RIVERDALE BOARD OF EDUCATION

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Riverdale, New Jersey

ANNUAL COMPREHENSIVE

FINANCIAL REPORT

of the

Riverdale Board of Education

Riverdale, New Jersey

For The Fiscal Year Ended June 30, 2025

Prepared by

Business Office

RIVERDALE BOARD OF EDUCATION
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INTRODUCTORY SECTION

Riverdale PUBLIC SCHOOL
52 Newark Pompton Turnpike · Riverdale, New Jersey 07457

MARK SERNATINGER
PRINCIPAL
(973) 839 – 1300 Ext. 100
Fax: (973) 839 – 1024

JAYSON GUTIERREZ, CSA, CPA
SUPERINTENDENT
(973) 839 – 1300 Ext. 102
Fax: (973) 839 – 8856

KERRY KEANE
INTERIM BUSINESS ADMINISTRATOR/
BOARD SECRETARY
(973) 839 – 1300 Ext. 103
Fax: (973) 839 – 8856

January 9, 2026

Honorable President and
Members of the School District
Riverdale School District
County of Morris, New Jersey

Dear Board Members:

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

The annual comprehensive financial report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart, and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditors' report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance) and the State Treasury Circular Letter 15-08 0MB, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid Payments". Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

1)REPORTING ENTITY AND ITS SERVICES: The Riverdale School District is an independent reporting entity within the criteria adopted by the GASB. All funds of the District are included in this report. The Riverdale Board of Education and its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels PreK through 8. These services include general, as well as special education for students designated as needing the same, via their IEP. The District completed the 2024/2025 fiscal year with an enrollment of 275 students.

The following details the changes in the student enrollment of the District over the last ten years:

Fiscal Year	Student Enrollment	Percent Change
2024-2025	275	-3.1%
2023-2024	284	-1.7%
2022-2023	289	1.0%
2021-2022	286	3.15%
2020-2021	295	-10.3%
2019-2020	329	-3.5%
2018-2019	341	2.4%
2017-2018	333	-1.4%
2016-2017	338	-1.1%
2015-2016	342	3.0%

Beginning in the 2000/01 school year, students in grades 9 through 12 began attending the Pompton Lakes School District, and the Riverdale School District paid the Pompton Lakes School District tuition according to a ten-year send/receive agreement that was renewed in 2018 and will continue through the end of the 2029-2030 school year. The tuition charge is based upon a flat rate agreed upon by both districts.

2)ECONOMIC CONDITION AND OUTLOOK: A Demographic Study authorized by the Board of Education was completed in September 1997, updated in July 2002, November 2007, February 2008, April 2009, December 2009, and again in March 2020. After consultation with the school district's architect, the Board was satisfied that the school capacity remains adequate for the near future.

3)MAJOR INITIATIVES: The Riverdale School District's goals reflect our belief that the education of our students remains our top priority. As a Pre-K-8 school District of 275 students, we have been able to personalize instruction by maintaining small class sizes, wherever possible, in an environment of high expectations for students socially, emotionally, and academically. Student performances on state and local assessments are clear examples of the district's effectiveness in attaining high levels of student achievement.

During the 2022/2023 school year, teachers and administrators were committed to examining instructional methodologies in the following curricular areas: instruction through new technologies, differentiated instruction, writing process, language arts literacy, mathematics, student wellness, inclusion, and special education. Through the continued efforts of the District, professional development activities were aligned to instructional improvement. The curriculum reflects a focus on the integration of critical thinking skills, use of technological applications, organizational strategies, and writing instruction throughout all disciplines. These efforts optimize the learning experiences for our students.

Our five-year curriculum review/revision cycle is one of our ongoing efforts to establish clear learning objectives and safeguard all students are meeting or exceeding NJSLS. The student activities we provide for our students include: Student Council, National Junior Honor Society, an interscholastic athletic program, drama, choral and band after-school programs, visual arts presentations, and a science fair.

Responding to the New Jersey State mandate for professional growth, teachers, parents, and administrators have provided input to guide professional development opportunities for our staff. As a result, the district has provided staff with training in diverse areas. District staff has received training in differentiated instruction, technology applications, and Fountas & Pinnell reading program.

The district's technology plan incorporates technology across the full spectrum of each core content area and utilizing new equipment and software, including the interactive Smart Boards and FM systems, Riverdale continues to be able to support students' 1:1 Chromebook needs. Internet access is available throughout the school and is safeguarded through appropriate filters and an acceptable use policy.

Parent partnerships are well established at Riverdale Public School, as evidenced through the involvement of the PTA, various advisory committees, and the school planning team. Our school district has a cooperative working relationship with the Borough, which has assisted us in numerous facility projects, at a great tax saving to our community members.

Within the past few years, Riverdale completed renovations to the physical building such as: Science Lab, Vestibule, Window Replacements, Ceiling & Lighting Replacement, Nurse's Office Renovations, Second Floor toilet Room Renovations, Interior Door Replacement, Roof Replacement Nurse's Office area, Exterior Door Security System, lower grade wing Roof Replacement, LED Lighting upgrade, an increase in internet bandwidth, and HVAC upgrades in the primary wing. Through the designation of capital reserve funding, the district continues to assess and address ongoing facility needs. Additionally, with the passing of the $18.9 million Referendum on March 14, 2023, the district started the 5 year stretch of school renovations. Thus far, the district has completed the asbestos abatement throughout the primary wing classrooms, renovated the first-floor bathrooms, and is finishing up the gym renovation. The BOE/Storage Addition project is currently underway.

4)INTERNAL ACCOUNTING CONTROLS: Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP). The internal control structure is designed to provide reasonably, 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 cost and benefits requires estimates and judgments by management.

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

As part of the District's single audit described earlier, tests are made to determine the

adequacy of the internal control structure, including that portion related to federal and state financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.

5) BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund and the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements and are 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 reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2024.

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

7 DEBT ADMINISTRATION: On March 14, 2023, the voters of the Borough of Riverdale authorized a bond issuance in the amount of $18,921,000 to construct two additions and renovations to the Riverdale Public School. The bonds were issued on July 18, 2023.

8 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". The District has adopted a cash management plan, which requires it to deposit 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.

9 RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.

10)OTHER INFORMATION: Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Board's audit committee selected the accounting firm of Lerch, Vinci, & Bliss, LLP, CPAs. 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 (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and state 0MB Circular 15-08. The auditors' report on

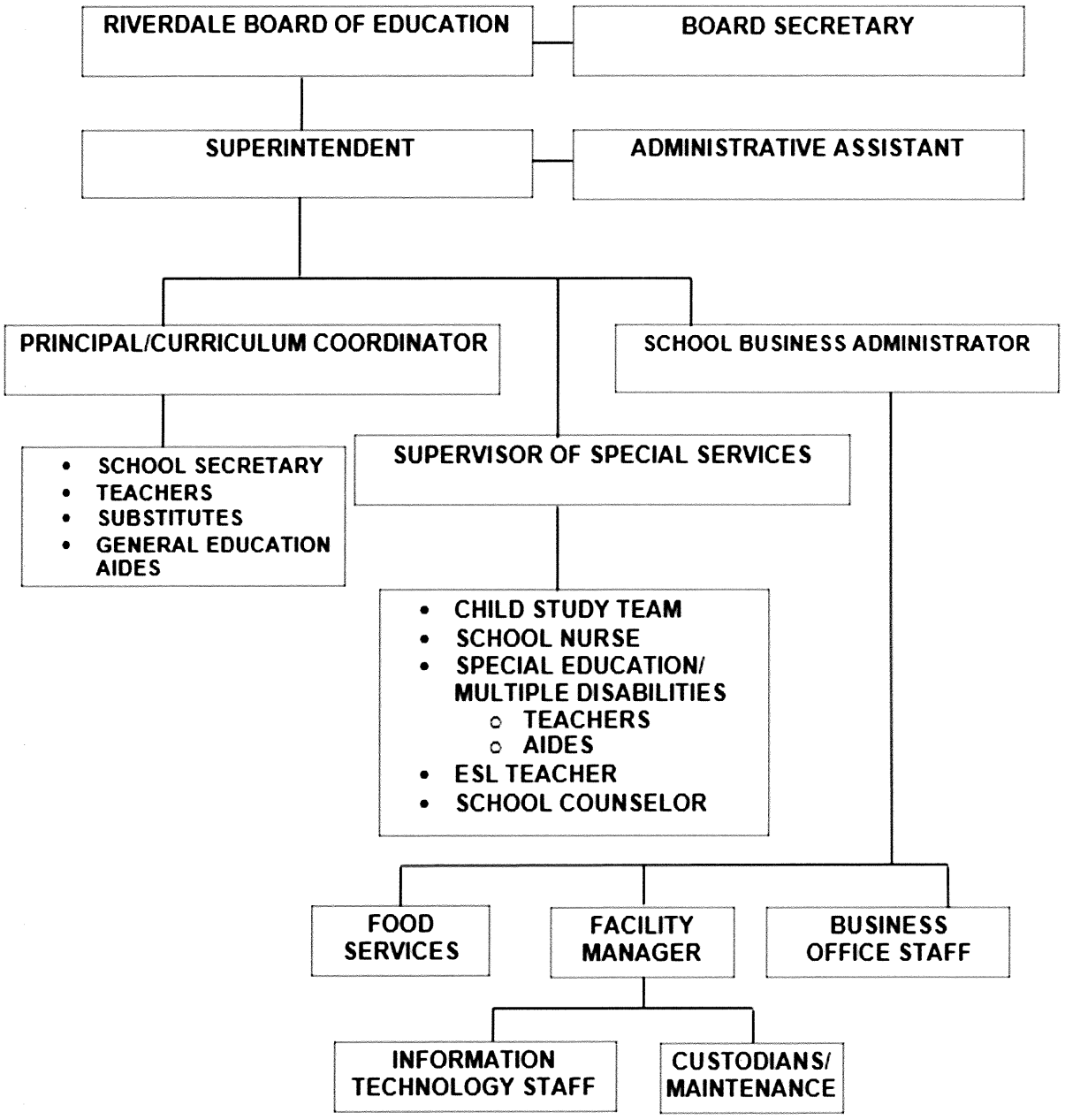
the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditors' reports related specifically to the single audit are included in the single audit section of this report.

11)ACKNOWLEDGMENTS: We would like to express our appreciation to the members of the Riverdale Board of Education for their concern in providing fiscal accountability to the citizens and ta...payers 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 financial and accounting staff.

Respectfully submitted,

Kerry Keane
Interim Business Administrator/
Board Secretary

RIVERDALE BOARD OF EDUCATION
ORGANIZATIONAL CHART



RIVERDALE BOARD OF EDUCATION
RIVERDALE, NEW JERSEY
ROSTER OF OFFICIALS
June 30, 2025

Members of the Board of Education	Term Expires
Marybeth Thomas	2026
Kathleen Miceli	2025
Ann Marie Prezioso	2025
Alexis Stone	2027
Jared Wolf	2027
Lisa Ferrara	2025
Bryan Hicks	2027

Other Officials

Jayson Gutierrez, Superintendent of Schools
Sandy Vicale, School Business Administrator
Omar Garcia, Treasurer of School Monies

RIVERDALE BOARD OF EDUCATION
RIVERDALE, NEW JERSEY

CONSULTANTS AND ADVISORS

Audit Firm

Lerch, Vinci & Bliss LLP 17-17 Route 208
Fair Lawn, NJ 07410

Attorney

Chasen Lamperello Mallon & Cappuzzo, PC
300 Lighting Way, Suite 200
Secaucus, NJ 07094

Architect

Solutions Architecture
96 Pompton Ave
Verona, NJ 07044

Official Depository

Provident Bank
231 Black Oak Ridge Road
Wayne, NJ 07470

FINANCIAL SECTION

LERCH, VINCI & BLISS, LLP
CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

DIETER P. LERCH, CPA, RMA, PSA
GARY J. VINCI, CPA, RMA, PSA
JEFFREY C. BLISS, CPA, RMA, PSA
PAUL J. LERCH, CPA, RMA, PSA
JULIUS B. CONSONI, CPA, PSA
ANDREW D. PARENTE, CPA, RMA, PSA
ELIZABETH A. SHICK, CPA, RMA, PSA
ROBERT W. HAAG, CPA, RMA, PSA

DEBRA GOLLE, CPA
MARK SACO, CPA
ROBERT LERCH, CPA, PSA
CHRISTOPHER M. VINCI, CPA, PSA
CHRISTINA CUIFFO, CPA, PSA
JOHN CUIFFO, CPA, PSA

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Trustees
Riverdale Board of Education
Riverdale, New Jersey

Report on the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Riverdale Board of Education, as of and for the fiscal year ended June 30, 2025 and the related notes to the financial statements, which collectively comprise the Board of Education'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 Riverdale Board of Education 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, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Riverdale Board of Education and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of 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 misstatements, 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 Riverdale Board of Education'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 Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, we:

- Exercise professional judgement 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 Riverdale Board of Education'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 Riverdale Board of Education's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Riverdale Board of Education's basic financial statements. The accompanying combining and individual nonmajor fund financial statements, schedule of expenditures of state financial assistance as required by New Jersey 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 of the Riverdale Board of Education. Such information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, schedules of expenditures of federal awards and state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section, financial schedules and statistical section 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 financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated January 9, 2026 on our consideration of the Riverdale Board of Education'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 Riverdale Board of Education's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Riverdale Board of Education's internal control over financial reporting and compliance.

Lerch Vinci & Bliss LLP

LERCH, VINCI & BLISS, LLP
Certified Public Accountants
Public School Accountants

Dieter P. Lerch
Public School Accountant
PSA Number CS00756

Fair Lawn, New Jersey
January 9, 2026

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of Riverdale Board of Education's annual comprehensive financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2025. The intent of this section is to look at the District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the District's financial performance.

Management's Discussion and Analysis (MD&A) is an element of the Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement. Certain comparative information between the current year (2024-2025) and the prior year (2023-2024) is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2024-2025 fiscal year include the following:

- The assets and deferred outflows of resources of the Riverdale Board of Education exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by $10,774,851 (net position).

- Overall District revenues were $12,856,492. General revenues accounted for $10,994,538 or 86% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for $1,861,954 or 14% of total revenues.

- The School District had $11,352,142 in expenses for governmental activities; only $1,745,045 of these expenses were offset by program specific charges, grants or contributions. General revenues (predominantly property taxes and unrestricted State aid) of $10,988,141 were adequate to provide for these programs.

- As of the close of the current fiscal year, the District's governmental funds reported a combined ending fund balance of $20,499,974 a decrease of $3,816,614 when compared to the ending fund balance at June 30, 2024 of $24,316,588. The decrease was primarily the result of the payment of various capital improvement projects.

- The General Fund unassigned fund balance at June 30, 2025 was $127,744 a decrease of $7,371 when compared with the ending fund balance of $135,115 at June 30, 2024.

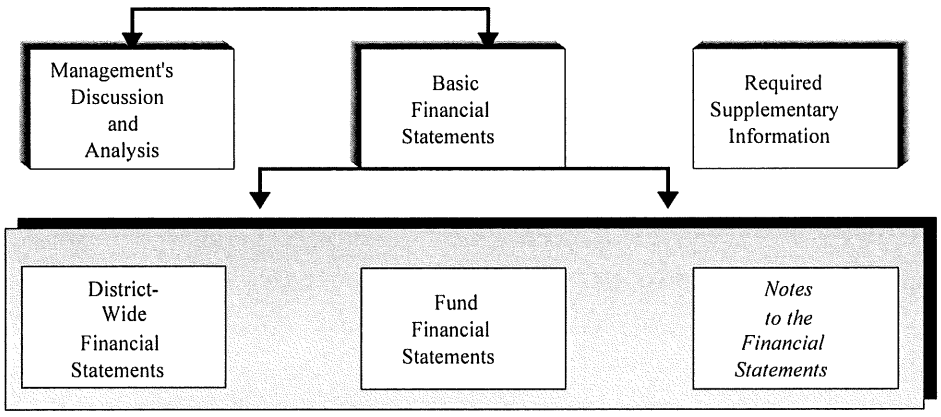
- The General Fund unassigned budgetary fund balance at June 30, 2025 was $259,228 which represents a decrease of $27,511 when compared to the ending unassigned fund balance at June 30, 2024 of $286,739.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of the annual report consists of four parts – Independent Auditor's Report, required supplementary information which includes the management's discussion and analysis (this section), the basic financial statements, and supplemental 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 were financed in the short term as well as what remains for future spending.
    - Proprietary Funds statements offer short-term and long-term financial information about the activities the district operated like businesses.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The table below shows how the various parts of this annual report are arranged and related to one another.



OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

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 are summarized below. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

Major Features of the District-Wide and Fund Financial Statements

	District-Wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire district	The activities of the district that are not proprietary or fiduciary, such as instruction, special education building maintenance, and community education	Activities the district operates similar to private businesses: Enterprise funds
Required financial statements	Statements of Net Position Statement of Activities	Balance Sheet Statement of Revenues, Expenditures and Changes in Fund Balances	Statement of Net Position Statement of Revenues, 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 focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets, deferred outflows, liabilities, deferred inflows, 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 there after; no capital assets or long-term liabilities included	All assets, deferred outflows, liabilities, deferred inflows, both financial and capital, and short-term and long-term
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or Paid	Revenues 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 revenues and expenses during the year, regardless of when cash is received or paid.

District-Wide Financial 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 outflows of resources, liabilities and deferred inflows of resources. All of the current year's revenues 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 it has changed. Net position – the difference between the District's assets/deferred outflows and liabilities/deferred inflows – is one way to measure the District's financial health or position

- Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating, respectively.

- To assess the overall health of the District you need to consider additional non-financial 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 shown in two categories:

- *Governmental Activities* – Most of the District's basic services are included here, such as regular instruction and special education, transportation, administration, and plant operation and maintenance. State and Federal Aids finance most of these activities.

- *Business Type Activities* – These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The District's Food Service Fund and Technology Initiative 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 bond covenants.

- The District establishes other funds to control and manage money for particular purposes or to show that it is properly using certain revenues (federal and state grants).

Fund Financial Statements (Continued)

The District has two kinds of funds:

• *Governmental funds* – Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps to 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, we provide additional information at the bottom of the governmental funds statements that explains the relationship (or differences) 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 Fund is established to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that costs of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

Notes to the Financial Statements

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

Other Information

In addition to the financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budget process. The District adopts an annual expenditure budget for the general and special revenue funds. A budgetary comparison statement has been provided for these funds as required supplementary information. The required supplementary information can be found following the notes to the financial statements.

The District also presents required supplementary information regarding the accounting and reporting for pensions as required under GASB Statement No. 68 and post-retirement medical benefits as required under GASB Statement No. 75. The required supplementary information can be found following the notes to the financial statements.

Combining statements and schedules are presented immediately following the major budgetary comparisons if required.

DISTRICT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of the District's financial position. The District's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $10,774,851 and $9,427,676 as of June 30, 2025 and 2024, respectively, as shown below.

By far the largest portion of the District's net position reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment); less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Net Position
as of June 30, 2025 and 2024

	Governmental Activities		Business-Type Activities		Total	
	2025	2024 (Restated)	2025	2024	2025	2024 (Restated)
Assets						
Current and Other Assets	$ 21,286,939	$ 25,011,607	$ 80,964	$ 112,024	$ 21,367,903	$ 25,123,631
Capital Assets	10,401,928	5,445,870	24,463	30,601	10,426,391	5,476,471
Total Assets	31,688,867	30,457,477	105,427	142,625	31,794,294	30,600,102
Deferred Outflows of Resources						
Deferred Amounts on Net Pension Liability	119,877	119,645	-	-	119,877	119,645
Total Assets and Deferred Outflows	31,808,744	30,577,122	105,427	142,625	31,914,171	30,719,747
Liabilities						
Long-Term Liabilities	19,927,735	19,789,446			19,927,735	19,789,446
Other Liabilities	1,127,585	1,370,583	3,366	6,695	1,127,585	1,377,278
Total Liabilities	21,055,320	21,160,029	3,366	6,695	21,058,686	21,166,724
Deferred Inflows of Resources						
Deferred Amounts on Net Pension Liability	80,634	125,347			80,634	125,347
Deferred Commodities Revenue	-	-	-	-	-	-
Total Deferred Inflows	80,634	125,347	-	-	80,634	125,347
Total Liabilities and Deferred Inflows	21,135,954	21,285,376	3,366	6,695	21,139,320	21,292,071
Net Position						
Net Investment in Capital Assets	4,091,514	4,345,729	24,463	30,601	4,115,977	4,376,330
Restricted	5,191,634	4,271,813			5,191,634	4,271,813
Unrestricted	1,389,642	674,204	77,598	105,329	1,467,240	779,533
Total Net Position	$ 10,672,790	$ 9,291,746	$ 102,061	$ 135,930	$ 10,774,851	$ 9,427,676

The changes in net position for fiscal years ended 2025 and 2024 are as follows:

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Revenues						
Program Revenues						
Charges for Services	$ 93,832	$ 94,275	$ 59,408	$ 63,022	$ 153,240	$ 157,297
Operating Grants and Contributions	1,651,213	1,989,682	57,501	64,980	1,708,714	2,054,662
General Revenues						
Property Taxes	9,914,312	8,892,660			9,914,312	8,892,660
State Aid	230,396				230,396	-
Miscellaneous	843,433	969,809	6,397	4,980	849,830	974,789
Total Revenues	12,733,186	11,946,426	123,306	132,982	12,856,492	12,079,408
Expenses						
Instruction						
Regular	4,653,040	4,774,297			4,653,040	4,774,297
Special Education	1,648,415	1,710,579			1,648,415	1,710,579
Other Instruction	171,953	179,192			171,953	179,192
School Sponsored Activities and Athletics	120,053	89,756			120,053	89,756
Support Services					-	
Student and Instruction Related Services	1,310,949	1,257,913			1,310,949	1,257,913
General Administration Services	443,262	401,631			443,262	401,631
School Administration Services	171,669	200,216			171,669	200,216
Central Services	277,772	321,397			277,772	321,397
Plant Operation and Maintenance	1,114,203	819,377			1,114,203	819,377
Pupil Transportation	715,404	823,522			715,404	823,522
Interest and Other Chgs on Long-Term Debt	725,422	675,564			725,422	675,564
Food Service			147,935	138,561	147,935	138,561
Technology Initiative	-	-	9,240	7,512	9,240	7,512
Total Expenses	11,352,142	11,253,444	157,175	146,073	11,509,317	11,399,517
Transfers In (Out)	-	(8,793)	-	8,793	-	-
Change in Net Position	1,381,044	684,189	(33,869)	(4,298)	1,347,175	679,891
Net Position, Beginning of Year	9,291,746	8,667,167	135,930	140,228	9,427,676	8,807,395
Prior Period Adjustment	-	(59,610)	-	-	-	(59,610)
Net Position, End of Year	$ 10,672,790	$ 9,291,746	$ 102,061	$ 135,930	$ 10,774,851	$ 9,427,676

Governmental Activities

The financial position of the District improved significantly. However, maintaining existing programs including special education programs/services and increases in District health benefits costs places a great demand on the District's resources. As a result, careful management of expenses remains essential for the District to sustain its financial health.

Total and Net Cost of Governmental Activities. The following schedule presents the District's total costs of services provided by major activity. After applying program revenues, derived from charges for services, operating grants and contributions and capital grants and contributions, the net cost of these services is presented. The following is a comparative analysis of the total and the net cost of governmental activities for the fiscal years ended June 30, 2025 and 2024.

	Total Cost of Services		Net Cost of Services	
	2025	2024	2025	2024
Instruction				
Regular	$ 4,653,040	$ 4,774,297	$ 4,126,318	$ 3,983,797
Special Education	1,648,415	1,710,579	859,596	880,031
Other Instruction	171,953	179,192	146,382	138,864
School Sponsored Activities and Athletics	120,053	89,756	81,026	47,638
Support Services				
Student and Instruction Related Services	1,310,949	1,257,913	1,185,093	1,096,534
General Administration	443,262	401,631	430,060	392,007
School Administration Services	171,669	200,216	152,278	170,017
Central Services	277,772	321,397	270,166	315,714
Plant Operation and Maintenance	1,114,203	819,377	1,050,725	763,503
Pupil Transportation	715,404	823,522	580,031	705,818
Interest and Other Charges on Long-Term Debt	725,422	675,564	725,422	675,564
Total	**$ 11,352,142**	**$ 11,253,444**	**$ 9,607,097**	**$ 9,169,487**

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

The financial performance of the District as a whole is reflected in its governmental funds as well. As the District completed the year, its governmental funds reported a combined fund balance of $20,499,974, a decrease of $3,816,614 from last year's fund balance of $24,316,588, which as previously stated was the result of payments for various capital improvement projects.

Revenues and other financing sources for the District's governmental funds were $14,119,176; total expenditures and other financing uses were $17,935,790.

General Fund - The General Fund is the chief operating fund of the District and includes the primary operations in providing educational services to students.

Revenues of the General Fund were $11,695,496 for the fiscal year ended June 30, 2025. State sources amounted to $2,287,989 and local sources amounts to $9,407,507. A transfer was made from the Capital Projects fund in the amount of $578,232 for interest earned on investments.

Expenditures of the General Fund were $10,886,446. Instructional expenditures were $7,077,219 for support services were $3,709,052 and capital expenditures totaled $100,175 for the fiscal year ended June 30, 2025.

Special Revenue Fund - The Special Revenue Fund includes all restricted Federal and State sources utilized in the operations of the district in providing educational services to students with special needs.

Revenues of the Special Revenue Fund were $206,850 for the fiscal year ended June 30, 2025. Federal sources amounted to $170,914 and local sources amounted to $35,936.

Expenditures of the Special Revenue Fund were $200,473. Instructional expenditures were $168,276 and expenditures for support services were $32,197 for the fiscal year ended June 30, 2025.

Capital Projects - Interest on investments amounted to $578,232. This was transferred to General Fund. Capital projects expenditures amounted to $5,210,273 for the fiscal year ended June 30, 2025.

Proprietary Funds

The District maintains an Enterprise Fund to account for activities, which are supported in part through user fees.

Enterprise Fund - The District uses Enterprise Funds to report activities related to the Food Services and Technology Initiative programs. The District's Enterprise Fund provides the same type of information found in the district-wide financial statements, business-type activities, but in more detail. Factors concerning the finances of this Fund have already been addressed in the discussion of the District's business-type activities.

GENERAL FUND BUDGETARY HIGHLIGHTS

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

- Implementing budgets for specially funded projects, which include both federal and state grants.
- Reappropriation of June 30, 2025 encumbrances.

CAPITAL ASSETS

The District's investment in capital assets for its governmental and business type activities as of June 30, 2025 and 2024 amounts to $10,426,391 and $5,476,471 (net of accumulated depreciation), respectively. The capital assets consist of land, buildings, building improvements, computers, specialized machinery and various other types of equipment. Depreciation charges for the fiscal year 2024-2025 amounted to $278,827 for governmental activities and $6,138 for the Business-Type activities.

The following is a comparative analysis of capital assets at June 30, 2025 and 2024.

	Governmental Activities		Business- Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Land	$ 11,800	$ 11,800			$ 11,800	$ 11,800
Construction in Progress	6,307,424	1,172,714			6,307,424	1,172,714
Buildings & Building Improvements	3,903,602	4,170,524			3,903,602	4,170,524
Machinery and Equipment	179,102	90,832	$ 24,463	$ 30,601	179,102	121,433
Total	$ 10,401,928	$ 5,445,870	$ 24,463	$ 30,601	$ 10,401,928	$ 5,476,471

Additional information on the District's capital assets are presented in the Notes to the Financial Statements.

LONG TERM LIABILITIES

At June 30, 2025, the District's long-term liabilities consisted of bonds payable of $18,921,000, compensated absences payable of $302,578 and net pension liability of $704,157 totaling $19,927,735. This is in comparison to long-term liabilities at June 30, 2024 of $19,789,446 or an increase of $138,289.

Additional information on the District's long-term liabilities are presented in the Notes to the Financial Statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Many factors were considered by the District's administration during the process of developing the fiscal year 2025-2026 budget. The primary factors were the District's projected student population, anticipated state and federal aid as well as increasing labor and related employee benefit costs. Other budgetary increases are anticipated with special education, and utilizes the required investment to repair the District's aging facilities.

These expenditures are to be paid for by the mandated 2% CAP on the property tax levy with certain allowable adjustments to the tax levy. In the future, any such allowable adjustments may not be permitted.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our 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 information contact the Office of the Business Administrator, Riverdale Board of Education, 52 Newark Pompton Turnpike, Riverdale, NJ 07457.

BASIC FINANCIAL STATEMENTS

EXHIBIT A-1

RIVERDALE BOARD OF EDUCATION
STATEMENT OF NET POSITION
AS OF JUNE 30, 2025

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	$ 21,127,886	$ 73,422	$ 21,201,308
Receivables, net			
Receivables from Other Governments	159,053	7,072	166,125
Other		470	470
Capital Assets, net of depreciation	10,401,928	24,463	10,426,391
Total Assets	31,688,867	105,427	31,794,294
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflows on Net Pension Liability	119,877	-	119,877
Total Deferred Outflows of Resources	119,877	-	119,877
Total Assets and Deferred Outflows of Resources	31,808,744	105,427	31,914,171
LIABILITIES			
Accounts Payable and Other Current Liabilities	732,326	629	732,955
Unearned Revenue	54,639	2,737	57,376
Accrued Interest	340,620		340,620
Noncurrent Liabilities			
Due within one year	501,000		501,000
Due beyond one year	19,426,735	-	19,426,735
Total Liabilities	21,055,320	3,366	21,058,686
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows on Net Pension Liability	80,634	-	80,634
Total Deferred Inflows of Resources	80,634	-	80,634
Total Liabilities and Deferred Inflows of Resources	21,135,954	3,366	21,139,320
NET POSITION			
Net Investment in Capital Assets	4,091,514	24,463	4,115,977
Restricted for:			
Capital Projects	4,524,550		4,524,550
Other Purposes	667,084		667,084
Unrestricted	1,389,642	77,598	1,467,240
Total Net Position	$ 10,672,790	$ 102,061	$ 10,774,851

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

EXHIBIT A-2

RIVERDALE BOARD OF EDUCATION
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Business-Type Activities	Net (Expense) Revenue and Changes in Net Position: Total
Governmental Activities							
Instruction							
Regular	$ 4,653,040	$ 57,964	$ 468,758		$ (4,126,318)		$ (4,126,318)
Special Education	1,648,415		788,819		(859,596)		(859,596)
Other Instruction	171,953		25,571		(146,382)		(146,382)
School Sponsored Activities and Athletics	120,053	35,868	3,159		(81,026)		(81,026)
Support Services							
Student and Instruction Related Services	1,310,949		125,856		(1,185,093)		(1,185,093)
General Administration Services	443,262		13,202		(430,060)		(430,060)
School Administration Services	171,669		19,391		(152,278)		(152,278)
Central Services	277,772		7,606		(270,166)		(270,166)
Plant Operations and Maintenance	1,114,203		63,478		(1,050,725)		(1,050,725)
Pupil Transportation	715,404		135,373		(580,031)		(580,031)
Interest on Debt	725,422	-	-	-	(725,422)	-	(725,422)
Total Governmental Activities	11,352,142	93,832	1,651,213	-	(9,607,097)	-	(9,607,097)
Business-Type Activities							
Food Service	147,935	49,703	57,501	-	-	$ (40,731)	(40,731)
Technology Initiative	9,240	9,705	-	-	-	465	465
Total Business-Type Activities	157,175	59,408	57,501	-	-	(40,266)	(40,266)
Total Primary Government	$ 11,509,317	$ 153,240	$ 1,708,714	$ -	(9,607,097)	(40,266)	(9,647,363)
General Revenues							
Property Taxes, Levied for General Purposes					9,084,342		9,084,342
Property Taxes, Levied for Debt Service					829,970		829,970
State Aid - Unrestricted					230,396		230,396
Interest Earnings					834,537	6,397	840,934
Miscellaneous Income					8,896	-	8,896
Total General Revenues and Transfers					10,988,141	6,397	10,994,538
Change in Net Position					1,381,044	(33,869)	1,347,175
Net Position, Beginning of Year (Restated)					9,291,746	135,930	9,427,676
Net Position, End of Year					$ 10,672,790	$ 102,061	$ 10,774,851

The accompanying Notes to the Financial Statements are an Integral Part of this Statement

FUND FINANCIAL STATEMENTS

RIVERDALE BOARD OF EDUCATION
GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF JUNE 30, 2025

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	$ 7,900,083	$ 28,926	$ 13,198,877		$ 21,127,886
Receivables					-
Intergovernmental	18,278	140,775			159,053
Other					-
Interfunds Receivable	141,266	-	-	-	141,266
Total Assets	$ 8,059,627	$ 169,701	$ 13,198,877	$ -	$ 21,428,205
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts Payable	$ 150,084		$ 552,483		$ 702,567
Interfunds Payable		$ 105,458	35,808		141,266
Intergovernmental Accounts Payable					-
Payroll Deductions and Withholdings	29,759				29,759
Unearned Revenue	19,320	35,319	-	-	54,639
Total Liabilities	199,163	140,777	588,291	-	928,231
Fund Balances					
Restricted Fund Balance					
Excess Surplus	1,086,472				1,086,472
Excess Surplus - Designated for Subsequent Year's Expenditures	1,334,244				1,334,244
Capital Reserve	3,724,550				3,724,550
Capital Reserve - Designated for Subsequent Year's Expenditures	800,000				800,000
Maintenance Reserve	318,761				318,761
Maintenance Reserve - Designated for Subsequent Year's Expenditures	100,000				100,000
Tuition Adjustments	100,000				100,000
Tuition Adjustments - Designated for Subsequent Year's Expenditures	100,000				100,000
Unemployment Compensation	19,399				19,399
Student Activities and Athletics		28,924			28,924
Capital Projects			12,610,586		12,610,586
Committed					
Year End Encumbrances	51,185				51,185
Assigned					
Year End Encumbrances	98,109				98,109
Unassigned Fund Balance	127,744	-	-	-	127,744
Total Fund Balances	7,860,464	28,924	12,610,586	-	20,499,974
Total Liabilities and Fund Balances	$ 8,059,627	$ 169,701	$ 13,198,877	$ -	$ 21,428,205

Amounts reported for *governmental activities* in the statement of net position (A-1) are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is $15,291,099, and the accumulated depreciation is $4,889,171.	10,401,928
The District has financed capital assets through the issuance of school bonds. The interest accrual at year end is	(340,620)
Certain amounts resulting from the calculation of liabilities are reported as deferred outflows and deferred inflows of resources on the statement of net position and amortized over future years. (See Note 2A)	39,243
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. (See Note 2A)	(19,927,735)
Net position of governmental activities	$ 10,672,790

The accompanying Notes to the Financial Statements are an Integral Part of this Statement

RIVERDALE BOARD OF EDUCATION
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
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					
Property Taxes	$ 9,084,342			$ 829,970	$ 9,914,312
Tuition	57,964				57,964
Interest	256,305		$ 578,232		834,537
Miscellaneous	8,896	$ 35,936	-	-	44,832
Total - Local Sources	9,407,507	35,936	578,232	829,970	10,851,645
State Sources	2,287,989			230,396	2,518,385
Federal Sources	-	170,914	-	-	170,914
Total Revenues	11,695,496	206,850	578,232	1,060,366	13,540,944
EXPENDITURES					
Current					
Instruction					
Regular Instruction	5,059,490	61,257			5,120,747
Special Education Instruction	1,727,725	77,528			1,805,253
Other Instruction	202,046				202,046
School-Sponsored Activities and Athletics	87,958	29,491			117,449
Support Services					-
Student and Instruction Related Services	1,331,120	32,197			1,363,317
General Administrative Services	428,334				428,334
School Administrative Services	179,286				179,286
Central Services	215,352				215,352
Administration Information Technology	56,152				56,152
Plant Operations and Maintenance	784,735		75,563		860,298
Pupil Transportation	714,073				714,073
Debt Service					-
Interest and Other Charges	-			1,060,366	1,060,366
Capital Outlay	100,175	-	5,134,710	-	5,234,885
Total Expenditures	10,886,446	200,473	5,210,273	1,060,366	17,357,558
Excess (Deficiency) of Revenues Over (Under) Expenditures	809,050	6,377	(4,632,041)	-	(3,816,614)
OTHER FINANCING SOURCES(USES)					
Transfers In	578,232				578,232
Transfers Out	-	-	(578,232)	-	(578,232)
Total Other Financing Sources (Uses)	578,232	-	(578,232)	-	-
Net Change in Fund Balance	1,387,282	6,377	(5,210,273)	-	(3,816,614)
Fund Balance, Beginning of Year	6,473,182	22,547	17,820,859	-	24,316,588
Fund Balance, End of Year	$ 7,860,464	$ 28,924	$ 12,610,586	$ -	$ 20,499,974

The accompanying Notes to the Financial Statements are an Integral Part of this Statement

RIVERDALE BOARD OF EDUCATION
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
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					
Property Taxes	$ 9,084,342			$ 829,970	$ 9,914,312
Tuition	57,964				57,964
Interest	256,305		$ 578,232		834,537
Miscellaneous	8,896	$ 35,936	-	-	44,832
Total - Local Sources	9,407,507	35,936	578,232	829,970	10,851,645
State Sources	2,287,989			230,396	2,518,385
Federal Sources	-	170,914	-	-	170,914
Total Revenues	11,695,496	206,850	578,232	1,060,366	13,540,944
EXPENDITURES					
Current					
Instruction					
Regular Instruction	5,059,490	61,257			5,120,747
Special Education Instruction	1,727,725	77,528			1,805,253
Other Instruction	202,046				202,046
School-Sponsored Activities and Athletics	87,958	29,491			117,449
Support Services					-
Student and Instruction Related Services	1,331,120	32,197			1,363,317
General Administrative Services	428,334				428,334
School Administrative Services	179,286				179,286
Central Services	215,352				215,352
Administration Information Technology	56,152				56,152
Plant Operations and Maintenance	784,735		75,563		860,298
Pupil Transportation	714,073				714,073
Debt Service					-
Interest and Other Charges	-			1,060,366	1,060,366
Capital Outlay	100,175	-	5,134,710	-	5,234,885
Total Expenditures	10,886,446	200,473	5,210,273	1,060,366	17,357,558
Excess (Deficiency) of Revenues Over (Under) Expenditures	809,050	6,377	(4,632,041)	-	(3,816,614)
OTHER FINANCING SOURCES(USES)					
Transfers In	578,232				578,232
Transfers Out	-	-	(578,232)	-	(578,232)
Total Other Financing Sources and Uses	578,232	-	(578,232)	-	-
Net Change in Fund Balance	1,387,282	6,377	(5,210,273)	-	(3,816,614)
Fund Balance, Beginning of Year	6,473,182	22,547	17,820,859	-	24,316,588
Fund Balance, End of Year	$ 7,860,464	$ 28,924	$ 12,610,586	$ -	$ 20,499,974

The accompanying Notes to the Financial Statements are an Integral Part of this Statement

EXHIBIT B-3

RIVERDALE BOARD OF EDUCATION
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES WITH THE DISTRICT-WIDE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Total net change in fund balances - governmental funds (Exhibit B-2)		$ (3,816,614)
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement and allocated over their estimated useful lives as annual depreciation expense. This is the amount by which capital outlay exceeds depreciation expenditures in the current period.		
Capital Outlay	$ 5,234,885	
Depreciation Expense	(278,827)	
		4,956,058
In the statement of activities, certain operating expenses - compensated absences and pension expense - are measured by the amounts incurred during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial sources (used) paid:		
Increase in Compensated Absences	(151,443)	
Decrease in Accrued Interest	334,944	
Decrease in Pension Expense	58,099	
		241,600
Change in net position of governmental activities (Exhibit A-2)		$ 1,381,044

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

RIVERDALE BOARD OF EDUCATION
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
AS OF JUNE 30, 2025

	Business-Type Activities - Enterprise Fund		
	Food Service	Non-Major Technology Initiative	Totals
ASSETS			
Current Assets			
Cash and Cash Equivalents	$ 53,191	$ 20,231	$ 73,422
Intergovernmental Receivable			
State	310		310
Federal	6,762		6,762
Other Accounts Receivable	470	-	470
Total Current Assets	60,733	20,231	80,964
Capital Assets			
Equipment	60,131		60,131
Less: Accumulated Depreciation	(35,668)	-	(35,668)
Total Capital Assets	24,463	-	24,463
Total Assets	85,196	20,231	105,427
LIABILITIES			
Current Liabilities			
Accounts Payable	629		629
Unearned Revenue	2,737	-	2,737
Total Current Liabilities	3,366	-	3,366
NET POSITION			
Invested in Capital Assets	24,463		24,463
Unrestricted	57,367	20,231	77,598
Total Net Position	$ 81,830	$ 20,231	$ 102,061

The accompanying Notes to the Financial Statements are an Integral Part of this Statement

RIVERDALE BOARD OF EDUCATION
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Business-Type Activities - Enterprise Fund		
	Food Service	Non-Major Technology Initiative	Totals
OPERATING REVENUES			
Charges for Services			
Daily Sales - Reimbursable Programs	$ 46,296		$ 46,296
Miscellaneous	3,407		3,407
Program Fees	-	$ 9,705	9,705
Total Operating Revenues	49,703	9,705	59,408
OPERATING EXPENSES			
Cost of Sales - Reimburseable Programs	91,923		91,923
Salaries and Wages	40,373		40,373
Supplies and Materials	1,984		1,984
Repair and Maintenance	2,966		2,966
Utilities	3,106		3,106
Depreciation Expense	6,138		6,138
Miscellaneous	1,445	9,240	10,685
Total Operating Expenses	147,935	9,240	157,175
Operating Income (Loss)	(98,232)	465	(97,767)
NONOPERATING REVENUES			
Interest Earnings	5,607	790	6,397
State Sources			
State School Lunch Program	1,640		1,640
Summer EBT - State	322		322
Federal Sources			
School Breakfast Program	1,855		1,855
National Lunch Program	35,861		35,861
Summer EBT - Federal	322		322
Food Distribution Program	17,501	-	17,501
Total Nonoperating Revenues	63,108	790	63,898
Change in Net Position	(35,124)	1,255	(33,869)
Net Position, Beginning of Year	116,954	18,976	135,930
Net Position, End of Year	$ 81,830	$ 20,231	$ 102,061

The accompanying Notes to the Financial Statements are an Integral Part of this Statement

RIVERDALE BOARD OF EDUCATION
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Business-Type Activities - Enterprise Fund		
	Food Service	Non-Major Technology Initiative	Totals
Cash Flows from Operating Activities			
Cash Received from Customers and Other Operating Activities	$ 45,935	$ 9,705	$ 55,640
Cash Payments for Employees - Salaries and Benefits	(40,373)	-	(40,373)
Cash Payments to Suppliers for Goods and Services	(83,294)	(9,240)	(92,534)
Net Cash Provided (Used) by Operating Activities	(77,732)	465	(77,267)
Cash Flows from Noncapital Financing Activities			
Cash Received from State and Federal Subsidy Reimbursements	38,939	-	38,939
Transfers from Other Funds	-	-	-
Net Cash Provided by Noncapital Financing Activities	38,939	-	38,939
Cash Flows from Investing Activities			
Interest Earnings	5,607	790	6,397
Net Cash Provided by Investing Activities	5,607	790	6,397
Net Increase (Decrease) in Cash and Cash Equivalents	(33,186)	1,255	(31,931)
Cash and Cash Equivalents, Beginning of Year	86,377	18,976	105,353
Cash and Cash Equivalents, End of Year	$ 53,191	$ 20,231	$ 73,422
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities			
Operating Income (Loss)	$ (98,232)	$ 465	$ (97,767)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities			
Depreciation Expense	6,138		6,138
Non-Cash Federal Assistance-Food Distribution Program	17,501		17,501
Change in Assets, Liabilities and Deferred Inflows of Resources			
Increase/(Decrease) in Accounts Payable	629		629
Increase/(Decrease) in Unearned Revenue	(3,958)		(3,958)
(Increase)/Decrease in Accounts Receivable	190		190
Total Adjustments	20,500	-	20,500
Net Cash Provided (Used) by Operating Activities	$ (77,732)	$ 465	$ (77,267)
Non-Cash Investing, Capital and Financing Activities			
Value Received - Food Distribution Program	$ 17,501		$ 17,501

The accompanying Notes to the Financial Statements are an Integral Part of this Statement

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Riverdale Board of Education (the "Board" or the "District") is an instrumentality of the State of New Jersey, established to function as an education institution. The Board consists of seven elected officials and is responsible for the fiscal control of the District. A Superintendent of Schools is appointed by the Board and is responsible for the administrative control of the District. A School Business Administrator/Board Secretary is also appointed by the Board and oversees the business functions of the District. Under existing statutes, the Board's duties and powers include, but are not limited to, the development and adoption of a school program; the establishment, organization and operation of schools; and the acquisition, maintenance and disposition of school property. The Board currently operates a Pre-Kindergarten through grade eight (8) school district.

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

The reporting entity is composed of the primary government, component units, and other organizations that are included to ensure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the Riverdale Board of Education this includes general operations, food service, technology initiative and student related activities of the District.

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

B. New Accounting Standards

During fiscal year 2025, the District adopted the following GASB statements:

- GASB Statement No. 101, *Compensated Absences,* was effective beginning with the fiscal year ending June 30, 2025. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.

- GASB Statement No. 102, *Certain Risk Disclosures*, was effective beginning with the fiscal year ending June 30, 2025. The requirements of this Statement will improve financial reporting by providing users of financial statements with essential information that currently is not often provided. The disclosures will provide users with timely information regarding certain concentrations or constraints and related events that have occurred or have begun to occur that make a school district vulnerable to a substantial impact. As a result, users will have better information with which to understand and anticipate certain risks to a school district's financial condition.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. New Accounting Standards (Continued)

Other accounting standards that the District is currently reviewing for applicability and potential impact on the financial statements include:

- GASB Statement No. 103, *Financial Reporting Model Improvements*, will be effective beginning with the fiscal year ending June 30, 2026. The requirements for MD&A will improve the quality of the analysis of changes from the prior year, which will enhance the relevance of that information. They also will provide clarity regarding what information should be presented in MD&A. The requirements for the separate presentation of unusual or infrequent items will provide clarity regarding which items should be reported separately from other inflows and outflows of resources. The definitions of operating revenues and expenses and of nonoperating revenues and expenses will replace accounting policies that vary from school district to school district, thereby improving comparability. The addition of a subtotal for operating income (loss) and noncapital subsidies will improve the relevance of information provided in the proprietary fund statement of revenues, expenses, and changes in fund net position. The requirement for presentation of major component unit information will improve comparability. The requirement that budgetary comparison information be presented as RSI will improve comparability, and the inclusion of the specified variances and the explanations of significant variances will provide more useful information for making decisions and assessing accountability.

- GASB Statement No. 104, *Disclosure of Certain Capital Assets,* will be effective beginning with the fiscal year ending June 30, 2026. The objective of this Statement is to provide user of governmental financial statements with essential information about certain types of capital assets. The requirements of this Statement will improve financial reporting by provided users of the financial statements with essential information about certain types of capital assets in order to make informed decisions and assess accountability. Additionally, the disclosure requirements will improve consistency and comparability between governments.

C. Basis of Presentation - Financial Statements

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

District-Wide Financial Statements

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation - Financial Statements (Continued)

District-Wide Financial Statements (Continued)

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

Fund Financial Statements

Separate fund financial statements are provided for governmental, proprietary, and fiduciary activities, even though the latter are excluded from the district-wide financial statements. The emphasis of fund financial statements is on major individual governmental and enterprise funds, each reported as separate columns in the fund financial statements. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. The District considers all of its governmental and the food service enterprise fund to be major funds.

The District reports the following major governmental funds:

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

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

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

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

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

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

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

The *technology initiative fund* accounts for the non-refundable deposits charged to repair and replenish the District's Chromebooks which are provided to middle school students.

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

Reclassifications

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

D. Measurement Focus and Basis of Accounting

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

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e. when they are both measurable and available). Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Board considers revenues to be available if they are collected within 60 days after year-end. Expenditures are recorded when a liability is incurred, as under accrual basis of accounting, with the exception of debt service expenditures as well as expenditures related to compensated absences and claims and judgments which are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt, acquisitions under financing agreements, leases payable for intangible right-to-use leased assets and subscription arrangements for intangible right-to-use information technology (IT) software assets are reported as other financing sources.

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

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

Use of Estimates

The preparation of financial statements requires management of the District to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of accrued revenues and expenses/expenditures during the reporting period. Accordingly, actual results could differ from those estimates.

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

1. Cash, Cash Equivalents and Investments

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

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

2. Receivables

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

3. Inventories

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

Food Service Fund inventories, exclusive of the federal commodities, are valued at cost, using the first-in first-out (FIFO) method and consist of food and expendable supplies. The cost of such inventories is recorded as expenses when consumed rather than when purchased. The United States Department of Agriculture (USDA) commodity portion of the Food Service Fund inventory consists of food donated by the USDA. It is valued at estimated market prices by the USDA. The amount of unused commodities inventory at year-end is reported as deferred inflows of resources.

4. Capital Assets

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

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

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

Assets	Years
Land Improvements	20
Buildings	20-50
Office Equipment and Furniture	5
Computer Equipment	5

5. Deferred Outflows/Inflows of Resources

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

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

6. Compensated Absences

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

7. Pensions

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

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

8. Long-Term Obligations

In the district-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

9. Net Position/Fund Balance

District-Wide Statements

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

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

Governmental Fund Statements

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

9. Net Position/Fund Balance (Continued)

Governmental Fund Statements (Continued)

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

Excess Surplus – This restriction was created in accordance with NJSA 18A:7F-7 to represent the June 30, 2025 audited excess surplus that is required to be appropriated in the 2026/2027 original budget certified for taxes.

Excess Surplus – Designated for Subsequent Year's Expenditures - This restriction was created in accordance with NJSA 18A:7F-7 to represent the June 30, 2024 audited excess surplus that was appropriated in the 2025/2026 original budget certified for taxes.

Capital Reserve – This restriction was created by the District in accordance with NJAC 6A:23A-14.1 to fund future capital expenditures (See Note 3B).

Capital Reserve - Designated for Subsequent Year's Expenditures – This designation was created to dedicate the portion of capital reserve fund balance appropriated in the 2025/2026 original budget certified for taxes.

Maintenance Reserve – This restriction was created by the Board in accordance with NJAC 6A:23A-14.2 to accumulate funds for the required maintenance of school facilities in accordance with the EFCA (NJSA 18A:7G-9) for a thorough and efficient education. (See Note 3C).

Maintenance Reserve - Designated for Subsequent Year's Expenditures – This designation was created to dedicate the portion of maintenance reserve fund balance appropriated in the 2025/2026 original budget certified for taxes.

Tuition Adjustments – This restriction was created in accordance with NJAC 6A:23A-17.1(F)8 to represent foreseeable future tuition adjustments for the 2024/2025 contract year and is required to be liquidated in the second year following the contract year with any remaining balance related to that contract year to be reserved and budgeted for property tax relief in the 2026/2027 original budget certified for taxes.

Tuition Adjustment – Designated for Subsequent Year's Expenditures – This restriction was created in accordance with NJAC 6A:23A-17.1(F)8 to represent foreseeable future tuition adjustments for the 2023/2024 contract year that is appropriated in the 2025/2026 original budget certified for taxes.

Unemployment Compensation Reserve – This restriction was created in accordance with R.S. 43:21-7.3 to reserve funds for unemployment compensation claims reimbursable to the State under the District's election for payment in lieu of contributions (benefit reimbursement method). (See Note 5A).

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

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

Committed Fund Balance – Amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint.

Year-End Encumbrances – Represents outstanding purchase orders at year end for contracts awarded by formal action of the Board of Trustee's for specific purposes from available resources of the current year for which the goods and materials have not yet been received or the services have not yet been rendered at June 30.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

9. Net Position/Fund Balance (Continued)

Governmental Fund Statements (Continued)

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

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

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

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

10. Fund Balance Policies

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

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

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

F. Revenues and Expenditures/Expenses

1. Program Revenues

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Revenues and Expenditures/Expenses (Continued)

2. Property Taxes

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

3. Tuition Revenues and Expenditures

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

Tuition Expenditures - Tuition charges for the fiscal years 2023-2024 and 2024-2025 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been certified by the State Department of Education.

4. On-Behalf Payments

Revenues and expenditures of the general fund include payments made by the State of New Jersey on-behalf of the District for social security, pension, long-term disability insurance and post-retirement medical benefit contributions for District employees enrolled in the Teacher Pension and Annuity Fund (TPAF) retirement system, including on-behalf payments for post-retirement medical contributions for District employees enrolled in the Public Employees Retirement System (PERS).

Revenues and expenses of governmental activities include the State's proportionate share of the on-behalf actuarial determined pension and post-retirement medical benefit amounts attributable to the District for District employees enrolled in the TPAF retirement system, including the on-behalf actuarial determined post-retirement medical benefit amounts attributable to the District for District employees enrolled in the PERS retirement system.

5. Proprietary Funds, Operating and Nonoperating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the food service enterprise fund and of the technology initiative enterprise fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. Federal and State subsidies for the food service operation are considered nonoperating revenues.

NOTE 2 RECONCILIATION OF DISTRICT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the district-wide statement of net position

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net position– governmental activities as reported in the district-wide statement of net position. One element of that reconciliation explains that "deferred outflows and inflows related to net pension liability are amortized over future years and therefore are not reported in the funds". The details of this $39,243 difference are as follows:

Deferred Outflows on Net Pension Liability	$ 119,877
Deferred Inflows on Net Pension Liability	(80,634)
Net Adjustment to reduce Fund Balance - Total Governmental Funds to Arrive at Net Position - Governmental Activities	$ 39,243

Another element of that reconciliation explains that "long-term liabilities, including bonds payable, net pension liability and compensated absences are not due and payable in the current period and therefore are not reported in the funds." The details of this $(19,927,735) difference are as follows:

Bonds Payable	$ (18,921,000)
Net Pension Liability	(704,157)
Compensated Absences	(302,578)
Net Adjustment to decrease Fund Balance - Total Governmental Funds to Arrive at Net Position - Governmental Activities	$ (19,927,735)

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

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

The District must prepare its budget in compliance with applicable laws limiting the amount by which the general fund property tax levy can increase in the annual school budget. The 2010 Tax Levy CAP Law is calculated using the formulas and provisions of NJSA 18A:7F-38. The law was originally adopted in 2007 and was most recently amended in 2018. The core of the tax-levy cap calculation is a 2% increase to the previous budget year's general fund tax levy with exceptions only for enrollment increases, increases for certain pension contributions in excess of 2%, certain healthcare increases, and amounts approved by a simple majority of voters at a special election. Additionally, school districts can bank the unused tax levy for use in any of the next three (3) succeeding budget years if they were not granted approval to exceed the tax levy cap by the voters. The restrictions are solely on the tax levy for the general fund and are not applicable to the debt service fund.

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

A. Budgetary Information (Continued)

The annual budget is adopted in the spring of the preceding year for the general, special revenue and debt service funds. The District is not required to adopt an annual budget for the capital projects fund. The budget is submitted to the county superintendent for review and approval prior to adoption. Districts that have their school board members elected in November no longer have to submit their budgets that meet levy cap requirements for voter approval. Only a school board decision to exceed the tax levy cap would require voter approval for the additional amount on the November ballot. The Board adopted a resolution to move its annual election to the date of the general elections in accordance with the law; therefore voter approval of the annual budget is not required. Effective for the 2025/2026 school year budget, voter approval is not required for budgets that meet levy cap requirements regardless of when the school board member elections are held.

Budget adoptions and amendments are recorded in the District's board minutes. The budget is amended by the Board of Trustees as needed throughout the year. The budget for revenues, other resources, other uses, and fund balances is prepared by fund source and amount. The budget for expenditures is prepared by fund, program, function, object and amount. The legal level of budgetary control is established at the line item account within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. The Board approved several budget transfers during 2024/2025. Also, during 2024/2025 the Board increased the original budget of the general fund by $223,387 and the special revenue fund by $111,448. The increases were funded by the additional appropriation of grant awards, student activity revenues and the reappropriation of prior year general fund encumbrances.

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

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

B. Capital Reserve

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

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

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

B. Capital Reserve (Continued)

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

Balance, July 1, 2024		$ 3,611,106
Increased by		
Interest Earnings	$ 93,444	
Deposits Approved by Board Resolution	898,630	
Return of Unencumbered Budget Withdrawals	201,370	
Total Increases		1,193,444
Decreased by:		
Withdrawals Approved in District Budget	280,000	
Total Decreases		280,000
Balance, June 30, 2025		$ 4,524,550

The June 30, 2025 LRFP balance of the total costs of uncompleted capital projects is estimated by management to be $11,571,405. $800,000 of the capital reserve balance at June 30, 2025 was designated and appropriated for use in the 2025/2026 original budget certified for taxes.

C. Maintenance Reserve

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

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

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

C. Maintenance Reserve (Continued)

The activity of the maintenance reserve for the fiscal year ended June 30, 2025 is as follows:

Balance, July 1, 2024		$ 418,761
Increased by		
Interest Earnings	$ 15,004	
Deposits Approved by Board Resolution	84,996	
Total Increases		100,000
Decreased by:		
Withdrawals Approved in District Budget	100,000	
Total Decreases		100,000
Balance, June 30, 2025		$ 418,761

The June 30, 2025 comprehensive maintenance plan indicated a maximum maintenance reserve amount of $418,761. The withdrawals from the maintenance reserve were for use in required maintenance activities for school facilities. $100,000 of the maintenance reserve balance at June 30, 2025 was designated and appropriated for use in the 2025/2026 original budget certified for taxes.

D. Calculation of Excess Surplus

In accordance with N.J.S.A. 18A:7F-7, as amended, the restricted fund balance for Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund fund balance in excess of 2% of budget expenditures at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The excess fund balance at June 30, 2025 is $2,420,716. Of this amount, $1,334,244 was designated and appropriated in the 2025/2026 original budget certified for taxes and the remaining amount of $1,086,472 will be appropriated in the 2026/2027 original budget certified for taxes.

NOTE 4 DETAILED NOTES ON ALL FUNDS

A. Cash Deposits and Investments

Cash Deposits

The Board's deposits are insured through either the Federal Deposit Insurance Corporation (FDIC), National Credit Union Share Insurance Fund (NCUSIF), Securities Investor Protection Corporation (SIPC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Board is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or $200 million for deposits in excess of the FDIC and NCUSIF insured amounts. GUDPA does not protect intermingled trust funds, withholdings from an employee's salary or funds which may pass to the local government upon the happening of a future condition.

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash Deposits and Investments (Continued)

Cash Deposits (Continued)

Bank balances are insured up to $250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to $250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of $250,000 for each failed brokerage firm. At June 30, 2025, the book value of the Board's deposits was $21,201,308 and bank and brokerage firm balances of the Board's deposits amounted to $21,695,549. The Board's deposits which are displayed on the various fund balance sheets as "cash" or "cash and cash equivalents" are categorized as:

Depository Account	
Insured	$ 21,675,053
Uninsured and Collateralized	20,496
	$ 21,695,549

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Board does not have a policy for custodial credit risk. As of June 30, 2025 the Board's bank balance of $20,496 was exposed to custodial credit risk as follows:

Depository Account	
Uninsured and Collateralized:	
Collateral held by pledging financial institution's trust department but not in the Board's name	$ 20,496
	$ 20,496

Investments

The Board is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 18A:20-37. Examples of the allowable investments are bonds or other obligations of the United States or obligations guaranteed by the United States of America; Government Money Market Mutual Funds; any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor; bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located; Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law," (C.40A:5A-1 et seq.); Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by school districts; Local Government investment pools; deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); and agreements for the repurchase of fully collateralized securities, if transacted in accordance with the above statute.

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash Deposits and Investments (Continued)

Investments (Continued)

As of June 30, 2025, the Board had no outstanding investments.

Custodial Credit Risk – Investments – For an investment, this is the risk, that in the event of the failure of the counterparty, the Board will not be able to recover the value of its investments or collateral securities that are held by an outside party. The Board does not have a policy for custodial credit risk.

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

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

B. Receivables

Receivables as of June 30, 2025 for the District's individual major funds, including the applicable allowances for uncollectible accounts, are as follows:

	General	Special Revenue	Food Service	Total
Receivables:				
Intergovernmental-				
Federal		$ 140,775	$ 6,762	$ 147,537
State	$ 18,278		310	18,588
Other	-	-	470	470
Gross Receivables	18,278	140,775	7,542	166,595
Less: Allowance for				-
Uncollectibles	-	-	-	-
Net Total Receivables	$ 18,278	$ 140,775	$ 7,542	$ 166,595

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

C. Unearned Revenue

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

General Fund	
Prepaid Tuition/Fees	$ 19,320
Special Revenue Fund	
Unencumbered Grant Draw Downs	18,721
Grant Draw Downs for Year-End Encumbrances	16,598
Total Unearned Revenue for Governmental Funds	$ 54,639

D. Capital Assets

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

	Balance, July 1, 2024	Increases	Decreases	Adjustments	Balance, June 30, 2025
Governmental Activities:					
Capital Assets, Not Being Depreciated:					
Land	$ 11,800				$ 11,800
Construction in Progress	1,172,714	$ 5,134,710	-	-	6,307,424
Total Capital Assets, Not Being Depreciated	1,184,514	5,134,710	-	-	6,319,224
Capital Assets, Being Depreciated:					
Buildings and Improvements	8,389,998				8,389,998
Machinery and Equipment	504,010	100,175	$ (22,308)	-	581,877
Total Capital Assets Being Depreciated	8,894,008	100,175	(22,308)	-	8,971,875
Less Accumulated Depreciation for:					
Buildings and Improvements	(4,219,474)	(233,875)		$ (33,047)	(4,486,396)
Machinery and Equipment	(413,178)	(44,952)	22,308	33,047	(402,775)
Total Accumulated Depreciation	(4,632,652)	(278,827)	22,308	-	(4,889,171)
Total Capital Assets, Being Depreciated, Net	4,261,356	(178,652)	-	-	4,082,704
Governmental Activities Capital Assets, Net	$ 5,445,870	$ 4,956,058	$ -	$ -	$ 10,401,928

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

D. Capital Assets (Continued)

	Balance, July 1, 2024	Increases	Decreases	Balance, June 30, 2025
Business-Type Activities:				
Capital Assets, Being Depreciated:				
Machinery and Equipment	$ 79,900	-	$ (19,769)	$ 60,131
Total Capital Assets Being Depreciated	79,900	-	(19,769)	60,131
Less Accumulated Depreciation for:				
Machinery and Equipment	(49,299)	$ (6,138)	19,769	(35,668)
Total Accumulated Depreciation	(49,299)	(6,138)	19,769	(35,668)
Total Capital Assets, Being Depreciated, Net	30,601	(6,138)	-	24,463
Business-Type Activities Capital Assets, Net	$ 30,601	$ (6,138)	$ -	$ 24,463

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

Governmental Activities:	
Instruction	
Regular	$ 4,221
Total Instruction	4,221
Support Services	
Student and Instruction Related Services	16,283
General Administrative Services	4,049
School Administrative Services	12,168
Plant Operations and Maintenance	242,106
Total Support Services	274,606
Total Governmental Funds	278,827
Total Depreciation Expense - Governmental Activities	$ 278,827
Business-Type Activities:	
Food Service Fund	$ 6,138
Total Depreciation Expense-Business-Type Activities	$ 6,138

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

D. Capital Assets (Continued)

Construction and Other Significant Commitments

The District has the following active construction projects and other significant commitments as of June 30, 2025:

Project	Remaining Commitment
Storage and Board of Education Additions	$ 1,475,602
Cafeteria and Classroom Renovations	1,703,069
Kitchen Equipment	143,233
Architecture Services	733,079
Total	$ 4,054,983

E. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2025, is as follows:

Due To/From Other Funds

Receivable Fund	Payable Fund	Amount
General Fund	Special Revenue	$ 105,458
General Fund	Capital Projects	35,808
Total		$ 141,266

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

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

Interfund Transfers

	Transfer In:	
	General Fund	Total
Transfer Out:		
Capital Projects	$ 578,232	$ 578,232
Total Transfers	$ 578,232	$ 578,232

The above transfers are the result of revenues earned in one fund to finance expenditures in another fund.

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

F. Long-Term Debt

General Obligation Bonds

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

Bonds payable at June 30, 2025 are comprised of the following issues:

$18,921,000, 2023 Referendum Bonds, due in annual installments of $501,000 to $1,000,000 through July 15, 2048, interest at 3.50% to 4.00%	$ 18,921,000

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

Governmental Activities:

Fiscal Year Ending June 30,	Serial Bonds Principal	Interest	Total
2026	$ 501,000	$ 702,092	$ 1,203,092
2027	520,000	684,225	1,204,225
2028	540,000	665,675	1,205,675
2029	565,000	646,338	1,211,338
2030	585,000	626,213	1,211,213
2031-2035	3,310,000	2,799,525	6,109,525
2036-2040	4,050,000	2,155,262	6,205,262
2041-2045	4,850,000	1,294,200	6,144,200
2046-2049	4,000,000	320,000	4,320,000
Total	$ 18,921,000	$ 9,893,530	$ 28,814,530

Statutory Borrowing Power

The Board's remaining borrowing power under N.J.S. 18A:24-19, as amended, at June 30, 2025 was as follows:

3.0% of Equalized Valuation Basis (Municipal)	$ 31,602,570
Less: Net Debt Issued and Authorized But Not Issued	18,921,796
Remaining Borrowing Power	$ 12,680,774

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

G. Other Long-Term Liabilities

Changes in Long-Term Liabilities

Long-term liability activity for the fiscal year ended June 30, 2025, was as follows:

	Balance, July 1, 2024	Additions	Reductions	Balance, June 30, 2025	Due Within One Year
Governmental Activities:	(Restated)				
Bonds Payable	$ 18,921,000			$ 18,921,000	$ 501,000
Compensated Absences *	151,135	$ 151,443		302,578	
Net Pension Liability	717,311	44,945	$ 58,099	704,157	-
Governmental Activity Long-Term Liabilities	$ 19,789,446	$ 196,388	$ 58,099	$ 19,927,735	$ 501,000

* The change in compensated absences liability is presented as a net change.

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

NOTE 5 OTHER INFORMATION

A. Risk Management

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

The District is a member of the Pooled Insurance Program of New Jersey (PIPNJ or Program). The Program is a risk sharing public entity pool, established for the purpose of insuring against worker's compensation claims.

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

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

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

NOTE 5 OTHER INFORMATION (Continued)

A. Risk Management (Continued)

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 restricted fund balance for unemployment compensation claims in the General Fund for the current and previous two years:

Fiscal Year Ended June 30,	Employee Contributions	Interest Earnings	Amount Reimbursed	Ending Balance
2025	$ 11,018	$ 1,342	$ 5,312	$ 19,399
2024	7,596	1,893	12,995	19,399
2023	7,403	78	5,802	22,101

B. Contingent Liabilities

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

Federal and State Awards – The Board participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Board may be required to reimburse the grantor government. As of June 30, 2025, significant amounts of grant expenditures have not been audited by the various grantor agencies but the Board believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.

C. Federal Arbitrage Regulations

The District is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. At June 30, 2025, the District has not estimated its arbitrage earnings due to the IRS, if any.

D. Employee Retirement Systems and Pension Plans

Plan Descriptions and Benefits Provided

The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems (retirement systems) covering substantially all Board employees who are eligible for pension coverage:

Public Employees' Retirement System (PERS) – Established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage, to substantially all full time employees of the State or any county, municipality, school district, or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees. PERS is a cost sharing multiple employer defined benefit pension plan. For additional information about PERS, please refer to the State Division of Pension and Benefits (Division's) Annual Comprehensive Financial Report (ACFR) which can be found at www.nj.gov/treasury/pensions/annual-reports.

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Public Employees' Retirement System (PERS) (Continued)

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

The following represents the membership tiers for PERS:

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

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

Teachers' Pension and Annuity Fund (TPAF) – Established in January 1955, under the provisions of N.J.S.A. 18A:66 to provide coverage to substantially all full time certified teachers or professional staff of the public school systems in the State. Membership is mandatory for such employees. TPAF is a cost sharing multiple- employer defined benefit pension plan with a special funding situation, by which the State is responsible to fund 100% of local employer contributions, excluding any local employer early retirement incentive (ERI) contributions. For additional information about TPAF, please refer to the State Division of Pension and Benefits (Division's) Annual Comprehensive Financial Report (ACFR) which can be found at www.nj.gov/treasury/pensions/annual-reports.

The vesting and benefit provisions are set by N.J.S.A. 18A:66. TPAF provides retirement, death, and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of TPAF. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

The following represent the membership tiers for TPAF:

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

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Teachers' Pension and Annuity Fund (TPAF) (Continued)

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

The State of New Jersey sponsors and administers the following defined contribution public employee retirement program covering certain state and local government employees which include those Board employees who are eligible for pension coverage.

Defined Contribution Retirement Program (DCRP) – established under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2008 to provide coverage to elected and certain appointed officials, effective July 1, 2007 and employees enrolled in PERS or TPAF on or after July 1, 2007 who earn in excess of established annual maximum compensation limits (equivalent to annual maximum wage for social security deductions). This provision was extended by Chapter 1, P.L. 2010, effective May 21, 2010, to new employees (Tier 2) of the PFRS and new employees who would otherwise be eligible to participate in PERS or TPAF on or after November 2, 2008 and do not earn the minimum salary required for tier 3 enrollment or do not work the minimum required hours for tier 4 and tier 5 enrollments but earn a base salary of at least $5,000 are eligible for participation in the DCRP. Membership is mandatory for such individuals with vesting occurring after one (1) year of membership. DCRP is a defined contribution pension plan.

Other Pension Funds

The State established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of the State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local government employers do not appropriate funds to SACT.

The cost of living increase for PERS and TPAF, are funded directly by each of the respective systems but are currently suspended as a result of reform legislation.

According to state law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits ("Division"), issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.nj.gov/treasury/pensions.

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Plan Amendments

The authority to amend the provisions of the above plans rests with legislation passed by the State of New Jersey. Pension reforms enacted pursuant to Chapter 78, P.L. 2011 included provisions creating special Pension Plan Design Committees for TPAF and PERS, once a Target Funded Ratio (TFR) is met. The Pension Plan Design Committees will have the discretionary authority to modify certain plan design features, including member contribution rate; formula for calculation of final compensation of final salary; fraction used to calculate a retirement allowance; age at which a member may be eligible and the benefits for service or early retirement; and benefits provided for disability retirement. The committees will also have the authority to reactivate the cost of living adjustment (COLA) on pensions. However, modifications can only be made to the extent that the resulting impact does not cause the funded ratio to drop below the TFR in any one year of a 30-year projection period.

Measurement Focus and Basis of Accounting

The financial statements of the retirement systems are prepared in accordance with U.S. generally accepted accounting principles as applicable to governmental organizations. In doing so, the Division adheres to reporting requirements established by the Governmental Accounting Standards Board (GASB).

The accrual basis of accounting is used for measuring financial position and changes in net position of the pension trust funds. Under this method, contributions are recorded in the accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of each plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

Investment Valuation

The Division of Investment, Department of the Treasury, State of New Jersey (Division of Investment) manages and invests certain assets of the retirement systems. Empower Retirement (formerly Prudential) is the third-party administrator for the DCRP and provides record keeping, administrative services and investment options. Investment transactions are accounted for on a trade or investment date basis. Interest and dividend income is recorded on the accrual basis, with dividends accruing on the ex-dividend date. The net increase or decrease in the fair value of investments includes the net realized and unrealized gains or losses on investments.

The State of New Jersey, Department of the Treasury, Division of Investment issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management Fund. The financial reports may be obtained in writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290 or at www.nj.gov/treasury/doinvest.

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Collective Net Pension Liability

The collective net pension liability of the participating employers for local PERS at June 30, 2024 is $13.7 billion and the plan fiduciary net position as a percentage of the total pension liability is 68.22%. The collective net pension liability of the State funded TPAF at June 30, 2024 is $49.5 billion and the plan fiduciary net position as a percentage of total pension liability is 37.99%.

The total pension liabilities for the June 30, 2024 measurement date were determined based on actuarial valuations as of July 1, 2023 which were rolled forward to June 30, 2024.

Actuarial Methods and Assumptions

In the July 1, 2023 PERS and TPAF actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The pension systems selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 68. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

Employer and Employee Pension Contributions

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan members and employer contributions may be amended by State of New Jersey legislation with the amount of contributions by the State of New Jersey contingent upon the Annual Appropriations Act. As defined, the retirement systems require employee contributions based on 7.50% for PERS, 7.50% for TPAF and 5.50% for DCRP of the employee's annual compensation for fiscal year 2025.

PERS employers' and TPAF State's nonemployer contributions are based on actuarially determined amounts, which include the normal cost and unfunded accrued liability. For the fiscal year ended June 30, 2025 for TPAF, which is a cost sharing multiple employer defined benefit pension plan with a special funding situation, the State's annual pension contribution was more than the actuarial determined amount. For local PERS, which is a cost sharing multiple employer defined benefit pension plan, the annual pension contributions were equal to the actuarial determined amounts. TPAF nonemployer contributions are made annually by the State of New Jersey to the pension system on behalf of the Board. PERS employer contributions are made annually by the Board to the pension system in accordance with Chapter 114, P.L. 1997. In the DCRP, which is a defined contribution plan, member contributions are matched by a 3% employer contribution. All PERS and DCRP contributions made by the Board for fiscal years 2025, 2024 and 2023 were equal to the required contributions.

During the fiscal years ended June 30, 2025, 2024 and 2023 the Board was required to contribute for PERS and DCRP and the State of New Jersey, as a nonemployer contributing entity, contributed for TPAF, respectively, for normal cost pension and unfunded accrued liability contributions (including non-contributory group life insurance (NCGI)) the following amounts:

Fiscal Year Ended June 30,	PERS	On-behalf TPAF	DCRP
2025	$ 70,515	$ 1,014,082	$ 7,684
2024	66,218	986,081	6,023
2023	52,859	940,860	3,623

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Employer and Employee Pension Contributions (Continued)

In addition for fiscal years 2025, 2024 and 2023 the State contributed $583, $488 and $384, respectively, for TPAF for Long Term Disability Insurance Premium (LTDI).

The PERS contributions are recognized in the governmental fund financial statements (modified accrual basis) as an expenditure. The on-behalf TPAF contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB Statement No. 85, *Omnibus 2017* (GASB No. 85). The DCRP contributions are recognized in the governmental fund financial statements (modified accrual basis) as an expenditure, as well as, the district-wide financial statements (accrual basis) as an expense.

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board $229,305 during the fiscal year ended June 30, 2025 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount has been recognized in the district-wide financial statements (accrual basis) and the governmental fund financial statements (modified accrual basis) as both a revenue and expense/expenditure in accordance with GASB No. 85.

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

Public Employees Retirement System (PERS)

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions,* (GASB No. 68) requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense based on a measurement date no earlier than the end of the employer's prior fiscal year. The employer allocation percentages presented are based on the ratio of the contributions as an individual employer to total contributions to the PERS during the measurement period July 1, 2023 through June 30, 2024. Employer allocation percentages have been rounded for presentation purposes. Contributions from employers are recognized when due based on statutory requirements.

Although the NJ Division of Pensions and Benefits ("Division") administers one cost-sharing multiple employer defined benefit pension plan, separate (sub) actuarial valuations are prepared to determine the actuarial determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources and pension expense/(benefit) are determined separately for each individual employer of the State and local groups of the plan.

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages are presented for each group. The allocation percentages for each group as of June 30, 2024 are based on the ratio of each employer's contributions to total employer contributions of the group for the fiscal year ended June 30, 2024.

At June 30, 2025, the District reported in the statement of net position (accrual basis) a liability of $704,157 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2024 and was determined by an actuarial valuation as of July 1, 2023. The District's proportionate share of the net pension liability was based on the ratio of the District's share of contributions to the pension plan relative to the total contributions of all participating governmental entities, for the year ended June 30, 2024. At June 30, 2024, the District's proportionate share was 0.00518 percent, which was an increase of 0.00023 percent from its proportionate share measured as of June 30, 2023 of 0.00495 percent.

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

For the fiscal year ended June 30, 2025, the District recognized in the district-wide statement of activities (accrual basis) pension expense of $12,416 for PERS. The pension contribution made by the District during the current 2024/2025 fiscal year is the contribution that is applied to the net pension liability reported at the end of the current fiscal year of June 30, 2025 with a measurement date of the prior fiscal year end of June 30, 2024. Since the State of New Jersey applies the current year pension contribution towards the calculation of the net pension liability reported at the end of the current fiscal year, which has a measurement date of the preceding fiscal year end, there is no deferred outflows of resources reported as of June 30, 2025 for contributions made subsequent to the measurement date. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to PERS pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	$ 14,106	$ 1,875
Changes of Assumptions	875	8,012
Net Difference Between Projected and Actual Earnings on Pension Plan Investments		32,650
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	104,896	38,097
Total	$ 119,877	$ 80,634

At June 30, 2025, the amounts reported as deferred outflows of resources and deferred inflows of resources related to PERS pension will be recognized in pension expense/(benefit) as follows:

Year Ending June 30,	Total
2026	$ (20,957)
2027	38,804
2028	18,243
2029	2,324
2030	829
Thereafter	-
	$ 39,243

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions

The District's 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:	2.75-6.55% Based on Years of Service
Investment Rate of Return	7.00%

Mortality Rates

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

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2024) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plans 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 the PERS's target asset allocation as of June 30, 2024 are summarized in the following table:

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

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Discount Rate

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

Sensitivity of Net Pension Liability

The following presents the District's proportionate share of the PERS net pension liability as of the June 30, 2024 measurement date calculated using the discount rate of 7.00 percent, as well as what the District's proportionate share of the PERS net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's Proportionate Share of the PERS Net Pension Liability	$ 935,652	$ 704,157	$ 507,156

The sensitivity analysis was based on the proportionate share of the District's net pension liability as of the measurement date of June 30, 2024. A sensitivity analysis specific to the District's net pension liability at June 30, 2024 was not provided by the pension system.

Pension Plan Fiduciary Net Position

Detailed information about the PERS pension plan's fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial report may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF)

GASB No. 68, requires participating employers in TPAF to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense based on a measurement date no earlier than the end of the employer's prior fiscal year. The non-employer allocation percentages presented are based on the ratio of the State's actual contributions made as an employer and non-employer adjusted for unpaid early retirement incentives to total contributions to TPAF during the measurement period July 1, 2023 through June 30, 2024. Non-employer allocation percentages have been rounded for presentation purposes.

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and non-employer contributions by the State. 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. For the fiscal year ended June 30, 2024, the State's pension contribution was more than the actuarial determined amount.

In accordance with GASB No. 68, the District is not required to recognize a net pension liability for TPAF. The State of New Jersey, as a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to TPAF on behalf of the District. Accordingly, the District's proportionate share percentage determined under Statement No. 68 is zero percent and the State's proportionate share is 100% of the net pension liability attributable to the District for TPAF. Therefore, in addition, the District does not recognize any portion of the TPAF collective deferred outflows of resources and deferred inflows of resources.

For the fiscal year ended June 30, 2025, the District recognized in the district-wide statement of activities (accrual basis) pension benefit of $41,250 for TPAF. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2025 the State's proportionate share of the net pension liability attributable to the District is $11,308,109. The net pension liability was measured as of June 30, 2024 and was determined by an actuarial valuation as of July 1, 2023. The nonemployer allocation percentages are based on the ratio of the State's contributions made as a nonemployer attributable to the District adjusted for unpaid early retirement incentives relative to total contributions to TPAF during the year ended June 30, 2024. At June 30, 2024, the State's share of the net pension liability attributable to the District was 0.02288 percent, which was an increase of 0.00019 percent from its proportionate share measured as of June 30, 2023 of 0.02269 percent.

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Actuarial Assumptions

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

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

Mortality Rates

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

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2024) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans 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 the TPAF's target asset allocation as of June 30, 2024 are summarized in the following table:

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

Discount Rate

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

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Sensitivity of Net Pension Liability

The following presents the State's proportionate share of the TPAF net pension liability attributable to the District as of the June 30, 2024 measurement date calculated using the discount rate of 7.00%, as well as what the State's proportionate share of the TPAF net pension liability attributable to the District that would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00% percent) or 1-percentage-point higher (8.00% percent) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
State's Proportionate Share of the TPAF Net Pension Liability Attributable to the District	$ 13,441,288	$ 11,308,109	$ 9,511,569

The sensitivity analysis was based on the State's proportionate share of the net pension liability attributable to the District as of the measurement date of June 30, 2024. A sensitivity analysis specific to the State's proportionate share of the net pension liability attributable to the District at June 30, 2024 was not provided by the pension system.

Pension Plan Fiduciary Net Position

Detailed information about the TPAF pension plan's fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial report may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

E. Post-Retirement Medical Benefits

The State of New Jersey sponsors and administers the post-retirement health benefit program plan for school districts.

As a result of implementing GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans,* the post-retirement health benefit program plan is reported in a Custodial Fund in the New Jersey Annual Comprehensive Financial Report for the fiscal year ended June 30, 2024. In addition, the plan is administered on a pay-as-you-go basis. Therefore, the plan has no assets accumulated in a qualified trust. In accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pension* (GASB No. 75), the plan is classified as a multiple-employer defined benefit OPEB plan with a special funding situation that is not administered through a trust that meets the criteria in paragraph 4 of GASB No. 75.

Plan Description and Benefits Provided

The State of New Jersey sponsors and administers the following post-retirement health benefit program plan covering certain local school district employees, including those Board employees and retirees eligible for coverage.

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

State Health Benefit Program Fund – Local Education Retired Employees Plan (including Prescription Drug Program Fund) – N.J.S.A. 52:14-17.32f provides medical coverage, prescription drug benefits and Medicare Part B reimbursement to qualified retired education employees and their covered dependents. The State of New Jersey provides employer-paid coverage to members of the TPAF who retire from a board of education or county college with 25 years of service or on a disability retirement. Under the provisions of Chapter 126, P.L. 1992, the State also provides employer-paid coverage to members of the PERS, the Police and Firemen Retirement System (PFRS) or Alternate Benefits Program (ABP) who retire from a board of education or county college with 25 years of service or on a disability retirement. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program if their employer participates in this program or if they are participating in the health benefits plan of their former employer and are enrolled in Medicare Parts A and B by paying the cost of the insurance for themselves and their covered dependents.

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

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 above Fund. The financial reports may be accessed via the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

Plan Membership

Membership of the defined benefit OPEB plan consisted of the following at June 30, 2023:

Active Plan Members	219,185
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	153,556
Total	372,741

Measurement Focus and Basis of Accounting

The financial statements of the post-employment health benefit plans are prepared in accordance with U.S. generally accepted accounting principles as applicable to governmental organizations. In doing so, the Division adheres to reporting requirements established by the Governmental Accounting Standards Board (GASB).

The accrual basis of accounting is used for measuring financial position and changes in net position of the post-employment health benefit plan. Under this method, contributions are recorded in the accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of each plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

Collective Net OPEB Liability

The collective net OPEB liability of the State, as the non-employer contributing entity, of the plan at June 30, 2024 is $59.7 billion, and the plan fiduciary net position as a percentage of the total OPEB liability is zero percent.

The total OPEB liabilities at June 30, 2024 were determined based on actuarial valuations as of July 1, 2023 which were rolled forward to June 30, 2024.

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

Actuarial Methods and Assumptions

In the June 30, 2023 OPEB actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The Plan selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 75. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

Post-Retirement Medical Benefits Contributions

The funding policy of the OPEB plan is pay as you go basis; therefore, there is no prefunding of the liability. Contributions to pay for the health benefit premiums of participating employees in the OPEB plan are made by the State, as a non-employer contributing entity, under a special funding situation in accordance with State statutes as previously disclosed. The State as a non-employer contributing entity made contributions of $1.50 billion to the OPEB plan in fiscal year 2024.

The State sets the contribution rate based on a pay as you go basis rather than the actuarial determined contribution an amount actuarially determined in accordance with the parameters of GASB Statement 75. The actuarial determined contribution represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and any unfunded actuarial liabilities (or funding excess) of the plan using a systematic and rational method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with OPEB through the Plan. The State's contributions, as a nonemployer contributing entity, to the State Health Benefits Program Fund – Local Education Retired Employees Plan for retirees' post-retirement benefits on behalf of the School District for the fiscal years ended June 30, 2025, 2024 and 2023 were $296,316, $268,375 and $247,161, respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund – Local Education Retired Employees Plan for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey. The on-behalf OPEB contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB No. 85.

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

GASB Statement No. 75 requires participating employers in the State Health Benefit Program Fund – Local Education Retired Employees Plan to recognize their proportionate share of the collective OPEB liability, collective deferred outflows of resources, collective deferred inflows of resources and collective OPEB expense based on a measurement date no earlier than the end of the employer's prior fiscal year. The nonemployer allocation percentages presented are based on the ratio of the State's contributions made as a nonemployer toward the actuarially determined contribution amount to total contributions to the plan during the measurement period July 1, 2023 through June 30, 2024. Nonemployer allocation percentages have been rounded for presentation purposes.

In accordance with GASB No. 75, the District is not required to recognize an OPEB liability for the post-employment health benefit plan. The State of New Jersey, as a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to the plan on behalf of the District. Accordingly, the District's proportionate share percentage determined under Statement No. 75 is zero percent and the State's proportionate share is 100% of the OPEB liability attributable to the District. Therefore, in addition, the District does not recognize any portion of the collective deferred outflows of resources and deferred inflows of resources related to the plan.

For the fiscal year ended June 30, 2025, the District recognized in the district-wide statement of activities (accrual basis) OPEB expense of $543,931. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2025 the State's proportionate share of the OPEB liability attributable to the District is $10,060,936. The State's proportionate share of the OPEB liability attributable to the District was measured as of June 30, 2024 and was determined by an actuarial valuation as of July 1, 2023. The nonemployer allocation percentages are based on the ratio of the State's proportionate share of the OPEB liability attributable to the District at June 30, 2024 to the total OPEB liability of the State Health Benefit Program Fund – Local Education Retired Employees Plan at June 30, 2024. At June 30, 2024, the state's share of the OPEB liability attributable to the District was 0.01687 percent, which was a decrease of 0.00005 percent from its proportionate share measured as of June 30, 2023 of 0.01692 percent.

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Actuarial Assumptions

The OPEB 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.

	PERS	TPAF
Salary Increases	2.75% to 6.55% Based on Years of Service	2.75% to 5.65% Based on Years of Service

Mortality Rates

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

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

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

Health Care Trend Assumptions

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

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Discount Rate

The discount rate for June 30, 2024 was 3.93%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Changes in the Total OPEB Liability

The change in the State's proportionate share of the OPEB liability attributable to the District for the fiscal year ended June 30, 2025 (measurement date June 30, 2024) is as follows:

	Total OPEB Liability (State Share 100%)
Balance, June 30, 2023 Measurement Date	$ 8,861,869
Changes Recognized for the Fiscal Year:	
Service Cost	466,180
Interest on the Total OPEB Liability	331,182
Differences Between Expected and Actual Experience	(106,719)
Changes of Assumptions	752,692
Gross Benefit Payments	(252,929)
Contributions from the Member	8,661
Net Changes	$ 1,199,067
Balance, June 30, 2024 Measurement Date	$ 10,060,936

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

The change in the total OPEB liability was based on the State's proportionate share of the OPEB liability attributable to the District at June 30, 2024.

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Sensitivity of OPEB Liability

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the State's proportionate share of the OPEB liability attributable to the District as of the June 30, 2024 measurement date calculated using the discount rate of 3.93%, as well as what the State's proportionate share of the OPEB liability attributable to the District that would be if it were calculated using a discount rate that is 1-percentage-point lower (2.93%) or 1-percentage-point higher (4.93%) than the current rate:

	1% Decrease (2.93%)	Current Discount Rate (3.93%)	1% Increase (4.93%)
State's Proportionate Share of the OPEB Liability Attributable to the District	$ 11,783,511	$ 10,060,936	$ 8,675,628

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the State's proportionate share of the OPEB liability attributable to the District as of the June 30, 2024 measurement date calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
State's Proportionate Share of the OPEB Liability Attributable to the District	$ 8,380,833	$ 10,060,936	$ 12,249,381

The sensitivity analyses were based on the State's proportionate share of the OPEB liability attributable to the District at June 30, 2024. Sensitivity analyses specific to the State's proportionate share of the OPEB liability attributable to the District at June 30, 2024 were not provided by the pension system.

F. Tax Abatements

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

For Riverdale Board of Education, the District's share of abated taxes resulting from the municipality having entered into a tax abatement agreement is indeterminate.

NOTE 6 RESTATEMENT

During fiscal year 2025, the Riverdale Board of Education determined that a restatement is required as a result of the implementation of GASB 101 for compensated balances. The Riverdale Board of Education has determined that the effect on the financial statements previously reported as of and for the fiscal year ended June 30, 2024 are as follows:

Governmental Activities

The financial statements of the governmental activities as of June 30, 2024 have been restated to reflect certain activities related to compensated balances. The effect of this restatement is to decrease net position of governmental activities by $59,610 from $9,351,356 as previously reported to $9,291,746 as of June 30, 2024.

Also the effect of this restatement is to increase the liability for compensated absences by $59,610 from $91,525 as previously reported to $151,135 as of June 30, 2024.

	District-wide Net Position	District-wide Long Term Liabilities Compensated Absence
	Governmental Activities	Governmental Activities
Balance July 1, 2024 - As Reported	$ 9,351,356	$ 91,525
Change in Accounting Principle (Adoption of GASB No. 101)	(59,610)	59,610
Balance July 1, 2024 - Restated	$ 9,291,746	$ 151,135

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

RIVERDALE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget To Actual
REVENUES					
Local Sources					
Local Tax Levy	$ 9,084,342	-	$ 9,084,342	$ 9,084,342	
Tuition from Individuals	52,000	-	52,000	57,964	$ 5,964
Interest		-		147,857	147,857
Interest Earned on Maintenance Reserve	200		200	15,004	14,804
Interest Earned on Capital Reserve	200		200	93,444	93,244
Unrestricted Miscellaneous Revenue	4,000	-	4,000	8,896	4,896
Total Local Sources	9,140,742	-	9,140,742	9,407,507	266,765
State Sources					
Special Education Aid	474,868	-	474,868	474,868	-
Transportation Aid	128,697	-	128,697	128,697	-
Security Aid	49,170	-	49,170	49,170	-
Extraordinary Aid	65,600	-	65,600	67,823	2,223
Non Public Transportation	-	-		7,005	7,005
On-behalf TPAF Pension Benefit Contribution		-			
(Non-Budget)		-		1,001,674	1,001,674
On-behalf TPAF Pension NCGI Premium		-			
(Non-Budget)		-		12,408	12,408
On-behalf TPAF Post Retirement Medical Contribution		-			
(Non-Budget)		-		296,316	296,316
On-behalf TPAF Long-Term Disability Insurance		-			
(Non-Budget)		-		583	583
TPAF Social Security Contribution		-			
(Non-Budget)	-	-	-	229,305	229,305
Total State Sources	718,335	-	718,335	2,267,849	1,549,514
Total Revenues	9,859,077	-	9,859,077	11,675,356	1,816,279
EXPENDITURES					
CURRENT EXPENDITURES					
Instruction					
Regular Programs					
Salaries of Teachers					
Preschool	117,083	$ 6,334	123,417	120,546	2,871
Kindergarten	165,058	(527)	164,531	161,135	3,396
Grades 1-5	903,282	(2,764)	900,518	875,079	25,439
Grades 6-8	668,698	97	668,795	605,730	63,065
Regular Program - Home Instruction					
Salaries of Teachers	2,350	-	2,350	950	1,400
Purchased Professional-Educational Services	2,000	(1,854)	146		146
Regular Program - Undistributed Instruction					
Other Salaries for Instruction	109,309	-	109,309	64,606	44,703
Purchased Professional-Educational Services	1,500	(1,500)			-
Other Purchased Services	23,935	10,411	34,346	34,346	-
General Supplies	102,819	(9,107)	93,712	71,949	21,763
Textbooks	60,000	6,022	66,022	40,301	25,721
Other Objects	80,063	(1,671)	78,392	49,626	28,766
Total Regular Programs	2,236,097	5,441	2,241,538	2,024,268	217,270

RIVERDALE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget To Actual
EXPENDITURES					
CURRENT EXPENDITURES (Continued)					
Special Education					
Learning and/or Language Disabilities					
Salaries of Teachers	$ 200	$ (63)	$ 137	$ 50	$ 87
Other Salaries for Instruction	99,599	(5,536)	94,063	90,473	3,590
General Supplies	400	(400)	-	-	-
Total Learning and/or Language Disabilities	100,199	(5,999)	94,200	90,523	3,677
Multiple Disabilities					
Salaries of Teachers	206,313	9	206,322	198,993	7,329
Other Salaries for Instruction	9,275	3,850	13,125	13,125	-
General Supplies	200	172	372	366	6
Other Objects	250	(250)	-	-	-
Total Multiple Disabilities	216,038	3,781	219,819	212,484	7,335
Resource Room/Resource Center					
Salaries of Teachers	441,152	287	441,439	421,842	19,597
Other Salaries for Instruction	8,644	19,790	28,434	28,434	-
General Supplies	600	(123)	477	477	-
Textbooks	100	(100)	-	-	-
Total Resource Room/Resource Center	450,496	19,854	470,350	450,753	19,597
Total Special Education - Instruction	766,733	17,636	784,369	753,760	30,609
Basic Skills/Remedial Instruction					
Salaries of Teachers	129,623	(10,000)	119,623	99,039	20,584
General Supplies	500	(212)	288	283	5
Total Basic Skills/Remedial Instruction	130,123	(10,212)	119,911	99,322	20,589
School Sponsored Cocurricular Activities					
Salaries	54,919	(866)	54,053	38,909	15,144
Supplies and Materials	4,000	2,671	6,671	6,671	-
Other Objects	-	109	109	109	-
Total School Sponsored Cocurricular Activities	58,919	1,914	60,833	45,689	15,144
School Sponsored Athletics					
Salaries	16,585	-	16,585	14,685	1,900
Supplies and Materials	3,400	10	3,410	3,381	29
Other Objects	4,900	(1,145)	3,755	3,755	-
Total School Sponsored Athletics	24,885	(1,135)	23,750	21,821	1,929

RIVERDALE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget To Actual
EXPENDITURES					
CURRENT EXPENDITURES (Continued)					
Other Instructional Programs					
Salaries	$ 14,055		$ 14,055	$ 14,055	
Supplies and Materials	285	$ (10)	275	275	
Other Objects	50	-	50	50	-
Total Other Instructional Programs	14,390	(10)	14,380	14,380	-
Other Supplemental/At-Risk Programs					
Salaries	-	1,900	1,900	1,356	$ 544
Total Other Supplemental/At-Risk Programs	-	1,900	1,900	1,356	544
Total Instruction	3,231,147	15,534	3,246,681	2,960,596	286,085
Undistributed Expenditures					
Instruction					
Tuition to Other LEAs Within the State-Regular	1,456,560	10,996	1,467,556	1,467,556	-
Tuition to County Voc. School Dist-Regular	218,459	(21,305)	197,154	179,728	17,426
Tuition to Private Schools - Disabled - W/I State	938,688	(84,410)	854,278	451,685	402,593
Total Undistributed Expenditures - Instruction	2,613,707	(94,719)	2,518,988	2,098,969	420,019
Attendance and Social Work Services					
Salaries	35,768	4,534	40,302	40,128	174
Total Attendance and Social Work Services	35,768	4,534	40,302	40,128	174
Health Services					
Salaries	75,750	(3,025)	72,725	72,725	-
Purchased Professional and Technical Services	15,000	(3,518)	11,482	10,000	1,482
Other Purchases Services	7,465	(7,265)	200	105	95
Supplies and Materials	2,863	9,274	12,137	12,137	-
Other Objects	380	-	380	110	270
Total Health Services	101,458	(4,534)	96,924	95,077	1,847
Speech, OT, PT & Related Services					
Salaries	61,320	552	61,872	61,872	-
Purchased Professional - Educational Services	58,379	(5,631)	52,748	45,770	6,978
Supplies and Materials	100	3,152	3,252	3,252	-
Other Objects	447	58	505	505	-
Total Speech, OT, PT & Related Services	120,246	(1,869)	118,377	111,399	6,978
Other Support Serv. Students - Extra. Svcs.					
Salaries	36,156	1,117	37,273	37,273	-
Purchased Professional-Educational Services	14,340	40,491	54,831	54,831	-
Total Other Support Serv. Students - Extra. Svcs.	50,496	41,608	92,104	92,104	-
Guidance					
Salaries of Other Professional Staff	74,275	(388)	73,887	44,565	29,322
Salaries of Secretarial and Clerical Assistants	12,607	-	12,607	12,607	-
Other Purchased Professional & Technical Services	8,945	-	8,945	8,945	-
Supplies and Materials	1,000	-	1,000	-	1,000
Total Guidance	96,827	(388)	96,439	66,117	30,322

RIVERDALE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget To Actual
EXPENDITURES					
CURRENT EXPENDITURES (Continued)					
Undistributed Expenditures(Continued)					
Child Study Teams					
Salaries of Other Professional Staff	$ 234,326	$ 387	$ 234,713	$ 215,391	$ 19,322
Salaries of Secretarial and Clerical Assistants	17,548	-	17,548	12,393	5,155
Other Salaries	5,040	-	5,040	2,917	2,123
Other Purchased Professional and Tech. Services	73,151	64,653	137,804	85,414	52,390
Other Purchased Services	1,200	-	1,200	1,050	150
Supplies and Materials	1,204	2,390	3,594	1,655	1,939
Other Objects	1,271	-	1,271	1,240	31
Total Child Study Teams	333,740	67,430	401,170	320,060	81,110
Improvement of Inst. Serv.					
Salaries of Supervisors of Instruction	61,770	4,534	66,304	66,304	-
Other Purchased Professional and Technical Services	11,022	-	11,022	11,022	-
Other Purchased Services	-	7,000	7,000	7,000	-
Total Improvement of Inst. Serv.	72,792	11,534	84,326	84,326	-
Educational Media Services/School Library					
Salaries	76,775	-	76,775	57,775	19,000
Salaries of Technology Coordinators	59,530	-	59,530	54,530	5,000
Purchased Professional and Technical Services	16,348	-	16,348	15,123	1,225
Other Purchased Services	3,430	-	3,430		3,430
Supplies and Materials	2,100	3,023	5,123	3,732	1,391
Total Educational Media Serv./School Library	158,183	3,023	161,206	131,160	30,046
Instructional Staff Training Services					
Other Salaries	10,180	(2,399)	7,781		7,781
Purchased Professional/Educational Services	15,000	(6,639)	8,361	6,500	1,861
Other Purchased Services	10,000	(4,100)	5,900	1,887	4,013
Total Instructional Staff Training Services	35,180	(13,138)	22,042	8,387	13,655
Support Services General Administration					
Salaries	217,908	6,045	223,953	223,953	-
Legal Services	25,700	5,201	30,901	30,900	1
Audit Fees	27,300	26,180	53,480	26,180	27,300
Other Purchased Professional Services	5,820	585	6,405	6,405	-
Communications/Telephone	7,123	1,036	8,159	8,159	-
BOE Other Purchased Services	12,558	801	13,359	13,359	-
Miscellaneous Purchased Services	8,200	(1,102)	7,098	7,098	-
General Supplies	1,700	970	2,670	2,670	-
Miscellaneous Expenditures	3,085	23	3,108	3,108	-
BOE Membership Dues and Fees	4,934	-	4,934	4,933	1
Total Support Services General Administration	314,328	39,739	354,067	326,765	27,302
Support Services School Administration					
Salaries of Principal/Asst. Principals	80,000	-	80,000	80,000	-
Salaries of Secretarial and Clerical Assistants	25,740	-	25,740	25,740	-
Supplies and Materials		-			-
Other Objects	3,460	(539)	2,921	2,921	-
Total Support Services School Administration	109,200	(539)	108,661	108,661	-

RIVERDALE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget To Actual
EXPENDITURES					
CURRENT EXPENDITURES (Continued)					
Undistributed Expenditures (Continued)					
Central Services					
Salaries	$ 135,620		$ 135,620	$ 129,028	$ 6,592
Purchased Professional Services	16,998	$ 10,597	27,595	27,490	105
Miscellaneous Purchased Services	4,150	975	5,125	4,278	847
Supplies and Materials	2,200	1,694	3,894	3,894	-
Miscellaneous Expenditures	1,484	-	1,484	1,434	50
Total Central Services	160,452	13,266	173,718	166,124	7,594
Admin. Info. Technology					
Purchased Professional Services	5,839	1,386	7,225	6,600	625
Purchased Technical Services	32,340	2,384	34,724	34,208	516
Miscellaneous Purchased Services	20,471	(2,219)	18,252	13,808	4,444
Supplies and Materials	7,000	(3,883)	3,117	1,536	1,581
Total Admin. Info. Technology	65,650	(2,332)	63,318	56,152	7,166
Required Maintenance for School Facilities					
Salaries	68,386	1,321	69,707	68,186	1,521
Cleaning, Repair and Maintenance Services	122,300	4,033	126,333	64,531	61,802
General Supplies	5,000	(2,484)	2,516	2,516	-
Total Required Maintenance for School Fac.	195,686	2,870	198,556	135,233	63,323
Custodial Services					
Salaries	202,016	(21,500)	180,516	139,124	41,392
Salaries of Non-Instructional Aides	67,796	(9,560)	58,236	35,587	22,649
Purchased, Professional and Technical Services	5,900	(697)	5,203	4,666	537
Cleaning, Repair and Maintenance Service	6,600	10,096	16,696	16,558	138
Rental of Land & Bldg. Oth. Than Lease Agreement	400	-	400		400
Insurance	92,000	(2,421)	89,579	89,089	490
Miscellaneous Purchased Services	1,800	-	1,800	971	829
General Supplies	30,000	7,689	37,689	35,681	2,008
Energy (Natural)	45,000	(6,330)	38,670	30,825	7,845
Energy (Electricity)	53,000	16,565	69,565	69,565	-
Other Objects	860	100	960	960	-
Total Custodial Services	505,372	(6,058)	499,314	423,026	76,288
Care and Upkeep of Grounds					
Miscellaneous Purchased Services		8,375	8,375	8,375	
General Supplies	2,000	12,796	14,796	12,224	2,572
Total Care and Upkeep of Grounds	2,000	21,171	23,171	20,599	2,572
Security					
General Supplies	2,000	57,435	59,435	57,667	1,768
Other Objects	-	2,992	2,992	2,992	-
Total Security	2,000	60,427	62,427	60,659	1,768
Student Transportation Services					
Salaries for Pupil Transportation					
(Between Home and School) - Regular	35,590	315	35,905	27,401	8,504
Contracted Serv.-Aid in Lieu of Payments-Non Public	58,995	(315)	58,680	30,877	27,803
Contracted Serv (Between Home & Sch) - Vendors		27,295	27,295	27,295	-
Contracted Serv (Other than Bet Home & Sch) - Vendors	18,000	(82)	17,918	9,866	8,052
Contracted Serv. (Reg. Students)-ESCs & CTSAs	584,137	(27,465)	556,672	534,288	22,384
Contracted Serv. (Spl.Ed.Students)-ESCs & CTSAs	295,395	(570)	294,825	72,027	222,798
General Supplies	1,000	670	1,670	934	736
Other Objects	1,000	151	1,151	931	220
Total Student Transportation Services	994,117	(1)	994,116	703,619	290,497

RIVERDALE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget To Actual
EXPENDITURES					
CURRENT EXPENDITURES (Continued)					
Undistributed Expenditures (Continued)					
Unallocated Benefits-Employee Benefits					
Social Security Contributions	$ 110,000	$ (684)	$ 109,316	$ 80,904	$ 28,412
Other Retirement Contributions - PERS	60,000	10,516	70,516	70,516	-
Other Retirement Contributions - Regular	7,000	684	7,684	7,684	-
Unemployment Compensation	3,000	-	3,000		3,000
Workmen's Compensation	35,000	-	35,000	31,442	3,558
Health Benefits	1,036,317	(10,516)	1,025,801	956,639	69,162
Tuition Reimbursement	8,000	-	8,000		8,000
Other Employee Benefits	30,056	-	30,056	20,968	9,088
Total Unallocated Benefits - Employee Benefits	1,289,373	-	1,289,373	1,168,153	121,220
On-behalf TPAF Pension Benefit Contribution (Non-Budget)				1,001,674	(1,001,674)
On-behalf TPAF Pension NCGI Premium (Non-Budget)				12,408	(12,408)
On-behalf TPAF Post Retirement Medical Contribution (Non-Budget)				296,316	(296,316)
On-behalf TPAF Long-Term Disability Insurance (Non-Budget)				583	(583)
On-behalf TPAF Social Security Contributions (Non-Budget)	-	-	-	229,305	(229,305)
Total On-Behalf TPAF Benefits (Non-Budgeted)	-	-	-	1,540,286	(1,540,286)
Interest on Maintenance Reserve	200	-	200	-	200
Total Undistributed Expenditures	7,256,775	142,024	7,398,799	7,757,004	(358,205)
Total Expenditures - Current Expenditures	10,487,922	157,558	10,645,480	10,717,600	(72,120)
CAPITAL OUTLAY					
Equipment					
Instruction - Grades 1-5	3,000	5,096	8,096	8,096	-
Instruction - Grades 6-8	3,000	5,096	8,096		8,096
Undistributed Expenditures-Administrative Information Technology	30,000	(4,307)	25,693	24,327	1,366
Undistributed Expenditures - Req Maint for School Facilities		8,480	8,480	8,480	-
Undistributed Expenditures - Security	50,000	40,325	90,325	65,138	25,187
Total Equipment	86,000	54,690	140,690	106,041	34,649
Facilities and Acquisition and Construction Services					
Legal Services		-			-
Architect and Engineering Services	30,000	59,769	89,769	46,680	43,089
Construction Services	250,000	(48,630)	201,370		201,370
Assessment for Debt Service on SDA Funding	16,125	-	16,125	16,125	-
Total Facilities Acquis. and Const. Services	296,125	11,139	307,264	62,805	244,459

RIVERDALE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget To Actual
EXPENDITURES					
CAPITAL OUTLAY (CONTINUED)					
Interest to Capital Reserve	$ 200	-	$ 200	-	$ 200
Total Capital Outlay	382,325	$ 65,829	448,154	$ 168,846	279,308
Total Expenditures	10,870,247	223,387	11,093,634	10,886,446	207,188
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(1,011,170)	(223,387)	(1,234,557)	788,910	2,023,467
Other Financing Sources (Uses)					
Transfer from Capital Projects	-	-	-	578,232	578,232
Total Other Financing (Sources)	-	-	-	578,232	578,232
Excess (Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures	(1,011,170)	(223,387)	(1,234,557)	1,367,142	2,601,699
Fund Balance, Beginning of Year	6,624,806	-	6,624,806	6,624,806	-
Fund Balance, End of Year	$ 5,613,636	$ (223,387)	$ 5,390,249	$ 7,991,948	$ 2,601,699

Restricted Fund Balance:		
Excess Surplus	$	1,086,472
Excess Surplus - Designated for Subsequent Year's Expenditures		1,334,244
Capital Reserve		3,724,550
Capital Reserve - Designated for Subsequent Year's Expenditures		800,000
Maintenance Reserve		318,761
Maintenance Reserve - Designated for Subsequent Year's Expenditures		100,000
Tuition Reserve		100,000
Tuition Reserve - Designated for Subsequent Year's Expenditures		100,000
Unemployment Compensation		19,399
Committed Fund Balance:		
Year-End Encumbrances		51,185
Assigned Fund Balance:		
Year-End Encumbrances		98,109
Unassigned Fund Balance:		259,228
		7,991,948
Reconciliation to Governmental Funds Statements (GAAP):		
Less: State Aid Payments Not Recognized on GAAP Basis		
Delayed State Aid Payments	$ (131,484)	
		(131,484)
Fund Balance Per Governmental Funds (GAAP)		$ 7,860,464

RIVERDALE BOARD OF EDUCATION
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget to Actual
REVENUES					
Intergovernmental					
Federal	$ 119,183	$ 81,697	$ 200,880	$ 183,262	$ (17,618)
Local	10,000	29,751	39,751	35,936	(3,815)
Total Revenues	129,183	111,448	240,631	219,198	(21,433)
EXPENDITURES					
Instruction					
Salaries	38,822	4,541	43,363	43,363	-
Tuition	62,154	15,374	77,528	77,528	-
Other Purchased Services		4,500	4,500	4,500	-
General Supplies	18,207	(8,721)	9,486	7,736	1,750
Other Objects		5,705	5,705	5,658	47
School Sponsored Co-curricular Activities/Athletics	10,000	29,491	39,491	29,491	10,000
Total Instruction	129,183	50,890	180,073	168,276	11,797
Support Services					
Salaries		700	700	700	-
Personnel Services - Employee Benefits		39,320	39,320	31,930	7,390
Purchased Professional/Educational Services		4,250	4,250	-	4,250
Other Purchased Services		12,313	12,313	7,940	4,373
General Supplies	-	3,975	3,975	3,975	-
Total Support Services	-	60,558	60,558	44,545	16,013
Total Expenditures	129,183	111,448	240,631	212,821	27,810
Excess (Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	6,377	6,377
Fund Balances, Beginning of Year	22,547	-	22,547	22,547	-
Fund Balances, End of Year	$ 22,547	$ -	$ 22,547	$ 28,924	$ 6,377
Recapitulation of Fund Balances					
Restricted Fund Balance					
Student Activities				$ 28,924	

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION - PART II

RIVERDALE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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

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

The following presents a reconciliation of the General and Special Revenue Funds from the budgetary basis of accounting as presented in the Budgetary Comparison Schedule - General Fund and Special Revenue Fund to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds.

		General Fund		Special Revenue Fund
Sources/inflows of resources				
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	(C-1)	$ 11,675,356	(C-2)	$ 219,198
Difference - Budget to GAAP:				
State Aid payments recognized for budgetary purposes, not recognized for GAAP statements (prior year)		151,624		
State Aid payments recognized for budgetary purposes, not recognized for GAAP statements (current year)		(131,484)		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.				
Encumbrances, June 30, 2024				4,250
Encumbrances, June 30, 2025		-		(16,598)
Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	(B-2)	$ 11,695,496	(B-2)	$ 206,850
Uses/outflows of resources				
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	(C-1)	$ 10,886,446	(C-2)	$ 212,821
Differences - Budget to GAAP				
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for *budgetary* purposes, but in the year the supplies are received for financial reporting purposes.				
Encumbrances, June 30, 2024				4,250
Encumbrances , June 30, 2025		-		(16,598)
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	(B-2)	$ 10,886,446	(B-2)	$ 200,473

REQUIRED SUPPLEMENTARY INFORMATION - PART III

PENSION INFORMATION
AND
POST-EMPLOYMENT BENEFITS INFORMATION

RIVERDALE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY

PUBLIC EMPLOYEES RETIREMENT SYSTEM
Last Ten Fiscal Years *

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's Proportion of the Net Position Liability (Asset)	0.00518 %	0.00495 %	0.00419 %	0.00441 %	0.00480 %	0.00517 %	0.00450 %	0.00456 %	0.00556 %	0.00485 %
District's Proportionate Share of the Net Pension Liability (Asset)	$ 704,157	$ 717,311	$ 632,581	$ 522,358	$ 782,776	$ 931,058	$ 886,058	$ 1,060,527	$ 1,647,171	$ 1,088,127
District's Covered Payroll	364,974	419,593	350,648	305,980	303,065	330,602	340,186	300,757	276,965	317,879
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	193%	171%	180%	171%	258%	282%	260%	353%	595%	342%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	68.22%	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%

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

RIVERDALE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS

PUBLIC EMPLOYEES RETIREMENT SYSTEM
Last Ten Fiscal Years

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually Required Contribution	$ 70,515	$ 66,218	$ 52,859	$ 51,639	$ 52,511	$ 50,262	$ 44,762	$ 42,205	$ 49,408	$ 41,674
Contributions in Relation to the Contractually Required Contributions	70,515	66,218	52,859	51,639	52,511	50,262	44,762	42,205	49,408	41,674
Contribution Deficiency (Excess)	-	-	-	-	-	-	-	-	-	-
District's Covered Payroll	448,483	364,974	419,593	350,648	305,980	303,065	330,602	340,186	300,757	276,965
Contributions as a Percentage of Covered Payroll	15.72%	18.14%	12.60%	14.73%	17.16%	16.58%	13.54%	12.41%	16.43%	15.05%

RIVERDALE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY

TEACHERS PENSION AND ANNUITY FUND
Last Ten Fiscal Years *

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's Proportion of the Net Position Liability (Asset)	0.02288 %	0.02270 %	0.02095 %	0.02109 %	0.02146 %	0.02146 %	0.02240 %	0.02240 %	0.02240 %	0.02240 %
District's Proportionate Share of the Net Pension Liability (Asset)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	11,308,109	11,584,364	10,809,152	10,139,211	14,255,527	13,168,415	12,068,545	13,864,693	15,095,090	14,296,105
Total	$ 11,308,109	$ 11,584,364	$ 10,809,152	$ 10,139,211	$ 14,255,527	$ 13,168,415	$ 12,068,545	$ 13,864,693	$ 15,095,090	$ 14,296,105
District's Covered Payroll	3,134,823	2,876,639	2,679,255	2,559,121	2,270,209	2,231,537	2,309,943	2,162,491	1,917,997	1,933,044
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	37.99%	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%

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

EXHIBIT L-4

RIVERDALE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF NET PENSION LIABILITY
AND SCHEDULE OF DISTRICT CONTRIBUTIONS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Change of Benefit Terms:	None.
Change of Assumptions:	Assumptions used in calculating the net pension liability and statutorily required employer contribution are presented in Note 5D.

RIVERDALE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF
TOTAL OPEB LIABILITY

Postemployment Health Benefit Plan

Last Eight Fiscal Years*

	2025	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability								
Service Cost	$ 466,180	$ 451,444	$ 557,921	$ 651,805	$ 369,594	$ 321,905	$ 361,346	$ 438,703
Interest on Total OPEB Liability	331,182	312,104	231,747	247,723	246,227	284,325	305,403	261,220
Change in Benefit Terms				(10,164)				
Differences Between Expected and Actual Experience	(106,719)	(429,045)	973,736	(2,004,709)	1,674,366	(874,177)	(801,186)	
Changes of Assumptions	752,692	17,862	(2,345,870)	9,421	1,980,858	100,735	(817,590)	(1,091,346)
Gross Benefit Payments	(252,929)	(243,290)	(229,552)	(195,136)	(188,788)	(207,395)	(190,511)	(246,312)
Contribution from the Member	8,661	7,998	7,364	6,333	5,722	6,148	6,584	9,070
Net Change in Total OPEB Liability	1,199,067	117,073	(804,654)	(1,294,727)	4,087,979	(368,459)	(1,135,954)	(628,665)
Total OPEB Liability - Beginning	8,861,869	8,744,796	9,549,450	10,844,177	6,756,198	7,124,657	8,260,611	8,889,276
Total OPEB Liability - Ending	$ 10,060,936	$ 8,861,869	$ 8,744,796	$ 9,549,450	$ 10,844,177	$ 6,756,198	$ 7,124,657	$ 8,260,611
District's Proportionate Share of OPEB Liability	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
State's Proportionate Share of OPEB Liability	10,060,936	8,861,869	8,744,796	9,549,450	10,844,177	6,756,198	7,124,657	8,260,611
Total OPEB Liability - Ending	$ 10,060,936	$ 8,861,869	$ 8,744,796	$ 9,549,450	$ 10,844,177	$ 6,756,198	$ 7,124,657	$ 8,260,611
District's Covered Payroll	$ 3,499,797	$ 3,296,232	$ 3,029,903	$ 2,865,101	$ 2,573,274	$ 2,562,139	$ 2,650,129	$ 2,463,248
District's Proportionate Share of the Total OPEB Liability as a Percentage of its Covered Payroll	0%	0%	0%	0%	0%	0%	0%	0%

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

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

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

RIVERDALE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF THE OPEB LIABILITY AND SCHEDULE OF DISTRICT PROPORTIONATE SHARE OF THE OPEB LIABILITY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Changes in Benefit Terms:	None.
Changes of Assumptions	Assumptions used in calculating the OPEB liability are presented in Note 5E.

SCHOOL LEVEL SCHEDULES

(General Fund)

NOT APPLICABLE

SPECIAL REVENUE FUND

RIVERDALE BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	IDEA Part B Basic	IDEA Part B Preschool	NCLB Title I	NCLB Title II-A	NCLB Title IV	Total Page 2	Total 2025
REVENUES							
Intergovernmental							
Federal	$ 74,176	$ 3,352	$ 63,030	$ 4,530	$ 11,019	$ 27,155	$ 183,262
Local	-	-	-	-	-	35,936	35,936
Total Revenues	74,176	3,352	63,030	4,530	11,019	63,091	219,198
EXPENDITURES							
Instruction							
Salaries for Instruction			31,100			12,263	43,363
Tuition	74,176	3,352				-	77,528
Other Purchased Services					1,500	3,000	4,500
General Supplies					2,341	5,395	7,736
Other Objects					3,768	1,890	5,658
Co-curricular Student Activities/Athletics	-	-	-	-	-	29,491	29,491
Total Instruction	74,176	3,352	31,100	-	7,609	52,039	168,276
Support Services							
Salaries						700	700
Personnel Services - Employee Benefits			31,930			-	31,930
Other Purchased Services				4,530	3,410	-	7,940
General Supplies	-	-	-	-	-	3,975	3,975
Total Support Services	-	-	31,930	4,530	3,410	4,675	44,545
Capital Outlay- Instructional Equipment	-	-	-	-	-	-	-
Total Expenditures	74,176	3,352	63,030	4,530	11,019	56,714	212,821
Net Change in Fund Balance	-	-	-	-	-	6,377	6,377
Fund Balance, July 1	-	-	-	-	-	22,547	22,547
Fund Balance, June 30	$ -	$ -	$ -	$ -	$ -	$ 28,924	$ 28,924

RIVERDALE BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ARP					
	ESSER III	Comp. Beyond	Mental Health	Student Athletics/ Activities	Local	Total Page 2
REVENUES						
Intergovernmental						
Federal	$ 12,613	$ 10,567	$ 3,975			$ 27,155
Local	-	-	-	$ 35,868	$ 68	35,936
Total Revenues	12,613	10,567	3,975	35,868	68	63,091
EXPENDITURES						
Instruction						
Salaries for Instruction	11,913	350				12,263
Other Purchased Services		3,000				3,000
General Supplies		5,327			68	5,395
Other Objects		1,890				1,890
Co-curricular Student Activities/Athletics	-	-	-	29,491	-	29,491
Total Instruction	11,913	10,567	-	29,491	68	52,039
Support Services						
Salaries	700					700
General Supplies	-	-	3,975	-	-	3,975
Total Support Services	700	-	3,975	-	-	4,675
Capital Outlay- Instructional Equipment	-	-	-	-	-	-
Total Expenditures	12,613	10,567	3,975	29,491	68	56,714
Net Change in Fund Balance	-	-	-	6,377	-	6,377
Fund Balance, July 1	-	-	-	22,547	-	22,547
Fund Balance, June 30	$ -	$ -	$ -	$ 28,924	$ -	$ 28,924

CAPITAL PROJECTS FUND

RIVERDALE BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Amount Authorized	Expenditures to Date Prior Years	Expenditures to Date Current Year	Balance June 30, 2025
2023 School Bond Referendum - Various School Improvements, Upgrades, and Renovations	$ 18,921,796	$ 1,100,141	$ 5,210,273	$ 12,611,382
	$ 18,921,796	$ 1,100,141	$ 5,210,273	$ 12,611,382

Reconciliation to GAAP Basis

Project Balance, June 30, 2025	$ 12,611,382
Less: Bonds Authorizations Not Issued	796
Fund Balance, June 30, 2025 - GAAP Basis	$ 12,610,586

Recapitulation of Fund Balance

Restricted for Capital Projects	
Year-End Encumbrances	$ 4,126,725
Available for Capital Projects	8,483,861
Fund Balance, GAAP Basis	$ 12,610,586

RIVERDALE BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Revenues and Other Financing Sources		
Revenues		
Interest on Investments	$	578,232
Total Revenues and Other Financing Sources	$	578,232
Expenditures and Other Financing Uses		
Expenditures:		
Salaries	$	45,438
Other Objects		30,125
Architect and Engineering Services		465,409
Equipment		608,843
Construction Services		4,060,458
Other Financing Uses:		
Transfers to General Fund		578,232
Total Expenditures and Other Financing Uses		5,788,505
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses		(5,210,273)
Fund Balance, July 1, 2024		17,820,859
Fund Balance, June 30, 2025	$	12,610,586
Reconciliation to Governmental Funds Statements (GAAP Basis):		
Fund Balance (Budgetary Basis)	$	12,610,586
Fund Balance Per Governmental Funds (GAAP Basis)	$	12,610,586

EXHIBIT F-2a

RIVERDALE BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
2023 SCHOOL BOND REFERENDUM - VARIOUS SCHOOL IMPROVEMENTS, UPGRADES, AND RENOVATIONS
FROM INCEPTION THROUGH THE FISCAL YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
Other Financing Sources				
Serial Bond Proceeds	$ 18,921,000	-	$ 18,921,000	$ 18,921,796
Total Revenues and Other Financing Sources	18,921,000	-	18,921,000	18,921,796
Expenditures and Other Financing Uses				
Salaries		$ 45,438	45,438	48,438
Other Objects		30,125	30,125	30,125
Architect and Engineering Services	468,072	465,409	933,481	1,844,369
Legal and Professional Services	40,170		40,170	47,152
Other Professional and Technical Services	105,958		105,958	151,000
Equipment		238,626	238,626	608,843
Construction Services	485,941	4,430,675	4,916,616	16,191,869
Total Expenditures and Other Financing Uses	1,100,141	5,210,273	6,310,414	18,921,796
Excess of Revenues Over Expenditures	$ 17,820,859	$ (5,210,273)	$ 12,610,586	$ -

Additional Project Information:	
Bond Authorization Date	7/15/2023
Bonds Authorized	$ 18,921,000
Bonds Issued	$ 18,921,000
Original Authorized Cost	$ 18,921,796
Additional Authorized Cost/(Cancelled)	$ -
Revised Authorized Cost	$ 18,921,796
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	33.35%
Original Target Completion Date	September 30, 2027
Revised Target Completion Date	September 30, 2027

PROPRIETARY FUNDS

EXHIBIT G-1

RIVERDALE BOARD OF EDUCATION
ENTERPRISE FUND
COMBINING STATEMENT OF NET POSITION
AS OF JUNE 30, 2025

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-4

EXHIBIT G-2

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-5

EXHIBIT G-3

COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-6

FIDUCIARY FUNDS

NOT APPLICABLE

LONG-TERM DEBT

RIVERDALE BOARD OF EDUCATION
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Issue	Date of Issue	Amount of Issue	Annual Maturities Date	Annual Maturities Amount	Interest Rate	Balance, July 1, 2024	Issued	Retired	Balance, June 30, 2025
School Referendum Bonds, 2023	7/18/2023	$ 18,921,000	7/15/2025	$ 501,000	3.50%				
			7/15/2026	520,000	3.50%				
			7/15/2027	540,000	3.50%				
			7/15/2028	565,000	3.50%				
			7/15/2029	585,000	3.50%				
			7/15/2030	610,000	3.50%				
			7/15/2031	635,000	3.50%				
			7/15/2032	660,000	3.50%				
			7/15/2033	690,000	3.50%				
			7/15/2034	715,000	3.50%				
			7/15/2035	745,000	3.50%				
			7/15/2036	780,000	3.50%				
			7/15/2037	810,000	3.50%				
			7/15/2038	840,000	3.50%				
			7/15/2039	875,000	4.00%				
			7/15/2040	910,000	4.00%				
			7/15/2041	950,000	4.00%				
			7/15/2042	990,000	4.00%				
			7/15/2043	1,000,000	4.00%				
			7/15/2044	1,000,000	4.00%				
			7/15/2045	1,000,000	4.00%				
			7/15/2046	1,000,000	4.00%				
			7/15/2047	1,000,000	4.00%				
			7/15/2048	1,000,000	4.00%	$ 18,921,000	$ -	-	$ 18,921,000
						18,921,000	$ -	-	$ 18,921,000

RIVERDALE BOARD OF EDUCATION
LONG-TERM DEBT
SCHEDULE OF CAPITAL FINANCING AGREEMENTS, OTHER FINANCING AGREEMENTS AND LOANS PAYABLE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOT APPLICABLE

EXHIBIT I-3

RIVERDALE BOARD OF EDUCATION
LONG TERM DEBT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Adjustments	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources					
Local Tax Levy	$ 829,970	-	$ 829,970	$ 829,970	
Debt Service Aid	230,396	-	230,396	230,396	-
Total Revenues	1,060,366	-	1,060,366	1,060,366	-
EXPENDITURES					
Regular Debt Service					
Interest on Bonds	1,060,366	-	1,060,366	1,060,366	-
				-	
Total Expenditures	1,060,366	-	1,060,366	1,060,366	-
Net Change in Fund Balances	-	-	-	-	-
Fund Balance, Beginning of Year	-	-	-	-	-
Fund Balance, End of Year	$ -	$ -	$ -	$ -	$ -

STATISTICAL SECTION

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

Contents	Exhibits
Financial Trends	
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	J-1 to J-5
Revenue Capacity	
These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.	J-6 to J-9
Debt Capacity	
These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.	J-10 to J-13
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.	J-14 and J-15
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	J-16 to J-20

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

EXHIBIT J-1

RIVERDALE BOARD OF EDUCATION
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Unaudited)
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2016	2017	2018	2019	2020 (Restated)	2021	2022	2023	2024 (Restated)	2025
Governmental activities										
Invested in capital assets, net of related debt	$ 4,423,483	$ 4,264,764	$ 4,107,541	$ 4,003,970	$ 4,254,317	$ 4,311,658	$ 4,102,005	$ 4,444,711	$ 4,345,729	$ 4,091,514
Restricted	875,956	1,115,415	1,196,492	1,528,761	1,829,495	1,822,343	2,275,477	3,237,890	4,271,813	5,191,634
Unrestricted	(418,641)	(544,985)	(355,176)	(46,563)	91,415	815,123	1,281,207	984,566	674,204	1,389,642
Total governmental activities net position	$ 4,880,798	$ 4,835,194	$ 4,948,857	$ 5,486,168	$ 6,175,226	$ 6,949,124	$ 7,658,689	$ 8,667,167	$ 9,291,746	$ 10,672,790
Business-type activities										
Invested in capital assets, net of related debt	$ 9,119	$ 12,773	$ 26,671	$ 23,177	$ 19,683	$ 19,366	$ 15,519	$ 36,735	$ 30,601	$ 24,463
Restricted										
Unrestricted	21,188	30,752	26,963	41,279	41,157	44,672	98,426	103,493	105,329	77,598
Total business-type activities net position	$ 30,307	$ 43,525	$ 53,634	$ 64,456	$ 60,840	$ 64,038	$ 113,945	$ 140,228	$ 135,930	$ 102,061
District-wide										
Invested in capital assets, net of related debt	$ 4,432,602	$ 4,277,537	$ 4,134,212	$ 4,027,147	$ 4,274,000	$ 4,331,024	$ 4,117,524	$ 4,481,446	$ 4,376,330	$ 4,115,977
Restricted	875,956	1,115,415	1,196,492	1,528,761	1,829,495	1,822,343	2,275,477	3,237,890	4,271,813	5,191,634
Unrestricted	(397,453)	(514,233)	(328,213)	(5,284)	132,572	859,795	1,379,633	1,088,059	779,533	1,467,240
Total district net position	$ 4,911,105	$ 4,878,719	$ 5,002,491	$ 5,550,624	$ 6,236,066	$ 7,013,162	$ 7,772,634	$ 8,807,395	$ 9,427,676	$ 10,774,851

*2020 has been restated for the implementation of GASB 84
*2024 has been restated for the implementation of GASB 101

EXHIBIT J-2

RIVERDALE BOARD OF EDUCATION
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Unaudited)
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses										
Governmental activities										
Instruction										
Regular	$ 4,269,838	$ 4,334,901	$ 4,509,295	$ 4,521,420	$ 4,669,037	$ 5,020,922	$ 4,775,503	$ 4,608,458	$ 4,774,297	$ 4,653,040
Special education	2,094,539	2,286,141	2,268,424	1,658,179	1,517,097	1,546,878	1,663,581	1,986,969	1,710,579	1,648,415
Other instruction	118,468	140,511	240,515	234,222	225,973	339,346	363,714	213,120	179,192	171,953
School Sponsored Activities and Athletics	58,279	64,221	73,906	75,986	60,025	58,174	171,681	92,291	89,756	120,053
Support Services:										
Student & instruction related services	933,331	939,725	883,134	925,990	907,595	1,030,573	783,148	951,395	1,257,913	1,310,949
School Administrative services	170,633	193,458	196,383	185,298	219,987	185,543	165,922	162,225	200,216	443,262
General administration	392,220	461,031	418,131	409,472	404,440	356,549	379,765	387,824	401,631	171,669
Central Services	214,617	222,078	261,622	268,329	285,157	270,659	262,692	234,514	321,397	277,772
Plant operations and maintenance	678,014	756,127	731,890	704,819	731,324	685,842	865,570	739,963	819,377	1,114,203
Pupil transportation	530,445	531,828	541,819	435,676	472,470	489,725	582,051	790,842	823,522	715,404
Interest on long-term debt	1,101	3,525	3,441	3,338	2,014	1,125	379	-	675,564	725,422
Total governmental activities expenses	9,461,485	9,933,546	10,128,560	9,422,729	9,495,119	9,985,336	10,014,006	10,167,601	11,253,444	11,352,142
Business-type activities:										
Food Service	93,542	94,851	104,886	108,482	92,770	60,510	194,100	147,270	138,561	147,935
Technology Initiative	-	-	992	1,515	975	4,505	8,444	7,328	7,512	9,240
Total business-type activities expense	93,542	94,851	105,878	109,997	93,745	65,015	202,544	154,598	146,073	157,175
Total district expenses	$ 9,555,027	$ 10,028,397	$ 10,234,438	$ 9,532,726	$ 9,588,864	$ 10,050,351	$ 10,216,550	$ 10,322,199	$ 11,399,517	$ 11,509,317
Program Revenues										
Governmental activities:										
Charges for Services	$ 37,480	$ 58,848	$ 45,000	$ 27,000	$ 22,575	$ 24,794	$ 113,465	$ 71,501	$ 94,275	$ 93,832
Operating grants and contributions	1,654,938	2,009,248	2,265,596	1,852,760	1,811,383	2,273,123	2,037,435	2,017,456	1,989,682	1,651,213
Capital grants and contributions					53,094	-		355,283	-	
Total governmental activities program revenues	1,692,418	2,068,096	2,310,596	1,879,760	1,887,052	2,297,917	2,150,900	2,444,240	2,083,957	1,745,045
Business-type activities:										
Charges for services										
Food service	$ 58,686	$ 70,268	$ 74,572	$ 73,900	$ 45,229	$ 5,435	$ 3,086	$ 76,878	$ 52,066	$ 49,703
Technology Initiative			1,212	2,675	3,029	10,604	9,927	11,786	10,956	9,705
Operating grants and contributions	37,048	37,752	40,158	44,103	41,867	52,162	239,422	92,195	64,980	57,501
Total business type activities program revenues	95,734	108,020	115,942	120,678	90,125	68,201	252,435	180,859	128,002	116,909
Total district program revenues	$ 1,788,152	$ 2,176,116	$ 2,426,538	$ 2,000,438	$ 1,977,177	$ 2,366,118	$ 2,403,335	$ 2,625,099	$ 2,211,959	$ 1,861,954
Net (Expense)/Revenue										
Governmental activities	$ (7,769,067)	$ (7,865,450)	$ (7,817,964)	$ (7,542,969)	$ (7,608,067)	$ (7,687,419)	$ (7,863,106)	$ (7,723,361)	$ (9,169,487)	$ (9,607,097)
Business-type activities	2,192	13,169	10,064	10,681	(3,620)	3,186	49,891	26,261	(18,071)	(40,266)
Total district-wide net expense	$ (7,766,875)	$ (7,852,281)	$ (7,807,900)	$ (7,532,288)	$ (7,611,687)	$ (7,684,233)	$ (7,813,215)	$ (7,697,100)	$ (9,187,558)	$ (9,647,363)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes levied for general purposes, net	$ 7,280,360	$ 7,761,669	$ 7,916,902	$ 8,075,240	$ 8,227,378	$ 8,391,926	$ 8,559,765	$ 8,717,867	$ 8,892,660	$ 9,084,342
Property taxes levied for debt service										829,970
Unrestricted state & federal aid	4,430	8,671	9,106	857			-	-	-	230,396
Miscellaneous income	21,618	49,506	5,619	4,183	9,175	69,391	12,906	13,972	969,809	843,433
Transfers										
Transfers									(8,793)	
Total governmental activities	7,306,408	7,819,846	7,931,627	8,080,280	8,236,553	8,461,317	8,572,671	8,731,839	9,853,676	10,988,141
Business-type activities:										
Miscellaneous Income/Transfers	38	49	45	141	4	12	16	22	13,773	6,397
Total business-type activities	38	49	45	141	4	12	16	22	13,773	6,397
Total district-wide	$ 7,306,446	$ 7,819,895	$ 7,931,672	$ 8,080,421	$ 8,236,557	$ 8,461,329	$ 8,572,687	$ 8,731,861	$ 9,867,449	$ 10,994,538
Change in Net Position										
Governmental activities	$ (462,659)	$ (45,604)	$ 113,663	$ 537,311	$ 628,486	$ 773,898	$ 709,565	$ 1,008,478	$ 684,189	$ 1,381,044
Business-type activities	2,230	13,218	10,109	10,822	(3,616)	3,198	49,907	26,283	(4,298)	(33,869)
Total district	$ (460,429)	$ (32,386)	$ 123,772	$ 548,133	$ 624,870	$ 777,096	$ 759,472	$ 1,034,761	$ 679,891	$ 1,347,175

EXHIBIT J-3

RIVERDALE BOARD OF EDUCATION
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Unaudited)
(modified accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund										
Restricted	$ 1,294,524	$ 1,491,892	$ 1,788,344	$ 2,320,427	$ 2,472,931	$ 3,329,765	$ 3,995,148	$ 4,403,085	$ 6,114,680	$ 7,583,426
Committed	16,305	15,290					179,104	228,854	65,829	51,185
Assigned	5,751	80,935	57,216	164,252	396,255	236,039	149,310	343,297	157,558	98,109
Unassigned	148,355	148,532	149,920	143,431	215,399	223,894	234,218	139,059	135,115	127,744
Total general fund	$ 1,464,935	$ 1,736,649	$ 1,995,480	$ 2,628,110	$ 3,084,585	$ 3,789,698	$ 4,557,780	$ 5,114,295	$ 6,473,182	$ 7,860,464
All Other Governmental Funds										
Reserved/Restricted	$ 14,546					$ 17,894	$ 15,879	$ (17,600)	$ 17,843,406	$ 12,639,510
Unreserved	-	-	-	-	-	-	-	-	-	
Total all other governmental funds	$ 14,546	$ -	$ -	$ -	$ -	$ 17,894	$ 15,879	$ (17,600)	$ 17,843,406	$ 12,639,510

RIVERDALE BOARD OF EDUCATION
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Unaudited)
(modified accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues										
Tax levy	$ 7,280,360	$ 7,761,669	$ 7,916,902	$ 8,075,240	$ 8,227,378	$ 8,391,926	$ 8,559,765	$ 8,717,867	$ 8,892,660	$ 9,914,312
Interest earnings	3,249	3,403	4,106	4,183	5,271	5,879	7,249	8,365	950,297	834,537
Tuition	37,480	58,848	45,000	27,000	22,575	12,000	82,970	37,718	53,820	57,964
Miscellaneous	22,211	52,600	6,137	1,805	5,379	76,306	36,152	37,126	59,967	44,832
State sources	835,559	989,812	1,103,307	1,240,293	1,309,730	1,386,614	1,839,450	2,090,506	2,227,967	2,518,385
Federal sources	100,694	118,724	91,729	145,703	127,327	163,302	327,975	694,957	302,454	170,914
Total revenue	8,279,553	8,985,056	9,167,181	9,494,224	9,697,660	10,036,027	10,853,561	11,586,539	12,487,165	13,540,944
Expenditures										
Instruction										
Regular Instruction	3,766,221	3,747,118	3,887,200	4,222,775	4,370,293	4,606,739	4,913,779	4,896,983	5,172,724	5,120,747
Special education instruction	1,971,182	2,090,704	2,058,108	1,573,130	1,446,178	1,421,292	1,715,710	2,102,703	1,767,057	1,805,253
Other instruction	96,625	113,113	191,928	206,137	209,870	296,258	382,895	226,248	205,813	202,046
School sponsored activities and athletics	58,279	64,221	68,947	74,574	59,319	56,683	172,183	93,896	90,161	117,449
Support Services:										
Student & inst. related services	878,262	859,323	778,896	880,933	869,284	941,435	801,095	993,500	1,328,109	1,363,317
General administration	370,315	394,872	406,631	416,166	383,462	351,703	381,010	395,175	399,925	428,334
School administrative services	141,232	157,995	160,490	170,230	172,557	173,926	172,234	177,441	199,968	179,286
Central services	214,617	222,078	241,715	261,983	281,204	227,625	197,316	198,258	274,748	215,352
Plant operations and maintenance	481,615	504,485	520,820	505,523	533,365	464,053	551,035	542,306	579,466	56,152
Pupil transportation	530,445	531,828	538,978	434,736	471,910	486,777	582,896	793,993	823,875	860,298
Administration Technology						30,307	68,158	38,139	41,463	714,073
Capital outlay	38,592	170,087	19,645	80,415	416,282	289,334	130,702	604,861	1,296,170	5,234,885
Debt service:										
Principal	9,489	31,041	31,551	31,654	25,447	26,336	18,102	-	-	
Interest and other charges	1,101	3,525	3,441	3,338	2,014	1,125	379	-	-	1,060,366
Total expenditures	8,557,975	8,890,390	8,908,350	8,861,594	9,241,185	9,373,593	10,087,494	11,063,503	12,179,479	17,357,558
Excess (Deficiency) of revenues over (under) expenditures	(278,422)	94,666	258,831	632,630	456,475	662,434	766,067	523,036	307,686	(3,816,614)
Other Financing sources (uses)										
Transfers in		14,546						33	699,767	578,232
Transfers out		(14,546)						(33)	(708,460)	(578,232)
Capital Lease Proceeds		162,502								
Bond Proceeds									18,921,000	
Total other financing sources (uses)	-	162,502	-	-	-	-	-	-	18,912,307	-
Net change in fund balances	$ (278,422)	$ 257,168	$ 258,831	$ 632,630	$ 456,475	$ 662,434	$ 766,067	$ 523,036	$ 19,219,993	$ (3,816,614)
Debt service as a percentage of noncapital expenditures	0.12%	0.40%	0.39%	0.40%	0.31%	0.30%	0.19%	0.00%	0.00%	8.75%

* Noncapital expenditures are total expenditures less capital outlay.

EXHIBIT J-5

RIVERDALE BOARD OF EDUCATION
GENERAL FUND OTHER LOCAL REVENUES BY SOURCE*
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year Ended June 30	Tuition	Other	Interest	Total
2025	$ 57,964	$ 8,896	$ 256,305	$ 323,165
2024	53,820	19,512	250,530	323,862
2023	37,718	3,343	8,332	49,393
2022	82,970	3,810	7,249	94,029
2021	12,000	51,512	5,879	69,391
2020	22,575	3,904	5,271	31,750
2019	27,000	-	4,183	31,183
2018	45,000	1,513	4,106	50,619
2017	58,848	46,103	3,403	108,354
2016	37,480	18,369	3,249	59,098

* Source: School District's Financial Statements

RIVERDALE BOARD OF EDUCATION
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
(Unaudited)

	Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate [a]
	2016	$ 18,192,800	$ 471,545,300	$ 465,400	$ 5,600	$ 192,456,200	$ 41,226,600	$ 40,794,000	$ 764,685,900	$ 7,245,200	$ 771,931,100	$ 836,741,274	$ 0.969
	2017	18,553,400	478,727,300	465,400	5,600	190,231,300	41,234,100	40,792,600	770,009,700	7,245,200	777,254,900	876,544,767	1.006
	2018	20,161,900	523,199,500	502,200	4,300	210,538,000	45,123,700	46,132,400	845,662,000	7,255,500	852,917,500	943,477,908	0.935
*	2019	20,005,700	536,368,900	516,200	4,300	214,503,600	45,954,500	47,180,800	864,534,000	7,255,500	871,789,500	934,293,752	0.941
	2020	20,069,400	535,770,700	525,100	4,300	213,142,800	46,009,800	47,237,200	862,759,300	7,255,500	870,014,800	940,169,968	0.962
	2021	19,265,300	556,176,800	535,200	4,300	215,169,400	47,999,400	48,199,800	887,350,200	5,313,532	892,663,732	942,558,776	0.929
	2022	19,158,400	579,767,700	1,567,700	4,700	212,131,200	50,490,800	55,949,300	919,069,800	5,127,574	924,197,374	990,603,639	0.933
	2023	19,087,100	618,605,900	1,632,400	4,700	222,125,200	55,228,500	51,918,500	968,602,300	5,411,425	974,013,725	1,051,284,078	0.911
	2024	19,551,800	656,629,900	1,684,600	4,700	226,900,300	58,264,700	54,394,800	1,017,430,800	5,454,825	1,022,885,625	1,039,446,547	0.944
	2025	19,093,800	657,501,600	1,684,600	4,700	227,334,900	58,264,700	54,394,800	1,018,279,100	5,517,311	1,023,796,411	1,101,148,766	0.990

Source: County Abstract of Ratables

a Tax rates are per $100

* The Borough underwent a revaluation effective for the calendar year 2018.

EXHIBIT J-7

RIVERDALE BOARD OF EDUCATION
PROPERTY TAX RATES
PER $100 OF ASSESSED VALUATION
LAST TEN YEARS
(Unaudited)

Calendar Year	Total	Local School District	Municipality	County
2025	$1.901	$0.990	$0.654	$0.257
2024	1.826	0.944	0.631	0.251
2023	1.825	0.911	0.645	0.269
2022	1.870	0.933	0.661	0.276
2021	1.873	0.929	0.669	0.275
2020	1.907	0.962	0.681	0.264
2019	1.883	0.941	0.660	0.282
*2018	1.883	0.935	0.661	0.287
2017	2.019	1.006	0.721	0.292
2016	1.960	0.969	0.722	0.269

* The Borough underwent a revaluation effective for the calendar year 2018.

Source: Tax Collector

RIVERDALE BOARD OF EDUCATION
PRINCIPAL PROPERTY TAXPAYERS,
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)

	2025	
Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value
Riverdale Multifamily Exchange LLC	$ 52,348,000	5.15%
Riverdale Crossing, LLC	47,673,300	4.69%
Cresskill Hills, LLC	18,332,700	1.80%
Target Corp Prop Tax Dept T-2247	17,912,000	1.76%
HD Development of Maryland, INC	15,041,800	1.48%
Riverdale Quarry, LLC	10,332,400	1.02%
Filtra CORP	10,105,800	0.99%
Riverdale Square, LLC	10,000,000	0.98%
Cho & Nam Associates, LLC	8,670,500	0.85%
Extra Space Storage INC	8,202,800	0.81%
	$ 198,619,300	19.52%

	2016	
Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value
D.R. Horton	$ 39,500,500	5.17%
Riverdale Road Development, LLC	39,000,000	5.10%
Riverdale Crossing	19,364,600	2.53%
Riverdale Quarry, LLC	18,942,800	2.48%
Target Corp.	15,500,000	2.03%
Cresskill Hills	13,500,000	1.77%
Home Depot	9,375,000	1.23%
Riverdale Square	7,245,200	0.95%
Verizon	7,086,000	0.93%
Cho & Nam Associates	6,308,000	0.82%
	$175,822,100	23.01%

Source: Municipal Tax Assessor

RIVERDALE BOARD OF EDUCATION
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2016	$ 7,280,360	$ 7,280,360	100.00%	-
2017	7,761,669	7,761,664	100.00%	-
2018	7,916,902	7,916,902	100.00%	-
2019	8,075,240	8,075,240	100.00%	-
2020	8,227,378	8,227,378	100.00%	-
2021	8,391,926	8,391,926	100.00%	-
2022	8,559,765	8,559,765	100.00%	-
2023	8,717,867	8,717,867	100.00%	-
2024	8,892,600	8,892,600	100.00%	-
2025	9,914,312	9,914,312	100.00%	-

EXHIBIT J-10

RIVERDALE BOARD OF EDUCATION
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year Ended June 30,	Governmental Activities: General Obligation Bonds	Governmental Activities: Certificates of Participation	Governmental Activities: Financing Agreements	Business-Type Activities: Capital Leases	Total District	Population	Per Capita
2016		N/A	$ 16,903	N/A	$ 16,903	4,227	$ 4
2017		N/A	133,090	N/A	133,090	4,212	32
2018		N/A	101,539	N/A	101,539	4,180	24
2019		N/A	69,885	N/A	69,885	4,132	17
2020		N/A	44,438	N/A	44,438	4,113	11
2021		N/A	18,102	N/A	18,102	4,103	4
2022		N/A	-	N/A	-	4,105	-
2023		N/A	-	N/A	-	4,107	-
2024	$ 18,921,000	N/A	-	N/A	18,921,000	4,142	4,568
2025	18,921,000				18,921,000	4,142 *	4,568

Source: District records
* Estimate

EXHIBIT J-11

RIVERDALE BOARD OF EDUCATION
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year Ended June 30,	General Bonded Debt Outstanding: General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value [a] of Property	Per Capita [b]
2016	-		-	0.00%	-
2017	-		-	0.00%	-
2018	-		-	0.00%	-
2019	-		-	0.00%	-
2020	-		-	0.00%	-
2021	-		-	0.00%	-
2022	-		-	0.00%	-
2023	-		-	0.00%	-
2024	$ 18,921,000		$ 18,921,000	1.85%	4,568
2025	18,921,000		18,921,000	1.85%	4,568

Source: District records

Notes:

a See Exhibit J-6 for property tax data.

b See Exhibit J-14 for population data.

RIVERDALE BOARD OF EDUCATION
COMPUTATION OF DIRECT AND OVERLAPPING OUTSTANDING BONDED DEBT
AS OF DECEMBER 31, 2024
(Unaudited)

	Gross Debt	Deductions	Net Debt
Municipal Debt			
School District	$ 18,921,000	$ 18,921,000	
Borough of Riverdale (1)	10,542,488	5,131,360	$ 5,411,128
Total Direct Debt	$ 29,463,488	$ 24,052,360	5,411,128
Net Overlapping Debt of School District:			
County of Morris - Borough's Share			3,754,228
Total Direct and Overlapping Debt			$ 9,165,356

Source: Borough of Riverdale School District, Chief Financial Officer and Morris County Treasurer's Office

(1) Borough of Riverdale 2024 Annual Debt Statement

RIVERDALE BOARD OF EDUCATION
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Legal Debt Margin Calculation for Fiscal Year 2025

	Equalized valuation basis	
	2024	$ 1,090,377,023
	2023	1,028,677,039
	2022	1,041,202,900
		$ 3,160,256,962
Average Equalized Valuation of Taxable Property		$ 1,053,418,987
Debt Limit 3% of Average Equalization Value		31,602,570
Total Net Debt Applicable to Limit		18,921,000
Legal Debt Margin		$ 12,681,570

	Fiscal Year June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Debt limit	$ 25,571,637	$ 25,588,387	$ 26,384,581	$ 27,063,978	$ 27,435,876	$ 27,475,484	$ 28,103,715	$ 29,549,400	$ 30,507,025	$ 31,602,570
Total net debt applicable to limit	-	-	-	-	-	-	-	-	18,921,000	18,921,000
Legal debt margin	$ 25,571,637	$ 25,588,387	$ 26,384,581	$ 27,063,978	$ 27,435,876	$ 27,475,484	$ 28,103,715	$ 29,549,400	$ 11,586,025	$ 12,681,570
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	62.02%	59.87%

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

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

EXHIBIT J-14

RIVERDALE BOARD OF EDUCATION
DEMOGRAPHIC STATISTICS
LAST TEN YEARS
(Unaudited)

Year Ended December 31,	Unemployment Rate	Per Capita Income	Population
2025	N/A	N/A	4,142 *
2024	3.1%	N/A	4,142
2023	2.8%	$ 112,976	4,105
2022	4.7%	111,597	4,105
2021	7.6%	107,767	4,103
2020	2.4%	102,227	4,113
2019	2.4%	99,140	4,132
2018	3.2%	97,244	4,180
2017	3.5%	93,544	4,212
2016	3.7%	91,252	4,227

Source: State Department of Labor, Office of Demographic and Economic Analysis

* Estimate

EXHIBIT J-15

RIVERDALE BOARD OF EDUCATION
PRINCIPAL EMPLOYERS,
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)

	2025		2016	
Employer	Employees	Percentage of Total Municipal Employment	Employees	Percentage of Total Municipal Employment

INFORMATION NOT AVAILABLE

EXHIBIT J-16

RIVERDALE BOARD OF EDUCATION
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Unaudited)

Function/Program	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Instruction										
Regular	26.0	24.0	22.8	24.8	26.7	24.0	23.8	23.4	23.4	24.5
Special education	11.0	10.4	16.4	12.4	6.8	9.5	8.2	7.6	7.6	9.0
Support Services:										
Student & instruction related services	4.6	14.9	6.1	6.4	14.8	14.2	13.9	13.7	14.8	10.5
General administration	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	1.4
School administrative services	2.0	2.0	1.5	1.0	1.0	1.0	1.0	1.0	1.0	1.5
Other administrative services										
Central services	3.2	3.5	1.3	1.7	3.3	3.3	3.3	3.3	3.3	1.3
Administrative Information Technology										
Plant operations and maintenance	5.4	5.3	4.9	2.0	4.5	4.5	4.0	4.0	4.0	4.0
Pupil transportation	0.5	0.5	0.7	0.6	-	0.3	0.3	0.3	0.3	0.3
Total	54.7	62.6	55.7	50.8	59.1	58.8	56.5	55.3	56.4	52.5

Source: District Personnel Records

RIVERDALE BOARD OF EDUCATION
OPERATING STATISTICS
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Enrollment [a]	Operating Expenditures [b]	Cost Per Pupil [c]	Percentage Change	Teaching Staff	Pupil/Teacher Ratio Elementary	Middle School	Senior High School	Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
2016	342.0	8,508,793	24,880	0.93%	33.5	1:10	N/A	N/A	336.4	323.0	1.20%	96.02%
2017	338.0	8,685,737	25,697	3.29%	31.0	1:11	N/A	N/A	341.0	327.1	1.37%	95.92%
2018	333.0	8,853,713	26,588	3.46%	31.0	1:11	N/A	N/A	335.3	323.8	-1.67%	96.57%
2019	341.0	8,746,187	25,649	-3.53%	32.0	1:10	N/A	N/A	338.0	323.2	0.81%	95.62%
2020	329.0	8,797,442	26,740	4.25%	33.5	1:09	N/A	N/A	322.2	316.9	-4.67%	98.36%
2021	295.0	9,056,798	30,701	14.81%	33.5	1:09	N/A	N/A	293.9	280.6	-8.78%	95.47%
2022	286.0	9,938,311	34,749	13.19%	33.5	1:09	N/A	N/A	285.1	270.5	-2.99%	94.88%
2023	289.0	10,458,642	36,189	4.14%	33.5	1:09	N/A	N/A	283.2	273.0	-0.67%	96.40%
2024	284.0	10,883,309	38,322	5.89%	34.4	1:09	N/A	N/A	278.3	272.0	-1.73%	97.75%
2025	275.0	10,986,744	39,952	4.25%	37.0	1:07	N/A	N/A	269.5	264.0	-3.16%	97.96%

Sources: District records

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

RIVERDALE BOARD OF EDUCATION
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
District Building										
Elementary										
Square Feet	73,120	73,120	73,120	73,120	73,120	73,120	73,120	73,120	73,120	73,120
Capacity (students)	520	520	520	520	520	520	520	520	520	520
Enrollment	275	284	289	286	295	329	341	333	338	342
Number of Schools at June 30										
Elementary =	1	1	1	1	1	1	1	1	1	1

Source: District Records

EXHIBIT J-19

RIVERDALE BOARD OF EDUCATION
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS

UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES

11-000-261-xxx

School Facilities	Project #	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Riverdale Public School	N/A	$ 135,233	$ 109,816	$ 107,213	$ 138,152	$ 119,289	$ 159,041	$ 95,822	$ 129,177	$ 113,857	$ 93,162

RIVERDALE BOARD OF EDUCATION
SCHEDULE OF INSURANCE
JUNE 30, 2025
(Unaudited)

		Coverage	Deductible
School Package Policy - General Security - Pooled Insurance Limit			
Blanket Building & Contents per Statement of Values		$ 28,272,654	$ 5,000
Flood/Earthquake	Per Occurrence	5,000,000	50,000
Crime Coverage		500,000	
Comprehensive/Commercial General Liability:			
General Aggregate Limit		1,000,000	
Comprehensive Auto Liability		1,000,000	1,000
Excess Liability Coverage		9,000,000	
Workers Compensation Coverage	Per Occurrence	1,000,000	
Cyber Coverage - First Party Liability Coverage			
Breach Response		1,000,000	
Crisis Management		1,000,000	
Cyber Extortion		1,000,000	
Business Interruption		1,000,000	
Digital Asset Restoration		1,000,000	
Public Official Bonds -			
Selective Surety Company			
Treasurer of School Monies		200,000	
Business Administrator/Board Secretary		200,000	

Source: Riverdale School District records.

SINGLE AUDIT SECTION

LERCH, VINCI & BLISS, LLP
CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-1

DIETER P. LERCH, CPA, RMA, PSA
GARY J. VINCI, CPA, RMA, PSA
JEFFREY C. BLISS, CPA, RMA, PSA
PAUL J. LERCH, CPA, RMA, PSA
JULIUS B. CONSONI, CPA, PSA
ANDREW D. PARENTE, CPA, RMA, PSA
ELIZABETH A. SHICK, CPA, RMA, PSA
ROBERT W. HAAG, CPA, RMA, PSA

DEBRA GOLLE, CPA
MARK SACO, CPA
ROBERT LERCH, CPA, PSA
CHRISTOPHER M. VINCI, CPA, PSA
CHRISTINA CUIFFO, CPA, PSA
JOHN CUIFFO, CPA, PSA

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

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Trustees
Riverdale Board of Education
Riverdale, 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 audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Riverdale Board of Education as of and for the fiscal year ended June 30, 2025 and the related notes to the financial statements, which collectively comprise the Riverdale Board of Education's basic financial statements and have issued our report thereon dated January 9, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Riverdale Board of Education'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 Riverdale Board of Education's internal control. Accordingly, we do not express an opinion on the effectiveness of the Riverdale Board of Education's internal control.

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

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

Report on Compliance and Other Matters

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

However, we noted certain matters that are not required to be reported under Government Auditing Standards that we reported to management of the Riverdale Board of Education in a separate report entitled, "Auditor's Management Report on Administrative Findings – Financial, Compliance and Performance" dated January 9, 2026.

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 Riverdale Board of Education'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 Riverdale Board of Education's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

LERCH, VINCI & BLISS, LLP
Certified Public Accountants
Public School Accountants

Dieter P. Lerch
Public School Accountant
PSA Number CS00756

Fair Lawn, New Jersey
January 9, 2026

LERCH, VINCI & BLISS, LLP
CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-2

DIETER P. LERCH, CPA, RMA, PSA
GARY J. VINCI, CPA, RMA, PSA
JEFFREY C. BLISS, CPA, RMA, PSA
PAUL J. LERCH, CPA, RMA, PSA
JULIUS B. CONSONI, CPA, PSA
ANDREW D. PARENTE, CPA, RMA, PSA
ELIZABETH A. SHICK, CPA, RMA, PSA
ROBERT W. HAAG, CPA, RMA, PSA

DEBRA GOLLE, CPA
MARK SACO, CPA
ROBERT LERCH, CPA, PSA
CHRISTOPHER M. VINCI, CPA, PSA
CHRISTINA CUIFFO, CPA, PSA
JOHN CUIFFO, CPA, PSA

REPORT ON COMPLIANCE FOR EACH MAJOR STATE PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE AS REQUIRED BY NEW JERSEY OMB CIRCULAR 15-08

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Trustees
Riverdale Board of Education
Riverdale, New Jersey

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited the Riverdale Board of Education's compliance with the types of compliance requirements identified as subject to audit in the New Jersey OMB Circular 15-08 State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the Riverdale Board of Education's major state programs for the fiscal year ended June 30, 2025. The Riverdale Board of Education's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Riverdale Board of Education complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major state programs 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; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey; and audit requirements of New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Our responsibilities under those standards, U.S. Uniform Guidance and New Jersey OMB Circular 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 Riverdale Board of Education and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major state program. Our audit does not provide a legal determination of the Riverdale Board of Education's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Riverdale Board of Education's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, Government Auditing Standards, audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey and New Jersey OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omission, misrepresentation, 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 Riverdale Board of Education's compliance with the requirements of each major state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey and New Jersey OMB Circular 15-08, we:

- Exercise professional judgement 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 Riverdale Board of Education'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 Riverdale Board of Education's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of the Riverdale Board of Education's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

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

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

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

Report on Schedule of Expenditures of State Financial Assistance Required by New Jersey OMB Circular 15-08

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Riverdale Board of Education, as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements. We have issued our report thereon dated January 9, 2026, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08 is 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 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 schedule of expenditures of state financial assistance is fairly stated in all material respects in relation to the basic financial statements as a whole.

Lerch Vinci & Bliss LLP

LERCH, VINCI & BLISS, LLP
Certified Public Accountants
Public School Accountants

Dieter P. Lerch
Public School Accountant
PSA Number CS00756

Fair Lawn, New Jersey
January 9, 2026

RIVERDALE BOARD OF EDUCATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Federal/Grantor/Pass-Through Grantor/ Program Title	Federal AL Number	FAIN Number	Grant Period	Award Amount	Balance, July 1, 2024 Unearned Revenue	Balance, July 1, 2024 (Accounts Receivable)	Carryover/ (Walkover) A/R	Carryover/ (Walkover) Def. Rev.	Cash Received	Budgetary Expenditures	A/R Rev. Adj.	Def Rev Adjustment	Cancelled PY Enc.	Balance, June 30, 2025 Unearned Revenue	Balance, June 30, 2025 (Accounts Receivable)	GAAP Receivable
U.S. Department of Agriculture																
Passed-through State Department of Agriculture																
National School Lunch Program																
Cash Assistance	10.555	251NJ304N1099	7/1/24-6/30/25	$ 35,861					$ 29,456	$ 35,861					$ (6,405)	$ (6,405)
Cash Assistance	10.555	241NJ304N1099	7/1/23-6/30/24	29,536		$ (5,435)			5,435							-
Non-Cash Assistance	10.555	251NJ304N1099	7/1/24-6/30/25	17,501					17,501	17,501						-
School Breakfast Program	10.553	251NJ304N1099	7/1/24-6/30/25	1,855					1,498	1,855				-	(357)	(357)
School Breakfast Program	10.553	241NJ304N1099	7/1/23-6/30/24	1,700		(300)			300							-
P-EBT Administrative Cost Reimbursement	10.649	N/A	7/1/24-6/30/25	322	-	-	-	-	322	322	-	-	-	-	-	-
Total U.S. Department of Agriculture/Child Nutrition Cluster					-	(5,735)	-	-	54,512	55,539	-	-	-	-	(6,762)	(6,762)
U.S. Department of Education																
Passed-through State Department of Education																
Special Revenue Fund																
I.D.E.A. Part B. Basic	84.027A	H027A250100	7/1/24-9/30/25	74,176						74,176				-	(74,176)	(74,176)
I.D.E.A. Part B. Basic	84.027A	H027A240100	7/1/23-9/30/24	74,257		(74,257)			74,257						-	-
I.D.E.A. Part B. Preschool	84.173A	H173A250114	7/1/24-9/30/25	3,352	-	-	-	-	-	3,352	-	-	-	-	(3,352)	(3,352)
Total Special Education Cluster (IDEA)					-	(74,257)	-	-	74,257	77,528	-	-	-	-	(77,528)	(77,528)
E.S.E.A. Title I-A	84.010	S010A250030	7/1/24-9/30/25	48,501			$ (4,986)	$ 4,986		47,698				$ 5,789	(53,487)	(47,698)
E.S.E.A. Title I-A	84.010	S010A240030	7/1/23-9/30/24	45,744	$ 17,535	(45,745)	4,986	(4,986)	40,759	15,332		$ 2,783			-	-
E.S.E.A. Title II-A	84.367A	S367A250029	7/1/24-9/30/25	8,498						4,530				3,968	(8,498)	(4,530)
E.S.E.A. Title II-A	84.367A	S367A240029	7/1/23-9/30/24	8,236		(8,853)			8,853						-	-
E.S.E.A. Title III	84.365	S365A240030	7/1/23-9/30/24	2,204	221	(2,204)			1,983		$ 221	(221)		-	-	-
E.S.E.A. Title IV	84.424	S424A250031	7/1/24-9/30/25	10,000			(4,630)	4,630		11,019				3,611	(14,630)	(11,019)
E.S.E.A. Title IV	84.424	S424A240031	7/1/23-9/30/24	10,000	4,630	(13,974)	4,630	(4,630)	9,344	-	-	-	-	-	-	-
Total E.S.E.A					22,386	(70,776)	-	-	60,939	78,579	221	2,562	-	13,368	(76,615)	(63,247)
Elementary and Secondary School Emergency Relief (ESSER II) Coronavirus Response and Relief Supplemental Appropriations (CRRSA) Act																
Learning Acceleration	84.425D	S425D200027	3/13/20-9/30/23	25,000										-	-	
Mental Health	84.425D	S425D200027	3/13/20-9/30/23	45,000		(1,258)					1,258			-	-	$ -
Elementary and Secondary School Emergency Relief (ESSER III) American Rescue Plan (ARP)																
ARP - ESSER III	84.425U	S425U210027	3/13/20-9/30/24	316,377	12,613	(57,600)			57,600	12,613				-	-	-
ARP - Accelerated Learning	84.425U	S425U210027	3/13/20-9/30/24	50,000		(20,108)			20,108					-	-	-
ARP - Summer Learning	84.425U	S425U210027	3/13/20-9/30/24	40,000										-	-	-
ARP - Comprehensive Beyond	84.425U	S425U210027	3/13/20-9/30/24	40,000	10,567	(27,177)			27,177	10,567				-	-	-
ARP - Mental Health	84.425U	S425U210027	3/13/20-9/30/24	45,000	2,712	(4,033)	-	-	4,033	3,975	-	1,263	-	-	-	-
Total ESSER Grant Cluster					25,892	(110,176)	-	-	108,918	27,155	1,258	1,263	-	-	-	-
DOE Special Education Svcs (ACSERS)	21.027	SLFRDOE1SES	7/1/23-6/30/24	85,802	-	(42,901)	-	-	42,901	-	-	-	-	-	-	-
Total Special Revenue Fund					48,278	(298,110)	-	-	287,015	183,262	1,479	3,825	-	13,368	(154,143)	(140,775)
Total Federal Financial Assistance					$ 48,278	$ (303,845)	$ -	$ -	$ 341,527	$ 238,801	$ 1,479	$ 3,825	$ -	$ 13,368	$ (160,905)	$ (147,537)

This schedule was not subject to Single Audit in accordance with U.S. Uniform Guidance.

RIVERDALE BOARD OF EDUCATION
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance, July 1, 2024 Accounts Receivable	Balance, July 1, 2024 Unearned Revenue	Balance, July 1, 2024 Due to Grantor	Cash Received	Budgetary Expenditures	Accounts Receivable Adjustment	Balance, June 30, 2025 Unearned Revenue	Balance, June 30, 2025 (Accounts Receivable)	Balance, June 30, 2025 Due to Grantor	MEMO GAAP Receivable	MEMO Cumulative Total Expenditures
State Department of Education														
Special Education Aid	25-495-034-5120-089	7/1/24-6/30/25	$ 474,868				$ 428,554	$ 474,868			$ (46,314)			$ 474,868
Special Education Aid	24-495-034-5120-089	7/1/23-6/30/24	441,797	$ (42,992)			42,992				-			
Security Aid	25-495-034-5120-084	7/1/24-6/30/25	49,170				44,375	49,170			(4,795)			49,170
Security Aid	24-495-034-5120-084	7/1/23-6/30/24	49,170	(4,785)	-	-	4,785	-	-	-	-	-	-	-
Total State Aid Public - Cluster				(47,777)	-	-	520,706	524,038	-	-	(51,109)	-	-	524,038
Transportation Aid	25-495-034-5120-014	7/1/24-6/30/25	128,697				116,145	128,697			(12,552)			128,697
Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24	109,013	(10,608)			10,608				-			-
Additional Nonpublic Transportation Aid	25-495-034-5120-014	7/1/24-6/30/25	7,005					7,005			(7,005)		$ (7,005)	7,005
Additional Nonpublic Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24	9,100	(9,100)	-	-	9,100	-	-	-	-	-	-	-
Total Transportation Aid - Cluster				(19,708)	-	-	135,853	135,702	-	-	(19,557)	-	(7,005)	135,702
Extraordinary Aid	25-495-034-5120-044	7/1/24-6/30/25	67,823					67,823			(67,823)			67,823
Extraordinary Aid	24-495-034-5120-044	7/1/23-6/30/24	93,239	(93,239)			93,239				-			-
On-Behalf TPAF Pension - Normal Cost	25-495-034-5094-002	7/1/24-6/30/25	1,001,674				1,001,674	1,001,674			-			1,001,674
On-Behalf TPAF Pension - NCGI Premium	25-495-034-5094-004	7/1/24-6/30/25	12,408				12,408	12,408			-			12,408
On Behalf TPAF Post Retirement Medical Benefits	25-495-034-5094-001	7/1/24-6/30/25	296,316				296,316	296,316			-			296,316
On Behalf TPAF Long Term Disability Insurance	25-495-034-5094-001	7/1/24-6/30/25	583				583	583			-			583
Reimbursed TPAF Social Security Contributions	25-495-034-5094-003	7/1/24-6/30/25	229,305				218,032	229,305			(11,273)		(11,273)	229,305
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	7/1/23-6/30/24	229,763	(11,344)	-	-	11,344	-	-	-	-	-	-	-
Total General Fund State Aid				(172,068)	-	-	2,290,155	2,267,849	-	-	(149,762)	-	(18,278)	2,267,849
Special Revenue Funds														
SDA Emergency Needs		7/1/21-6/30/22	7,445	-	$ 7,445	-	-	-	-	$ 7,445	-	-	-	-
Total Special Revenue Fund State Aid				-	7,445	-	-	-	-	7,445	-	-	-	-
Enterprise Funds														
National School Lunch Program (State Share)	25-100-010-3350-023	7/1/24-6/30/25	1,640				1,330	1,640			(310)		(310)	1,640
National School Lunch Program (State Share)	24-100-010-3350-023	7/1/23-6/30/24	1,512	(276)			276							
P-EBT Administrative Cost Reimbursement	N/A	7/1/24/-6/30/25	322	-	-	-	322	322	-	-	-	-	-	322
Total Enterprise Fund/Child Nutrition Cluster				(276)	-	-	1,928	1,962	-	-	(310)	-	(310)	1,962
Total State Financial Assistance Subject to Single Audit Determination				(172,344)	7,445	-	2,292,083	2,269,811	-	7,445	(150,072)	-	(18,588)	2,269,811
Less:														
State Financial Assistance Programs Not Subject to Major Program Determination														
On-Behalf TPAF Pension - Normal Cost	25-495-034-5094-002	7/1/24-6/30/25	1,001,674				(1,001,674)	(1,001,674)						(1,001,674)
On-Behalf TPAF Pension - NCGI Premium	25-495-034-5094-004	7/1/24-6/30/25	12,408				(12,408)	(12,408)						(12,408)
On Behalf TPAF Post Retirement Medical Benefits	25-495-034-5094-001	7/1/24-6/30/25	296,316				(296,316)	(296,316)						(296,316)
On Behalf TPAF Long Term Disability Insurance	25-495-034-5094-001	7/1/24-6/30/25	583	-	-	-	(583)	(583)	-	-	-	-	-	(583)
State Financial Assistance Amount Utilized for Calculation to Determine Single Audit and Major Programs.				$ (172,344)	$ 7,445	$ -	$ 981,102	$ 958,830	$ -	$ 7,445	$ (150,072)	$ -	$ (18,588)	$ 958,830

See Accompanying Notes to Schedule of Expenditures of State Financial Assistance.

RIVERDALE BOARD OF EDUCATION
NOTES TO THE SCHEDULES OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1 REPORTING ENTITY

The Riverdale Board of Education (the "Board" or the "District") received and participated in numerous Federal Award and State Financial Assistance programs in the form of cost reimbursement grants and revenue sharing entitlements. The Board is the reporting entity for these programs. The Board is defined in Note 1 (A) to the Board's Financial Statements.

NOTE 2 BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal awards and state financial assistance (the "Schedules") present the activity of all federal and state programs of the Board. All federal awards received directly from federal agencies or passed through other government agencies are included on the schedule of expenditures of federal awards. All state awards received directly from state agencies or passed through other government agencies are included in the schedule of expenditures of state financial assistance. The information in these Schedules are presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principals, and audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB Circular Letter 15-08 *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid.*

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Schedules are prepared and presented using the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These basis of accounting are described in the Notes to the Budgetary Comparison Schedules (RSI) and Note 1(D) to the Board's financial statements, respectively. Therefore, some amounts presented in these schedules may differ from the amounts presented in, or used in the preparation of, the financial statements. The Board's summary of significant accounting policies are described in Note 1 to the Board's financial statements.

NOTE 4 RELATIONSHIP TO FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is an increase of $20,140 for the general fund and a decrease of $12,348 for the special revenue fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's financial statements on a GAAP basis as presented as follows:

	Federal	State	Total
General Fund		$ 2,287,989	$ 2,287,989
Special Revenue Fund	$ 170,914		170,914
Debt Service Fund		230,396	230,396
Food Service Fund	55,539	1,962	57,501
Total Awards and Financial Assistance	$ 226,453	$ 2,520,347	$ 2,746,800

RIVERDALE BOARD OF EDUCATION
NOTES TO THE SCHEDULES OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 5 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6 OTHER INFORMATION

Revenues and expenditures reported under the Food Distribution Program as non-cash assistance represent current year value received and current year distributions, respectively. TPAF Social Security contributions in the amount of $229,305 represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year ended June 30, 2025. The amount reported as TPAF Pension System Contributions in the amount of $1,014,082, TPAF Post-Retirement Medical Benefits Contributions in the amount of $296,316 and TPAF Long-Term Disability Insurance in the amount of $583 represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2025.

NOTE 7 ON-BEHALF PROGRAMS NOT SUBJECT TO STATE SINGLE AUDIT

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

NOTE 10 DE MINIMIS INDIRECT COST RATE

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

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

Part 1 – Summary of Auditor's Results

Financial Statement Section	**Description**		
A) Type of auditors' report issued on financial statements	Unmodified		
B) Internal control over financial reporting:			
(1) Material weakness(es) identified:	____ Yes	X No	
(2) Significant deficiencies identified that are not considered to be material weaknesses?	____ Yes	X None reported	
Noncompliance material to basic financial statements noted?	____ Yes	X No	

Federal Awards Section

Not Applicable

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

Part 1 – Summary of Auditor's Results

State Awards Section

Internal control over major programs:		
(1) Material weakness(es) identified:	____ Yes	X No
(2) Significant deficiencies identified that are not considered to be material weaknesses?	____ Yes	X None reported
Type of auditors' report issued on compliance for major programs	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with N.J. Circular Letter 15-08?	____ Yes	X No

Identification of major state programs:

GMIS Number	Name of State Program or Cluster
495-034-5120-089	Special Education Aid
495-034-5120-084	Security Aid

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

Auditee qualified as low-risk auditee? X Yes ____ No

EXHIBIT K-6

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

Part 2 – Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with Chapter 5.18 of *Government Auditing Standards.*

There are none.

EXHIBIT K-6

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

Part 3 – Schedule of Federal Awards and State Financial Assistance Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance including questioned costs, related to the audit of major state programs, as required by New Jersey OMB's Circular 15-08.

CURRENT YEAR FEDERAL AWARDS

Not Applicable.

EXHIBIT K-6

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

Part 3 – Schedule of Federal Awards and State Financial Assistance
Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance including questioned costs, related to the audit of major state programs, as required by New Jersey OMB's Circular 15-08.

CURRENT YEAR STATE AWARDS

There are none.