36,214,760)	(3,405,660)		(39,620,420)
Governmental Activities Capital Assets, Net of Accumulated Depreciation	\$ 53,294,097	\$ 1,653,825	\$ -0-	\$ 54,947,922
Business-Type Activities:				
Capital Assets Being Depreciated:				
Machinery and Equipment	\$ 286,699	\$ 24,232		\$ 310,931
Less Accumulated Depreciation	(276,831)	(5,643)		(282,474)
Business-Type Activities Capital Assets, Net of Accumulated Depreciation	\$ 9,868	\$ 18,589	\$ -0-	\$ 28,457

The \$4,414,522 addition to construction in progress is the result of the District's Capital Projects Fund expenditures.

The District had various active construction projects as of June 30, 2025. As of June 30, 2025, the District has \$4,771,846 in active construction projects including \$2,552,499 of encumbrances.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 8. CAPITAL ASSETS (Cont'd)

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 57,972
Special Education Instruction	3,203
Student & Instruction Related Svcs	94,246
General Administration	17,528
School Administration	1,957
Plant Operations & Maintenance	61,340
Student Transportation	25,678
Unallocated	<u>3,143,736</u>
	<u><u>\$ 3,405,660</u></u>

NOTE 9. LEASE ASSETS

Lease asset balances and activity for the year ended June 30, 2025 were as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Adjustments/ Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Lease Assets Being Amortized:				
Buildings	\$ 756,792			\$ 756,792
Machinery and Equipment	357,083			357,083
Total Lease Assets Being Amortized	<u>1,113,875</u>			<u>1,113,875</u>
Governmental Activities Lease Assets	<u>1,113,875</u>			<u>1,113,875</u>
Less Accumulated Amortization for:				
Buildings	(291,952)	\$ (156,968)		(448,920)
Machinery and Equipment	(18,192)	(81,833)		(100,025)
	<u>(310,144)</u>	<u>(238,801)</u>		<u>(548,945)</u>
Governmental Activities Lease Assets, Net of Accumulated Amortization	<u><u>\$ 803,731</u></u>	<u><u>\$ (238,801)</u></u>	<u><u>\$ -0-</u></u>	<u><u>\$ 564,930</u></u>

Amortization expense was charged to governmental functions as follows:

General Administration	\$ 72,596
School Administration	15,151
Central Services	114,673
Operations and Maintenance of Plant	<u>36,381</u>
	<u><u>\$ 238,801</u></u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 10. LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2025, the following changes occurred in liabilities reported in the District-wide financial statements:

	Balance 6/30/2024	Retired	Balance 6/30/2025	Due within one year
Serial Bonds Payable	\$ 9,420,000	\$ 1,720,000	\$ 7,700,000	\$ 1,805,000
Unamortized Bond Issuance Premium	453,955	90,791	363,164	90,791
Leases Payable	807,514	233,724	573,790	242,322
Financed Purchases Payable	668,776	668,776		
Compensated Absences Payable	1,023,202	46,410	976,792	
Net Pension Liability:				
Governmental Funds	10,454,846	386,449	10,068,397	
Proprietary Funds	1,003,160	353,649	649,511	
	<u>\$ 23,831,453</u>	<u>\$ 3,499,799</u>	<u>\$ 20,331,654</u>	<u>\$ 2,138,113</u>

A. Unamortized Bond Premium:

The unamortized bond issuance premium of the governmental fund types is recorded in the noncurrent liabilities. The current portion of the unamortized bond issuance premium balance of the governmental funds is \$90,791 and is separated from the long-term portion of \$272,373.

B. Bonds Payable:

Bonds are authorized in accordance with State law by the voters of the municipalities through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds. The current portion of bonds at June 30, 2025 is \$1,805,000 and the long-term portion is \$5,895,000. Bonds are liquidated through the debt service fund.

The District had bonds outstanding as of June 30, 2025 as follows:

Purpose	Final Maturity	Interest Rate	Amount
School Refunding Bonds	08/15/2028	4.00%	<u>\$ 7,700,000</u>

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

Fiscal Year Year Ending June 30,	Principal	Interest	Total
2026	\$ 1,805,000	\$ 271,900	\$ 2,076,900
2027	1,880,000	198,200	2,078,200
2028	1,965,000	121,300	2,086,300
2029	2,050,000	41,000	2,091,000
	<u>\$ 7,700,000</u>	<u>\$ 632,400</u>	<u>\$ 8,332,400</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

C. Bonds Authorized But Not Issued:

As of June 30, 2025, the Board had no bonds authorized but not issued.

D. Financed Purchases Payable:

As of June 30, 2025, the Board had no financed purchases payable.

E. Leases Payable:

The District had leases outstanding as of June 30, 2025 as follows:

<u>Leases Payable</u>				
<u>Purpose</u>	<u>Frequency of Payment</u>	<u>Final Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
Central Office Lease	Monthly	05/01/27	0.750%	\$ 222,759
Canon Copiers	Annually	07/30/29	4.400%	207,039
Robotic Vacuum	Monthly	12/31/26	2.500%	55,593
Region II Office Lease	Monthly	07/01/27	0.750%	88,399
				<u>\$ 573,790</u>

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

<u>Fiscal Year Ending June 30,</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2026	\$ 242,322	\$ 11,870
2027	217,772	7,763
2028	55,236	4,848
2029	53,948	2,572
2030	4,512	199
	<u>\$ 573,790</u>	<u>\$ 27,252</u>

F. Compensated Absences:

The liability for compensated absences of the governmental fund types is recorded in current and long-term portions. The current portion of this liability is \$-0- and the long-term portion of compensated absences is \$976,792.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

F. Compensated Absences: (Cont'd)

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2025, no liability existed for compensated absences in the proprietary funds. Compensated absences are liquidated by the related fund, in this case the general fund.

G. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in current and long-term portions and will be liquidated by the General Fund, Park Academy Enterprise Fund, Milestone Program Enterprise Fund, and the Region II Transportation Enterprise Fund. The current portion of the net pension liability at June 30, 2025 is \$-0- and the long-term portion is \$10,717,908. See Note 11 for further information on the PERS.

NOTE 11. PENSION PLANS

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

A. Public Employees' Retirement System (PERS):

Plan Description

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

Benefits Provided

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

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 with 25 or more years of service credit before age 62 and Tier 5 with 30 or more years of service credit before age 65.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

Benefits Provided (Cont'd)

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

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2024, the State's pension contribution was more than the actuarial determined amount.

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

District contributions to PERS amounted to \$1,073,314 for the current fiscal year (\$1,008,271 in Governmental Funds and \$65,043 in Proprietary Funds). During the fiscal year ended June 30, 2024, the State of New Jersey contributed \$34,555 to the PERS for normal pension benefits on behalf of the District.

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

Special Funding Situation

Under N.J.S.A. 43:15A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed that legally obligated the State if certain circumstances occurred. The legislation, which legally obligates the State, is Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001. The amounts contributed on behalf of the local participating employers under the legislation is considered to be special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under the legislation 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 statement of the local participating employers related to the legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entity's total proportionate share of the collective net pension liability that is associated with the local participating employer. In addition, each local participating employer must disclose pension expense as well as revenue associated with the employers in an amount equal to the nonemployer contributing entity's total proportionate share of the collective pension expense associated with the local participating employer.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

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

At June 30, 2025, the District's liability was \$10,717,908 for its proportionate share of the net pension liability, which was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2024, the District's proportion was 0.079%, which was consistent from its proportion measured as of June 30, 2023.

For the fiscal year ended June 30, 2025, the District recognized an actual pension expense of \$481,162 for PERS. Additionally, for the fiscal year ended June 30, 2024, the State recognized pension expense for PERS on behalf of the District in the amount of \$34,555 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2025 financial statements.

There was no state proportionate share of net pension liability attributable to the District as of June 30, 2024.

At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions.

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2020	5.16		\$ 77,888
	2021	5.13	\$ 13,315	
	2022	5.04		44,057
			<u>13,315</u>	<u>121,945</u>
Changes in Proportion	2020	5.16	22,640	
	2021	5.13	88,841	
	2022	5.04		273,858
	2023	5.08	518,405	
	2024	5.08		27,868
			<u>629,886</u>	<u>301,726</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

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

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Net Difference Between Projected and Actual	2021	5.00		\$ 735,716
Investment Earnings on Pension Plan Investments	2022	5.00		(1,167,098)
	2023	5.00		302,649
	2024	5.00		625,693
				<u>496,960</u>
Difference Between Expected and Actual	2020	5.16	\$ 4,339	
Experience	2021	5.13		10,589
	2022	5.04		17,945
	2023	5.08	55,132	
	2024	5.08	155,228	
			<u>214,699</u>	<u>28,534</u>
District Contribution Subsequent to the				
Measurement Date	2024	1.00	<u>1,056,371</u>	
			<u>\$ 1,914,271</u>	<u>\$ 949,165</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources (excluding the district contribution subsequent to the measurement date) related to pensions will be recognized in the pension expense as follows:

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Total</u>
2025	\$ (326,559)
2026	389,571
2027	(46,460)
2028	(110,312)
2029	2,496
	<u>\$ (91,265)</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

Actuarial Assumptions

The total pension liability for the June 30, 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 Rate:	
Price	2.75%
Wage	3.25%
Salary Increases	2.75 – 6.55% based on years of service
Investment Rate of Return	7.00%

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

The actuarial assumptions used in the July 1, 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 pension plan investments (7.00% at June 30, 2024) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS' target asset allocation as of June 30, 2024 are summarized in the table on the following page.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return (Cont'd)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00%	8.63%
Non-U.S. Developed Market 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 Yield	4.50%	6.74%
Private Credit	8.00%	8.90%
Investment Grade Credit	7.00%	5.37%
Cash Equivalents	2.00%	3.57%
U.S. Treasuries	4.00%	3.57%
Risk Mitigation Strategies	3.00%	7.10%

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based upon 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

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

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

	<u>June 30, 2024</u>		
	<u>1%</u>	<u>Current</u>	<u>1%</u>
	<u>Decrease</u>	<u>Discount Rate</u>	<u>Increase</u>
	<u>(6.00%)</u>	<u>(7.00%)</u>	<u>(8.00%)</u>
District's proportionate share of the Net Pension Liability	\$ 14,241,465	\$ 10,717,908	\$ 7,719,381

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

Pension Plan Fiduciary Net Position

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

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

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

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

Benefits Provided

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

The following represents the membership tiers for TPAF:

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

Contributions

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which included the employer portion of the normal cost and an amortization of the unfunded accrued liability. For fiscal year 2024, the State's pension contribution was more than the actuarial determined amount.

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the nonemployer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer. During the fiscal year ended 2025, the State of New Jersey contributed \$8,628,470 to the TPAF for normal pension benefits on behalf of the District, which is more than the contractually required benefit of (\$369,282).

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

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

At June 30, 2025, the District reported a liability of \$101,232,808 for its proportionate share of the net liability, which was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023 which was rolled forward to June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2024, the District's proportion was 0.204%, which was an increase of 0.005% from its proportion measured as of June 30, 2023.

District's Proportionate Share of the Net Pension Liability	\$ -0-
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>101,232,808</u>
Total	<u>\$ 101,232,808</u>

For the fiscal year ended June 30, 2024, the State recognized pension benefit on behalf of the District in the amount of \$369,282 and the District recognized pension benefit and revenue for that same amount in the fiscal year ended June 30, 2025 financial statements.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

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

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

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	8.30		\$ 480,199,664
	2018	8.29		1,060,765,245
	2019	8.04		1,016,333,107
	2020	7.99	\$ 603,633,698	
	2021	7.93		7,317,559,989
	2022	7.83	67,989,902	
			<u>671,623,600</u>	<u>9,874,858,005</u>
Difference Between Expected and Actual Experience	2017	8.30	8,543,764	
	2018	8.29	186,086,527	
	2019	8.04		39,486,140
	2020	7.99		3,217,090
	2021	7.93	97,106,767	
	2022	7.83		12,735,529
	2023	7.93	144,751,819	
	2024	7.84		211,440,707
			<u>436,488,877</u>	<u>266,879,466</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2021	5.00		888,658,452
	2022	5.00		(1,659,667,329)
	2023	5.00		357,972,332
	2024	5.00		816,400,864
				<u>403,364,319</u>
			<u>\$ 1,108,112,477</u>	<u>\$ 10,545,101,790</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

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

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

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Total</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	<u>(34,177,408)</u>
	<u>\$ (9,436,989,313)</u>

Actuarial Assumptions

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

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

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00%	8.63%
Non-U.S. Developed Market Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging 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 Yield	4.50%	6.74%
Private Credit	8.00%	8.90%
Investment Grade Credit	7.00%	5.37%
Cash Equivalents	2.00%	3.57%
U.S. Treasuries	4.00%	3.57%
Risk Mitigation Strategies	3.00%	7.10%

Discount Rate – TPAF

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

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

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

	June 30, 2024		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
State's Proportionate Share of the Net Pension Liability Associated with the District	\$ 120,329,523	\$ 101,232,808	\$ 85,149,763

Pension Plan Fiduciary Net Position - TPAF

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

C. Defined Contribution Retirement Program (DCRP):

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

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

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

For DCRP, the District recognized pension expense of \$23,629 for the fiscal year ended June 30, 2025. Employee contributions to DCRP amounted to \$28,106 for the year ended June 30, 2025.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 12. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions; injuries to employees; and natural disasters. Health benefits are provided to employees through the State of New Jersey Health Benefits Plan.

New Jersey Unemployment Compensation Insurance

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

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

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Interest Earned</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2024-2025	\$ -0-	\$ 9,499	\$ 49,335	\$ 45,887	\$ 226,919
2023-2024	-0-	9,979	50,606	70,798	213,972
2022-2023	-0-	6,978	48,299	50,587	224,185

Property and Liability Insurance

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

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 12. RISK MANAGEMENT (Cont'd)

The audit report for the fiscal year ended June 30, 2025 was not available as of the date of this report. Selected, summarized financial information for NESBIG as of June 30, 2024 is as follows:

Total Assets	<u>\$ 29,497,559</u>
Net Position	<u>\$ 15,614,782</u>
Total Revenue	<u>\$ 22,860,172</u>
Total Expenses	<u>\$ 22,083,791</u>
Change in Net Position	<u>\$ 776,381</u>
Member Dividends	<u>\$ -0-</u>

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

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

NOTE 13. COMMITMENTS AND CONTINGENCIES

Litigation

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

Grant Programs

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

Encumbrances

At June 30, 2025, there were encumbrances as detailed below in the governmental funds. All of the governmental funds are considered to be major funds.

<u>Governmental Funds</u>		
		Total
General	Capital Projects	Governmental Funds
<u>\$ 68,256</u>	<u>\$ 2,552,499</u>	<u>\$ 2,620,755</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 13. COMMITMENTS AND CONTINGENCIES (Cont'd)

Encumbrances (Cont'd)

On the District's Governmental Fund Balance Sheet as of June 30, 2025, \$2,552,499 of year-end encumbrances in the Capital Projects Fund are included in the committed fund balance on a GAAP basis.

NOTE 14. INTERFUND RECEIVABLES AND PAYABLES AND TRANSFERS

The following interfund balances existed at June 30, 2025:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 2,072,337	
Capital Projects Fund		\$ 678,173
Proprietary Funds - Transportation - Region II		755,039
Proprietary Funds - Food Service Fund		89,836
Proprietary Funds - Non Public Transportation - Region II		72,826
Proprietary Funds - Milestone Program		476,463
	<u>\$ 2,072,337</u>	<u>\$ 2,072,337</u>

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

NOTE 15. DEFERRED COMPENSATION

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

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

NOTE 16. TAX CALENDAR

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 16. TAX CALENDAR (Cont'd)

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

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

NOTE 17. ACCOUNTS PAYABLE

The following accounts payable balances existed as of June 30, 2025:

	Governmental Funds			District Contribution Subsequent to Measurement Date	Total Governmental Activities	Business- Type Activities Proprietary Funds
	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds		
Vendors	\$ 1,684,803	\$ 52,467	\$ 261,755	\$ 1,999,025	\$ 1,999,025	\$ 567,858
Payroll Deductions and Withholdings	69,967			69,967	69,967	
Due to:						
State of New Jersey					\$ 992,354	992,354 64,017
	<u>\$ 1,754,770</u>	<u>\$ 52,467</u>	<u>\$ 261,755</u>	<u>\$ 2,068,992</u>	<u>\$ 992,354</u>	<u>\$ 3,061,346</u> <u>\$ 631,875</u>

NOTE 18. ECONOMIC DEPENDENCY

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

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

State Health Benefit Program Fund – Local Education Retired Employees Plan

General Information about the OPEB Plan

Plan Description and Benefits Provided

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

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

(Continued)

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

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

General Information about the OPEB Plan (Cont'd)

Plan Description and Benefits Provided (Cont'd)

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

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

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

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

Employees Covered by Benefit Terms

At June 30, 2023, the plan membership consisted of the following:

Retirees Plan Members and Spouses of Retirees Currently Receiving Benefit Payments	153,556
Active Plan Members	<u>219,185</u>
Total	<u><u>372,741</u></u>

Total Nonemployer OPEB Liability

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.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

Actuarial Assumptions and Other Inputs

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

	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Salary Increases:	2.75 - 5.65%	2.75 - 6.55%	3.25 - 16.25%
	based on years of service	based on years of service	based on years of service

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

100% of active members are considered to participate in the Plan upon retirement.

Mortality Rates

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

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 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 2026 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 rate after nine years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

Discount Rate

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

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

	<u>Total OPEB Liability</u>
Balance at June 30, 2023	\$ 83,275,380
Changes for Year:	
Service Cost	3,218,197
Interest on the Total OPEB Liability	3,157,918
Changes of Assumptions	7,177,136
Differences between Expected and Actual Experience	1,434,495
Gross Benefit Payments by the State	(2,411,753)
Contributions from Members	<u>82,581</u>
Net Changes	<u>12,658,574</u>
Balance at June 30, 2024	<u><u>\$ 95,933,954</u></u>

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

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2024, calculated using the discount rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it was calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>June 30, 2024</u>		
	At 1% Decrease (2.93%)	At Discount Rate (3.93%)	At 1% Increase (4.93%)
Total OPEB Liability Attributable to the District	\$ 112,359,206	\$ 95,933,954	\$ 82,579,898

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

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2024, calculated using the healthcare trend rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it was calculated using a healthcare trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

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

	June 30, 2024		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability Attributable to the District	\$ 79,913,682	\$ 95,933,954	\$ 116,801,415

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

For the fiscal year ended June 30, 2025 the District recognized OPEB expense of \$3,681,835 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

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

At June 30, 2024 the State had deferred outflows of resources and deferred inflows of resources related to OPEB associated with the District from the following sources:

	Deferral Year	Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		\$ 1,839,787
	2018	9.51		2,246,079
	2019	9.29	\$ 354,370	
	2020	9.24	9,141,165	
	2021	9.24	53,995	
	2022	9.13		14,670,685
	2023	9.30	133,233	
	2024	9.33	6,407,882	
			<u>16,090,645</u>	<u>18,756,551</u>
Differences between Expected and Actual Experience	2018	9.51		2,123,244
	2019	9.29		4,170,949
	2020	9.24	8,519,924	
	2021	9.24		10,383,706
	2022	9.13	1,510,870	
	2023	9.30		1,237,689
	2024	9.33	228,212	
			<u>10,259,006</u>	<u>17,915,588</u>
Changes in Proportion	N/A	N/A	4,121,599	353,894
			<u>\$ 30,471,250</u>	<u>\$ 37,026,033</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

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

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

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

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

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Total</u>
2025	\$ (3,402,888)
2026	(2,853,343)
2027	(1,355,247)
2028	356,182
2029	(2,473,069)
Thereafter	(594,123)
	<u>\$ (10,322,488)</u>

NOTE 20: 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.

For a local school district board of education or board of school estimate that has elected to raise their minimum tax levy using the required local share provisions at N.J.S.A. 18A:7F-5(b), the loss of revenue resulting from the municipality or county having entered into a tax abatement agreement is indeterminate due to the complex nature of the calculation of required local share performed by the New Jersey Department of Education based upon district property value and wealth.

The Township of River Vale recognized revenue in the amount of \$111,536 from two payment in lieu of taxes ("PILOT") agreements. The taxes which would have been paid on these properties for 2024 without the abatements would have been \$414,991 of which \$104,294 would have been for the regional high school tax.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 21: PRIOR PERIOD ADJUSTMENT

During fiscal year 2025, the District determined that assets under the capitalization threshold of \$2,000 were recorded as capital assets in error. Therefore, capital assets, net of depreciation, were corrected for the fiscal year ended June 30, 2024.

	Balance June 30, 2024 as Previously Reported	Error Correction	Balance June 30, 2024 as Restated
<u>Statement of Net Position - Governmental Activities:</u>			
Assets:			
Capital Assets, Net	\$ 55,047,030	\$ (1,752,933)	\$ 53,294,097
Total Assets	79,325,024	(1,752,933)	77,572,091
Net Position:			
Net Investment in Capital Assets	44,855,471	(1,752,933)	43,102,538
Total Net Position	55,336,881	(1,752,933)	53,583,948
<u>Statement of Net Position - Business-Type Activities:</u>			
Assets:			
Capital Assets, Net	58,715	(48,847)	9,868
Total Assets	1,061,058	(48,847)	1,012,211
Net Position:			
Net Investment in Capital Assets	58,715	(48,847)	9,868
Total Net Position/ (Deficit)	(645,761)	(48,847)	(694,608)

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

	Fiscal Year Ending June 30,				
	2016	2017	2018	2019	2020
District's proportion of the net pension liability	0.0678582550%	0.0683943911%	0.0699524789%	0.0724183890%	0.0724400187%
District's proportionate share of the net pension liability	\$ 15,232,818	\$ 20,256,456	\$ 16,283,819	\$ 14,258,820	\$ 13,052,592
District's covered employee payroll	4,617,790	4,699,693	4,775,762	5,018,780	6,137,099
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	329.87%	431.02%	340.97%	284.11%	212.68%
Plan fiduciary net position as a percentage of the total pension liability	47.93%	40.14%	48.10%	53.60%	56.27%

	Fiscal Year Ending June 30,				
	2021	2022	2023	2024	2025
District's proportion of the net pension liability	0.0756837452%	0.0775329537%	0.0739758505%	0.0791059810%	0.0788774787%
District's proportionate share of the net pension liability	\$ 12,342,040	\$ 9,184,941	\$ 11,163,974	\$ 11,458,006	\$ 10,717,908
District's covered employee payroll	5,631,851	5,672,538	5,788,469	6,002,540	6,393,690
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	219.15%	161.92%	192.87%	190.89%	167.63%
Plan fiduciary net position as a percentage of the total pension liability	58.32%	70.33%	62.91%	65.23%	68.22%

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

	Fiscal Year Ending June 30,				
	2016	2017	2018	2019	2020
Contractually required contribution	\$ 538,329	\$ 567,557	\$ 610,892	\$ 671,306	\$ 650,919
Contributions in relation to the contractually required contribution	(538,329)	(567,557)	(610,892)	(671,306)	(650,919)
Contribution deficiency/(excess)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
District's covered employee payroll	\$ 4,699,693	\$ 4,775,762	\$ 5,018,780	\$ 6,137,099	\$ 5,631,851
Contributions as a percentage of covered employee payroll	11.45%	11.88%	12.17%	10.94%	11.56%

	Fiscal Year Ending June 30,				
	2021	2022	2023	2024	2025
Contractually required contribution	\$ 827,942	\$ 908,001	\$ 932,871	\$ 1,057,274	\$ 1,073,314
Contributions in relation to the contractually required contribution	(827,942)	(908,001)	(932,871)	(1,057,274)	(1,073,314)
Contribution deficiency/(excess)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
District's covered employee payroll	\$ 5,672,538	\$ 5,788,469	\$ 6,002,540	\$ 6,393,690	\$ 6,049,744
Contributions as a percentage of covered employee payroll	14.60%	15.69%	15.54%	16.54%	17.74%

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

	Fiscal Year Ending June 30,				
	2016	2017	2018	2019	2020
State's proportion of the net pension liability attributable to the District	0.1849861808%	0.1884997318%	0.1941586831%	0.2005169238%	0.1994348243%
State's proportionate share of the net pension liability attributable to the District	\$ 116,919,166	\$ 148,285,854	\$ 130,908,794	\$ 127,564,556	\$ 122,395,036
District's covered employee payroll	\$ 19,161,369	\$ 19,640,775	\$ 20,425,197	\$ 20,961,007	\$ 22,000,991
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	610.18%	754.99%	640.92%	608.58%	556.32%
Plan fiduciary net position as a percentage of the total pension liability	28.71%	22.33%	25.41%	26.49%	26.95%

	Fiscal Year Ending June 30,				
	2021	2022	2023	2024	2025
State's proportion of the net pension liability attributable to the District	0.2002729746%	0.1996751863%	0.1996423855%	0.1996713294%	0.2048206156%
State's proportionate share of the net pension liability attributable to the District	\$ 131,877,344	\$ 95,994,222	\$ 103,004,322	\$ 101,897,610	\$ 101,232,808
District's covered employee payroll	\$ 22,581,441	\$ 22,935,719	\$ 23,292,371	\$ 24,684,261	\$ 25,342,751
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	584.01%	418.54%	442.22%	412.80%	399.45%
Plan fiduciary net position as a percentage of the total pension liability	24.59%	35.52%	32.29%	34.68%	37.99%

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

	Fiscal Year Ending June 30,				
	2016	2017	2018	2019	2020
Contractually required contribution	\$ 7,138,968	\$ 11,141,619	\$ 9,068,698	\$ 7,436,568	\$ 7,219,186
Contributions in relation to the contractually required contribution	(1,000,103)	(2,107,542)	(2,952,906)	(3,922,401)	(4,392,753)
Contribution deficiency/(excess)	<u>\$ 6,138,865</u>	<u>\$ 9,034,077</u>	<u>\$ 6,115,792</u>	<u>\$ 3,514,167</u>	<u>\$ 2,826,433</u>
District's covered employee payroll	\$ 19,640,775	\$ 20,425,197	\$ 20,961,007	\$ 22,000,991	\$ 22,581,441
Contributions as a percentage of covered employee payroll	5.09%	10.32%	14.09%	17.83%	19.45%

	Fiscal Year Ending June 30,				
	2021	2022	2023	2024	2025
Contractually required contribution	\$ 8,200,694	\$ 2,258,786	\$ 2,772,134	\$ 2,503,328	\$ (369,282)
Contributions in relation to the contractually required contribution	(5,804,316)	(8,218,591)	(8,162,684)	(8,728,090)	(8,628,470)
Contribution deficiency/(excess)	<u>\$ 2,396,378</u>	<u>\$ (5,959,805)</u>	<u>\$ (5,390,550)</u>	<u>\$ (6,224,762)</u>	<u>\$ (8,997,752)</u>
District's covered employee payroll	\$ 22,935,719	\$ 23,292,371	\$ 24,684,261	\$ 25,342,751	\$ 26,527,348
Contributions as a percentage of covered employee payroll	25.31%	35.28%	33.07%	34.44%	32.53%

* - Covered payroll for the fiscal years ending June 30, 2017 - 2024 are based on the payroll on the June 30, 2016 - 2023 census data.

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

There were none.

B. TEACHERS' PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

In the July 1, 2023 actuarial valuation the salary increases were 2.75 – 5.65% based on years of service while in the July 1, 2022 actuarial valuation the salary increases were 2.75% – 4.25% based on years of service.

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate for June 30, 2024 was 3.93%. The discount rate for June 30, 2023 was 3.65%, a change of .28%.

The health care trend rates in the valuation as of June 30, 2024 were based on the following:

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 rate after nine years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

The health care trend rates in the valuation as of June 30, 2023 were based on the following:

For pre-Medicare medical benefits, the trend rate is initially 6.50% and decreases to a 4.50% long term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 14.8% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO the trend is increasing to 17.4% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.50% and decreases to a 4.50% long term rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

BUDGETARY COMPARISON SCHEDULES

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenues from Local Sources:					
Local Tax Levy	\$ 55,676,473		\$ 55,676,473	\$ 55,676,473	
Tuition From Other LEAs Within the State	754,963		754,963	855,598	\$ 100,635
Rents and Royalties				29,281	29,281
Unrestricted Miscellaneous Revenues	752,280		752,280	1,086,443	334,163
Interest Earned on Emergency Reserve	750		750	750	
Interest Earned on Maintenance Reserve	1,250		1,250	1,250	
Interest Earned on Capital Reserve Funds	5,000		5,000	5,000	
Other Restricted Miscellaneous Revenues				12,947	12,947
Total Revenues from Local Sources	57,190,716		57,190,716	57,667,742	477,026
Revenues from State Sources:					
Categorical Transportation Aid	600,760		600,760	600,760	
Extraordinary Aid	475,934		475,934	716,074	240,140
Categorical Special Education Aid	1,948,851		1,948,851	1,948,851	
Categorical Security Aid	161,910		161,910	161,910	
Nonpublic Transportation Aid				76,588	76,588
TPAF Post Retirement Contributions (Non-Budgeted)				2,552,477	2,552,477
TPAF Pension Contributions (Non-Budgeted)				8,628,470	8,628,470
TPAF Non-Contributory Insurance (Non-Budgeted)				106,884	106,884
TPAF Long-Term Disability Insurance (Non-Budgeted)				3,002	3,002
Reimbursed TPAF Social Security Contributions				1,898,748	1,898,748
Total Revenues from State Sources	3,187,455		3,187,455	16,693,764	13,506,309
Revenues from Federal Sources:					
Medicaid Reimbursement	15,636		15,636	5,888	(9,748)
Total Revenues from Federal Sources	15,636		15,636	5,888	(9,748)
TOTAL REVENUE	60,393,807		60,393,807	74,367,394	13,973,587

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
GENERAL CURRENT EXPENSE					
Regular Programs - Instruction:					
Grades 9-12 - Salaries of Teachers	\$ 16,688,981	\$ (238,609)	\$ 16,450,372	\$ 16,270,888	\$ 179,484
Regular Programs - Home Instruction:					
Salaries of Teachers	100,000		100,000	42,992	57,008
Purchased Professional-Educational Services	40,000	(4,451)	35,549	7,051	28,498
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	422,429	7,645	430,074	430,074	
Other Purchased Services (400-500 series)	1,428,491	(24,077)	1,404,414	1,121,026	283,388
General Supplies	475,472	19,181	494,653	404,321	90,332
Textbooks	99,042	(14,519)	84,523	56,357	28,166
Other Objects	50,534	1,250	51,784	44,353	7,431
Total Regular Programs - Instruction	19,304,949	(253,580)	19,051,369	18,377,062	674,307
Special Education - Instruction:					
Learning and/or Language Disabilities - Mild to Moderate:					
Salaries of Teachers	607,079	37,586	644,665	644,665	
Other Salaries for Instruction	389,937	(22,067)	367,870	367,870	
General Supplies	8,501	(35)	8,466	6,979	1,487
Textbooks	975	(300)	675		675
Total Learning and/or Language Disabilities - Mild to Moderate	1,006,492	15,184	1,021,676	1,019,514	2,162
Behavioral Disabilities:					
Salaries of Teachers	680,727	(165,721)	515,006	515,006	
Other Salaries for Instruction	117,673	(40,320)	77,353	77,353	
General Supplies	652	90	742	624	118
Textbooks	500	(90)	410	329	81
Total Behavioral Disabilities	799,552	(206,041)	593,511	593,312	199

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE

GENERAL FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Resource Room/Resource Center:					
Salaries of Teachers	\$ 2,161,413	\$ 184,648	\$ 2,346,061	\$ 2,279,927	\$ 66,134
Other Salaries for Instruction	317,073	91,759	408,832	408,832	
General Supplies	3,152		3,152	1,066	2,086
Total Resource Room/Resource Center	2,481,638	276,407	2,758,045	2,689,825	68,220
Home Instruction:					
Salaries of Teachers	24,000	4,394	28,394	28,394	
Purchased Professional-Educational Services	20,000	2,830	22,830	19,291	3,539
Total Home Instruction	44,000	7,224	51,224	47,685	3,539
TOTAL SPECIAL EDUCATION - INSTRUCTION	4,331,682	92,774	4,424,456	4,350,336	74,120
Bilingual Education - Instruction:					
Salaries of Teachers	25,213	(8,922)	16,291		16,291
Other Salaries for Instruction		8,922	8,922	8,326	596
Total Bilingual Education - Instruction	25,213		25,213	8,326	16,887
School-Spon. Cocurricular & Extracurricular Actvts. - Inst.:					
Salaries	520,313	52,218	572,531	572,531	
Purchased Services (300-500 series)	16,459	(1,703)	14,756	10,184	4,572
Supplies and Materials	112,994	(5,970)	107,024	91,661	15,363
Other Objects	47,860	698	48,558	41,489	7,069
Total School-Spon. Cocurricular & Extracurricular Actvts. - Inst.	697,626	45,243	742,869	715,865	27,004
School-Sponsored Athletics - Instruction:					
Salaries	1,238,633	42,540	1,281,173	1,271,858	9,315
Purchased Services (300-500 series)	362,298	(43,329)	318,969	273,570	45,399
Supplies and Materials	171,586	4,380	175,966	166,852	9,114
Other Objects	148,085	18,975	167,060	164,468	2,592
Total School-Sponsored Athletics - Instruction	1,920,602	22,566	1,943,168	1,876,748	66,420

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Before/After School Programs - Instruction:					
Salaries of Teachers	\$ 2,952		\$ 2,952	\$ 2,952	
Total Before/after School Programs - Instruction	2,952		2,952	2,952	
Total Before/after School Programs		2,952	2,952	2,952	
Summer School - Instruction:					
Salaries of Teachers	1,822		1,822		\$ 1,822
Total Summer School - Instruction	1,822		1,822		1,822
Total Summer School		1,822	1,822		1,822
TOTAL INSTRUCTION	\$ 26,280,072	(88,223)	26,191,849	25,331,289	860,560
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Special	1,300,564	(355,628)	944,936	889,110	55,826
Tuition to County Voc. School Dist.-Regular	1,082,052	36,692	1,118,744	1,109,871	8,873
Tuition to County Voc. School Dist.-Special	236,448	42,418	278,866	278,866	
Tuition to CSSD & Reg. Day Schools	532,792	245,223	778,015	721,711	56,304
Tuition to Priv. Sch. for the Handicap. W/I State	1,916,092	115,109	2,031,201	1,961,678	69,523
Tuition to Priv Sch Handicap & Oth LEAs-Spl,O/S St	267,988	(151,730)	116,258	110,786	5,472
Tuition - Other	561,467	(222,634)	338,833	271,811	67,022
Total Undistributed Expenditures - Instruction	5,897,403	(290,550)	5,606,853	5,343,833	263,020
Undistributed Expend. - Attend. & Social Work:					
Salaries	67,450		67,450	67,450	
Purchased Professional and Technical Services	40,000		40,000	40,000	
Total Undist. Expend. - - Attend. & Social Work	107,450		107,450	107,450	

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE

GENERAL FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Health Services:					
Salaries	\$ 334,149	\$ 42,135	\$ 376,284	\$ 375,700	\$ 584
Other Purchased Services (400-500 series)	44,650	(3,769)	40,881	40,881	
Supplies and Materials	13,400	(6,433)	6,967	6,936	31
Total Undist. Expenditures - Health Services	392,199	31,933	424,132	423,517	615
Undist. Expend. - Speech, OT, PT, Related Svcs:					
Purchased Professional - Educational Services	97,645	54,392	152,037	92,610	59,427
Total Undist. Expend. - Speech, OT, PT, Related Svcs	97,645	54,392	152,037	92,610	59,427
Undist.Expend.-Other Supp.Serv.Students-Extra.Serv.:					
Salaries	44,722	4,996	49,718	49,718	
Purchased Professional - Educational Services	547,649	232,854	780,503	502,424	278,079
Total Undist. Expend. - Other Supp. Svcs. Students - Extra. Serv.	592,371	237,850	830,221	552,142	278,079
Undist.Expend.-Guidance:					
Salaries of Other Professional Staff	1,769,395	18,156	1,787,551	1,754,718	32,833
Salaries of Secretarial and Clerical Assistants	288,888		288,888	288,588	300
Unused Vacation Payment to Terminated/Retired Staff	6,341		6,341	6,341	
Other Purchased Services (400-500 series)	21,750	2,000	23,750	1,949	21,801
Supplies and Materials	11,400		11,400	4,444	6,956
Other Objects	43,300	(8,900)	34,400	23,088	11,312
Total Undist Expend. - Guidance	2,141,074	11,256	2,152,330	2,072,787	79,543
Undist. Expend.-Child Study Team:					
Salaries of Other Professional Staff	985,989	(50,389)	935,600	903,621	31,979
Salaries of Secretarial and Clerical Assistants	148,288		148,288	145,952	2,336
Purchased Professional - Educational Services	148,000		148,000	140,553	7,447
Supplies and Materials	14,535	(3,250)	11,285	7,549	3,736
Other Objects	14,000	3,250	17,250	17,040	210
Total Undist Expend. - Child Study Team	1,310,812	(50,389)	1,260,423	1,214,715	45,708

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE

GENERAL FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Improv. of Inst. Serv.:					
Salaries of Supervisors of Instruction	\$ 1,850,850	\$ (5,517)	\$ 1,845,333	\$ 1,763,619	\$ 81,714
Salaries of Secretarial and Clerical Assistants	56,809	5,517	62,326	62,326	
Unused Vacation Payment to Terminated/Retired Staff	8,858		8,858		8,858
Sal of Facilitators, Math Coaches & Literacy Coaches	124,200		124,200	123,960	240
Other Purchased Services (400-500 series)	43,752		43,752	29,824	13,928
Other Objects	15,822		15,822	15,435	387
Total Undist. Expend.-Improv. of Inst. Serv.	2,100,291		2,100,291	1,995,164	105,127
Undist. Expend.-Edu. Media Serv./Sch. Library:					
Salaries	263,920		263,920	254,339	9,581
Purchased Professional and Technical Services	4,600	4,000	8,600	7,443	1,157
Supplies and Materials	84,504	(67,136)	17,368	14,421	2,947
Other Objects	1,302	63,136	64,438	59,551	4,887
Total Undist Expend-Edu. Media Serv./Sch. Library	354,326		354,326	335,754	18,572
Undist.Expend.-Instructional Staff Training Services:					
Salaries of Supervisors of Instruction	88,584		88,584	88,418	166
Salaries of Other Professional Staff		17,510	17,510	17,510	
Salaries of Secretarial and Clerical Assistants	61,547		61,547	61,430	117
Unused Vacation Payment to Terminated/Retired Staff	8,858	(2,397)	6,461		6,461
Purchased Professional - Educational Service	195,093	(6,634)	188,459	169,986	18,473
Other Purchased Services (400-500 series)	45,775	(2,305)	43,470	40,095	3,375
Supplies and Materials	11,000	4,500	15,500	10,948	4,552
Other Objects	52,261	(16,500)	35,761	19,755	16,006
Total Undist.Expend.-Instructional Staff Training Services	463,118	(5,826)	457,292	408,142	49,150
Undist. Expend.-Support Serv.-Gen. Admin.:					
Salaries	560,883	50,978	611,861	611,847	14
Unused Vacation Payment to Terminated/Retired Staff		36,368	36,368	36,368	
Legal Services	100,000	52,623	152,623	144,733	7,890
Audit Fees	54,000	(3,000)	51,000	49,000	2,000
Architectural/Engineering Services	45,000	(13,225)	31,775	8,851	22,924

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE

GENERAL FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Support Serv.-Gen. Admin. (Cont'd):					
Other Purchased Professional Services	\$ 63,150	\$ 4,883	\$ 68,033	\$ 58,906	\$ 9,127
Communications / Telephone	35,300	(13,121)	22,179	13,398	8,781
BOE Other Purchased Services	3,500	(40)	3,460	1,355	2,105
Other Purch. Serv. (400-500 series other than 530 & 585)	86,788	6,328	93,116	82,358	10,758
General Supplies	10,000	(6,838)	3,162	2,104	1,058
Judgments Against The School District		40,000	40,000	40,000	
Miscellaneous Expenditures	70,100	4,977	75,077	70,791	4,286
BOE Membership Dues and Fees	28,500	(4,500)	24,000	23,740	260
Total Undist. Expend.-Support Serv.-Gen. Admin.	1,057,221	155,433	1,212,654	1,143,451	69,203
Undist. Expend.-Support Serv.-School Admin.:					
Salaries of Principals/Assistant Principals/Prog Director	1,180,046	(83)	1,179,963	1,166,941	13,022
Salaries of Secretarial and Clerical Assistants	368,956	1,620	370,576	368,391	2,185
Other Salaries		1,020	1,020	1,020	
Unused Vacation Payment to Terminated/Retired Staff	16,996		16,996		16,996
Other Purchased Services (400-500 series)	25,376	(477)	24,899	14,290	10,609
Supplies and Materials	14,800		14,800	12,279	2,521
Other Objects	1,000	(450)	550	170	380
Total Undist. Expend.-Support Serv.-School Adm.	1,607,174	1,630	1,608,804	1,563,091	45,713
Undist. Expend. - Central Services:					
Salaries	755,517	83,000	838,517	833,637	4,880
Purchased Professional Services	22,800	(5,264)	17,536	17,536	
Purchased Technical Services	24,000	4,500	28,500	19,500	9,000
Miscellaneous Purchased Services (400-500 series other than 594)	25,800	(6,616)	19,184	8,308	10,876
Supplies and Materials	8,000		8,000	4,762	3,238
Other Objects	17,010	(1,818)	15,192	8,581	6,611
Total Undist. Expend. - Central Services	853,127	73,802	926,929	892,324	34,605

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE

GENERAL FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Admin. Info. Technology:					
Salaries	\$ 361,884	\$ 5,746	\$ 367,630	\$ 367,630	
Other Purchased Services (400-500 series)	20,600	(6,036)	14,564	12,904	\$ 1,660
Supplies and Materials	710	290	1,000	242	758
Other Objects	200	6,380	6,580	5,179	1,401
Total Undist. Expend. - Admin. Info. Technology	383,394	6,380	389,774	385,955	3,819
Undist. Expend.-Required Maintenance for School Facilities:					
Salaries	710,859	(38,798)	672,061	652,166	19,895
Unused Vacation Payment to Terminated/Retired Staff	3,830		3,830		3,830
Cleaning, Repair, and Maintenance Services	882,990	137,081	1,020,071	933,281	86,790
Lead Testing of Drinking Water		5,900	5,900	5,900	
General Supplies	236,459	(3,806)	232,653	208,238	24,415
Other Objects	8,800		8,800	2,117	6,683
Total Undist. Expend.- Required Maint. for School Facilities	1,842,938	100,377	1,943,315	1,801,702	141,613
Undist. Expend.-Custodial Services:					
Salaries	1,971,493	17,306	1,988,799	1,885,834	102,965
Unused Vacation Payment to Terminated/Retired Staff	3,830	11,772	15,602	15,602	
Purchased Professional and Technical Services	77,335	(22,356)	54,979	43,523	11,456
Cleaning, Repair, and Maintenance Services	56,800	1,618	58,418	34,208	24,210
Rental of Land & Bldg. Oth. than Lease Pur. Agrmt.	183,598	(5,244)	178,354	172,213	6,141
Other Purchased Property Services	74,280	6,798	81,078	67,064	14,014
Insurance	513,752	25,850	539,602	532,915	6,687
Miscellaneous Purchased Services	233,816	4,331	238,147	211,010	27,137
General Supplies	154,746	18,025	172,771	165,764	7,007
Energy (Natural Gas)	305,692	(1,943)	303,749	261,611	42,138
Energy (Electricity)	614,325	(8,964)	605,361	600,763	4,598
Other Objects	34,200	(322)	33,878	17,963	15,915
Total Undist. Expend.-Custodial Services	4,223,867	46,871	4,270,738	4,008,470	262,268

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE

GENERAL FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Care and Upkeep of Grounds:					
Salaries	\$ 75,312		\$ 75,312	\$ 66,146	\$ 9,166
Cleaning, Repair, and Maintenance Services	176,700	\$ (12,800)	163,900	120,876	43,024
General Supplies	41,094	(9,994)	31,100	15,436	15,664
Total Care And Upkeep Of Grounds	293,106	(22,794)	270,312	202,458	67,854
Security:					
Salaries		2,400	2,400	1,800	600
Purchased Professional and Technical Services	391,162	17,326	408,488	385,382	23,106
Cleaning, Repair, and Maintenance Services	18,600	(800)	17,800	12,413	5,387
General Supplies	18,450		18,450	12,968	5,482
Total Security	428,212	18,926	447,138	412,563	34,575
Total Undist. Expend.-oper. And Maint. Of Plant Serv.	6,788,123	143,380	6,931,503	6,425,193	506,310
Undist. Expend.-Student Transportation Serv.:					
Sal. for Pupil Trans. (Bet. Home and Sch.)-Reg.	87,185		87,185	87,086	99
Sal. for Pupil Trans. (Oth. than Bet. Home & Sch)	10,000	54,237	64,237	64,237	
Other Purchased Professional and Technical Services		5,618	5,618	5,618	
Cleaning, Repair, and Maint. Services	9,000	9,151	18,151	18,151	
Contract. Serv. - Aid in Lieu of Payments-Nonpublic Studts	187,860	24,037	211,897	170,535	41,362
Contract. Serv.(Bet. Home & Sch.)-Vendors	1,171,500	(13,521)	1,157,979	1,106,341	51,638
Contract. Serv.(Oth. than Bet. Home & Sch.)-Vend.	569,940	(36,741)	533,199	481,072	52,127
Contract. Serv.(Spl. Ed. Students)-Joint Agrmnts	1,757,000	18,432	1,775,432	1,661,452	113,980
Transportation Supplies		1,500	1,500	1,260	240
Other Objects	6,100	318	6,418	4,150	2,268
Total Undist. Expend.-Student Trans. Serv.	3,798,585	63,031	3,861,616	3,599,902	261,714

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
UNALLOCATED BENEFITS					
Social Security Contributions	\$ 725,000	\$ 19,775	\$ 744,775	\$ 705,048	\$ 39,727
Other Retirement Contributions - PERS	1,060,000	(7,252)	1,052,748	1,008,271	44,477
Other Retirement Contributions - Regular	28,500		28,500	23,629	4,871
Workers Compensation	218,220		218,220	165,924	52,296
Health Benefits	7,327,500	(94,052)	7,233,448	6,332,640	900,808
Tuition Reimbursement	65,750		65,750	57,664	8,086
Other Employee Benefits	140,000	(5,678)	134,322	106,031	28,291
Unused Sick Payment to Terminated/Retired Staff	105,000	98,830	203,830	79,195	124,635
TOTAL UNALLOCATED BENEFITS	9,669,970	11,623	9,681,593	8,478,402	1,203,191
ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)					
TPAF Post Retirement Contributions (Non-Budgeted)				2,552,477	(2,552,477)
TPAF Pension Contributions (Non-Budgeted)				8,628,470	(8,628,470)
TPAF Non-Contributory Insurance (Non-Budgeted)				106,884	(106,884)
TPAF Long-Term Disability Insurance (Non-Budgeted)				3,002	(3,002)
Reimbursed TPAF Social Security Contributions				1,898,748	(1,898,748)
TOTAL ON-BEHALF CONTRIBUTIONS (NON-BUDGETED)				13,189,581	(13,189,581)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	9,669,970	11,623	9,681,593	21,667,983	(11,986,390)
TOTAL UNDISTRIBUTED EXPENDITURES	37,614,283	443,945	38,058,228	48,224,013	(10,165,785)
TOTAL GENERAL CURRENT EXPENSE	63,894,355	355,722	64,250,077	73,555,302	(9,305,225)

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
CAPITAL OUTLAY					
Equipment:					
Grades 9-12	\$ 19,887	\$ 2,097	\$ 21,984	\$ 21,823	\$ 161
Vocational Programs:					
School-Sponsored and Other Instructional Programs		24,169	24,169	12,785	11,384
Undistributed:					
Undist. Expend. - Supp Serv. - Related & Extraord.		4,190	4,190	4,190	
Undist. Expend. - Required Maint for School Fac.		79,180	79,180	79,180	
Undist. Expend. - Security	12,960		12,960	12,960	
Total Equipment	32,847	109,636	142,483	130,938	11,545
Facilities Acquisition and Construction Serv.:					
Bldgs. Other than Lease Purchase Agreements		518,089	518,089	518,089	
Assessment for Debt Service on SDA Funding	106,363		106,363	106,363	
Total Facilities Acquisition and Const. Serv.	106,363	518,089	624,452	624,452	
TOTAL CAPITAL OUTLAY	139,210	627,725	766,935	755,390	11,545
Transfer of Funds to Charter Schools	39,692		39,692	39,692	
TOTAL EXPENDITURES	64,073,257	983,447	65,056,704	74,350,384	(9,293,680)
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(3,679,450)	(983,447)	(4,662,897)	17,010	4,679,907

PASCACK VALLEY REGIONAL SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Financing Sources/(Uses):					
Return of Funds from Capital Projects Fund to Capital Reserve				\$ 231,450	\$ 231,450
Capital Projects Fund - Interest Earned				281,833	281,833
Capital Reserve - Transfer to Capital Projects Fund	\$ (1,593,252)	\$ (493,487)	\$ (2,086,739)	(1,891,739)	195,000
Total Other Financing Sources/(Uses)	<u>(1,593,252)</u>	<u>(493,487)</u>	<u>(2,086,739)</u>	<u>(1,378,456)</u>	<u>708,283</u>
Excess/(Deficit) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(5,272,702)	(1,476,934)	(6,749,636)	(1,361,446)	5,388,190
Fund Balance, July 1	14,695,829		14,695,829	14,695,829	
Fund Balance, June 30	<u>\$ 9,423,127</u>	<u>\$ (1,476,934)</u>	<u>\$ 7,946,193</u>	<u>\$ 13,334,383</u>	<u>\$ 5,388,190</u>
<u>Recapitulation:</u>					
Restricted Fund Balance:				\$ 2,600,000	
Excess Surplus - Restricted For 2026-2027				2,503,644	
Excess Surplus - Restricted For 2025-2026				5,039,396	
Capital Reserve				908,014	
Maintenance Reserve				314,250	
Emergency Reserve				226,919	
Unemployment Compensation					
Assigned Fund Balance:					
Year End Encumbrances				68,256	
Designated for Subsequent Year's Expenditures				96,125	
Unassigned Fund Balance				<u>1,577,779</u>	
				<u>13,334,383</u>	
Reconciliation to Governmental Funds Statement (GAAP):				<u>(210,232)</u>	
Last State Aid Payments not Recognized on GAAP basis					
Fund Balance per Governmental Funds (GAAP)				<u>\$ 13,124,151</u>	

**PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS**

SPECIAL REVENUE FUND

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Federal Sources	\$ 466,253	\$ 253,493	\$ 719,746	\$ 588,287	\$ (131,459)
State Sources	277,801	154,578	432,379	378,539	(53,840)
Local Sources		898,687	898,687	915,068	16,381
Total Revenues	744,054	1,306,758	2,050,812	1,881,894	(168,918)
EXPENDITURES:					
Instruction:					
Salaries	38,542	56,491	95,033	59,001	36,032
Purchased Professional/Technical Services	30,886	(30,886)			
Tuition	385,150	26,423	411,573	411,573	
General Supplies	16,650	82,394	99,044	38,954	60,090
Textbooks	15,354	1,931	17,285	17,285	
Other Objects		1,000	1,000	1,000	
Total Instruction	486,582	137,353	623,935	527,813	96,122
Support Services:					
Salaries		28,119	28,119	16,505	11,614
Personal Services - Employee Benefits		13,203	13,203	9,409	3,794
Purchased Professional/Educational Services		148,227	148,227	99,225	49,002
Other Purchased Professional and Technical Services	175,961	62,030	237,991	214,224	23,767
Travel		640	640	640	
Supplies and Materials	81,511	33,320	114,831	99,112	15,719
Other Objects		1,191	1,191	1,191	
Scholarships Awarded		23,800	23,800	23,800	
Student Activities		858,875	858,875	858,875	
Total Support Services	257,472	1,169,405	1,426,877	1,322,981	103,896
Total Expenditures	744,054	1,306,758	2,050,812	1,850,794	200,018
Excess/(Deficit) of Revenue Over/(Under) Expenditures	\$ -0-	\$ -0-	\$ -0-	\$ 31,100	\$ 31,100

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTES TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
from the Budgetary Comparison Schedule	\$ 74,367,394	\$ 1,881,894
Difference - Budgetary to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue while the GAAP Basis does not:		
Prior Year Encumbrances		34
Prior Year State Aid Payments Recognized for GAAP Statements, not Recognized for Budgetary Purposes	191,029	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(210,232)	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	<u>\$ 74,348,191</u>	<u>\$ 1,881,928</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 74,350,384	\$ 1,850,794
Differences - Budgetary to GAAP:		
Encumbrances for Supplies and Equipment Ordered but Not Received are Reported in the Year the Order is Placed for Budgetary Purposes, but in the Year the Supplies are Received for Financial Reporting Purposes:		
Prior Year Encumbrances		34
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 74,350,384</u>	<u>\$ 1,850,828</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTES TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Budgets/Budgetary Control:

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

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

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

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

**SCHOOL LEVEL SCHEDULES
(NOT APPLICABLE)**

SPECIAL REVENUE FUND

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Elementary and Secondary Education Act				IDEA Part B, Basic Regular
	Title I Part A	Title II, Part A	Title III	Title IV	
REVENUE:					
Federal Sources	\$ 33,054	\$ 16,233	\$ 13,684	\$ 8,789	\$ 486,073
State Sources					
Local Sources					
Total Revenue	33,054	16,233	13,684	8,789	486,073
EXPENDITURES:					
Instruction:					
Salaries	28,875		5,760		411,573
Tuition					
General Supplies			3,753		
Textbooks					
Other Objects					
Total Instruction	28,875		9,513		411,573
Support Services:					
Salaries	1,970	612			
Personal Services - Employee Benefits	2,209	47			
Purchased Professional/Educational Services		13,847	1,800	3,756	74,500
Other Purchased Professional and Technical Services			2,371		
Travel		640			
Supplies and Materials				4,929	
Other Objects		1,087		104	
Scholarships Awarded					
Student Activities					
Total Support Services	4,179	16,233	4,171	8,789	74,500
Total Expenditures	\$ 33,054	\$ 16,233	\$ 13,684	\$ 8,789	\$ 486,073

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Climate Awareness Education	NJ Nonpublic Auxiliary Services		NJ NonpublicHandicapped Services	
		Compensatory Education	Home Instruction	Supplementary Instruction	Examination and Classification
REVENUE:					
Federal Sources					
State Sources	\$ 38,949	\$ 50,627	\$ 502	\$ 42,787	\$ 58,397
Local Sources					
Total Revenue	38,949	50,627	502	42,787	58,397
EXPENDITURES:					
Instruction:					
Salaries					
Tuition					
General Supplies	18,639				
Textbooks					
Other Objects					
Total Instruction	18,639				
Support Services:					
Salaries	13,923				
Personal Services - Employee Benefits	1,065				
Purchased Professional/Educational Services	5,322				
Other Purchased Professional and Technical Services		50,627	502	42,787	58,397
Travel					
Supplies and Materials					
Other Objects					
Scholarships Awarded					
Student Activities					
Total Support Services	20,310	50,627	502	42,787	58,397
Total Expenditures	\$ 38,949	\$ 50,627	\$ 502	\$ 42,787	\$ 58,397

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	NJ Nonpublic			
	Textbooks	Nursing Services	Technology	Security Aid
REVENUE:				
Federal Sources				
State Sources	\$ 17,285	\$ 59,540	\$ 16,562	\$ 93,890
Local Sources				
Total Revenue	17,285	59,540	16,562	93,890
EXPENDITURES:				
Instruction:				
Salaries				
Tuition				
General Supplies			16,562	
Textbooks	17,285			
Other Objects				
Total Instruction	17,285		16,562	
Support Services:				
Salaries				
Personal Services - Employee Benefits				
Purchased Professional/Educational Services				
Other Purchased Professional and Technical Services		59,540		
Travel				
Supplies and Materials				93,890
Other Objects				
Scholarships Awarded				
Student Activities				
Total Support Services		59,540		93,890
Total Expenditures	\$ 17,285	\$ 59,540	\$ 16,562	\$ 93,890

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	American Rescue Plan			NJTSS	
	Accelerated Learning	Summer Learning and Enrichment		Mental Health	
REVENUE:					
Federal Sources	\$ 21,907	\$ 4,323	\$	4,224	
State Sources					
Local Sources					
Total Revenue	21,907	4,323		4,224	
EXPENDITURES:					
Instruction:					
Salaries	20,350	4,016			
Tuition					
General Supplies					
Textbooks					
Other Objects					
Total Instruction	20,350	4,016			
Support Services:					
Salaries					
Personal Services - Employee Benefits	1,557	307		4,224	
Purchased Professional/Educational Services					
Other Purchased Professional and Technical Services					
Travel					
Supplies and Materials					
Other Objects					
Scholarships Awarded					
Student Activities					
Total Support Services	1,557	307		4,224	
Total Expenditures	\$ 21,907	\$ 4,323	\$	4,224	

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Student Activities	Scholarships	Other Local Grants	Totals
REVENUE:				
Federal Sources				
State Sources				\$ 588,287
Local Sources	\$ 854,423	\$ 59,352	\$ 1,293	378,539
Total Revenue	854,423	59,352	1,293	915,068
				1,881,894
EXPENDITURES:				
Instruction:				
Salaries				59,001
Tuition				411,573
General Supplies				38,954
Textbooks				17,285
Other Objects			1,000	1,000
Total Instruction			1,000	527,813
Support Services:				
Salaries				16,505
Personal Services - Employee Benefits				9,409
Purchased Professional/Educational Services				99,225
Other Purchased Professional and Technical Services				214,224
Travel				640
Supplies and Materials			293	99,112
Other Objects				1,191
Scholarships Awarded		23,800		23,800
Student Activities	858,875			858,875
Total Support Services	858,875	23,800	293	1,322,981
Total Expenditures	\$ 858,875	\$ 23,800	\$ 1,293	\$ 1,850,794

CAPITAL PROJECTS FUND

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SUMMARY SCHEDULE OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGETARY BASIS
CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Revenue and Other Financing Sources:	
State Sources - SDA Grant	\$ 393,300
Transfer from Capital Reserve	1,891,739
Interest Revenue	281,833
Total Revenue and Other Financing Sources	2,566,872
Expenditures and Other Financing Uses:	
Purchased Professional and Technical Services	56,945
Construction Services	4,357,577
Transfers Out:	
Unexpended Project Funds - Transfer to Capital Reserve	231,450
General Fund - Interest Earned	281,833
Total Expenditures and Other Financing Uses	4,927,805
Excess/(Deficiency) of Revenue and Other Financing Sources	
Over/(Under) Expenditures and Other Financing Uses	(2,360,933)
Fund Balance - Beginning	7,132,779
Fund Balance - Ending	\$ 4,771,846
Recapitulation:	
Committed Fund Balance	\$ 2,219,347
Committed Fund Balance - Year End Encumbrances	2,552,499
Fund Balance per Governmental Funds (Budgetary)	4,771,846
Reconciliation to Governmental Funds Statement (GAAP):	
SDA Grant Revenue Not Recognized on the GAAP Basis	(748,823)
Fund Balance per Governmental Funds (GAAP)	\$ 4,023,023

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK VALLEY TURF DRAINAGE
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:			
Transfer from Capital Reserve	<u>\$ 99,325</u>	<u>\$ 99,325</u>	<u>\$ 99,325</u>
Total Revenue and Other Financing Sources	<u>99,325</u>	<u>99,325</u>	<u>99,325</u>
Expenditures:			
Purchased Professional and Technical Services	6,875	6,875	21,580
Construction Services	<u>64,104</u>	<u>64,104</u>	<u>77,745</u>
Total Expenditures	<u>70,979</u>	<u>70,979</u>	<u>99,325</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 28,346</u>	<u>\$ 28,346</u>	<u>\$ -0-</u>
Additional Project Information:			
Project Number(s)	N/A		
Grant Date	N/A		
Original Authorized Cost	\$ 99,325		
Change Orders	\$ -0-		
Revised Authorized Cost	\$ 99,325		
Change Order Percentage	0.00%		
Percentage Completion	71.46%		
Original Target Completion Date	11/30/25		

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK VALLEY PARKING LOT PAVING
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:			
Transfer from Capital Reserve	<u>\$ 195,000</u>	<u>\$ 195,000</u>	<u>\$ 195,000</u>
Total Revenue and Other Financing Sources	<u>195,000</u>	<u>195,000</u>	<u>195,000</u>
Expenditures:			
Purchased Professional and Technical Services	1,000	1,000	1,000
Construction Services			<u>194,000</u>
Total Expenditures	<u>1,000</u>	<u>1,000</u>	<u>195,000</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 194,000</u>	<u>\$ 194,000</u>	<u>\$ -0-</u>
Additional Project Information:			
Project Number(s)	N/A		
Grant Date	N/A		
Original Authorized Cost	\$ 195,000		
Change Orders	\$ -0-		
Revised Authorized Cost	\$ 195,000		
Change Order Percentage	0.00%		
Percentage Completion	0.51%		
Original Target Completion Date	8/31/2025		

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK HILLS FIELD LIGHTING UPGRADES
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:			
Transfer from Capital Reserve	<u>\$ 286,000</u>	<u>\$ 286,000</u>	<u>\$ 286,000</u>
Total Revenue and Other Financing Sources	<u>286,000</u>	<u>286,000</u>	<u>286,000</u>
Expenditures:			
Purchased Professional and Technical Services	1,000	1,000	1,000
Construction Services	<u>103,500</u>	<u>103,500</u>	<u>285,000</u>
Total Expenditures	<u>104,500</u>	<u>104,500</u>	<u>286,000</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 181,500</u>	<u>\$ 181,500</u>	<u>\$ -0-</u>
Additional Project Information:			
Project Number(s)	N/A		
Grant Date	N/A		
Original Authorized Cost	\$ 286,000		
Change Orders	\$ -0-		
Revised Authorized Cost	\$ 286,000		
Change Order Percentage	0.00%		
Percentage Completion	36.54%		
Original Target Completion Date	9/30/25		

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK HILLS TECH ROOM HVAC PROJECT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:			
Transfer from Capital Reserve	\$ 260,000	\$ 260,000	\$ 260,000
Total Revenue and Other Financing Sources	260,000	260,000	260,000
Expenditures:			
Purchased Professional and Technical Services	10,950	10,950	15,150
Construction Services			244,850
Total Expenditures	10,950	10,950	260,000
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ 249,050	\$ 249,050	\$ -0-
Additional Project Information:			
Project Number(s)	N/A		
Grant Date	N/A		
Original Authorized Cost	\$ 260,000		
Change Orders	\$ -0-		
Revised Authorized Cost	\$ 260,000		
Change Order Percentage	0.00%		
Percentage Completion	4.21%		
Original Target Completion Date	8/31/26		

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
GRANDSTAND DRAINAGE AT PASCACK HILLS HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Totals	Revised Project Authorization
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 769,200	\$ 19,315	\$ 788,515	\$ 788,515
Total Revenue and Other Financing Sources	769,200	19,315	788,515	788,515
Expenditures:				
Purchased Professional and Technical Services	20,400	5,180	25,580	26,225
Construction Services		761,690	761,690	762,290
Total Expenditures	20,400	766,870	787,270	788,515
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ 748,800	\$ (747,555)	\$ 1,245	\$ -0-
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 50,000			
Change Orders	\$ 738,515			
Revised Authorized Cost	\$ 788,515			
Change Order Percentage	1477.03%			
Percentage Completion	99.84%			
Original Target Completion Date	6/30/22			
Revised Target Completion Date	9/30/25			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK HILLS DDC SYSTEM
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:			
Transfer from Capital Reserve	<u>\$ 312,977</u>	<u>\$ 312,977</u>	<u>\$ 312,977</u>
Total Revenue and Other Financing Sources	<u>312,977</u>	<u>312,977</u>	<u>312,977</u>
Expenditures:			
Purchased Professional and Technical Services	1,000	1,000	1,000
Construction Services			<u>311,977</u>
Total Expenditures	<u>1,000</u>	<u>1,000</u>	<u>312,977</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 311,977</u>	<u>\$ 311,977</u>	<u>\$ -0-</u>
Additional Project Information:			
Project Number(s)	N/A		
Grant Date	N/A		
Original Authorized Cost	\$ 312,977		
Change Orders	\$ -0-		
Revised Authorized Cost	\$ 312,977		
Change Order Percentage	0.00%		
Percentage Completion	0.32%		
Original Target Completion Date	10/31/25		

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK VALLEY DDC SYSTEM
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:			
Transfer from Capital Reserve	<u>\$ 344,275</u>	<u>\$ 344,275</u>	<u>\$ 344,275</u>
Total Revenue and Other Financing Sources	<u>344,275</u>	<u>344,275</u>	<u>344,275</u>
Expenditures:			
Purchased Professional and Technical Services	1,000	1,000	1,000
Construction Services			<u>343,275</u>
Total Expenditures	<u>1,000</u>	<u>1,000</u>	<u>344,275</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 343,275</u>	<u>\$ 343,275</u>	<u>\$ -0-</u>
Additional Project Information:			
Project Number(s)	N/A		
Grant Date	N/A		
Original Authorized Cost	\$ 344,275		
Change Orders	\$ -0-		
Revised Authorized Cost	\$ 344,275		
Change Order Percentage	0.00%		
Percentage Completion	0.29%		
Original Target Completion Date	10/31/25		

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
CAFETERIA HVAC UPGRADE AT PASCACK VALLEY HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
State Sources - SDA Grant		\$ 393,300	\$ 393,300	\$ 393,300
Transfer from Capital Reserve	\$ 750,000	337,867	1,087,867	1,087,867
Total Revenue and Other Financing Sources	750,000	731,167	1,481,167	1,481,167
Expenditures:				
Purchased Professional and Technical Services	23,500	20,697	44,197	54,197
Construction Services		151,482	151,482	1,426,970
Total Expenditures	23,500	172,179	195,679	1,481,167
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ 726,500	\$ 558,988	\$ 1,285,488	\$ -0-

Additional Project Information:

Project Number(s)	3960-050-23-R501
Grant Date	1/19/24
Original Authorized Cost	\$ 750,000
Change Orders	\$ 731,167
Revised Authorized Cost	\$ 1,481,167
Change Order Percentage	97.49%
Percentage Completion	13.21%
Original Target Completion Date	6/30/23
Revised Target Completion Date	11/30/25

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
C WING ROOF REPLACEMENT AT PASCACK HILLS HIGH SCHOOL
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	<u>\$ 490,000</u>		<u>\$ 490,000</u>	<u>\$ 490,000</u>
Total Revenue and Other Financing Sources	<u>490,000</u>		<u>490,000</u>	<u>490,000</u>
Expenditures:				
Purchased Professional and Technical Services				1,000
Construction Services		<u>\$ 349,125</u>	<u>349,125</u>	<u>489,000</u>
Total Expenditures		<u>349,125</u>	<u>349,125</u>	<u>490,000</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 490,000</u>	<u>\$ (349,125)</u>	<u>\$ 140,875</u>	<u>\$ -0-</u>
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 490,000			
Change Orders	\$ -0-			
Revised Authorized Cost	\$ 490,000			
Change Order Percentage	0.00%			
Percentage Completion	71.25%			
Original Target Completion Date	12/31/24			
Revised Target Completion Date	9/30/25			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK HILLS D WING ROOF REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
State Sources - SDA Grant	\$ 355,523		\$ 355,523	\$ 355,523
Transfer from Capital Reserve	500,000		500,000	500,000
Total Revenue and Other Financing Sources	855,523		855,523	855,523
Expenditures:				
Purchased Professional and Technical Services	1,000		1,000	1,000
Construction Services		\$ 333,944	333,944	854,523
Total Expenditures	1,000	333,944	334,944	855,523
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ 854,523	\$ (333,944)	\$ 520,579	\$ -0-
Additional Project Information:				
Project Number(s)	3960-040-23-R501			
Grant Date	12/3/23			
Original Authorized Cost	\$ 540,000			
Change Orders	\$ 315,523			
Revised Authorized Cost	\$ 855,523			
Change Order Percentage	58.43%			
Percentage Completion	39.15%			
Original Target Completion Date	6/30/24			
Revised Target Completion Date	11/30/25			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK VALLEY AUDITORIUM RENOVATION
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	<u>\$ 1,300,000</u>	<u></u>	<u>\$ 1,300,000</u>	<u>\$ 1,300,000</u>
Total Revenue and Other Financing Sources	<u>1,300,000</u>	<u></u>	<u>1,300,000</u>	<u>1,300,000</u>
Expenditures:				
Purchased Professional and Technical Services				300,000
Construction Services	<u></u>	<u></u>	<u></u>	<u>1,000,000</u>
Total Expenditures	<u></u>	<u></u>	<u></u>	<u>1,300,000</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 1,300,000</u>	<u>\$ -0-</u>	<u>\$ 1,300,000</u>	<u>\$ -0-</u>
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 1,300,000			
Change Orders	\$ -0-			
Revised Authorized Cost	\$ 1,300,000			
Change Order Percentage	0.00%			
Percentage Completion	0.00%			
Original Target Completion Date	6/30/24			
Revised Target Completion Date	2/28/26			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK VALLEY BATHROOM RENOVATIONS
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	<u>\$ 390,000</u>	<u>\$ (103,325)</u>	<u>\$ 286,675</u>	<u>\$ 286,675</u>
Total Revenue and Other Financing Sources	<u>390,000</u>	<u>(103,325)</u>	<u>286,675</u>	<u>286,675</u>
Expenditures:				
Purchased Professional and Technical Services	13,402		13,402	13,500
Construction Services	<u>273,273</u>		<u>273,273</u>	<u>273,175</u>
Total Expenditures	<u>286,675</u>		<u>286,675</u>	<u>286,675</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 103,325</u>	<u>\$ (103,325)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 390,000			
Change Orders	\$ (103,325)			
Revised Authorized Cost	\$ 286,675			
Change Order Percentage	-26.49%			
Percentage Completion	100.00%			
Original Target Completion Date	6/30/24			
Revised Target Completion Date	9/30/24			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK VALLEY WINDOW REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	<u>\$ 372,000</u>	<u></u>	<u>\$ 372,000</u>	<u>\$ 372,000</u>
Total Revenue and Other Financing Sources	<u>372,000</u>	<u></u>	<u>372,000</u>	<u>372,000</u>
Expenditures:				
Purchased Professional and Technical Services	9,821	\$ 1,993	11,814	12,000
Construction Services	<u></u>	<u>232,470</u>	<u>232,470</u>	<u>360,000</u>
Total Expenditures	<u>9,821</u>	<u>234,463</u>	<u>244,284</u>	<u>372,000</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 362,179</u>	<u>\$ (234,463)</u>	<u>\$ 127,716</u>	<u>\$ -0-</u>
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 366,600			
Change Orders	\$ 5,400			
Revised Authorized Cost	\$ 372,000			
Change Order Percentage	1.47%			
Percentage Completion	65.67%			
Original Target Completion Date	6/30/24			
Revised Target Completion Date	11/30/25			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK HILLS AUDITORIUM RENOVATION
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	<u>\$ 1,946,204</u>	<u>\$ 28,041</u>	<u>\$ 1,974,245</u>	<u>\$ 1,974,245</u>
Total Revenue and Other Financing Sources	<u>1,946,204</u>	<u>28,041</u>	<u>1,974,245</u>	<u>1,974,245</u>
Expenditures:				
Purchased Professional and Technical Services	<u>77,744</u>		<u>77,744</u>	<u>103,660</u>
Construction Services		<u>1,814,373</u>	<u>1,814,373</u>	<u>1,870,585</u>
Total Expenditures	<u>77,744</u>	<u>1,814,373</u>	<u>1,892,117</u>	<u>1,974,245</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 1,868,460</u>	<u>\$ (1,786,332)</u>	<u>\$ 82,128</u>	<u>\$ -0-</u>
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 1,300,000			
Change Orders	\$ 674,245			
Revised Authorized Cost	\$ 1,974,245			
Change Order Percentage	51.87%			
Percentage Completion	95.84%			
Original Target Completion Date	6/30/24			
Revised Target Completion Date	7/31/25			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK HILLS BATHROOM RENOVATIONS
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	<u>\$ 390,000</u>	<u>\$ (128,125)</u>	<u>\$ 261,875</u>	<u>\$ 261,875</u>
Total Revenue and Other Financing Sources	<u>390,000</u>	<u>(128,125)</u>	<u>261,875</u>	<u>261,875</u>
Expenditures:				
Purchased Professional and Technical Services	13,402		13,402	13,402
Construction Services	<u>248,473</u>		<u>248,473</u>	<u>248,473</u>
Total Expenditures	<u>261,875</u>		<u>261,875</u>	<u>261,875</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 128,125</u>	<u>\$ (128,125)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 390,000			
Change Orders	\$ (128,125)			
Revised Authorized Cost	\$ 261,875			
Change Order Percentage	-32.85%			
Percentage Completion	100.00%			
Original Target Completion Date	6/30/24			
Revised Target Completion Date	9/30/24			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
PASCACK VALLEY LECTURE HALL ROOF REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	<u>\$ 556,000</u>	<u>\$ 8,939</u>	<u>\$ 564,939</u>	<u>\$ 564,939</u>
Total Revenue and Other Financing Sources	<u>556,000</u>	<u>8,939</u>	<u>564,939</u>	<u>564,939</u>
Expenditures:				
Construction Services	<u>18,050</u>	<u>546,889</u>	<u>564,939</u>	<u>564,939</u>
Total Expenditures	<u>18,050</u>	<u>546,889</u>	<u>564,939</u>	<u>564,939</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 537,950</u>	<u>\$ (537,950)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 556,000			
Change Orders	\$ 8,939			
Revised Authorized Cost	\$ 564,939			
Change Order Percentage	1.61%			
Percentage Completion	100.00%			
Original Target Completion Date	12/31/24			

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
MILESTONES PROPERTY ACQUISITION
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	<u>\$ 26,000</u>	<u></u>	<u>\$ 26,000</u>	<u>\$ 26,000</u>
Total Revenue and Other Financing Sources	<u>26,000</u>	<u></u>	<u>26,000</u>	<u>26,000</u>
Expenditures:				
Purchased Professional and Technical Services	<u>13,083</u>	<u>\$ 7,250</u>	<u>20,333</u>	<u>26,000</u>
Total Expenditures	<u>13,083</u>	<u>7,250</u>	<u>20,333</u>	<u>26,000</u>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 12,917</u>	<u>\$ (7,250)</u>	<u>\$ 5,667</u>	<u>\$ -0-</u>
Additional Project Information:				
Project Number(s)	N/A			
Grant Date	N/A			
Original Authorized Cost	\$ 26,000			
Change Orders	\$ -0-			
Revised Authorized Cost	\$ 26,000			
Change Order Percentage	0.00%			
Percentage Completion	78.20%			
Original Target Completion Date	6/30/25			
Revised Target Completion Date	5/31/26			

PROPRIETARY FUNDS

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2025

	Non-Major Funds			Major Funds			Enterprise Fund Totals
	Food Service	Park Academy	NonPublic Region II Transportation	Totals	Milestone Program	Region II Transportation	
ASSETS							
Current Assets:							
Cash and Cash Equivalents	\$ 365,286	\$ 334,119		\$ 699,405			\$ 699,405
Accounts Receivable:							
Intergovernmental - Other		47,853	\$ 77,470	125,323	\$ 27,269	\$ 1,440,458	1,593,050
Inventories	7,783			7,783			7,783
Total Current Assets	373,069	381,972	77,470	832,511	27,269	1,440,458	2,300,238
Non-Current Assets:							
Capital Assets	310,931			310,931			310,931
Less: Accumulated Depreciation	(282,474)			(282,474)			(282,474)
Total Non-Current Assets	28,457			28,457			28,457
Total Assets	401,526	381,972	77,470	860,968	27,269	1,440,458	2,328,695
DEFERRED OUTFLOWS OF RESOURCES							
Deferred Outflows Related to Pensions		24,803		24,803	19,040	72,163	116,006
Total Deferred Outflows of Resources		24,803		24,803	19,040	72,163	116,006
LIABILITIES							
Current Liabilities:							
Interfund Payable - General Fund	89,836		72,826	162,662	476,463	755,039	1,394,164
Accounts Payable	10,799	20,462	4,644	35,905	11,124	584,846	631,875
Unearned Revenue	36,469			36,469		78,172	114,641
Noncurrent Liabilities:							
Net Pension Liability		138,876		138,876	106,601	404,034	649,511
Total Liabilities	137,104	159,338	77,470	373,912	594,188	1,822,091	2,790,191

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2025

	Non-Major Funds			Major Funds			Enterprise Fund Totals
	Food Service	Park Academy	NonPublic Region II Transportation	Totals	Milestone Program	Region II Transportation	
DEFERRED INFLOWS OF RESOURCES							
Deferred Inflows Related to Pensions	\$	12,299		\$ 12,299	\$ 9,440	\$ 35,781	\$ 57,520
Total Deferred Inflows of Resources		12,299		12,299	9,440	35,781	57,520
NET POSITION							
Investment in Capital Assets	\$ 28,457			28,457			28,457
Unrestricted/(Deficit)	235,965	235,138		471,103	(557,319)	(345,251)	(431,467)
Total Net Position/(Deficit)	\$ 264,422	\$ 235,138	\$ -0-	\$ 499,560	\$ (557,319)	\$ (345,251)	\$ (403,010)

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Non-Major Funds			Major Funds			Enterprise Fund Totals
	Food Service	Park Academy	NonPublic Region II Transportation	Totals	Milestone Program	Region II Transportation	
Operating Revenue:							
Charges for Services:							
Daily Sales - Non-Reimbursable Programs	\$ 1,137,539			\$ 1,137,539			\$ 1,137,539
Special Events	6,678			6,678			6,678
Free Lunch Subsidized	22,465			22,465			22,465
Charges and Fees		\$ 789,153	\$ 149,774	938,927	\$ 677,943	\$ 7,739,835	9,356,705
Total Operating Revenue	1,166,682	789,153	149,774	2,105,609	677,943	7,739,835	10,523,387
Operating Expenses:							
Cost of Sales - Non-Reimbursable Programs							
Salaries	431,666			431,666			431,666
Employee Benefits	358,978	704,729		1,063,707	411,586	873,649	2,348,942
Purchased Services	123,627	(19,285)		104,342	145,753	79,592	329,687
Contracted Services	91,547	71,985	149,774	313,306		851,542	1,164,848
Supplies and Materials	38,946	30,361		30,361		5,784,074	5,814,435
Depreciation Expense	5,643	9,486		48,432	2,989	3,988	55,409
Rent		60,000		5,643	12,950		5,643
Miscellaneous	10,797			60,000	8,192	7,013	72,950
Total Operating Expenses	1,061,204	857,276	149,774	2,068,254	581,470	7,599,858	10,249,582
Operating Income/(Loss)	105,478	(68,123)		37,355	96,473	139,977	273,805
Non-Operating Revenue:							
Interest Revenue	17,793			17,793			17,793
Total Non-Operating Revenue	17,793			17,793			17,793
Change in Net Position	123,271	(68,123)		55,148	96,473	139,977	291,598
Net Position/(Deficit) - Beginning of Year (Restated)	141,151	303,261		444,412	(653,792)	(485,228)	(694,608)
Net Position/(Deficit) - End of Year	\$ 264,422	\$ 235,138	\$ -0-	\$ 499,560	\$ (557,319)	\$ (345,251)	\$ (403,010)

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT

ENTERPRISE FUNDS

COMBINING STATEMENT OF CASH FLOWS

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Non-Major Funds				Major Funds				Enterprise Fund Totals
	Food Service	Park Academy	NonPublic Region II Transportation		Totals	Milestone Program	Region II Transportation		
Cash Flows from Operating Activities:									
Receipts from Customers	\$ 1,152,023	\$ 843,298	\$ 121,989	\$ 2,117,310	\$ 668,324	\$ 8,009,901	\$ 10,795,535		
Receipts from District	22,465			22,465			22,465		
Payments to Employees		(704,729)		(704,729)	(411,586)	(1,013,599)	(2,129,914)		
Payments for Employee Benefits		(178,558)		(178,558)	(151,114)	(79,592)	(409,264)		
Payments for Services		(116,272)	(145,130)	(261,402)	180	(6,663,674)	(6,924,896)		
Payments for Rent		(60,000)		(60,000)	(12,950)		(72,950)		
Payments to Food Service Vendor	(1,061,315)			(1,061,315)			(1,061,315)		
Payments to Suppliers		(9,486)		(9,486)	(11,181)	(11,001)	(31,668)		
Net Cash Provided by/(Used for) Operating Activities	113,173	(225,747)	(23,141)	(135,715)	81,673	242,035	187,993		
Cash Flows from Investing Activities:									
Interest Income	17,793			17,793			17,793		
Net Cash Provided by Investing Activities	17,793			17,793			17,793		
Cash Flows from Noncapital Financing Activities:									
Interfund Payable - General Fund	(70,000)		72,826	2,826	476,463	755,039	1,234,328		
Interfund Receivable - General Fund			(49,685)	(49,685)	(558,136)	(997,074)	(1,604,895)		
Purchase of Capital Assets	(24,232)			(24,232)			(24,232)		
Net Cash Provided by/(Used for) Noncapital Financing Activities	(94,232)		23,141	(71,091)	(81,673)	(242,035)	(394,799)		
Net Increase/(Decrease) in Cash and Cash Equivalents	36,734	(225,747)		(189,013)			(189,013)		
Cash and Cash Equivalents, July 1	328,552	559,866		888,418			888,418		
Cash and Cash Equivalents, June 30	\$ 365,286	\$ 334,119	\$ -0-	\$ 699,405	\$ -0-	\$ -0-	\$ 699,405		

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Non-Major Funds			Major Funds			Enterprise Fund Totals
	Food Service	Park Academy	Nonpublic	Totals	Milestone Program	Region II Transportation	
			Region II Transportation				
Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:							
Operating Income/(Loss)	\$ 105,478	\$ (68,123)	\$ -0-	\$ 37,355	\$ 96,473	\$ 139,977	\$ 273,805
Adjustment to Reconcile Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:							
Depreciation	5,643			5,643			5,643
Changes in Assets and Liabilities:							
(Increase)/Decrease in Accounts Receivable		54,145	(27,785)	26,360	(9,619)	260,927	277,668
(Increase)/Decrease in Inventory	155			155			155
(Increase)/Decrease in Deferred Outflows for Pensions		24,628		24,628	3,407	25,566	53,601
(Increase)/Decrease in Deferred Inflows for Pensions		(21,764)		(21,764)	(1,938)	(19,404)	(43,106)
Increase/(Decrease) in Net Pension Liability		(200,707)		(200,707)	(6,830)	(146,112)	(353,649)
Increase/(Decrease) in Accounts Payable	(5,909)	(13,926)	4,644	(15,191)	180	(28,058)	(43,069)
Increase/(Decrease) in Unearned Revenue	7,806			7,806		9,139	16,945
Net Cash Provided by/(Used for) Operating Activities	\$ 113,173	\$ (225,747)	\$ (23,141)	\$ (135,715)	\$ 81,673	\$ 242,035	\$ 187,993

**FIDUCIARY ACTIVITIES
(NOT APPLICABLE)**

LONG-TERM LIABILITIES

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

Purpose	Date of Issue	Original Issue	Maturities of Bonds					Interest Rate	Balance July 1, 2024	Retired/ Matured	Balance June 30, 2025
			Outstanding		Date	Amount					
			June 30, 2025								
School Refunding Bonds	02/26/13	\$ 12,335,000	08/15/25	\$ 1,805,000		4.000%					
			08/15/26	1,880,000		4.000%					
			08/15/27	1,965,000		4.000%					
			08/15/28	2,050,000		4.000%	\$ 9,420,000	\$ 1,720,000	\$ 7,700,000		
								\$ 9,420,000	\$ 1,720,000	\$ 7,700,000	

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

<u>Item</u>	<u>Interest Rate</u>	<u>Original Issue</u>	<u>Balance July 1, 2024</u>	<u>Retired/ Matured</u>	<u>Balance June 30, 2025</u>
Apple Computers	2.81%	\$ 1,951,990	<u>\$ 668,776</u>	<u>\$ 668,776</u>	<u>\$ -0-</u>
			<u><u>\$ 668,776</u></u>	<u><u>\$ 668,776</u></u>	<u><u>\$ -0-</u></u>

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

<u>Item</u>	<u>Interest Rate</u>	<u>Original Issue</u>	<u>Balance July 1, 2024</u>	<u>Retired/ Matured</u>	<u>Balance June 30, 2025</u>
Central Office Lease	0.75%	\$ 574,461	\$ 337,717	\$ 114,958	\$ 222,759
Region II Office Lease	0.75%	182,331	130,342	41,943	88,399
Canon Copiers	4.40%	247,940	247,940	40,901	207,039
Robotic Vacuum	2.50%	109,143	<u>91,515</u>	<u>35,922</u>	<u>55,593</u>
			<u>\$ 807,514</u>	<u>\$ 233,724</u>	<u>\$ 573,790</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 2,062,400		\$ 2,062,400	\$ 2,062,400	
Total Revenues	2,062,400		2,062,400	2,062,400	
EXPENDITURES:					
Regular Debt Service:					
Interest	342,400		342,400	342,400	
Redemption of Principal	1,720,000		1,720,000	1,720,000	
Total Regular Debt Service	2,062,400		2,062,400	2,062,400	
Total Expenditures	2,062,400		2,062,400	2,062,400	
Excess/(Deficit) of Revenues Over Expenditures	-0-		-0-	-0-	
Fund Balance, July 1					
Fund Balance, June 30	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-

STATISTICAL SECTION
(UNAUDITED)

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

Contents

Exhibit

Financial Trends

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

J-1 thru J-5

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property taxes.

J-6 thru J-9

Debt Capacity

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

J-10 thru J-13

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.

J-14 thru J-15

Operating Information

These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.

J-16 thru J-20

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

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

UNAUDITED

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses										
Governmental Activities:										
Instruction:										
Regular	\$ 24,083,408	\$ 27,647,329	\$ 28,845,263	\$ 29,037,425	\$ 28,662,670	\$ 27,837,392	\$ 26,620,975	\$ 25,735,136	\$ 26,321,450	\$ 25,268,099
Special Education	4,734,414	5,381,126	5,637,714	5,797,708	6,522,720	6,457,778	5,542,974	5,780,739	6,372,050	6,298,811
Other Special Instruction	11,870	15,290	16,113	16,849	16,475	14,659	12,192			
Other Instruction	2,815,096	3,150,367	3,100,379	3,261,207	3,214,922	2,941,865	3,179,504	3,113,729	3,203,538	3,384,584
Support Services:										
Tuition	2,675,799	2,996,164	3,179,569	3,659,055	4,244,272	4,050,619	4,094,650	4,788,251	5,355,457	5,343,833
Student & Instruction Related Services	8,477,083	9,522,818	9,781,094	9,621,041	9,901,248	9,782,232	9,697,815	9,937,171	10,576,020	10,598,055
General Administrative Services	1,162,045	1,284,224	1,207,304	1,050,429	1,227,177	1,057,494	1,021,482	1,127,922	1,280,735	1,330,198
School Administrative Services	1,968,372	2,139,765	2,405,540	2,274,267	2,217,961	2,280,589	2,016,634	2,072,448	2,177,625	2,155,137
Central Services	1,204,022	1,113,406	1,119,237	863,829	845,809	814,761	906,986	893,776	982,751	1,117,157
Administration Information Technology	712,352	799,177	772,364	408,338	435,895	365,536	489,656	420,847	445,124	487,441
Plant Operations and Maintenance	5,213,221	5,761,088	6,220,622	5,578,930	5,911,463	4,920,952	6,450,748	6,867,913	6,666,032	7,210,420
Pupil Transportation	1,673,964	1,830,454	1,808,059	1,938,306	1,846,119	1,730,274	2,270,935	3,250,697	3,693,392	3,650,895
Interest on Long-term Liabilities	724,279	685,675	646,415	606,083	564,271	520,959	486,474	457,960	347,733	278,790
Capital Outlay		2,335	278,534	13,431	68,691	106,363	106,363	106,363	106,363	106,363
Transfer of Funds to Charter School				2,700,072	2,712,354	2,756,803	2,967,651	3,332,672	3,432,952	3,143,736
Unallocated Depreciation	3,800,000	3,846,995	3,192,657							
Disposal of Capital Assets	8,667,419									
Total Governmental Activities Expenses	67,923,344	66,176,213	68,210,864	66,826,970	68,392,047	65,638,276	65,865,039	67,885,624	70,961,222	70,413,211
Business-type Activities:										
Food Service	911,442	907,120	899,916	931,879	679,904	60,259	866,495	1,018,097	1,096,500	1,061,204
Park Academy	735,147	817,985	876,653	885,929	932,659	992,285	817,377	753,373	890,434	857,276
Region II Transportation	4,644,105	5,066,863	4,849,989	5,203,472	4,815,849	4,568,863	5,430,367	7,514,494	8,192,915	7,599,858
Region II Summer School	36,367	40,916	53,963	60,660	64,393			25,672		
Milestone Program			549,434	397,976	196,821	447,467	388,282	230,779	543,188	581,470
Non Public Region II Transportation	100,033	101,996	99,845	14,452	76,451	73,851	92,729	130,204	143,661	149,774
Child Care Program						14,475				
Total Business-type Activities Expenses	6,427,094	6,934,880	7,329,800	7,494,368	6,766,077	6,157,200	7,595,250	9,672,619	10,866,698	10,249,582

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

UNAUDITED

Expenses	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Total District Expenses	\$ 74,350,438	\$ 73,111,093	\$ 75,540,664	\$ 74,321,338	\$ 75,158,124	\$ 71,795,476	\$ 73,460,289	\$ 77,558,243	\$ 81,827,920	\$ 80,662,793
Program Revenues										
Governmental Activities:										
Charges for Services:										
Student & Instruction Related Services						526,751	975,427	1,079,847	1,150,029	854,423
Instruction (Tuition)	630,780	966,246	1,255,489	970,560	728,946	916,265	812,565	909,217	807,391	855,598
Operating Grants and Contributions	12,509,362	16,752,380	17,673,718	16,577,664	16,925,605	15,435,238	13,842,504	12,146,313	12,132,904	9,671,762
Capital Grants and Contributions	181,124		175,315	366,067	14,993					
Total Governmental Activities Program Revenues	13,321,266	17,718,626	19,104,522	17,914,291	17,669,544	16,878,254	15,630,496	14,135,377	14,090,324	11,381,783
Program Revenues										
Business-Type Activities:										
Charges for Services:										
Food Service	863,292	858,138	879,125	888,990	609,281	13,986	916,807	1,092,609	1,205,522	1,166,682
Park Academy	939,902	958,900	734,455	748,146	848,772	1,146,737	965,661	843,950	826,997	789,153
Region II Transportation	4,667,464	4,890,331	5,100,407	5,207,953	4,810,053	4,385,779	5,554,771	7,573,559	8,273,464	7,739,835
Region II Summer School	36,367	40,916	53,963	60,660	64,393			25,672		
Milestone Program			234,605	281,786	118,216	117,588	364,000	417,690	566,270	677,943
Non Public Region II Transportation	100,033	101,996	99,845	14,452	76,451	73,851	92,729	130,204	143,661	149,774
Child Care Program						12,556				
Total Business-Type Activities Revenues	6,607,058	6,850,281	7,102,400	7,201,987	6,527,166	5,750,497	7,893,968	10,083,684	11,015,914	10,523,387
Total District Program Revenues	19,928,324	24,568,907	26,206,922	25,116,278	24,196,710	22,628,751	23,524,464	24,219,061	25,106,238	21,905,170
Net (Expense)/Revenue										
Governmental Activities	(54,602,078)	(48,457,587)	(49,106,342)	(48,912,679)	(50,722,503)	(48,760,022)	(50,234,543)	(53,750,247)	(56,870,898)	(59,031,428)
Business-Type Activities	179,964	(84,599)	(227,400)	(292,381)	(238,911)	(406,703)	298,718	411,065	149,216	273,805
Total District-Wide Net (Expense)/Revenue	(54,422,114)	(48,542,186)	(49,333,742)	(49,205,060)	(50,961,414)	(49,166,725)	(49,935,825)	(53,339,182)	(56,721,682)	(58,757,623)

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

		Fiscal Year Ending June 30,																		
		2016	2017	2018	2019	2020	2021	2022	2023	2024	2025									
General Revenues and Other Changes in Net Position																				
Governmental Activities:																				
Property Taxes Levied for General Purposes, Net	\$	44,403,138	\$	45,910,355	\$	46,828,562	\$	47,765,133	\$	49,577,550	\$	50,569,100	\$	51,580,482	\$	52,612,092	\$	54,333,549	\$	55,676,473
Taxes Levied for Debt Service		1,915,010		1,973,875		1,925,281		1,990,650		1,999,400		2,006,650		2,017,325		2,031,275		2,059,800		2,062,400
Unrestricted Grants and Contributions		31,308																		
Investment Earnings				35,828		35,828		35,828		35,828		35,828		79,487		87,174		263,750		167,798
Miscellaneous Income		254,875		430,162		198,619		1,582,628		589,510		390,453		749,332		2,017,008		1,774,640		1,417,504
Transfers												(1,919)								
Total Governmental Activities		46,604,331		48,350,220		48,988,290		51,374,239		52,202,288		53,000,112		54,426,626		56,747,549		58,431,739		59,324,175
Business-Type Activities:																				
Investment Earnings		315		298		625		1,941		1,465		19		343		8,440		19,111		17,793
Cancellation of Prior Year Accounts Payable				247,000												(22,005)				
Other Item												1,919								
Transfers																				
Total Business-Type Activities		315		298		247,625		1,941		1,465		1,938		343		(13,565)		19,111		17,793
Total District-Wide		46,604,646		48,350,518		49,235,915		51,376,180		52,203,753		53,002,050		54,426,969		56,733,984		58,450,850		59,341,968
Change in Net Position																				
Governmental Activities		(7,997,747)		(107,367)		(118,052)		2,461,560		1,479,785		4,240,090		4,192,083		2,997,302		1,560,841		292,747
Business-Type Activities		180,279		(84,301)		20,225		(290,440)		(237,446)		(404,765)		299,061		397,500		168,327		291,598
Total District	\$	(7,817,468)	\$	(191,668)	\$	(97,827)	\$	2,171,120	\$	1,242,339	\$	3,835,325	\$	4,491,144	\$	3,394,802	\$	1,729,168	\$	584,345

Source: School District Financial Reports.

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

	June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund:										
Restricted	\$ 10,432,538	\$ 11,443,074	\$ 12,930,925	\$ 13,000,513	\$ 12,780,244	\$ 13,105,491	\$ 12,140,705	\$ 11,946,084	\$ 11,377,522	\$ 11,592,223
Assigned	1,261,999	3,295,375	906,724	2,522,794	1,984,513	632,232	2,677,315	2,189,073	1,642,549	164,381
Unassigned	1,190,128	1,338,005	1,352,650	1,627,470	1,937,661	3,383,155	3,132,841	2,081,434	1,484,729	1,367,547
Total General Fund	\$ 12,884,665	\$ 16,076,454	\$ 15,190,299	\$ 17,150,777	\$ 16,702,418	\$ 17,120,878	\$ 17,950,861	\$ 16,216,591	\$ 14,504,800	\$ 13,124,151
All Other Governmental Funds:										
Restricted										
Student Activities Fund					\$ 532,932	\$ 468,040	\$ 393,877	\$ 480,243	\$ 548,699	\$ 544,247
Scholarship Fund					273,208	261,964	258,098	215,223	236,283	271,835
Capital Projects Fund	\$ 60,194	\$ 60,194								
Committed:										
Capital Projects Fund	318,737	150,678	\$ 864,052	\$ 1,648,462	1,164,244	1,475,313	4,358,346	6,266,875	6,777,256	4,023,023
Total All Other Governmental Funds	\$ 378,931	\$ 210,872	\$ 864,052	\$ 1,648,462	\$ 1,970,384	\$ 2,205,317	\$ 5,010,321	\$ 6,962,341	\$ 7,562,238	\$ 4,839,105
Total Governmental Funds:										
Restricted	\$ 10,492,732	\$ 11,503,268	\$ 12,930,925	\$ 13,000,513	\$ 13,586,384	\$ 13,835,495	\$ 12,792,680	\$ 12,641,550	\$ 12,162,504	\$ 12,408,305
Committed	318,737	150,678	864,052	1,648,462	1,475,313	1,475,313	4,358,346	6,266,875	6,777,256	4,023,023
Assigned	1,261,999	3,295,375	906,724	2,522,794	632,232	632,232	2,677,315	2,189,073	1,642,549	164,381
Unassigned	1,190,128	1,338,005	1,352,650	1,627,470	3,383,232	3,383,155	3,132,841	2,081,434	1,484,729	1,367,547
Total Governmental Funds	\$ 13,263,596	\$ 16,287,326	\$ 16,054,351	\$ 18,799,239	\$ 19,077,161	\$ 19,326,195	\$ 22,961,182	\$ 23,178,932	\$ 22,067,038	\$ 17,963,256

Source: School District Financial Reports.

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

LAST TEN FISCAL YEARS

(modified accrual basis of accounting)

UNAUDITED

Fiscal Year Ending June 30,

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues										
Tax Levy	\$ 46,318,148	\$ 47,884,230	\$ 48,753,843	\$ 49,755,783	\$ 51,576,950	\$ 52,575,750	\$ 53,597,807	\$ 54,643,367	\$ 56,393,349	\$ 57,738,873
Tuition Charges	630,780	966,246	1,255,489	970,560	728,946	916,265	812,565	909,217	807,391	855,598
Interest Earnings	13,137									
Miscellaneous	249,375	445,528	198,619	1,583,274	664,503	928,307	1,737,808	3,111,770	2,981,989	2,332,606
State Sources	6,567,476	7,268,540	8,531,090	10,077,959	10,532,133	12,631,191	15,436,757	15,982,312	16,885,496	17,053,100
Federal Sources	516,918	546,584	478,123	489,866	488,348	684,053	1,195,035	1,101,287	1,523,098	594,175
Total Revenues	54,295,834	57,111,128	59,217,164	62,877,442	63,990,880	67,735,566	72,779,972	75,747,953	78,591,323	78,574,352
Expenditures										
Instruction:										
Regular Instruction	16,319,697	15,704,881	16,915,066	17,141,912	17,284,556	18,087,120	18,950,333	19,157,605	19,719,041	18,859,142
Special Education Instruction	3,205,945	3,405,001	3,405,279	3,592,098	3,907,756	4,100,771	4,160,531	4,401,026	4,744,582	4,836,409
Other Instruction	1,949,168	1,983,028	2,002,817	2,112,534	2,095,059	1,964,071	2,367,604	2,362,928	2,379,755	2,603,891
Support Services:										
Tuition	2,675,799	2,996,164	3,179,569	3,659,055	4,244,272	4,050,619	4,094,650	4,788,251	5,355,457	5,343,833
Student & Instruction Related Services	5,488,597	5,727,173	5,794,472	5,950,416	6,194,858	6,725,982	7,256,925	7,611,989	7,965,034	8,084,956
General Administrative Services	886,713	915,913	821,663	873,227	1,020,796	976,005	926,201	1,019,550	1,166,021	1,143,451
School Administrative Services	1,369,105	1,340,724	1,345,257	1,348,691	1,342,552	1,491,230	1,423,577	1,509,777	1,571,178	1,563,091
Central Services	756,329	658,579	657,572	641,756	641,436	719,770	738,185	758,904	822,613	892,324
Administration Information Technology	382,838	394,237	377,500	313,480	338,384	311,245	403,121	355,892	369,955	385,955
Plant Operations and Maintenance	3,827,715	3,861,941	4,332,677	4,913,811	5,395,337	4,713,351	5,591,792	6,343,885	6,111,195	6,425,193
Pupil Transportation	1,634,186	1,771,698	1,744,554	1,913,819	1,821,260	1,716,003	2,256,119	3,235,547	3,673,425	3,599,902
Unallocated Benefits	10,562,438	11,751,787	13,079,707	14,365,234	14,609,597	15,993,711	18,194,744	19,150,499	20,758,501	21,667,983
Transfer of Funds to Charter Schools										39,692
Capital Outlay	2,081,013	1,602,397	3,808,531	1,315,871	4,028,194	4,367,051	3,290,329	2,985,406	3,363,743	5,169,912
Debt Service:										
Principal	1,205,000	1,255,000	1,305,000	1,350,000	1,400,000	1,450,000	1,505,000	1,565,000	1,650,000	1,720,000
Interest and Other Charges	761,525	718,875	680,475	640,650	599,400	556,650	512,325	466,275	409,800	342,400
Total Expenditures	53,106,068	54,087,398	59,450,139	60,132,554	64,923,457	67,223,579	71,671,436	75,712,534	80,060,300	82,678,134
Excess (Deficiency) of Revenues										
Over (Under) Expenditures	1,189,766	3,023,730	(232,975)	2,744,888	(932,577)	511,987	1,108,536	35,419	(1,468,977)	(4,103,782)

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

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Other Financing Sources (Uses)										
Leases (Non-Budgeted)							\$ 574,461	\$ 182,331	\$ 357,083	
Financed Purchases (Non-Budgeted)							1,951,990			
Transfers In	\$ 7,387	\$ 169,456	\$ 1,184,439	\$ 491,164	\$ 789,195	\$ 2,257,094	3,027,615	3,997,817	1,741,459	\$ 1,378,456
Transfers Out	(7,387)	(169,456)	(1,184,439)	(491,164)	(789,195)	(2,259,013)	(3,027,615)	(3,997,817)	(1,741,459)	(1,378,456)
Total Other Financing Sources (Uses)	-0-	-0-	-0-	-0-	-0-	(1,919)	2,526,451	182,331	357,083	-0-
Net Change in Fund Balances	\$ 1,189,766	\$ 3,023,730	\$ (232,975)	\$ 2,744,888	\$ (932,577)	\$ 510,068	\$ 3,634,987	\$ 217,750	\$ (1,111,894)	\$ (4,103,782)
Debt Service as a Percentage of Noncapital Expenditures	4.01%	3.91%	3.70%	3.50%	3.39%	3.30%	3.04%	2.87%	2.76%	2.73%

Source: School District Financial Reports.

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

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Tuition</u>	<u>Rentals - Use</u> <u>of Facilities</u>	<u>Other</u>	<u>Total</u>
2016	\$ 5,750	\$ 630,780	\$ 11,966	\$ 229,772	\$ 878,268
2017	7,000	966,246	4,180	411,799	1,389,225
2018	7,000	1,255,489	8,444	174,493	1,445,426
2019	7,000	970,560	12,670	1,527,597	2,517,827
2020	7,000	728,946	10,927	571,583	1,318,456
2021	7,283	916,265	4,350	375,210	1,303,108
2022	7,431	812,565	12,245	720,236	1,552,477
2023	13,978	909,217	20,903	1,796,356	2,740,454
2024	812,451	807,391	28,346	626,530	2,274,718
2025	598,789	855,598	29,281	507,601	1,991,269

Source: Pascack Valley Regional High School District records.

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

BOROUGH OF HILLSDALE

Year Ended December 31,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Tax-Exempt Property	Add: Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
2015	\$ 10,606,300	\$ 1,544,839,900	\$ 621,800	12,200	\$ 96,902,400	\$ 12,029,100	\$ 4,959,700	\$ 1,669,971,400	\$ 140,595,200	\$ 5,459,352	\$ 1,675,430,752	0.68	\$ 1,778,154,309
2016	10,541,400	1,547,451,500	621,800	12,200	96,611,800	12,029,100	4,959,700	1,672,227,500	140,242,900	5,840,947	1,678,068,447	0.68	1,812,873,041
2017	10,204,700	1,550,344,000	621,800	12,200	96,744,900	12,029,100	4,959,700	1,674,916,400	140,488,700	5,840,947	1,680,757,347	0.68	1,805,083,688
2018	14,139,500	1,553,102,200	621,800	12,200	94,928,700	12,029,100	4,959,700	1,679,793,200	140,448,700	5,873,363	1,685,666,563	0.69	1,813,645,677
2019	12,551,900	1,559,712,900	621,800	12,200	94,786,700	12,029,100	4,959,700	1,684,674,300	140,445,900	5,809,640	1,690,483,940	0.75	1,879,223,781
2020	11,070,200	1,563,453,300	621,800	12,200	97,111,900	11,944,100	7,119,700	1,691,333,200	140,502,100	5,888,257	1,697,221,457	0.73	1,873,441,718
2021	8,443,800	1,567,361,300	621,800	12,200	96,833,700	11,944,100	14,619,700	1,699,836,600	141,279,100	6,171,484	1,706,008,084	0.73	1,894,706,963
2022	6,818,900	1,574,249,800	621,800	12,200	96,793,700	11,944,100	14,619,700	1,705,060,200	141,847,600	5,819,616	1,710,879,816	0.73	1,977,971,492
2023	6,116,400	1,579,957,500	621,800	12,200	96,140,600	11,944,100	14,619,700	1,709,412,300	142,489,900	-0-	1,709,412,300	0.75	2,110,751,561
2024	4,993,100	1,585,913,300	621,800	12,200	94,541,700	13,168,000	14,619,700	1,713,869,800	142,985,500	-0-	1,713,869,800	0.75	2,261,445,776

BOROUGH OF MONTVALE

Year Ended December 31,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Tax-Exempt Property	Add: Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
2015	\$ 20,081,500	\$ 1,393,297,000	\$ 1,939,100	32,400	\$609,601,400	\$ 11,044,100	\$ 17,653,000	\$ 2,053,648,500	\$ 112,110,400	\$ 2,513,505	\$ 2,056,162,005	0.63	\$ 2,261,833,469
2016	40,981,600	1,400,530,900	1,939,100	18,000	562,631,600	11,044,100	17,653,000	2,034,798,300	115,930,000	2,467,175	2,037,265,475	0.66	2,288,500,542
2017	36,648,700	1,429,329,000	1,939,100	18,000	541,543,970	11,044,100	17,653,000	2,038,175,870	116,711,900	2,242,777	2,040,418,647	0.66	2,291,556,345
2018	18,230,600	1,461,402,600	1,939,100	8,500	547,446,970	10,892,500	17,653,000	2,057,573,270	117,451,600	2,188,152	2,059,761,422	0.65	2,321,042,653
2019	30,535,900	1,469,209,600	1,939,100	8,500	511,254,470	10,892,500	17,653,000	2,041,493,070	154,154,700	2,188,152	2,043,681,222	0.69	2,269,548,486
2020	45,226,600	1,484,625,100	1,939,100	8,500	483,682,270	10,892,500	17,653,000	2,044,027,070	154,154,700	2,156,516	2,046,183,586	0.71	2,388,274,297
2021	80,115,200	1,500,465,800	1,939,100	8,500	463,003,670	10,892,500	20,953,000	2,077,377,770	154,656,500	2,196,919	2,079,574,689	0.70	2,381,679,082
2022	75,337,700	1,509,240,300	1,939,100	8,500	477,946,770	10,892,500	20,953,000	2,096,317,870	157,666,500	2,182,455	2,098,500,325	0.72	2,487,101,129
2023	42,366,200	1,644,863,100	1,939,100	8,500	505,990,870	10,892,500	20,953,000	2,227,013,270	158,432,600	2,182,455	2,229,195,725	0.68	2,699,963,015
2024	26,686,300	1,604,890,000	1,939,100	8,500	501,851,970	10,892,500	99,814,600	2,246,082,970	159,920,500	85	2,246,083,055	0.71	2,773,441,039

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

b - Tax rates are per \$100.

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

Source: Municipal Tax Assessors.

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

TOWNSHIP OF RIVER VALE

Year Ended December 31,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Tax-Exempt Property	Add: Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
2015	\$ 17,521,400	\$ 1,964,693,300	\$ -	\$ -	\$ 71,128,200	\$ -	\$ 13,034,700	\$ 2,066,377,600	\$ 126,791,200	\$ 1,351,396	\$ 2,067,728,996	\$ 0.58	\$ 1,956,461,720
2016	15,375,500	1,974,406,900	-	-	70,235,800	-	13,034,700	2,073,052,900	127,037,000	1,344,095	2,074,396,995	0.58	2,047,995,196
2017	15,467,100	1,974,720,200	-	-	71,521,600	-	13,034,700	2,074,743,600	127,518,100	1,333,316	2,076,076,916	0.61	2,076,076,916
2018	14,378,600	1,981,135,500	-	-	71,521,600	-	13,034,700	2,080,070,400	127,526,500	1,342,127	2,081,412,527	0.63	2,074,763,194
2019	14,094,200	1,987,790,600	-	-	71,459,800	-	13,034,700	2,086,379,300	126,380,600	1,348,864	2,087,728,164	0.63	2,078,144,276
2020	14,720,400	1,993,400,600	-	-	71,704,400	-	13,034,700	2,092,860,100	125,805,800	1,325,398	2,094,185,498	0.66	2,138,007,357
2021	35,273,200	1,997,201,900	-	-	67,991,100	-	13,034,700	2,113,500,900	126,325,000	1,353,096	2,114,853,996	0.61	2,114,110,802
2022	34,321,800	2,001,900,800	-	-	67,991,100	-	14,519,600	2,118,733,300	128,294,500	1,311,441	2,120,044,741	0.63	2,196,108,614
2023	47,487,736	2,020,729,200	-	-	67,816,100	-	14,519,600	2,150,552,636	129,986,700	1,238,232	2,151,790,868	0.66	2,366,132,216
2024	27,416,411	2,109,585,200	-	-	67,316,100	-	14,519,600	2,218,837,311	130,877,000	-	2,218,837,311	0.67	2,587,364,684

BOROUGH OF WOODCLIFF LAKE

Year Ended December 31,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Tax-Exempt Property	Add: Public Utilities ^a	Net Valuation Taxable	Total Direct School Tax Rate ^b	Estimated Actual (County Equalized Value)
2015	\$ 12,987,200	\$ 1,368,240,000	\$ 1,042,900	\$ 6,600	\$512,114,400	\$ -	\$ -	\$ 1,894,391,100	\$ 67,622,700	\$ 1,777,846	\$ 1,896,168,946	\$ 0.60	\$ 1,965,379,073
2016	12,723,700	1,387,553,500	1,061,300	6,600	517,184,700	-	-	1,918,529,800	68,458,300	1,781,755	1,920,311,555	0.59	1,935,004,044
2017	23,281,300	1,405,890,100	1,060,700	6,600	551,589,700	-	-	1,981,828,400	69,125,200	1,775,410	1,983,603,810	0.56	1,983,603,810
2018	20,458,700	1,440,265,500	1,079,000	6,600	549,849,100	-	-	2,011,658,900	68,665,100	1,772,943	2,013,431,843	0.57	2,010,875,503
2019	15,226,500	1,467,894,300	1,093,100	6,600	554,773,600	-	-	2,038,994,100	70,089,000	1,775,253	2,040,769,353	0.57	2,000,935,964
2020	16,043,900	1,478,389,100	1,108,100	6,600	577,982,600	-	-	2,073,530,300	70,721,200	1,782,991	2,075,313,291	0.58	2,041,691,286
2021	12,707,300	1,490,616,100	1,113,400	6,600	583,346,900	-	-	2,087,790,300	71,102,400	1,790,404	2,089,580,704	0.65	2,128,787,353
2022	13,048,500	1,539,660,800	1,166,100	6,600	605,079,700	-	-	2,158,961,700	71,419,500	1,801,606	2,160,763,306	0.63	2,191,864,155
2023	13,489,100	1,663,794,700	1,035,200	5,700	618,242,400	-	-	2,296,567,100	73,422,300	10,000	2,296,577,100	0.62	2,399,475,583
2024	13,886,300	1,761,931,900	1,170,300	5,700	602,995,000	-	-	2,379,989,200	75,124,700	10,000	2,379,999,200	0.59	2,501,515,787

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

b - Tax rates are per \$100.

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

Source: Municipal Tax Assessors.

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

BOROUGH OF HILLSDALE

Year Ended December 31,	Pascack Valley Regional High School District Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt	Total Direct	Borough of Hillsdale	Borough of Hillsdale	Bergen County	
		Service ^b			Public Schools		
2015	\$ 0.65	\$ 0.03	\$ 0.68	\$ 0.55	\$ 1.13	\$ 0.26	\$ 2.62
2016	0.65	0.03	0.68	0.55	1.22	0.26	2.71
2017	0.65	0.03	0.68	0.57	1.23	0.27	2.75
2018	0.67	0.03	0.69	0.58	1.26	0.26	2.80
2019	0.72	0.03	0.75	0.56	1.32	0.27	2.90
2020	0.70	0.03	0.73	0.60	1.31	0.27	2.91
2021	0.71	0.03	0.73	0.59	1.31	0.28	2.91
2022	0.71	0.03	0.73	0.63	1.36	0.28	3.00
2023	0.72	0.03	0.75	0.64	1.39	0.30	3.08
2024	0.73	0.03	0.75	0.66	1.45	0.31	3.17

BOROUGH OF MONTVALE

Year Ended December 31,	Pascack Valley Regional High School District Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt	Total Direct	Borough of Montvale	Borough of Montvale	Bergen County	
		Service ^b			Public Schools		
2015	\$ 0.60	\$ 0.03	\$ 0.63	\$ 0.58	\$ 0.73	\$ 0.26	\$ 2.20
2016	0.63	0.03	0.66	0.59	0.75	0.26	2.26
2017	0.63	0.03	0.66	0.60	0.77	0.27	2.30
2018	0.62	0.03	0.65	0.60	0.79	0.28	2.32
2019	0.67	0.03	0.69	0.56	0.85	0.27	2.36
2020	0.68	0.03	0.71	0.59	0.84	0.29	2.43
2021	0.67	0.03	0.70	0.58	0.89	0.29	2.46
2022	0.69	0.03	0.72	0.62	0.84	0.29	2.47
2023	0.65	0.02	0.68	0.63	0.86	0.29	2.46
2024	0.68	0.03	0.71	0.65	0.86	0.29	2.50

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.

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

Source: Municipal Tax Collectors and School Business Administrator.

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

TOWNSHIP OF RIVER VALE

Year Ended December 31,	Pascack Valley Regional High School District						
	Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	General Obligation Debt			Township of River Vale			
	Basic Rate ^a	Service ^b	Total Direct	Township of River Vale	Public Schools	Bergen County	
2015	\$ 0.56	\$ 0.02	\$ 0.58	\$ 0.53	\$ 1.01	\$ 0.23	\$ 2.35
2016	0.56	0.02	0.58	0.55	1.05	0.24	2.42
2017	0.59	0.02	0.61	0.56	1.07	0.25	2.49
2018	0.61	0.03	0.63	0.57	1.08	0.24	2.52
2019	0.61	0.02	0.63	0.54	1.14	0.24	2.55
2020	0.63	0.03	0.66	0.59	1.12	0.25	2.61
2021	0.59	0.02	0.61	0.56	1.15	0.25	2.58
2022	0.61	0.02	0.63	0.62	1.14	0.25	2.65
2023	0.63	0.02	0.66	0.64	1.15	0.26	2.71
2024	0.65	0.02	0.67	0.65	1.14	0.27	2.73

BOROUGH OF WOODCLIFF LAKE

Year Ended December 31,	Pascack Valley Regional High School District			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Direct Rate						
	General Obligation Debt						
	Basic Rate ^a	Service ^b	Total Direct	Borough of Woodcliff Lake	Borough of Woodcliff Lake Public Schools	Bergen County	
2015	\$ 0.58	\$ 0.02	\$ 0.60	\$ 0.51	\$ 0.76	\$ 0.25	\$ 2.12
2016	0.57	0.02	0.59	0.51	0.79	0.25	2.14
2017	0.54	0.02	0.56	0.50	0.78	0.25	2.09
2018	0.55	0.02	0.57	0.50	0.78	0.24	2.09
2019	0.54	0.02	0.57	0.49	0.80	0.24	2.09
2020	0.56	0.02	0.58	0.48	0.80	0.24	2.10
2021	0.62	0.02	0.65	0.52	0.77	0.26	2.19
2022	0.61	0.02	0.63	0.54	0.80	0.22	2.19
2023	0.60	0.02	0.62	0.52	0.77	0.25	2.17
2024	0.57	0.02	0.59	0.53	0.80	0.24	2.16

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.

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

Source: Municipal Tax Collectors and School Business Administrator.

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

BOROUGH OF HILLSDALE

Taxpayer	2024			2015		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
New Creek LLC	\$ 11,172,700	1	0.65%	\$ 11,522,700	1	0.69%
Cross Roads - Hillsdale Association LLC	9,126,400	2	0.53%	9,126,400	2	0.54%
305 Patterson Street LLC	7,500,000	3	0.44%	5,459,352	3	0.33%
Public Service Electric and Gas Co	3,100,000	4	0.18%	3,069,400	4	0.18%
Edgewood Golf Course Realty Assoc., LLC	3,069,400	5	0.18%	3,008,100	5	0.18%
Pavonia Equities, LP	3,008,100	6	0.18%	2,651,000	6	0.16%
Marsala Enterprises	2,651,000	7	0.16%	2,621,200	7	0.16%
100 Park Ave Associates, LLC	2,560,000	8	0.15%	2,560,000	8	0.15%
New Jersey Bell, Gen. Tax Adm.	2,400,000	9	0.14%	2,200,000	9	0.13%
371 Retail Associates LLC	2,200,000	10	0.13%	1,907,100	10	0.11%
T total	\$ 46,787,600		2.74%	\$ 44,125,252		2.63%

BOROUGH OF MONTVALE

Taxpayer	2024			2015		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
SGH Montvale MB I LLC	\$ 39,858,000	1	1.79%	\$ 54,785,700	1	2.66%
SGH Montvale MB III LLC	39,003,600	2	1.75%	45,515,900	2	2.21%
Montvale Development Group	36,993,600	3	1.66%	35,991,100	3	1.75%
SHI - IV Thrive Montvale Owner LLC	36,380,400	4	1.63%	26,296,100	4	1.28%
Terraza 18 LLC	36,000,000	5	1.61%	22,138,400	5	1.08%
KPMG Peat Marwick Co	35,000,000	6	1.57%	20,900,000	6	1.02%
Grand Prix Montvale LLC c/o Ganghi	20,900,000	7	0.94%	20,376,000	7	0.99%
Nottingham Court LLC	17,653,000	8	0.79%	18,925,900	8	0.92%
Benjamin Moore & Company	16,000,000	9	0.72%	18,620,000	9	0.91%
155 Montvale Partners, LLC	13,407,500	10	0.60%	17,653,000	10	0.86%
Total	\$ 291,196,100		13.06%	\$ 281,202,100		13.68%

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

TOWNSHIP OF RIVER VALE

Taxpayer	2024			2015		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Eddgewood County Club	\$ 17,522,100	1	0.81%	\$ 21,235,400	1	1.03%
Toll NJ LLC	16,622,011	2	0.77%	8,585,800	2	0.42%
Gal-Ben Associates, LLC	7,672,000	3	0.36%	7,672,000	3	0.37%
Rivervale Collingnon Village	7,266,400	4	0.34%	7,266,400	4	0.35%
United Water Co of NJ	6,850,600	5	0.32%	6,850,600	5	0.33%
Young Property LLC	5,548,200	6	0.26%	5,548,200	6	0.27%
Florentine, Inc.	5,187,100	7	0.24%	5,187,100	7	0.25%
Lindvale Gardens Ltd.	4,875,400	8	0.23%	4,875,400	8	0.24%
Powder Hill Holdings, LLC	2,514,600	9	0.12%	3,222,800	9	0.16%
MWD River Vale One LLC	2,326,400	10	0.11%	2,514,600	10	0.12%
T total	<u>\$ 76,384,811</u>		<u>3.55%</u>	<u>\$ 72,958,300</u>		<u>3.53%</u>

BOROUGH OF WOODCLIFF LAKE

Taxpayer	2024			2015		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
BMW of North America LLC	\$ 92,000,000	1	4.01%	\$ 119,994,000	1	6.33%
BMW of North America LLC	69,000,000	2	3.00%	52,227,700	2	2.75%
WS Tice's Corner Market	68,537,300	3	2.98%	46,863,000	3	2.47%
Capstone Tice Blvd LLC	45,677,100	4	1.99%	46,409,000	4	2.45%
SIG 100 Tice LLC	39,000,000	5	1.70%	43,644,000	5	2.30%
Hudson-Tice LLC	35,000,000	6	1.52%	29,000,000	6	1.53%
Tice WL LLC	31,623,200	7	1.38%	25,589,000	7	1.35%
Woodcliff Lake Senior Care LLC	27,100,000	8	1.18%	18,125,000	8	0.96%
Albertsons Co.	25,000,000	9	1.09%	17,200,000	9	0.91%
Woodcliff Lake Developers LLC	24,455,000	10	1.06%	16,692,000	10	0.88%
Total	<u>\$ 457,392,600</u>		<u>19.92%</u>	<u>\$ 415,743,700</u>		<u>21.93%</u>

Source: Municipal Tax Assessors.

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

BOROUGH OF HILLSDALE

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2016	\$ 10,563,576	\$ 10,563,576	100.00%	-0-
2017	10,964,812	10,964,812	100.00%	-0-
2018	11,025,958	11,025,958	100.00%	-0-
2019	11,712,880	11,712,880	100.00%	-0-
2020	12,631,897	12,631,897	100.00%	-0-
2021	12,376,389	12,376,389	100.00%	-0-
2022	12,502,747	12,502,747	100.00%	-0-
2023	12,540,616	12,540,616	100.00%	-0-
2024	12,763,815	12,763,815	100.00%	-0-
2025	12,906,023	12,906,023	100.00%	-0-

BOROUGH OF MONTVALE

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2016	\$ 12,774,608	\$ 12,774,608	100.00%	-0-
2017	12,347,197	12,347,197	100.00%	-0-
2018	13,332,391	13,332,391	100.00%	-0-
2019	13,407,081	13,407,081	100.00%	-0-
2020	14,160,966	14,160,966	100.00%	-0-
2021	14,493,519	14,493,519	100.00%	-0-
2022	14,577,401	14,577,401	100.00%	-0-
2023	15,054,163	15,054,163	100.00%	-0-
2024	15,147,956	15,147,956	100.00%	-0-
2025	15,849,417	15,849,417	100.00%	-0-

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

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

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

TOWNSHIP OF RIVER VALE

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2016	\$ 11,002,982	\$ 11,002,982	100.00%	-0-
2017	11,564,508	11,564,508	100.00%	-0-
2018	11,570,402	11,570,402	100.00%	-0-
2019	12,199,043	12,199,043	100.00%	-0-
2020	13,191,209	13,191,209	100.00%	-0-
2021	13,221,137	13,221,137	100.00%	-0-
2022	13,724,673	13,724,673	100.00%	-0-
2023	13,405,670	13,405,670	100.00%	-0-
2024	14,177,295	14,177,295	100.00%	-0-
2025	14,935,857	14,935,857	100.00%	-0-

BOROUGH OF WOODCLIFF LAKE

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2016	\$ 11,079,279	\$ 11,079,279	100.00%	-0-
2017	11,415,456	11,415,456	100.00%	-0-
2018	11,027,944	11,027,944	100.00%	-0-
2019	10,271,169	10,271,169	100.00%	-0-
2020	11,444,613	11,444,613	100.00%	-0-
2021	11,562,950	11,562,950	100.00%	-0-
2022	13,548,034	13,548,034	100.00%	-0-
2023	13,642,918	13,642,918	100.00%	-0-
2024	14,304,283	14,304,283	100.00%	-0-
2025	14,047,576	14,047,576	100.00%	-0-

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

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

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

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities		Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds	Certificates of Participation	Bond Anticipation Notes (BANs)		Financed Purchases	Total District		
			Financed Purchases	Financed Purchases				
2016	\$ 20,900,000	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 20,900,000	0.77%	\$ 604
2017	19,645,000	-0-	-0-	-0-	-0-	19,645,000	0.70%	564.43
2018	18,340,000	-0-	-0-	-0-	-0-	18,340,000	0.62%	527.51
2019	16,990,000	-0-	-0-	-0-	-0-	16,990,000	0.56%	489.58
2020	15,590,000	-0-	-0-	-0-	-0-	15,590,000	0.49%	450.40
2021	14,140,000	-0-	-0-	-0-	-0-	14,140,000	0.42%	410.59
2022	12,635,000	-0-	\$ 1,951,990	-0-	-0-	14,586,990	0.44%	423.52
2023	11,070,000	-0-	1,319,273	-0-	-0-	12,389,273	0.34%	347.47
2024	9,420,000	-0-	668,776	-0-	-0-	10,088,776	0.27%	275.88
2025	7,700,000	-0-	-0-	-0-	-0-	7,700,000	0.21%	210.56

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

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

Source: School District Financial Reports.

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

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2016	\$ 20,900,000	\$ -0-	\$ 20,900,000	0.263%	\$ 603.59
2017	19,645,000	-0-	19,645,000	0.243%	564.43
2018	18,340,000	-0-	18,340,000	0.225%	527.51
2019	16,990,000	-0-	16,990,000	0.207%	489.58
2020	15,590,000	-0-	15,590,000	0.189%	450.40
2021	14,140,000	-0-	14,140,000	0.168%	410.59
2022	12,635,000	-0-	12,635,000	0.148%	366.85
2023	11,070,000	-0-	11,070,000	0.125%	310.47
2024	9,420,000	-0-	9,420,000	0.098%	257.59
2025	7,700,000	-0-	7,700,000	0.076%	210.56

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

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

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

Source: School District Financial Reports.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2024
UNAUDITED

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes:			
Borough of Hillsdale	\$ 4,680,752	100.00%	\$ 4,680,752
Borough of Montvale	19,691,582	100.00%	19,691,582
Township of River Vale	36,809,749	100.00%	36,809,749
Borough of Woodcliff Lake	23,658,917	100.00%	23,658,917
Bergen County General Obligation Debt	1,042,720,595	4.06%	42,294,644
Subtotal, Overlapping Debt			127,135,644
Pascack Valley Regional High School District Direct Debt			7,700,000
Total Direct and Overlapping Debt			\$ 134,835,644

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

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

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

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

Legal Debt Margin Calculation for Fiscal Year 2025

Year Ended December 31,	Borough of Hillsdale	Borough of Montvale	Township of River Vale	Borough of Woodcliff Lake	Total Equalized Valuation Basis
2022	\$ 2,100,603,918	\$ 2,532,396,557	\$ 2,327,511,040	\$ 2,489,864,721	\$ 9,450,376,236
2023	2,250,707,439	2,742,289,459	2,505,303,630	2,614,796,633	10,113,097,161
2024	2,474,544,903	2,874,802,214	2,777,365,516	2,765,178,576	10,891,891,209
	<u>\$ 6,825,856,260</u>	<u>\$ 8,149,488,230</u>	<u>\$ 7,610,180,186</u>	<u>\$ 7,869,839,930</u>	<u>\$ 30,455,364,606</u>
	Average Equalized Valuation of Taxable Property				<u>\$ 10,151,788,202</u>
	Debt Limit (3% of Average Equalization Value)				\$ 304,553,646 *
	Net Bonded School Debt				<u>7,700,000</u>
	Legal Debt Margin				<u>\$ 296,853,646</u>

	Fiscal Year				
	2016	2017	2018	2019	2020
Debt Limit	\$ 239,019,034	\$ 239,142,641	\$ 242,144,658	\$ 243,791,696	\$ 246,759,109
Total Net Debt Applicable to Limit	<u>20,900,000</u>	<u>19,645,000</u>	<u>18,340,000</u>	<u>16,990,000</u>	<u>15,590,000</u>
Legal Debt Margin	<u>\$ 218,119,034</u>	<u>\$ 219,497,641</u>	<u>\$ 223,804,658</u>	<u>\$ 226,801,696</u>	<u>\$ 231,169,109</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	8.74%	8.21%	7.57%	6.97%	6.32%

	Fiscal Year				
	2021	2022	2023	2024	2025
Debt Limit	\$ 249,815,706	\$ 256,410,203	\$ 267,217,164	\$ 283,821,879	\$ 304,553,646
Total Net Debt Applicable to Limit	<u>14,140,000</u>	<u>12,635,000</u>	<u>11,070,000</u>	<u>9,420,000</u>	<u>7,700,000</u>
Legal Debt Margin	<u>\$ 235,675,706</u>	<u>\$ 243,775,203</u>	<u>\$ 256,147,164</u>	<u>\$ 274,401,879</u>	<u>\$ 296,853,646</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	5.66%	4.93%	4.14%	3.32%	2.53%

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

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

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

BOROUGH OF HILLSDALE

Year	Population ^a	Personal Income (thousands of dollars) ^b	Bergen County Per Capita Personal Income ^c	Unemployment Rate ^d
2016	10,368	\$ 817,371,648	\$ 78,836	4.00%
2017	10,382	841,191,168	81,024	4.00%
2018	10,345	881,300,895	85,191	3.80%
2019	10,307	909,499,987	88,241	2.80%
2020	10,253	942,988,916	91,972	8.50%
2021	10,068	980,049,324	97,343	5.70%
2022	10,044	975,654,072	97,138	3.20%
2023	10,062	1,028,628,198	102,229	3.30%
2024	10,266	1,049,482,914 ***	102,229 *	3.70%
2025	10,266 **	1,049,482,914 ***	102,229 *	N/A

BOROUGH OF MONTVALE

Year	Population ^a	Personal Income (thousands of dollars) ^b	Bergen County Per Capita Personal Income ^c	Unemployment Rate ^d
2016	8,410	\$ 663,010,760	\$ 78,836	3.90%
2017	8,576	694,861,824	81,024	3.90%
2018	8,566	729,746,106	85,191	3.70%
2019	8,571	756,313,611	88,241	2.50%
2020	8,580	789,119,760	91,972	8.10%
2021	8,439	821,477,577	97,343	4.80%
2022	8,428	818,679,064	97,138	2.70%
2023	9,361	956,965,669	102,229	3.60%
2024	9,663	987,838,827 ***	102,229 *	3.70%
2025	9,663 **	987,838,827 ***	102,229 *	N/A

* - Latest Bergen County per capita personal income available (2023) was used for calculation purposes.

** -Latest municipal population data available (2024) was used for calculation purposes.

*** - Latest Bergen County per capita personal income available (2023) and municipal population data available (2024) was used for calculation purposes.

N/A - Information Not Available

Source:

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

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

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

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

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

TOWNSHIP OF RIVER VALE

Year	Population ^a	Personal Income (thousands of dollars) ^b	Bergen County Per Capita Personal Income ^c	Unemployment Rate ^d
2016	10,030	\$ 790,725,080	\$ 78,836	3.80%
2017	10,049	814,210,176	81,024	3.80%
2018	10,016	853,273,056	85,191	3.50%
2019	9,985	881,086,385	88,241	2.50%
2020	9,946	914,753,512	91,972	8.10%
2021	9,840	957,855,120	97,343	5.50%
2022	9,888	960,500,544	97,138	2.70%
2023	10,111	1,033,637,419	102,229	3.50%
2024	10,407	1,063,897,203 ***	102,229 *	3.70%
2025	10,407 **	1,063,897,203 ***	102,229 *	N/A

BOROUGH OF WOODCLIFF LAKE

Year	Population ^a	Personal Income (thousands of dollars) ^b	Bergen County Per Capita Personal Income ^c	Unemployment Rate ^d
2016	5,818	\$ 458,667,848	\$ 78,836	3.00%
2017	5,798	469,777,152	81,024	3.00%
2018	5,840	497,515,440	85,191	3.00%
2019	5,835	514,886,235	88,241	2.20%
2020	5,835	536,656,620	91,972	7.40%
2021	6,091	592,916,213	97,343	4.80%
2022	6,082	590,793,316	97,138	2.60%
2023	6,122	625,845,938	102,229	3.00%
2024	6,234	637,295,586 ***	102,229 *	3.70%
2025	6,234 **	637,295,586 ***	102,229 *	N/A

* - Latest Bergen County per capita personal income available (2023) was used for calculation purposes.

** -Latest municipal population data available (2024) was used for calculation purposes.

*** - Latest Bergen County per capita personal income available (2023) and municipal population data available (2024) was used for calculation purposes.

N/A - Information Not Available

Source:

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

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

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

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

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

Employer	2024		Percentage of Total Employment
	Number of Employees	Rank	
Hackensack University Medical Center	N/A	1	N/A
Valley Health Systems, Inc.	N/A	2	N/A
Bio-Reference Laboratories	N/A	3	N/A
Express Scripts	N/A	4	N/A
Quest Diagnostics	N/A	5	N/A
KPMG LLP	N/A	6	N/A
Englewood Hospital and Medical Center	N/A	7	N/A
Englewood Hospital Home Health Care	N/A	8	N/A
Unilever Best Foods	N/A	9	N/A
Stryker	N/A	10	N/A
Total	N/A		N/A
Total Employment	494,480		N/A

Employer	2015		Percentage of Total Employment
	Number of Employees	Rank	
Hackensack University Medical Center	N/A	1	N/A
Valley Health Systems, Inc.	N/A	2	N/A
Medico Solutions, Inc.	N/A	3	N/A
Quest Diagnostics	N/A	4	N/A
Bio-Reference Laboratories	N/A	5	N/A
Englewood Hospital and Medical Center	N/A	6	N/A
Becton Dickinson and Company	N/A	7	N/A
Englewood Hospital Home Health Care	N/A	8	N/A
Unilever Best Foods	N/A	9	N/A
Stryker	N/A	10	N/A
Total	N/A		N/A
Total Employment	453,688		N/A

N/A - Information is not available.

Source: County of Bergen.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

UNAUDITED

<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	147	145	148	145	148	150	150	152	152	150
Special Education	35	34	44	45	50	53	51	53	58	54
Other Special Instruction	1	1	0	0	0	0	0	0	0	0
Other Instruction	1	1	1	1	1	1	1	1	1	1
Support Services:										
Student & Instruction Related Services	54	51	49	50	49	49	48	51	51	51
General Administrative Services	4	4	4	4	4	4	4	4	4	4
School Administrative Services	13	12	12	11	11	11	12	12	12	12
Plant Operations and Maintenance	33	31	34	35	33	33	33	32	32	31
Pupil Transportation	1	1	1	1	1	1	1	1	1	1
Business and Other Support Services	13	12	11	10	10	10	11	10	10	11
Total	<u>302</u>	<u>292</u>	<u>304</u>	<u>302</u>	<u>307</u>	<u>312</u>	<u>311</u>	<u>316</u>	<u>321</u>	<u>315</u>

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT

OPERATING STATISTICS

LAST TEN FISCAL YEARS

UNAUDITED

Fiscal Year	Pupil/Teacher Ratio												
	Enrollment	Operating Expenditures ^a	Cost Per Pupil ^d	Percentage Change	Teaching Staff ^b	Pascack Hills High		Pascack Valley High		Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						School	School	School	School				
2016	2,068	\$ 49,058,530	\$ 23,723	1.21%	172	1:12	1:12	1:12	1:12	2,059.4	1,985.4	1.56%	96.41%
2017	2,034	50,511,126	24,833	4.68%	174	1:11	1:11	1:12	1:12	2,026.2	1,941.5	-1.61%	95.82%
2018	2,052	53,656,133	26,148	5.29%	172	1:11	1:11	1:12	1:12	2,010.6	1,934.8	-0.77%	96.23%
2019	2,033	56,665,674	27,873	6.60%	171	1:12	1:12	1:12	1:12	2,022.1	1,939.9	0.57%	95.94%
2020	1,978	58,829,024	29,742	6.70%	173	1:11	1:11	1:12	1:12	1,950.9	1,894.3	-3.52%	97.10%
2021	1,920	60,849,878	31,693	6.56%	177	1:11	1:11	1:12	1:12	1,915.4	1,887.2	-1.82%	98.53%
2022	1,853	66,363,782	35,814	13.00%	175	1:11	1:11	1:11	1:11	1,833.2	1,750.9	-4.29%	95.51%
2023	1,766	70,695,853	40,032	11.78%	180	1:10	1:10	1:10	1:10	1,738.3	1,653.3	-5.18%	95.11%
2024	1,710	74,636,757	43,647	9.03%	183	1:09	1:09	1:09	1:09	1,692.8	1,596.0	-2.62%	94.28%
2025	1,666	75,445,822	45,286	3.75%	177	1:09	1:09	1:10	1:10	1,623.2	1,566.8	-4.11%	96.52%

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

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

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

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

Note: Enrollment based on annual October District count.

Source: Pascack Valley Regional High School District records.

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

<u>District Building</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>
Pascack Valley High School (1962)										
Square Feet	200,807	200,807	200,807	200,807	200,807	200,807	200,807	200,807	200,807	200,807
* Capacity (students)	1,307	1,307	1,307	1,307	1,307	1,307	1,307	1,307	1,307	1,307
Enrollment	1,191	1,210	1,234	1,201	1,156	1,090	1,024	981	950	910
Pascack Hills High School (1954)										
Square Feet	193,037	193,037	193,037	193,037	193,037	193,037	193,037	192,037	192,037	192,037
* Capacity (students)	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100
Enrollment	842	824	818	832	822	830	829	785	760	756
Superintendent's Office Building										
Square Feet	877	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Board of Education Offices										
Square Feet	1,253	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Number of Schools at June 30, 2025
 High School = 2

N/A - Not Applicable

* Based on Functional Capacity in District's LRFP

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

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

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

<u>School Facilities*</u>	<u>Project # (s)</u>	<u>Fiscal Year Ended June 30,</u>				
		<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Pascack Hills HS	N/A	\$ 514,047	\$ 797,902	\$ 1,108,115	\$ 817,753	\$ 1,066,529
Pascack Valley HS	N/A	424,522	787,415	1,071,810	949,338	735,173
Total School Facilities		<u>938,569</u>	<u>1,585,317</u>	<u>2,179,925</u>	<u>1,767,091</u>	<u>1,801,702</u>
Grand Total		<u>\$ 938,569</u>	<u>\$ 1,585,317</u>	<u>\$ 2,179,925</u>	<u>\$ 1,767,091</u>	<u>\$ 1,801,702</u>

<u>School Facilities*</u>	<u>Project # (s)</u>	<u>Fiscal Year Ended June 30,</u>				
		<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Pascack Hills HS	N/A	\$ 566,797	\$ 314,119	\$ 400,169	\$ 681,836	\$ 933,748
Pascack Valley HS	N/A	398,572	429,062	659,373	654,441	830,866
Total School Facilities		<u>965,369</u>	<u>743,181</u>	<u>1,059,542</u>	<u>1,336,277</u>	<u>1,764,614</u>
Grand Total		<u>\$ 965,369</u>	<u>\$ 743,181</u>	<u>\$ 1,059,542</u>	<u>\$ 1,336,277</u>	<u>\$ 1,764,614</u>

N/A - Not Applicable.

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

Source: Pascack Valley Regional High School District records.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2025
UNAUDITED

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

Source: Pascack Valley Regional High School District records.

SINGLE AUDIT SECTION



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

Independent Auditors' Report

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

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

Report on Internal Control Over Financial Reporting

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

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

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

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

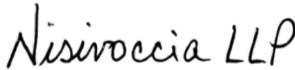
Report on Compliance and Other Matters

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

Purpose of this Report

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

Mount Arlington, New Jersey
November 7, 2025


NISIVOCCIA LLP



Valerie Dolan
Licensed Public School Accountant #2526
Certified Public Accountant



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

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

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited the Pascack Valley Regional High School District (the District's) compliance with the types of compliance requirements identified as subject to audit in the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on the District's major state program for the fiscal year ended June 30, 2025. The District's major state program is identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs.

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

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

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

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey's OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of the major state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey's OMB Circular 15-08, we

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

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

Report on Internal Control Over Compliance

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

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

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

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

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

Mount Arlington, New Jersey
November 30, 2025

Nisivoccia LLP
NISIVOCCIA LLP

Valerie A Dolan

Valerie Dolan
Licensed Public School Accountant #2526
Certified Public Accountant

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass Through Grantor/ Program Title/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period		Program or Award Amount	Balance at June 30, 2024		Repayment of Prior Years' Balances	Balance at June 30, 2025		Amounts Provided to Subrecipients
			From	To		Budgetary (Accounts Receivable)	Due to Grantor		Budgetary (Accounts Receivable)	Due to Grantor	
U.S. Department of Education - General Fund:											
Medicaid Reimbursement	93.778	N/A	7/1/24	6/30/25	\$ 5,888				\$ (1,158)		
Total General Fund									(1,158)		
Special Revenue Fund:											
Passed-through State Department of Education:											
Elementary and Secondary Education Act:											
Title I	84.010	ESEA-3960-24	7/1/23	9/30/24	48,177	\$ (15,383)					
Title I	84.010	ESEA-3960-25	7/1/24	9/30/25	72,243				(33,054)		
Total Title I									(33,054)		
Title II - Part A	84.367	ESEA-3960-24	7/1/23	9/30/24	38,608	(4,258)					
Title II - Part A	84.367	ESEA-3960-25	7/1/24	9/30/25	30,808				(16,233)		
Total Title II									(3,986)		
Title III	84.365	ESEA-3960-25	7/1/24	9/30/25	14,726						
Total Title III									(2,007)		
Title IV	84.424	ESEA-3960-25	7/1/24	9/30/25	10,883						
Total Title IV									(104)		
Total Elementary and Secondary Education Act									(16,948)		
Special Education Cluster (IDEA):											
I.D.E.A. Part B, Basic Regular	84.027A	IDEA-3960-25	7/1/24	9/30/25	513,829				(486,073)		
I.D.E.A. Part B, Basic Regular	84.027A	IDEA-3960-24	7/1/23	9/30/24	532,859	(72,454)					
Total Special Education Cluster (IDEA)									(15,000)		
Education Stabilization Fund:											
COVID 19 - ARP											
ESSER III	84.425U	S425U210027	3/13/20	9/30/24	413,159	(1,014)					
Accelerated Learning	84.425U	S425U210027	3/13/20	9/30/24	143,423	(12,078)			(21,907)		
Summer Learning and Enrichment	84.425U	S425U210027	3/13/20	9/30/24	40,000	(32,480)			(4,323)		
NJTSS Mental Health Support Staffing	84.425U	S425U210027	3/13/20	9/30/24	45,000	(21,851)			(4,224)		
Total Education Stabilization Fund									(30,454)		
Total U.S. Department of Education									(588,287)		
									(31,948)		

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass Through Grantor/ Program Title/Cluster Title	Assistance Listing Number	Grant or State Project Number	Grant Period		Program or Award Amount	Balance at June 30, 2024		Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2025		Amounts Provided to Subrecipients
			From	To		Budgetary (Accounts Receivable)	Due to Grantor				Budgetary (Accounts Receivable)	Due to Grantor	
U.S. Department of Treasury:													
COVID 19 - ASCERS	21.027	N/A	7/1/23	6/30/24	\$ 541,341	\$ (260,956)	\$ 168	\$ 260,956				\$ 168	
COVID 19 - ASCERS	21.027	N/A	7/1/22	6/30/23	429,298		2,352			\$ (2,352)			
Total U.S. Department of Treasury						(260,956)	2,520	260,956		(2,352)		168	
Total Special Revenue Fund						(420,474)	2,520	976,813	\$ (588,287)	(2,352)	\$ (31,948)	168	
TOTAL FEDERAL AWARDS						\$ (420,474)	\$ 2,520	\$ 981,543	\$ (594,175)	\$ (2,352)	\$ (33,106)	\$ 168	\$ -0-

N/A - Not Applicable

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

State Grantor/Program Title	Project Number	Grant or State	Grant Period		Program or Award Amount	Balance at June 30, 2024		Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2025		MEMO	
			From	To		Budgetary (Accounts Receivable)	Due to Grantor				GAAP (Accounts Receivable)	Due to Grantor	(Budgetary Receivable)	Cumulative Total Expenditures
State Department of Education:														
General Fund:														
Special Education Categorical Aid	25-495-034-5120-089	7/1/24	6/30/25	\$ 1,948,851			\$ 1,797,751	\$ (1,948,851)			\$ (151,100)	\$ 1,948,851		
Special Education Categorical Aid	24-495-034-5120-089	7/1/23	6/30/24	1,890,404	\$ (141,691)		141,691						1,890,404	
Security Aid	25-495-034-5120-084	7/1/24	6/30/25	161,910			149,357	(161,910)			(12,553)		161,910	
Security Aid	24-495-034-5120-084	7/1/23	6/30/24	158,058	(11,847)		11,847						158,058	
Transportation Aid	25-495-034-5120-014	7/1/24	6/30/25	600,760			554,181	(600,760)			(46,579)		600,760	
Transportation Aid	24-495-034-5120-014	7/1/23	6/30/24	500,193	(37,491)		37,491						500,193	
Extraordinary Special Education Costs Aid	25-495-034-5120-044	7/1/24	6/30/25	716,074			728,567	(716,074)			(716,074)		716,074	
Extraordinary Special Education Costs Aid	24-495-034-5120-044	7/1/23	6/30/24	728,567	(728,567)								728,567	
Nonpublic Transportation Aid	25-495-034-5120-014	7/1/24	6/30/25	76,588			73,710	(76,588)			(76,588)		76,588	
Nonpublic Transportation Aid	24-495-034-5120-014	7/1/23	6/30/24	73,710	(73,710)		15,354						73,710	
Homeless Tuition Reimbursement	N/A	7/1/23	6/30/24	15,354	(15,354)								15,354	
Reimbursed TPAF Social Security Contributions	25-495-034-5094-003	7/1/24	6/30/25	1,898,748			1,805,824	(1,898,748)			(92,924)		1,898,748	
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	7/1/23	6/30/24	1,815,123	(89,348)		89,348						1,815,123	
On-Behalf TPAF Post Retirement Contributions	25-495-034-5094-001	7/1/24	6/30/25	2,552,477			2,552,477	(2,552,477)					2,552,477	
On-Behalf TPAF Pension Contributions	25-495-034-5094-002	7/1/24	6/30/25	8,628,470			8,628,470	(8,628,470)					8,628,470	
On-Behalf TPAF Non-Contributory Insurance	25-495-034-5094-004	7/1/24	6/30/25	106,884			106,884	(106,884)					106,884	
On-Behalf TPAF Long-Term Disability Insurance	25-495-034-5094-004	7/1/24	6/30/25	3,002			3,002	(3,002)					3,002	
Total General Fund State Aid					(1,098,008)		16,695,954	(16,693,764)		(885,586)		(1,095,818)	21,875,173	
Special Revenue Fund:														
NI Nonpublic Aid:														
Auxiliary Services (Chapter 192):														
Compensatory Education	24-100-034-5120-067	7/1/23	6/30/24	54,844		\$ 18,700	61,555	(50,627)	\$ 18,700		\$ 10,928		36,144	
Compensatory Education	25-100-034-5120-067	7/1/24	6/30/25	61,555			2,294						50,627	
Home Instruction	24-100-034-5120-067	7/1/23	6/30/24	2,294	(2,294)								2,294	
Home Instruction	25-100-034-5120-067	7/1/24	6/30/25	502				(502)		(502)		(502)	502	
Handicapped Services (Chapter 193):														
Examination and Classification	24-100-034-5120-066	7/1/23	6/30/24	71,281		14,784			14,784				56,497	
Examination and Classification	25-100-034-5120-066	7/1/24	6/30/25	64,082			64,082	(58,397)			5,685		58,397	
Supplementary Instruction	24-100-034-5120-066	7/1/23	6/30/24	47,082		8,673			8,673				38,409	
Supplementary Instruction	25-100-034-5120-066	7/1/24	6/30/25	49,560			49,560	(42,787)			6,773		42,787	
Corrective Speech	24-100-034-5120-066	7/1/23	6/30/24	3,720		2,604			2,604				1,116	
Textbook Aid (Chapter 194)	25-100-034-5120-064	7/1/24	6/30/25	17,285			17,285	(17,285)					17,285	
Nursing Services (Chapter 226)	25-100-034-5120-064	7/1/24	6/30/25	59,540		4	59,540	(59,540)		4			59,540	
Technology Initiative	24-100-034-5120-373	7/1/23	6/30/24	16,268									16,264	
Technology Initiative	25-100-034-5120-373	7/1/24	6/30/25	16,562			16,562	(16,562)					16,562	
Security Aid	25-100-034-5120-509	7/1/24	6/30/25	93,890			93,890	(93,890)					93,890	
Tech STEM Classes in Nonpublic Schools	N/A	7/1/23	6/30/24	31,688	(15,466)		15,466						28,526	
Climate Awareness Education Grant	25-100-034-5063-359	6/1/24	5/31/25	75,486			3,490	(38,949)		(35,459)		(35,459)	75,486	
Total Special Revenue Fund					(17,760)	44,765	383,724	(378,539)	44,765	(35,961)	23,386	(35,961)	594,326	
Total State Department of Education					(1,115,768)	44,765	17,079,678	(17,072,303)	44,765	(921,547)	23,386	(1,131,779)	22,469,499	
Total State Awards					\$ (1,115,768)	\$ 44,765	\$ 17,079,678	\$ (17,072,303)	\$ 44,765	\$ (921,547)	\$ 23,386	\$ (1,131,779)	\$ 22,469,499	

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

State Grantor/Program Title	Grant or State Project Number	Grant Period		Program or Award Amount	Balance at June 30, 2024		Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2025		MEMO	
		From	To		Budgetary (Accounts Receivable)	Due to Grantor				GAAP (Accounts Receivable)	Due to Grantor	(Budgetary Receivable)	Cumulative Total Expenditures
Less: State Awards Not Subject to Single Audit Major Program Determination													
On-Behalf TPAF Pension System Contributions:													
On-Behalf TPAF Post Retirement Contributions	25-495-034-5094-001	7/1/24	6/30/25	(2,552,477)				\$ 2,552,477					
On-Behalf TPAF Pension Contributions	25-495-034-5094-002	7/1/24	6/30/25	(8,628,470)				8,628,470					
On-Behalf TPAF Non-Contributory Insurance	25-495-034-5094-004	7/1/24	6/30/25	(106,884)				106,884					
On-Behalf TPAF Long-Term Disability Insurance	25-495-034-5094-004	7/1/24	6/30/25	(3,002)				3,002					
Subtotal - On-Behalf TPAF Pension System Contribution								11,290,833					
Total State Awards Subject to Single Audit Major Program Determination								\$ (5,781,470)					

N/A - Not Available

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1. BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards include federal and state awards activity of the Board of Education, Pascack Valley Regional High School District under programs of the federal and state governments for the fiscal year ended June 30, 2025. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the District, they are not intended to and do not present the financial position, changes in net position or cash flows of the District.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the accompanying schedules of expenditures of federal and state awards are reported on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented on the accrual basis of accounting. These bases of accounting are described in Note 1 to the District's basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts, if any, shown on the Schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3. INDIRECT COST RATE

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

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the June state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes these payments are not recognized until the subsequent budget year due to the state deferral and recording of the June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. Grant revenue in the capital projects fund is recognized on the budgetary basis in the fiscal year of award but is not recognized on the GAAP basis until expended and submitted for reimbursement.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$19,203 for the general fund, \$34 for the special revenue fund (of which \$34 is for local grants) and (\$393,300) for the capital projects fund. See Note 1D for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(Continued)

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (Cont'd)

Awards and financial assistance revenue are reported on the Board's basic financial statements on a GAAP basis as presented below:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 5,888	\$ 16,674,561	\$ 16,680,449
Special Revenue Fund	<u>588,287</u>	<u>378,539</u>	<u>966,826</u>
Total Financial Assistance	<u>\$ 594,175</u>	<u>\$ 17,053,100</u>	<u>\$ 17,647,275</u>

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. OTHER

TPAF Social Security contributions represent the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year ended June 30, 2025.

NOTE 6. NJ SCHOOL DEVELOPMENT AUTHORITY (SDA) GRANTS

The District has been awarded two grants in the amount of \$748,823 in the Capital Projects Fund from the New Jersey School Development Authority (NJSDA) under the Educational Facilities Construction and Financing Act. As of June 30, 2025, \$-0- of the grant funds have been expended and drawn down on a GAAP basis. In the Capital Projects Fund, the District realizes the full amount of the grant revenue on a budgetary basis in the year awarded and realizes the grant revenue on a GAAP basis as it is expended and submitted for reimbursement. Expenditures, if any, reported under NJSDA on the Schedule of Expenditures of State Awards represents reimbursement requests submitted to the NJSDA.

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued on whether the financial statements audited were prepared in accordance with GAAP.

Unmodified

Internal control over financial reporting:

1.) Material weakness identified?	_____	Yes	_____	X	_____	No
2.) Significant deficiencies identified?	_____	Yes	_____	X	_____	None reported

Noncompliance material to basic financial statements noted?	_____	Yes	_____	X	_____	No
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Federal Awards

The District was not subject to the single audit provisions of the Uniform Guidance for the fiscal year ended June 30, 2025 as federal grant expenditures were less than the single audit threshold of \$750,000 identified in the Uniform Guidance.

State Awards

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

Unmodified

Internal control over major programs:

1.) Material weakness identified?	_____	Yes	_____	X	_____	No
2.) Significant deficiencies identified?	_____	Yes	_____	X	_____	None reported

Noncompliance material to basic financial statements noted?	_____	Yes	_____	X	_____	No
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Any audit findings disclosed that are required to be reported in accordance with New Jersey's OMB Circular 15-08?

_____	Yes	_____	X	_____	No
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Identification of major programs:

Program Name or Cluster	State Grant No.	Grant Period		Award Amount	Budgetary Expenditures
		Start	End		
Reimbursed TPAF Social Security Contributions	25-495-034-5094-003	7/1/24	6/30/25	\$ 1,898,748	\$ 1,898,748
Dollar threshold used to distinguish between Type A and B programs				<u>\$ 750,000</u>	
Auditee qualified as low-risk auditee?		_____	X	Yes	_____
					No

Section II - Financial Statement Findings - N/A

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

PASCACK VALLEY REGIONAL HIGH SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2025

Status of Prior Fiscal Year Findings:

The District had no prior fiscal year audit findings.