

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT

Rumson, New Jersey
County of Monmouth

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
YEAR ENDED JUNE 30, 2025**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
OF THE
RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
RUMSON, NEW JERSEY**

YEAR ENDED JUNE 30, 2025

**PREPARED BY DISTRICT FINANCE OFFICER
SCHOOL BUSINESS ADMINISTRATOR/BOARD SECRETARY**

This page intentionally left blank

TABLE OF CONTENTS

	PAGE
INTRODUCTORY SECTION (First Section)	
Letter of Transmittal	1
Organizational Chart	7
Roster of Officials	9
Consultants and Advisors	11
FINANCIAL SECTION (Second Section)	
Independent Auditor's Report	15
REQUIRED SUPPLEMENTARY INFORMATION – PART I	
Management's Discussion and Analysis	21
BASIC FINANCIAL STATEMENTS	
A. Government-Wide Financial Statements:	
A-1 Statement of Net Position	33
A-2 Statement of Activities	34
B. Fund Financial Statements:	
B-1 Balance Sheet	39
B-2 Statement of Revenues, Expenditures and Changes in Fund Balances	40
B-3 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	41
Proprietary Funds:	
B-4 Statement of Net Position	45
B-5 Statement of Revenues, Expenditures and Changes in Fund Net Position	46
B-6 Statement of Cash Flows	47
Fiduciary Funds:	
B-7 Statement of Fiduciary Assets and Liabilities	N/A
B-8 Statement of Changes in Fiduciary Net Position	N/A
Notes to Basic Financial Statements	53
REQUIRED SUPPLEMENTARY INFORMATION – PART II	
C. Budgetary Comparison Schedules	
C-1 Budgetary Comparison Schedule – General Fund	93
C-2 Budgetary Comparison Schedule – Special Revenue Fund	100
Notes to the Required Supplementary Information - Part II	
C-3 Budget-to-GAAP Reconciliation	103

TABLE OF CONTENTS

	PAGE
REQUIRED SUPPLEMENTARY INFORMATION – PART III	
L. Schedules Related to Accounting and Reporting for Pensions (GASB 68)	
L-1 Schedule of the District's Proportionate Share of the Net Pension Liability - PERS	109
L-2 Schedule of the School District Contributions - PERS	110
L-3 Schedule of the District's Proportionate Share of the Net Pension Liability - TPAF	111
M. Schedules Related to Accounting and Reporting for Other Post Employment Benefits (GASB 75)	
M-1 Schedule of Changes in the Net OPEB Liability and Related Ratios - OPEB	115
Notes to the Required Supplementary Information - Part III	119
OTHER SUPPLEMENTARY INFORMATION	
D. School Based Budget Schedules Fund (if applicable):	
D-1 Combining Balance Sheet	N/A
D-2 Blended Resource Fund - Schedule of Expenditures Allocated by Resource Type - Actual	N/A
D-3 Blended Resource Fund - Schedule of Blended Expenditures - Budget and Actual	N/A
E. Special Revenue Fund:	
E-1 Combining Schedule of Program Revenues & Expenditures - Special Revenue Fund – Budgetary Basis	127
E-2 Preschool Education Aid Schedule(s) of Expenditures - Budgetary Basis	N/A
F. Capital Projects Fund:	
F-1 Summary Schedule of Project Expenditures	133
F-2 Summary Schedule of Revenues, Expenditures and Changes in Fund Balance – Budgetary Basis	134
F-2a Summary Schedule of Revenues, Expenditures and Changes in Fund Balance - Alterations, Renovations, & Additions	135
F-2b Summary Schedule of Revenues, Expenditures and Changes in Fund Balance - Site Improvements	136
G. Proprietary Funds:	
Enterprise Fund:	
G-1 Combining Schedule of Net Position	N/A
G-2 Combining Schedule of Revenues, Expenses & Changes in in Fund Net Position	N/A
G-3 Combining Schedule of Cash Flows	N/A
Internal Service Fund –	
G-4 Combining Schedule of Net Position	N/A
G-5 Combining Schedule of Revenues, Expenses & Changes in Fund Net Position	N/A
G-6 Combining Schedule of Cash Flows	N/A

TABLE OF CONTENTS

	PAGE
H. Fiduciary Funds:	
H-1 Combining Statement of Fiduciary Net Position	N/A
H-2 Combining Statement of Changes in Fiduciary Net Position	N/A
H-3 Student Activity Agency Fund - Schedule of Receipts & Disbursements	N/A
H-4 Payroll Agency Fund - Schedule of Receipts & Disbursements	N/A
I. Long-Term Debt:	
I-1 Schedule of Serial Bonds Payable	141
I-2 Schedule of Obligations Under Capital Leases	N/A
I-3 Debt Service Fund - Budgetary Comparison Schedule	142
I-4 Schedule of Early Retirement Incentive Plan Loans Payable	N/A

STATISTICAL SECTION (Unaudited) (Third Section)

Financial Trends:	
J-1 Net Position by Component	147
J-2 Changes in Net Position	148
J-3 Fund Balances – Governmental Funds	150
J-4 Changes in Fund Balances – Governmental Funds	151
J-5 General Fund - Other Local Revenue by Source	152
Revenue Capacity:	
J-6 Assessed Value & Actual Value of Taxable Property	155
J-7 Direct and Overlapping Property Tax Rates	157
J-8 Principal Property Taxpayers	158
J-9 Property Tax Levies and Collections	159
Debt Capacity:	
J-10 Ratios of Outstanding Debt by Type	163
J-11 Ratios of Net General Bonded Debt Outstanding	164
J-12 Ratios of Overlapping Governmental Activities Debt	165
J-13 Legal Debt Margin Information	166
Demographic & Economic Information:	
J-14 Demographic & Economic Statistics	169
J-15 Principal Employers	170
Operating Information:	
J-16 Full-Time Equivalent District Employees by Function/Program	173
J-17 Operating Statistics	174
J-18 School Building Information	175
J-19 Schedule of Required Maintenance	176
J-20 Insurance Schedule	177

SINGLE AUDIT SECTION (Fourth Section)

K-1 Independent Auditor's 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	181
K-2 Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance in Accordance with New Jersey OMB Circular Letter 15-08	183
K-3 Schedule of Expenditures of Federal Awards, Schedule A	187
K-4 Schedule of Expenditures of State Financial Assistance, Schedule B	189
K-5 Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance	191
K-6 Schedule of Findings and Questioned Cost	193
K-7 Summary Schedule of Prior Year Audit Findings	197

This page intentionally left blank

INTRODUCTORY SECTION

This page intentionally left blank

**BOARD OF EDUCATION
RUMSON-FAIR HAVEN REGIONAL HIGH SCHOOL
74 RIDGE ROAD
RUMSON, NEW JERSEY 07760-1896
TELEPHONE (732) 842-1597
FAX (732) 842-3908**

November 10, 2025

Honorable President and
Members of the Board of Education
Rumson-Fair Haven Regional School District
Rumson, New Jersey

Dear Member of the Rumson-Fair Haven Regional High School Board of Education:

It is with pleasure that we submit the Annual Comprehensive Financial Report (ACFR) of the Rumson-Fair Haven Regional High School District (District) for the fiscal year ended June 30, 2025. This ACFR includes the District's basic financial statements prepared in accordance with generally accepted accounting principles for local governments. Responsibility for both the Accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the 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 District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities, have been included.

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

- The Introductory Section contains a letter of transmittal, organizational chart, the roster of officials, and a list of consultants, and advisors.
- The Financial Section begins with the Independent Auditors' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements and Notes the Basic Financial Statements providing an overview of the District's financial position and operating results, and other schedules providing detailed budgetary information.
- The Statistical Section includes selected economic and demographic information, financial trends, presented on a multi-year basis.
- The Single Audit Section: the District is required to undergo an annual Single Audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, "Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance)" and the New Jersey State Treasury Circular Letter 15-08 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid." Information related to this Single Audit, including the independent auditors' report on the internal control and compliance with applicable laws, regulations, contracts, and grants, along with findings and questioned costs, if any, is included in the Single Audit Section of this report.

REPORTING ENTITY AND ITS SERVICES

The Rumson-Fair Haven Regional High School District is an independent reporting entity within the criteria adopted by the Generally Accepted Standards Board (GASB), as established by Statement No. 14 as amended by GASB Statements No. 39, 6,1 and 80. All funds and the government-wide financial statements of the District are included in this report. The Rumson-Fair Haven Regional Board of Education and its High School constitute the District's reporting entity.

The District continues to maintain a high quality of education and provides a full range of programs and services appropriate to grade levels 9 through 12. These include regular education, as well as programs for students with disabilities, both in and out of District. The District completed the 2024-2025 fiscal year with an average daily enrollment of 814.99 students. The following details the changes in the average student enrollment of the District over the last ten years.

<u>Fiscal Year</u>	<u>Average Daily Enrollment</u>	<u>Percent Change</u>
2024-2025	814.99	-3.48%
2023-2024	843.32	-2.62%
2022-2023	865.99	-6.43%
2021-2022	925.46	-3.99%
2020-2021	963.94	-2.17%
2019-2020	985.31	-0.21%
2018-2019	987.36	0.44%
2017-2018	983.01	-0.25%
2016-2017	985.50	-0.01%
2015-2016	986.50	5.43%

The Board of Education has nine members, each elected to three-year terms, meeting twice monthly for regular monthly meetings. During its meetings the board determines District goals and priorities and conducts other business. Board meetings are open to the public and begin at 6:30 PM.

Various parent groups, including the Rumson-Fair Haven Education Foundation, the Performing Arts Society, the Booster Club, and the PTO, are highly active in the District and provide community support for a variety of programs and activities for the students.

To maintain effective communications, the District uses several options to ensure a consistent flow of information to our stakeholders. During the budget review process, information about the budget was posted on the District website. The District website is updated regularly with important information for parents, such as school closures, delayed openings, medical/health alerts, new curriculum initiatives, new board projects, and more. The District also communicates with parents via FinalSite, a system that provides both phone and e-mail contact. The ability to contact the entire parent population within minutes in order to update them in an emergency situation is a vital component in ensuring that our communication efforts are timely, accurate, and effective.

MAJOR INITIATIVES:

MAINTAINING OUR SCHOOL SYSTEM

Our first priority is maintaining current educational programming and opportunities for students. The 2024-2025 budget reflected a balance between maintaining the rich history and tradition of our school system and moving our programs and procedures into the future. The budget made a commitment to expanding offerings in all curricular areas, offering content-specific professional development, and continued commitment to student athletic and activity programs.

RAISING STANDARDS AND EXPANDING OPPORTUNITIES

Raising standards and expanding opportunities were two of the most viable commitments for the 2024-2025 school year. Courses and programs continued to be monitored throughout year two in our rotating drop block schedule. The addition of new electives in Art, Music, Physical Education, English, and Business was complemented by a new 9th Grade Academy, fostering transition among our incoming students, and a Career Institute, to provide exposure and future planning opportunities to all students. Our building-wide focus was on the implementation of Problem-Based Learning, providing resources and support for our teachers to bring more collaboration, real-world connection, and student-centered inquiry into their lessons and assessments.

BUILDING PROFESSIONALISM

Resources were set aside for curriculum writing in every subject area. A commitment to teacher leadership and professional growth was established by providing resources for on-site expert training as well as funds for teachers and administrators to attend expert-led conferences in their subject area. Stipends for teacher leads, known as Instructional Coaches, continued. These teachers expanded into an embedded role during the school day to provide support for student-centered pedagogical strategies, problem-based learning, and the purposeful use of technology, with a heavy focus on the integration of AI, and foster a culture of collaboration through goal-setting meetings, peer observations, turnkeying tips, etc. We continue to build upon the strong emphasis on professional development in our school by allowing for optional summer PD, four professional development days during the school year, as well as a year-long mentoring and induction program for non-tenured teachers.

PROTECTING OUR INVESTMENT - CAPITAL AND MAINTENANCE RESERVE

During the 24-25 SY, Rumson-Fair Haven completed a roofing project over roof sections B, C, D, W, Y, and Z. In addition to the partial roof replacement, a new rooftop HVAC system was installed over the cafeteria and kitchen. This replacement, along with the rooftop unit installed over the Learning Commons in 2022, will take pressure off our thermal heat pumps. The cafeteria also received a new floor fresh paint, and sound insulation panels.

Rumson-Fair Haven used our maintenance reserve account to fund a window project in the 400 wing. The 400 wing has brand new windows, gutters, coping stones, and flashing.

PLANNING FOR THE FUTURE

Every summer, the entire administrative team meets with the Rumson-Fair Haven Regional High School Board of Education to plan for the future. Every initiative is discussed, and goals are written in the ensuing months. Every topic, including budget, facilities, curricula, wellness, community relations, etc., is discussed and plans are developed.

MATH

The budget continues to support students who still need to meet their graduation requirements in mathematics through our core mathematics courses, as well as all Advanced Placement courses offered in mathematics, including AP Calculus, AP Statistics, AP Computer Science Principles, and AP Computer Science A and dual enrollment courses with Stockton University (Honors College Pre-calculus and Honors College Calculus). All mathematics curricula that were updated to include the NJDOE's new NJSLs were implemented.

SCIENCE

The budget continues to support all Biology, Chemistry, and Physics instruction for all students and the ongoing evaluation of science labs in all science courses, now in year two of reimplementation since switching to the rotating drop schedule. The budget also includes all electives in science, including Forensic Science, AP Environmental, AP Biology, AP Chemistry, AP Physics I & 2, and AP Physics C. Funds have been allocated for increased professional development and resources to support New Jersey's Climate Change mandate and increasing engagement in lab activities, including hosting a Lab Academy for nearby schools and those with similar schedules.

ENGLISH AND LANGUAGE ARTS

The budget includes the annual replenishment of damaged and lost books and the continual effort to modernize and increase the inclusivity of authors/subjects in text choices. We have budgeted to continue the use of Vocabulary.com for all students to learn vocabulary in context. The budget provides for curriculum work for our Rutgers University Dual Enrollment course and all English curricula that were updated to include the NJDOE's new NJSLS were implemented.

SOCIAL STUDIES

The budget provides for the implementation of our Introduction to Business course and planning for a new Principles of Marketing course and curriculum writing hours for updates to core Social Studies courses. Funds were allotted and the purchase of resources to support the Amistad, Holocaust, LGBTQ+, People with Disabilities, and Asian American and Pacific Islanders mandates of the NJDOE.

21st CENTURY LIFE AND CAREERS

We maintain high standards in digital literacy for our students. We have continued our certification as a Common Sense Media school and piloted the use of artificial intelligence with students and discussions surrounding such in courses across subject areas. Our recently renovated Learning Commons provides a space for study, research, community, and school-wide events such as civic fairs and voter registration drives, as well as houses our new RFH Career Institute, which brought more than 60 professionals, alumni, and parents in as guest speakers to expose our students to their possible career paths. Our woodworking program remains strong and requires increased allocations to cover the cost of materials.

VISUAL AND PERFORMING ARTS

Our Visual and Performing Arts program shifted last year in terms of more varied course offerings in music, with a continued focus on experiential learning. Field trips continued to be a prominent component of these courses for real-world exposure. The budget reflects on continuing commitment to support these efforts.

HEALTH AND PHYSICAL EDUCATION

Our Health and PE curriculum expanded to include the implementation of an Integrated Physical Education course that includes both general education and special education students through team-building, decision-making, leadership, and peer-to-peer activities and lessons.

WORLD LANGUAGES

In World Languages, we continued to support our cultural exchange programs through online media and facilitated a visit from students and teachers of our sister school in Avila, Spain. Experiential learning opportunities, programming for special events such as Hispanic Heritage Month and Languapalooza, and field trips are key components of our curricula as well.

TECHNOLOGY

The budget appropriates funds to continue to support curricula by including access to technology for all stakeholders. The budget integrates technology into the learning process across disciplines, including software, hardware, and updates, to create a connection with a global community and maintain authentic learning experiences for all, as well as increased security platforms and features. In preparing to end our Bring Your Own Devices policy, funds have been allocated for network upgrades/security, Chromebook repair and replacement, and wifi connectivity as well.

INTERNAL ACCOUNTING CONTROLS

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

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

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

BUDGETARY CONTROLS

In addition to internal controls, the District maintains budgetary controls. The objective of these 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, the special revenue funds, and the debt service fund. The final budget amount, as amended for the fiscal year, is reflected in the financial section. P.L. 2011, c 202 allowed school districts to elect to eliminate the budget vote and adopt a budget approved by the Board of Education and the New Jersey Department of Education (NJDOE) providing that tax levy increase does not exceed 2% plus any allowable waivers.

ACCOUNTING SYSTEM AND REPORTS

The District's financial statements are presented in conformity with accounting principles generally accepted in the United States, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is an encumbrance accounting system that is used to record outstanding purchase commitments on a line-item basis. Open encumbrances at year-end are either

canceled or are included as re-appropriations of fund balance at fiscal year-end. These funds are explained in "Notes to the Basic Financial Statements," Note 1.

INDEPENDENT AUDIT

Independent Audit - State statutes require an annual audit by independent certified public accounts or registered municipal accountants. The accounting firm of Holman Frenia Allison, P.C. was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal awards (Uniform Guidance) and New Jersey OMB's Circular 15-08, Single Audit Policy for Federal Grants, State Grants and State Aid. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports, related specifically to the single audit section of this report.

Accounting principles generally accepted in the United States require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

ACKNOWLEDGMENTS

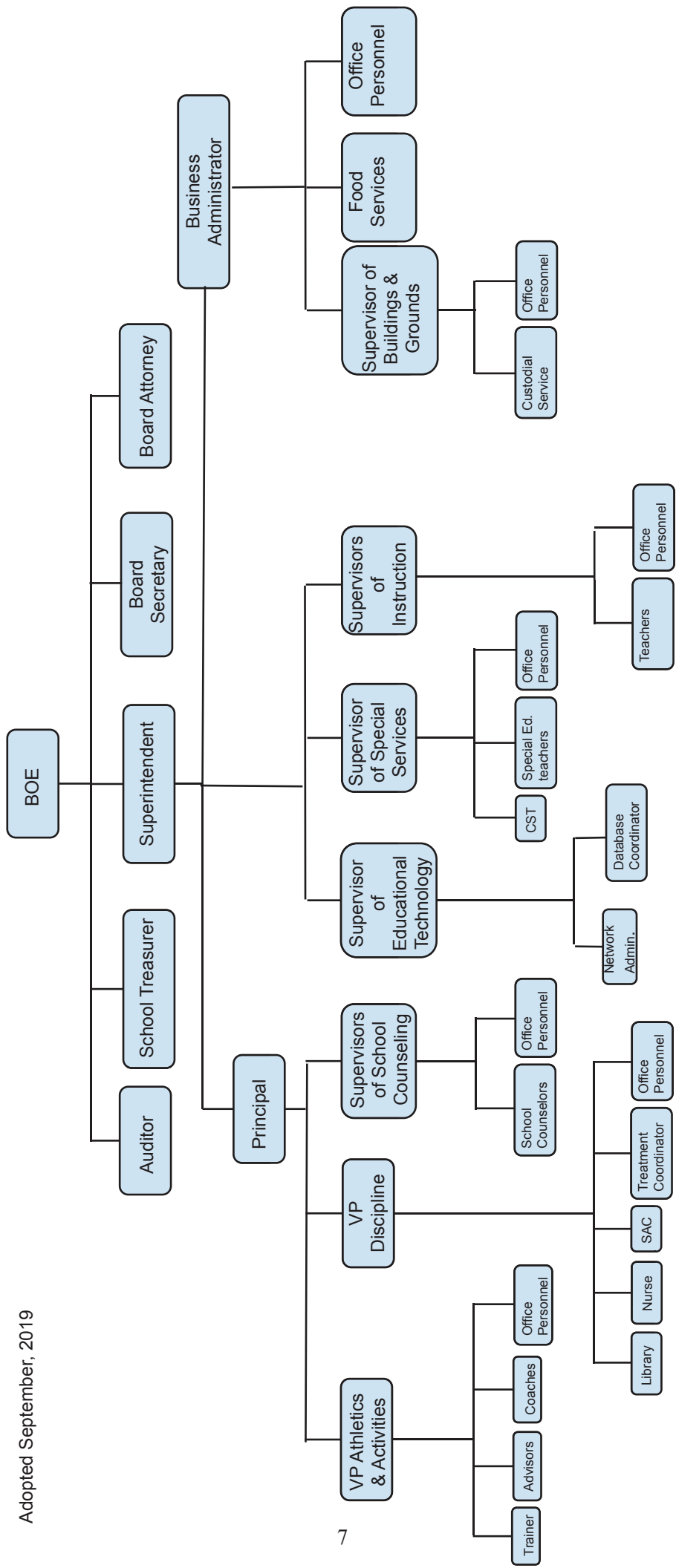
We would like to express our appreciation to the members of the Rumson-Fair Haven Regional Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school District and thereby contributing their full support to the development and maintenance of our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

Respectfully submitted,



Marshall McDonald
Superintendent of Schools


Sean Cranston
School Business Administrator



This page intentionally left blank

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
RUMSON, NEW JERSEY
ROSTER OF OFFICIALS
JUNE 30, 2025**

Members of the Board of Education

TERM EXPIRES

Anne Marie McGinty, President	2026
Katherine Thompson, Vice President	2025
Bryan Dougherty	2027
Kevin Grant	2027
Eileen Hickey	2026
Sarah Kiley	2025
Steve Page	2025
Amy Romano	2027
Dorothy Whitehouse	2026

Other Officials

Lee McDonald, Superintendent of Schools

Sean Cranston, School Business Administrator/Board Secretary

This page intentionally left blank

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
RUMSON, NEW JERSEY
CONSULTANTS AND ADVISORS
JUNE 30, 2025**

AUDITOR/AUDIT FIRM

Holman Frenia Allison, P. C.
1985 Cedar Bridge Avenue
Lakewood, New Jersey 08701

ATTORNEY

Methfessel & Werbel P.C.
2025 Lincoln Highway Suite 200
Edison, New Jersey 08818

BOND & SPECIAL COUNCIL

McManimom, Scotland & Baumann, LLC
75 Livingston Ave
Roseland, New Jersey 07068

OFFICIAL DEPOSITORY

Wells Fargo (Primary Depository)
Lakeland Bank
State of New Jersey Cash Management Fund

ARCHITECT

Spiezle Architectural Group
1395 Yardville Hamilton Square Road
Hamilton Township, New Jersey 08691

This page intentionally left blank

FINANCIAL SECTION

Second Section

This page intentionally left blank

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Rumson-Fair Haven Regional School District
County of Monmouth
Rumson, NJ 07760

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Rumson-Fair Haven Regional School District (hereafter referred to as the "School District"), County of Monmouth, State of New Jersey, as of and for the fiscal year ended, June 30, 2025, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

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

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and in compliance with audit requirements 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 School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

Change in Accounting Principle

As discussed in Note 1 to the financial statements, during the fiscal year ended June 30, 2025 the District adopted Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibility

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and the schedules related to accounting and reporting for pensions and other post employment benefits, as listed in the table of contents be presented to supplement the basic financial statements. Such information, 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 School District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, statistical section and schedule of expenditures of federal awards are presented for purposes of additional analysis, as required by the Division of Administration and Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial statements. The accompanying schedule of expenditures of state financial assistance, as required by New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, is also presented for purposes of additional analysis and is not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying combining statements and related major fund supporting statements and schedules and schedule of state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards* , we have also issued our report dated November 10, 2025 on our consideration of the School District’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 School District’s internal control over financial reporting and compliance.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.



Brian J. Waldron

Certified Public Accountant

Public School Accountant, No. 2600

Lakewood, New Jersey
November 10, 2025

This page intentionally left blank

REQUIRED SUPPLEMENTARY INFORMATION - PART I

Management's Discussion and Analysis

This page intentionally left blank

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS YEAR ENDED JUNE 30, 2025

This section of the Rumson-Fair Haven Regional High School District'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. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 - *Basic Financial Statements-Management's Discussion and Analysis-for State and Local Governments* issued in June 1999 that is also required by the New Jersey State Department of Education. Certain comparative information between the current fiscal year (2024-2025) and the prior fiscal year (2023-2024) is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2025 are as follows:

- In total, net position of governmental activities increased \$972,156.97 which represents a 4.80% increase from 2024. Total net position of business-type activities decreased \$1,894.61 which represents a 0.54% decrease from 2024.
- General revenues accounted for \$24,783,830.99 in revenue or 75.25% of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$7,093,905.08 or 21.54% of total revenues of \$32,937,014.33.
- Total assets of governmental activities increased by \$472,849.67 as cash and cash equivalents decreased by \$1,645,208.51, receivables decreased by \$306,339.22, restricted cash and cash equivalents increased by \$2,322,965.93, and total capital assets increased by \$101,431.47.
- Total liabilities of governmental activities decreased by \$471,036.30 as non-current liabilities due beyond one year decreased by \$573,697.57.
- The District had \$30,905,579.10 in governmental activity expenses; only \$7,093,905.08 of these expenses were offset by program specific charges for services, grants, or contributions.
- In the governmental funds, the general fund had \$28,628,081.31 in revenues and \$28,278,456.68 in expenditures and transfers. The general fund's fund balance increased by \$349,624.63 over 2024.

USING THIS ANNUAL COMPREHENSIVE FINANCIAL REPORT (ACFR)

This annual report consists of a series of financial statements and notes to these financial statements. These statements are organized in a way to allow the reader to understand the Rumson-Fair Haven Regional High School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) Government-wide financial statements, 2) Fund financial statements, and 3) Notes to the financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements. The government-wide financial statements are designed to provide readers with an overview of the District's finances, in a manner similar to a private-sector business.

The Statement of Net Position (A-1) presents information on the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Statement of Changes in Net Position (A-2) presents information showing how the net position of the District changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods of the district.

The government-wide financial statements can be found as Exhibits A-1 and A-2 in this report.

Fund Financial Statements. A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on the near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balance for the general fund, special revenue fund, capital projects fund, and debt service fund, all of which are considered to be major funds.

The general and special revenue funds utilize a legally adopted annual budget. A budgetary comparison statement has been provided for the general fund and special revenue fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found as Exhibits B-1 through B-3 in this report.

Proprietary Funds

The District maintains one proprietary fund type, an enterprise fund. The enterprise fund is used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the District is that the costs of providing goods or services be financed through user charges. The food services enterprise fund provides for the operation of food services in all schools within the District. The proprietary fund has been included within business-type activities in the district-wide financial statements.

The food services fund detail financial statements can be found as Exhibits B-4 through B-6 in this report.

Fiduciary Funds

Fiduciary fund financial statements include a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position. The School District's fiduciary funds include Custodial Funds, which are used to report fiduciary activities where the School District controls assets that are collected on behalf of other entities. These assets are not held in a trust and are distributed in accordance with applicable policies. The Custodial Funds are accounted for on a spending or "economic resources" measurement focus and the accrual basis of accounting in accordance with GASBS No. 84, *Fiduciary Activities*.

The School District had no fiduciary funds to report during the year.

Notes to the Financial Statements. The notes provide additional information that is essential for a full understanding of the data provided in the district-wide and fund financial statements. The notes to the financial statements can be found after the fund financial statements in this report.

Other Information. The combining and individual fund statements referred to earlier in connection with governmental and enterprise funds are presented immediately following the notes to the financial statements.

Government-Wide Financial Analysis

The District's financial position is the result of several types of financial transactions, including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

As noted earlier, net position may serve over time as a useful indicator of the District's financial position. The following table provides a summary of net position for June 30, 2025 and 2024, respectively:

Net Position
June 30, 2025

	Governmental Activities		Business-Type Activities	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Assets				
Current and Other				
Assets	\$ 13,134,360.41	\$ 12,762,942.21	\$ 156,636.19	\$ 275,580.51
Capital Assets, Net	21,239,368.86	21,137,937.39	227,444.03	104,432.05
Total Assets	34,373,729.27	33,900,879.60	384,080.22	380,012.56
Deferred Outflows of Resources				
Deferred Outflows				
Relating to Pension	681,028.00	690,627.00	-	-
Total Deferred Outflows of Resources	681,028.00	690,627.00	-	-
Liabilities				
Long-Term Liabilities*	12,927,998.52	13,486,696.09	-	-
Other Liabilities	697,041.85	609,380.58	32,059.93	26,097.66
Total Liabilities	13,625,040.37	14,096,076.67	32,059.93	26,097.66
Deferred Inflows of Resources				
Deferred Inflows				
Relating to Pension	219,397.00	257,267.00	-	-
Total Deferred Inflows of Resources	219,397.00	257,267.00	-	-
Net Position				
Net Investment in				
Capital Assets	11,561,271.75	11,025,979.08	227,444.03	104,432.05
Restricted	11,397,356.18	11,590,220.66	-	-
Unrestricted*	(1,748,308.03)	(2,378,036.81)	124,576.26	249,482.85
Total Net Position	\$ 21,210,319.90	\$ 20,238,162.93	\$ 352,020.29	\$ 353,914.90

*For the year ended June 30, 2024, Net Position and Long-Term Liabilities are restated for GASB 101 (See Note 20 for further detail).

The District's largest net position component is the Net Investment in Capital Assets portion as shown above. Restricted balances represent resources that are subject to external restrictions on how they may be used.

Restricted net position decreased \$192,864.48 from the prior year to \$11,397,356.18 at June 30, 2025.

Unrestricted net position may be used to meet the District's ongoing operating obligations to vendors, debtors and employees. The unrestricted net position includes the unassigned General Fund balance netted with the amount of long-term obligations that are not invested in capital assets. The (\$1,748,308.03) is shown as unrestricted net position for Governmental Activities.

The following table provides a summary of revenues and expenses for the District’s governmental and business-type activities and the change in net position for June 30, 2025 and 2024. Significant variances in revenues and expenditures from year to year, and explanations thereof, are detailed in the ‘Financial Analysis of the District’s Funds’ section later in this report.

	<u>June 30, 2025</u>		
	Governmental <u>Activities</u>	Business-Type <u>Activities</u>	<u>Total</u>
Revenues:			
Program Revenues:			
Operating Grants and Contributions	\$ 7,093,905.08	\$ 1,059,278.26	\$ 8,153,183.34
General Revenues:			
Property Taxes	22,034,994.00	-	22,034,994.00
Federal and State Aid	1,152,374.67	-	1,152,374.67
Miscellaneous	1,596,462.32	-	1,596,462.32
Total Revenues	31,877,736.07	1,059,278.26	32,937,014.33
Expenses:			
Instructional Services	17,532,332.60	-	17,532,332.60
Support Services	12,984,445.54	1,061,172.87	14,045,618.41
Interest and Other Charges	388,800.96	-	388,800.96
Total Expenses	30,905,579.10	1,061,172.87	31,966,751.97
Change in Net Position	972,156.97	(1,894.61)	970,262.36
Net Position-Beginning. As Restated (See Note 20)	20,238,162.93	353,914.90	20,592,077.83
Net Position, Ending	\$ 21,210,319.90	\$ 352,020.29	\$ 21,562,340.19
	<u>June 30, 2024</u>		
	Governmental <u>Activities</u>	Business-Type <u>Activities</u>	<u>Total</u>
Revenues:			
Program Revenues:			
Operating Grants and Contributions	\$ 8,119,455.40	\$ 1,107,599.03	\$ 9,227,054.43
General Revenues:			
Property Taxes	21,618,289.00	-	21,618,289.00
Federal and State Aid	1,179,704.12	-	1,179,704.12
Miscellaneous	1,737,902.15	-	1,737,902.15
Total Revenues	32,655,350.67	1,107,599.03	33,762,949.70
Expenses:			
Instructional Services	17,824,193.43	-	17,824,193.43
Support Services	12,312,027.96	1,123,058.96	13,435,086.92
Interest and Other Charges	378,734.26	-	378,734.26
Total Expenses	30,514,955.65	1,123,058.96	31,638,014.61
Change in Net Position	2,140,395.02	(15,459.93)	2,124,935.09
Net Position, Beginning	18,181,910.41	369,374.83	18,551,285.24
Net Position, Ending	\$ 20,322,305.43	\$ 353,914.90	\$ 20,676,220.33

Financial Analysis of the District's Funds

As noted earlier, 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. The unassigned fund balance is divided between designated balances and undesignated balances. The capital projects fund is restricted by state law to be spent for the purpose of the fund and is not available for spending at the District's discretion.

Financial Information at Fiscal Year-End

The following schedule presents a summary of the general fund, special revenue fund, and debt service fund revenues and expenditures for the fiscal year ended June 30, 2025 and 2024 and the amount and percentage of increases and (decreases) in relation to prior year revenues and expenditures.

June 30, 2025				
	Amount	Percent Of Total	Increase (Decrease) From 2024	Percent of Increase (Decrease)
Current Revenues:				
Local Sources	\$ 23,631,456.32	77.87%	\$ 275,265.17	1.18%
State Sources	6,458,493.14	21.28%	(13,073.62)	-0.20%
Federal Sources	258,362.61	0.85%	(498,260.15)	-65.85%
Total	\$ 30,348,312.07	100%	\$ (236,068.60)	-0.77%
Current Expenditures:				
Instruction	\$ 9,632,388.16	32.02%	\$ 177,893.72	1.88%
Undistributed	18,139,514.50	60.31%	606,605.24	3.46%
Capital Outlay	1,363,647.95	4.53%	65,616.61	5.06%
Debt Service:				
Principal	535,000.00	1.78%	15,000.00	2.88%
Interest	408,622.26	1.36%	(16,900.00)	-3.97%
Total	\$ 30,079,172.87	100%	\$ 848,215.57	2.90%

June 30, 2024				
	Amount	Percent Of Total	Increase (Decrease) From 2023	Percent of Increase (Decrease)
Current Revenues:				
Local Sources	\$ 23,356,191.15	76.37%	\$ 871,275.47	3.87%
State Sources	6,471,566.76	21.16%	90,002.88	1.41%
Federal Sources	756,622.76	2.47%	169,808.07	28.94%
Total	\$ 30,584,380.67	100%	\$ 1,131,086.42	3.76%
Current Expenditures:				
Instruction	\$ 9,454,494.44	32.34%	\$ 37,740.87	0.40%
Undistributed	17,532,909.26	59.98%	622,462.73	3.68%
Capital Outlay	1,298,031.34	4.44%	(1,554,096.65)	-54.49%
Debt Service:				
Principal	520,000.00	1.78%	20,000.00	4.00%
Interest	425,522.26	1.46%	(16,250.02)	-3.68%
Total	\$ 29,230,957.30	100%	\$ (890,143.07)	-2.96%

Instruction costs increased primarily due to negotiated salary increases and additional instructional positions being added.

General Fund Budgetary Highlights

Throughout the year, as necessary, budget transfers were effectuated between budget accounts to re-align the 2024-2025 budget. Budget transfers were effectuated based on expected positive and negative budget variances. The budget is continually managed and revised with budget transfers as necessary or practical to do so.

Significant Budget Transfers and Variations:

- TPAF, which is the state’s contribution to the pension fund, is an “on-behalf” revenue and expenditure item to the district and is required to be reflected in the financial statements.
- Reallocations were made among the various salary budget accounts to reflect changes in the personnel budget for the 2024-2025 year.

Proprietary Funds. The District’s proprietary fund provides the same type of information found in the district-wide financial statements, but in more detail.

The Food Services Enterprise Fund showed a decrease in net position of \$1,894.61 in 2024-2025 as compared to a decrease in net position of \$15,697.68 in 2023-2024.

Capital Assets

At June 30, 2025 the District has capital assets of \$21,466,812.89, net of depreciation, which includes land, construction in progress, land improvements, buildings/construction, machinery and equipment.

	<u>June 30, 2025</u>	
	Governmental Activities	Business-Type Activities
Land	\$ 7,500.00	\$ -
Construction In Progress	10,684,736.36	-
Land Improvements	9,196,797.48	-
Buildings	687,695.74	134,929.73
Machinery and Equipment	662,639.28	92,514.30
Total	<u>\$ 21,239,368.86</u>	<u>\$ 227,444.03</u>
	<u>June 30, 2024</u>	
	Governmental Activities	Business-Type Activities
Land	\$ 7,500.00	\$ -
Construction In Progress	9,453,576.31	-
Land Improvements	10,215,158.77	-
Buildings	784,337.71	1,588.00
Machinery and Equipment	677,364.60	102,844.05
Total	<u>\$ 21,137,937.39</u>	<u>\$ 104,432.05</u>

Additional information on the District's capital assets can be found in Note 5 to the basic financial statements.

Debt Administration and Other Obligations

At June 30, 2025 and 2024, the District’s outstanding debt issues included \$9,680,000.00 of general obligation bonds and \$317,230.52 in compensated absences payable.

Additional information on the District's debt administration and other obligations can be found in Note 7 to the basic financial statements.

Economic Factors and Subsequent Year's Budgets

For the 2025-2026 school year, the School Board was able to sustain its budget through the local tax levy, state education aid and local revenue sources. Approximately 22% of the School Board's revenue is from federal, state and local aid (restricted and not restricted), while 78% of total revenue is from local tax levy.

The (\$1,748,308.03) in unrestricted net position for all governmental activities represents the accumulated results of all past years' operations. It means that if the School Board had to pay off all bills today, including all of the School Board's non-capital liabilities (compensated absences, etc.), the School Board would have that much in value.

The 2025-2026 budget was adopted on April 29, 2025 based in part on the state education aid the School Board anticipated receiving. Due to the economic condition in the State of New Jersey funding from the State for the current year remained below the previous year. Any future increases based on the enrollment formula, originally formulated to allocate state education aid amongst school boards, will be minimal. Future decreases in local revenue and state education aid will place additional burden on the Borough's of Rumson and Fair Haven for increased aid.

The School Board anticipates a slight decrease in enrollment for the 2025-2026 fiscal year. If the School Board were to experience a significant increase in enrollment with no appreciable increase in state aid for future budgets, the School Board will be faced with the following alternatives: (a) reduce programs and services, (b) increase local tax levy or (c) seek alternative sources of funding.

In general, the Rumson-Fair Haven Regional High School district has consistently committed itself to sound, conservative fiscal management, providing the most efficient and effective education possible given the demands and challenges associated with the need to improve students' academic performance.

Requests for Information

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to School Business Administrator/Board Secretary at Rumson-Fair Haven Regional High School District, 74 Ridge Road, Rumson, NJ 07760.

BASIC FINANCIAL STATEMENTS

This page intentionally left blank

A. Government-Wide Financial Statements

This page intentionally left blank

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2025

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
Cash & Cash Equivalents	\$ 2,894,938.83	\$ 154,445.20	\$ 3,049,384.03
Receivables, Net (Note 4)	205,765.88	143.40	205,909.28
Inventory	-	2,047.59	2,047.59
Restricted Cash & Cash Equivalents	10,033,655.70	-	10,033,655.70
Capital Assets, Net (Note 5):			
Non-Depreciable	10,692,236.36	-	10,692,236.36
Depreciable	10,547,132.50	227,444.03	10,774,576.53
Total Assets	34,373,729.27	384,080.22	34,757,809.49
DEFERRED OUTFLOWS OF RESOURCES			
Related to Pensions (Note 8)	681,028.00	-	681,028.00
Total Deferred Outflow of Resources	681,028.00	-	681,028.00
LIABILITIES			
Cash Deficit	86,844.94	-	86,844.94
Accounts Payable	-	3,705.23	3,705.23
Due to Other Governments	305,039.00	-	305,039.00
Payroll Deductions and Withholdings Payable	59,346.78	-	59,346.78
Unearned Revenue	107,247.81	28,354.70	135,602.51
Accrued Interest	138,563.32	-	138,563.32
Noncurrent Liabilities (Note 7):			
Due Within One Year	550,000.00	-	550,000.00
Due in More Than One Year	12,377,998.52	-	12,377,998.52
Total Liabilities	13,625,040.37	32,059.93	13,657,100.30
DEFERRED INFLOWS OF RESOURCES			
Related to Pensions (Note 8)	219,397.00	-	219,397.00
Total Deferred Inflow of Resources	219,397.00	-	219,397.00
NET POSITION			
Net Investment in Capital Assets	11,561,271.75	227,444.03	11,788,715.78
Restricted for:			
Capital Projects (Note 3)	9,000,793.29	-	9,000,793.29
Debt Service	2.53	-	2.53
Emergency Reserve (Note 3)	25,075.00	-	25,075.00
Maintenance Reserve (Note 3)	789,659.09	-	789,659.09
Unemployment Reserve	192,380.56	-	192,380.56
Excess Surplus	469,950.68	-	469,950.68
Student Activities	437,757.18	-	437,757.18
Scholarship	481,737.85	-	481,737.85
Unrestricted (Deficit)	(1,748,308.03)	124,576.26	(1,623,731.77)
Total Net Position	\$ 21,210,319.90	\$ 352,020.29	\$ 21,562,340.19

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2025**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction:						
Regular Instruction	\$ 12,027,365.52	\$ -	4,016,362.94	\$ (8,011,002.58)	\$ -	\$ (8,011,002.58)
Special Education Instruction	2,721,519.38	-	857,402.19	(1,864,117.19)	-	(1,864,117.19)
Other Instruction	2,783,447.70	-	877,139.77	(1,906,307.93)	-	(1,906,307.93)
Support Services:						
Tuition	899,264.44	-	115,553	(783,711.44)	-	(783,711.44)
Student & Instruction Related Services	5,078,066.56	-	641,214.67	(4,436,851.89)	-	(4,436,851.89)
General Administrative	939,335.87	-	120,865.84	(818,470.03)	-	(818,470.03)
School Administrative Services	656,308.34	-	84,340.44	(571,967.90)	-	(571,967.90)
Central Services	510,401.73	-	65,745.70	(444,656.03)	-	(444,656.03)
Administrative Info. Technology	174,612.61	-	11,289.67	(163,322.94)	-	(163,322.94)
Plant Operations & Maintenance	2,924,296.76	-	188,105.76	(2,736,191.00)	-	(2,736,191.00)
Pupil Transportation	1,802,159.23	-	115,885.10	(1,686,274.13)	-	(1,686,274.13)
Interest & Other Charges	388,800.96	-	-	(388,800.96)	-	(388,800.96)
Total Governmental Activities	30,905,579.10	-	7,093,905.08	(23,811,674.02)	-	(23,811,674.02)
Business-Type Activities:						
Food Service	1,061,172.87	1,059,278.26	-	-	(1,894.61)	(1,894.61)
Total Business-Type Activities	1,061,172.87	1,059,278.26	-	-	(1,894.61)	(1,894.61)
Total Primary Government	\$ 31,966,751.97	\$ 1,059,278.26	\$ 7,093,905.08	(23,811,674.02)	(1,894.61)	(23,813,568.63)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes				21,328,930.00	-	21,328,930.00
Property Taxes, Levied for Debt Service				706,064.00	-	706,064.00
Federal & State Aid Restricted				182,968.00	-	182,968.00
Federal & State Aid Not Restricted				969,406.67	-	969,406.67
Tuition Charges				324,769.00	-	324,769.00
Miscellaneous				1,271,693.32	-	1,271,693.32
Total General Revenues				24,783,830.99	-	24,783,830.99
Change In Net Position				972,156.97	(1,894.61)	970,262.36
Net Position - Beginning, As Restated (See Note 20)				20,238,162.93	353,914.90	20,592,077.83
Net Position - Ending	\$ 21,210,319.90	\$ 352,020.29	\$ 21,562,340.19			

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

B. Fund Financial Statements

This page intentionally left blank

Governmental Funds

This page intentionally left blank

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 GOVERNMENTAL FUNDS
 BALANCE SHEET
 JUNE 30, 2025

	MAJOR FUNDS				TOTAL GOVERNMENTAL FUNDS
	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	
ASSETS					
Cash & Cash Equivalents	\$ 2,893,033.41	\$ -	\$ 1,902.89	\$ 2.53	\$ 2,894,938.83
Receivables, Net:					
Interfund Receivable	52,019.50	230,057.65	-	-	282,077.15
Due from Other Governments:					
State	173,467.82	-	-	-	173,467.82
Other	2,960.00	20,695.11	-	-	23,655.11
Other Accounts Receivable	8,642.95	-	-	-	8,642.95
Restricted Cash & Cash Equivalents	9,114,160.67	919,495.03	-	-	10,033,655.70
Total Assets	<u>\$ 12,244,284.35</u>	<u>\$ 1,170,247.79</u>	<u>\$ 1,902.89</u>	<u>\$ 2.53</u>	<u>\$ 13,416,437.56</u>
LIABILITIES & FUND BALANCES					
Cash Deficit	\$ -	\$ 86,844.94	\$ -	\$ -	\$ 86,844.94
Interfund Payable	225,417.14	56,660.01	-	-	282,077.15
Payroll Deductions and Withholdings Payable	59,346.78	-	-	-	59,346.78
Unearned Revenue	-	107,247.81	-	-	107,247.81
Total Liabilities	<u>284,763.92</u>	<u>250,752.76</u>	<u>-</u>	<u>-</u>	<u>535,516.68</u>
Fund Balances:					
Restricted for:					
Capital Reserve	8,998,890.40	-	-	-	8,998,890.40
Maintenance Reserve	789,659.09	-	-	-	789,659.09
Emergency Reserve	25,075.00	-	-	-	25,075.00
Unemployment Reserve	192,380.56	-	-	-	192,380.56
Excess Surplus	266,237.24	-	-	-	266,237.24
Excess Surplus Designated for Subsequent Year	203,713.44	-	-	-	203,713.44
Student Activities	-	437,757.18	-	-	437,757.18
Scholarship	-	481,737.85	-	-	481,737.85
Capital Projects	-	-	1,902.89	-	1,902.89
Debt Service	-	-	-	2.53	2.53
Assigned to:					
Designated for Subsequent Year	61,483.00	-	-	-	61,483.00
Other Purposes	1,014,976.66	-	-	-	1,014,976.66
Unassigned	407,105.04	-	-	-	407,105.04
Total Fund Balances	<u>11,959,520.43</u>	<u>919,495.03</u>	<u>1,902.89</u>	<u>2.53</u>	<u>12,880,920.88</u>
Total Liabilities & Fund Balances	<u>\$ 12,244,284.35</u>	<u>\$ 1,170,247.79</u>	<u>\$ 1,902.89</u>	<u>\$ 2.53</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$45,116,946.44 and the accumulated depreciation is \$23,877,577.58.	21,239,368.86
Deferred outflows and inflows of resources related to pensions and deferred charges or credits on debt refunding are applicable to future reporting periods and therefore are not reported in the funds.	
Deferred Outflows Related to Pensions	681,028.00
Deferred Inflows Related to Pensions	(219,397.00)
Accrued interest on long-term debt is not due and payable in the current period and therefore is not reported as a liability in the funds.	(138,563.32)
Accrued pension contributions for the June 30, 2025 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.	(305,039.00)
Long-term liabilities, including net pension liability and bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(12,927,998.52)
Net Position of Governmental Activities	<u>\$ 21,210,319.90</u>

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2025

	MAJOR FUNDS				TOTAL GOVERNMENTAL FUNDS
	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	
Revenues:					
Local Sources:					
Local Tax Levy	\$ 21,328,930.00	\$ -	\$ -	\$ 706,064.00	\$ 22,034,994.00
Tuition Charges	324,769.00	-	-	-	324,769.00
Miscellaneous	708,057.17	563,636.15	-	-	1,271,693.32
Total Local Sources	22,361,756.17	563,636.15	-	706,064.00	23,631,456.32
State Sources	6,266,325.14	9,200.00	-	182,968.00	6,458,493.14
Federal Sources	-	258,362.61	-	-	258,362.61
Total Revenues	28,628,081.31	831,198.76	-	889,032.00	30,348,312.07
Expenditures:					
Instruction:					
Regular Instruction	6,381,166.18	227,107.99	-	-	6,608,274.17
Special Education Instruction	1,495,025.46	-	-	-	1,495,025.46
Other Instruction	1,529,088.53	-	-	-	1,529,088.53
Support Services:					
Tuition	675,109.78	-	-	-	675,109.78
Attendance & Social Work Services	42,345.06	-	-	-	42,345.06
Health Services	103,697.52	-	-	-	103,697.52
Student & Instruction Related Services	3,081,596.69	583,438.14	-	-	3,665,034.83
General Administrative	704,875.24	-	-	-	704,875.24
School Administrative Services	492,701.20	-	-	-	492,701.20
Central Services	382,865.45	-	-	-	382,865.45
Administrative Information Technology	130,812.27	-	-	-	130,812.27
Plant Operations & Maintenance	2,194,505.85	-	-	-	2,194,505.85
Pupil Transportation	1,352,561.66	-	-	-	1,352,561.66
Unallocated Benefits	3,565,529.50	-	-	-	3,565,529.50
On Behalf TPAF Pension and Social					
Security Contributions	4,829,476.14	-	-	-	4,829,476.14
Capital Outlay	132,487.90	-	1,231,160.05	-	1,363,647.95
Debt Service:					
Principal	-	-	-	535,000.00	535,000.00
Interest & Other Charges	54,591.00	-	-	354,031.26	408,622.26
Total Expenditures	27,148,435.43	810,546.13	1,231,160.05	889,031.26	30,079,172.87
Excess/(Deficiency) of Revenues Over Expenditures	1,479,645.88	20,652.63	(1,231,160.05)	0.74	269,139.20
Other Financing Sources (Uses):					
Transfers In	-	-	1,130,021.25	-	1,130,021.25
Transfer to/from Capital Projects	(1,130,021.25)	-	-	-	(1,130,021.25)
Total Other Financing Sources (Uses)	(1,130,021.25)	-	1,130,021.25	-	-
Net Changes in Fund Balances	349,624.63	20,652.63	(101,138.80)	0.74	269,139.20
Fund Balance, July 1	11,609,895.80	898,842.40	103,041.69	1.79	12,611,781.68
Fund Balance, June 30	\$ 11,959,520.43	\$ 919,495.03	\$ 1,902.89	\$ 2.53	\$ 12,880,920.88

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2025**

Total Net Changes in Fund Balances - Governmental Funds (B-2)		\$ 269,139.20
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.		
This is the amount by which depreciation exceeded capital outlays in the period.		
	Depreciation Expense	\$ (1,262,216.48)
	Capital Outlay	<u>1,363,647.95</u>
		101,431.47
Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period.		
		46,765.00
Repayment of long-term debt principal and obligation of lease purchase agreements are an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		
		535,000.00
In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is an addition in the reconciliation (+).		
		7,156.73
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		
		<u>12,664.57</u>
Change in Net Position of Governmental Activities		<u><u>\$ 972,156.97</u></u>

This page intentionally left blank

Proprietary Funds

This page intentionally left blank

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 JUNE 30, 2025**

	MAJOR FUNDS		
	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	FOOD SERVICE	OTHER ENTERPRISE	TOTALS
ASSETS			
Current Assets:			
Cash & Cash Equivalents	\$ 144,102.03	\$ 10,343.17	\$ 154,445.20
Accounts Receivable:			
Other Receivables	143.40	-	143.40
Inventories	2,047.59	-	2,047.59
Total Current Assets	146,293.02	10,343.17	156,636.19
Noncurrent Assets:			
Capital Assets	405,502.24	-	405,502.24
Less: Accumulated Depreciation	(178,058.21)	-	(178,058.21)
Total Capital Assets, Net	227,444.03	-	227,444.03
Total Noncurrent Assets	227,444.03	-	227,444.03
Total Assets	\$ 373,737.05	\$ 10,343.17	\$ 384,080.22
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 3,705.23	\$ -	\$ 3,705.23
Unearned Revenue	28,354.70	-	28,354.70
Total Current Liabilities	32,059.93	-	32,059.93
NET POSITION			
Net Investment in Capital Assets	227,444.03	-	227,444.03
Unrestricted	114,233.09	10,343.17	124,576.26
Total Net Position	\$ 341,677.12	\$ 10,343.17	\$ 352,020.29

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
 YEAR ENDED JUNE 30, 2025**

	MAJOR FUNDS		
	BUSINESS-TYPE		
	ACTIVITIES -		
	ENTERPRISE		
	FUNDS		
	FOOD	OTHER	TOTALS
	SERVICE	ENTERPRISE	
Operating Revenues:			
Charges for Services:			
Daily Sales - Non-Reimbursable Programs	\$ 1,049,937.78	\$ -	\$ 1,049,937.78
Special Functions	8,405.35	-	8,405.35
Miscellaneous	935.13	-	935.13
Total Operating Revenues	1,059,278.26	-	1,059,278.26
Operating Expenses:			
Cost of Sales - Non-Reimbursable Programs	409,678.09	-	409,678.09
Salaries	527,729.00	-	527,729.00
Employee Benefits	39,638.51	-	39,638.51
Depreciation	16,422.11	-	16,422.11
Management and Administrative Fees/Purchase Technical	67,705.16	-	67,705.16
Total Operating Expenses	1,061,172.87	-	1,061,172.87
Operating Gain/(Loss)	(1,894.61)	-	(1,894.61)
Change in Net Position	(1,894.61)	-	(1,894.61)
Total Net Position - Beginning	343,571.73	10,343.17	353,914.90
Total Net Position - Ending	\$ 341,677.12	\$ 10,343.17	\$ 352,020.29

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS
 YEAR ENDED JUNE 30, 2025**

	MAJOR FUNDS		
	BUSINESS-TYPE		
	ACTIVITIES -		
	ENTERPRISE		
	FUNDS		
	FOOD	OTHER	TOTALS
	SERVICE	ENTERPRISE	
Cash Flows From Operating Activities:			
Receipts from Customers	\$ 1,061,534.20	\$ -	\$ 1,061,534.20
Payments to Employees	(527,729.00)	-	(527,729.00)
Payments for Employee Benefits	(39,638.51)	-	(39,638.51)
Payments to Suppliers	(473,075.21)	-	(473,075.21)
Net Cash Provided by Operating Activities	21,091.48	-	21,091.48
Cash Flows From Capital & Related Financing Activities:			
Purchases of Capital Assets	(139,434.09)	-	(139,434.09)
Net Cash Used for Capital & Related Financing Activities	(139,434.09)	-	(139,434.09)
Net Increase/(Decrease) in Cash & Cash Equivalents	(118,342.61)	-	(118,342.61)
Balances - Beginning of Year	262,444.64	10,343.17	272,787.81
Balances - End of Year	\$ 144,102.03	\$ 10,343.17	\$ 154,445.20
Reconciliation of Operating Loss to Net Cash Provided by Operating Activities:			
Operating Gain/(Loss)	\$ (1,894.61)	\$ -	\$ (1,894.61)
Adjustments to Reconcile Operating Gain/(Loss) to Net Cash Provided by Operating Activities:			
Depreciation	16,422.11	-	16,422.11
(Increase)/Decrease in Accounts Receivable, Net	(1.10)	-	(1.10)
(Increase)/Decrease in Inventories	602.81	-	602.81
(Decrease)/Increase in Unearned Revenue	2,257.04	-	2,257.04
Increase in Accounts Payable	3,705.23	-	3,705.23
Total Adjustments	22,986.09	-	22,986.09
Net Cash Provided by Operating Activities	\$ 21,091.48	\$ -	\$ 21,091.48

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

This page intentionally left blank

Fiduciary Fund
Not Applicable

This page intentionally left blank

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

This page intentionally left blank

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

Note 1. Summary of Significant Accounting Policies

Basis of Presentation

The financial statements of the Rumson-Fair Haven Regional School District (hereafter referred to as the School District) have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations).

Reporting Entity

The School District is a Type II district located in the County of Monmouth, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members appointed to three-year terms. These terms are staggered so that three members' terms expire each year. The District provides a full range of educational services appropriate to grades levels nine (9) through twelfth (12th) grade. The School District has an approximate enrollment at June 30, 2025 of 826 students.

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

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

There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the School District is not includable in any other reporting entity on the basis of such criteria.

Component Units

GASB Statement No.14, *The Financial Reporting Entity* , provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units* , and GASB Statement No. 61, *The Financial Reporting Entity: Omnis – an Amendment of GASB Statements No. 14 and No. 34* , GASB Statement No. 80, *Blending Requirements for certain component Units - an Amendment of GASB Statement No. 14* and GASB Statement No. 97, *Certain Component Unit Criteria and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plan- an Amendment of GASB Statements No. 14 and No. 84* . The School District had no component units as of for the year ended June 30, 2025.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

Basis of Accounting, Measurement Focus and Financial Statement Presentation

The accounts of the School District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

A. Government-Wide Financial Statements

The School District's Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the School District accompanied by a total column.

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the School District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the School District are reported in three categories: 1) charges for services, 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.

Certain eliminations have been made to interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

B. Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. The School District has presented all major funds that met those qualifications.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

All governmental funds are accounted for on a spending or “current financial resources” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. (The School District’s deferred outflows of resources and deferred inflows of resources are noncurrent.) The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the School District, are property tax and intergovernmental revenues. Expenditures are recorded in the accounting period in which the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Interest on invested funds is recognized when earned. Intergovernmental revenues that are reimbursements for specific purposes or projects are recognized in the period in which the expenditures are recorded. All other revenue items are considered to be measurable and available only when cash is received by the School District. Transfers between governmental funds are recorded when the related liability is incurred. These transfers do not represent revenues (expenditures) to the School District and are, therefore, reported as other financing sources (uses) in the governmental fund financial statements.

Since the fund level statements are presented using a different measurement focus and basis of accounting than the government-wide statements, a reconciliation is presented on the page following each fund level statement that summarizes the adjustments necessary to convert the fund level statements into the government-wide presentations.

The School District funds outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted resources are available for use, it is the School District’s policy to use restricted resources first, then unrestricted resources as they are needed. In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the School District’s policy to consider restricted fund balance to have been depleted before any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

The School District reports the following major governmental funds:

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

As required by the New Jersey Department of Education the School District includes budgeted capital outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, interest earnings and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment.

Special Revenue Fund – The special revenue fund is used to account for the proceeds of specific revenue from state and federal government, other than major capital projects, debt service or proprietary funds, and local appropriations that are restricted or committed to expenditures for specified purposes.

Capital Projects Fund – The capital projects fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for the acquisition of construction of major capital facilities, other than those financed by proprietary funds. The financial resources are derived from New Jersey School Development Authority grants, temporary notes, capital leases, or serial bonds that are specially authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

Debt Service Fund – The debt service fund is used to account for the accumulation of financial resources that are restricted, committed, or assigned to an expenditure for the payment of general long-term debt principal, interest and related costs of governmental funds.

C. Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and for the non-major funds aggregated.

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities (whether current or noncurrent), and deferred inflows of resources are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

The School District reports the following major proprietary funds:

Food Service Fund – The food service fund accounts for the financial transactions related to the food service operations of the School District.

Other proprietary funds – The Other proprietary funds accounts for financial transactions relating to technology shared service and a summer academic enrichment program.

D. Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position. The School District’s fiduciary funds include Custodial Funds, which are used to report fiduciary activities where the School District controls assets that are collected on behalf of other entities. These assets are not held in a trust and are distributed in accordance with applicable policies. The Custodial Funds are accounted for on a spending or “economic resources” measurement focus and the accrual basis of accounting in accordance with GASBS No. 84, *Fiduciary Activities*.

The School District reports no fiduciary funds.

Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office. In accordance with *P.L.2011 c.202*, which became effective January 17, 2012, the School District eliminated the April annual voter referendum on budgets which met the statutory tax levy cap limitations and the board of education members are elected at the November general election. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in *N.J.A.C. 6A:23-2-2(f)1*. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with *N.J.A.C. 6A:23-2-11*.

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles with the exception of the legally mandated revenue recognition of the one or more June state aid payment for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

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

The budget, as detailed on Exhibit C-1, Exhibit C-2, and Exhibit I-3, includes all amendments to the adopted budget, if any.

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounts as presented in the general fund budgetary comparison schedules and the special revenue fund budgetary comparison schedule to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds. Note that the School District does not report encumbrances outstanding at fiscal year-end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the last state aid payments.

Encumbrances

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

Open encumbrances in the special revenue fund for which the School District has received advances are reflected in the balance sheet as a reduction of the accounts receivables or as unearned revenue at fiscal year-end.

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

Cash, Cash Equivalents and Investments

Cash and Cash equivalents include petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. U.S. Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are considered cash equivalents and stated at cost.

Investments are stated at fair value in accordance with Governmental Accounting Standards Board (GASB). New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. *N.J.S.18A:20-37* provides a list of permissible investments that may be purchased by New Jersey school districts.

N.J.S.A.17:9-41 et. Seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act (“GUDPA”). GUDPA was enacted in 1970 to protect governmental units from loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the governmental units.

For purposes of the statement of cash flows, the School District considers all highly liquid investments (including restricted assets) with a maturity when purchased of twelve months or less and all local government investment pools to be cash equivalents.

Tuition Receivable/Payable

Tuition rates were established by the receiving School District based on estimated costs. The charges are subject to adjustment when the actual costs are determined.

Inventories

Inventories are valued at cost, using the first-in/first-out (FIFO) method. The costs of inventories are recorded as expenditures when consumed rather than when purchased.

Interfund Receivables/Payables

Interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the School District and that are due within one year. As previously mentioned, these amounts are eliminated in the governmental and business-type columns of the Statement of Net Position, except for the net residual amounts due between governmental and business-type activities, which are presented as Internal Balances in the Statement of Net Position.

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)**

Note 1. Summary of Significant Accounting Policies (Continued)

Capital Assets

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Purchased or constructed assets are recorded at actual cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at acquisition value. All reported capital assets except land and construction in progress are depreciated. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. The School District does not possess any infrastructure. The School District has established a threshold of \$2,000 for capitalization of depreciable assets.

Capital assets of the School District are depreciated or amortized using the straight-line method over the following estimated useful lives:

Description:	Governmental Activities <u>Estimated Lives</u>	Business-Type Activities <u>Estimated Lives</u>
Building and Improvements	20-50 Years	20-50 Years
Machinery and Equipment	5-20 Years	5-12 Years
Vehicles	5-10 Years	4-6 Years

Compensated Absences

Compensated absences are those absences for which employees will be paid, such as vacation, sick leave and sabbatical leave. In accordance with GASB Statement No. 101, *Compensated Absences*, liabilities for compensated absences are recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. The liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

The entire compensated absences liability is reported on the government-wide financial statements and proprietary fund financial statements. Compensated absences liability is not recorded in the governmental funds. Instead expenditures are recognized in the governmental funds as payments come due each period, for example, as a result of resignations or retirements.

Unearned Revenue

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied and is recorded as a liability until the revenue is both measurable and the School District is eligible to realize the revenue.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, government fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds, are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources.

Accounting Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumption that affect certain reported amounts reported in the financial statements and accompanying note disclosures. Actual results could differ from those estimates.

Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in proprietary funds. Reimbursements from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Deferred Outflows and Deferred Inflows of Resources

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

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

Pensions & Other Post-Employment Benefits Section

For purposes of measuring the net pension and other post-employment benefits liabilities, deferred outflows of resources and deferred inflows of resources related to pensions and other post-employment benefits, and pension and other post-employment benefits expenses, information about the fiduciary net position of the Public Employees' Retirement System (PERS), the Teacher's Pension and Annuity Fund (TPAF), the Other Post-Employment Benefits (OPEB) and additions to/deductions from the PERS's, TPAF's and OPEB's fiduciary net position have been determined on the same basis as they are reported by the plan. For these purposes, 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.

Fund Balance

In accordance with Government Accounting Standards Board 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, fund balances in the governmental funds financial statements are classified into the following five categories, as defined below:

Non-spendable – This classification includes amounts that cannot be spent because they are either not spendable form or are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.

Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

Assigned – This classification includes amounts that are constrained by the School District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process.

Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, it is the School District's policy to consider restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, it is the School District's policy to consider amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board has provided otherwise in its commitment or assignment actions.

Net Position

Net position, represents the difference between summation of assets and deferred outflows of resources, and the summation of liabilities and deferred inflows of resources. Net position is classified into the following three components:

Net Investment in Capital Assets – This components represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for acquisition, construction, or improvement of those assets.

Restricted – This component of net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Unrestricted – This component of net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2025 and November 10, 2025 the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items have come to the attention of the School District that would require disclosure.

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

The following GASB Statements became effective for the fiscal year ended June 30, 2025:

- Statement No. 101, Compensated Absences. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023. Implementation of this Statement resulted in a prior period adjustment and additional footnotes. See Note 14 and Note 20 for further detail.
- Statement No. 102, Certain Risk Disclosures. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024. Management has determined the implementation of this Statement did not have a significant impact on the District's financial statements.

Accounting Pronouncements Effective in Future Reporting Periods

- Statement No. 103, *Financial Reporting Model Improvements*. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025.
- Statement No. 104, *Disclosure of Certain Capital Assets*. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter.

Management has not yet determined the potential impact on the District's financial statements.

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)**

Note 2. Deposits and Investments

Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board’s deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity fund or other funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2025, the School District’s bank balance of \$13,383,374.22 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$ 12,211,903.73
Uninsured and Uncollateralized	1,171,470.49
Total	\$ 13,383,374.22

Investments

The School District had no investments at June 30, 2025.

Note 3. Reserve Accounts

Capital Reserve

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

Funds placed in the capital reserve account are restricted to capital projects in the School District’s approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a School District may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A School 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 N.J.S.A.19:60-2. Pursuant to N.J.A.C.6:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 3. Reserve Accounts (Continued)

Capital Reserve (continued)

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

Beginning Balance, July 1, 2024	\$	<u>8,356,185.21</u>
Increased by:		
Deposits Approved by Board		<u>1,738,496.19</u>
Decreased by:		
Budget Withdrawals		<u>1,095,791.00</u>
Ending Balance, June 30, 2025	\$	<u><u>8,998,890.40</u></u>

Emergency Reserve

The School District established an emergency reserve account in the 2012-2013 school year for the accumulation of funds for use in accordance with N.J.S.A. 18A: 7F-41c(1) to finance unanticipated general fund expenditures.

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

Beginning Balance, July 1, 2024	\$	<u>25,075.00</u>
Ending Balance, June 30, 2025	\$	<u><u>25,075.00</u></u>

Maintenance Reserve

The School District established a maintenance reserve account for the accumulation of funds for use as required maintenance of a facility in subsequent fiscal years.

Funds placed in the maintenance reserve account are restricted to maintenance projects in the School District’s approved Maintenance Plan (M-1). A School District may increase the balance in the maintenance reserve account 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. The balance in the account cannot at any time exceed four percent of the replacement cost of the school district’s school facilities for the current year.

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

Beginning Balance, July 1, 2024	\$	<u>1,089,659.09</u>
Increased by:		
Deposits Approved by Board		<u>100,000.00</u>
Decreased by:		
Budget Withdrawals		<u>400,000.00</u>
Ending Balance, June 30, 2025	\$	<u><u>789,659.09</u></u>

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 3. Reserve Accounts (Continued)

Unemployment Reserve

Unemployment reserve funds are restricted pursuant to *N.J.S.A. 43:21-7.3(g)*, which requires that employer and employee contributions be held in a trust fund maintained by the governmental entity or instrumentally for unemployment benefit cost purposes and any surplus remaining in this trust fund must be retained in reserve for payment of benefit costs in subsequent years.

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

Beginning Balance, July 1, 2024		\$	224,806.58
Decreased by:			
Disbursements			(32,426.02)
Ending Balance, June 30, 2025		\$	192,380.56

Note 4. Accounts Receivable

Accounts receivable at June 30, 2025 consisted of accounts and intergovernmental grants. All receivables are considered collectible in full due to the stable condition of state and federal programs, the current fiscal year guarantee of federal funds and the budgetary control of New Jersey governmental entities. Accounts receivable in the School District's governmental and business-type activities as of June 30, 2025, consisted of the following:

Description:	Governmental Funds		
	General Fund	Special Revenue Fund	Total Governmental Activities
State Awards	\$ 173,467.82	\$ -	\$ 173,467.82
Other	11,602.95	20,695.11	32,298.06
Total	\$ 185,070.77	\$ 20,695.11	\$ 205,765.88

Description:	Proprietary Funds	Total
	Food Service Fund	Business-Type Activities
Other	\$ 143.40	\$ 143.40
Total	\$ 143.40	\$ 143.40

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 5. Capital Assets

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

	Governmental Activities		
	Balance July 1, 2024	Additions	Balance June 30, 2025
Governmental Activities:			
Capital Assets not Being Depreciated:			
Land	\$ 7,500.00	\$ -	\$ 7,500.00
Construction in Progress	9,453,576.31	1,231,160.05	10,684,736.36
Total Capital Assets not Being Depreciated	9,461,076.31	1,231,160.05	10,692,236.36
Capital Assets Being Depreciated:			
Buildings and Building Improvements	29,912,036.53	83,065.86	29,995,102.39
Machinery and Equipment	2,738,566.77	49,422.04	2,787,988.81
Site Improvements	1,641,618.88	-	1,641,618.88
Total Capital Assets Being Depreciated	34,292,222.18	132,487.90	34,424,710.08
Less: Accumulated Depreciation:			
Buildings and Building Improvements	(19,696,877.76)	(1,101,427.15)	(20,798,304.91)
Machinery and Equipment	(1,954,229.06)	(146,064.01)	(2,100,293.07)
Site Improvements	(964,254.28)	(14,725.32)	(978,979.60)
Total Accumulated Depreciation	(22,615,361.10)	(1,262,216.48)	(23,877,577.58)
Total Capital Assets Being Depreciated, Net	11,676,861.08	(1,129,728.58)	10,547,132.50
Total Governmental Activities Capital Assets, Net	\$ 21,137,937.39	\$ 101,431.47	\$ 21,239,368.86
Business-Type Activities			
	Balance July 1, 2024	Additions	Balance June 30, 2025
Business-Type Activities:			
Capital Assets Being Depreciated:			
Building Improvements	\$ 12,875.00	\$ 139,434.09	\$ 152,309.09
Equipment	253,193.15	-	253,193.15
Total Capital Assets Being Depreciated	266,068.15	139,434.09	405,502.24
Less: Accumulated Depreciation:			
Building Improvements	(11,287.00)	(6,092.36)	(17,379.36)
Equipment	(150,349.10)	(10,329.75)	(160,678.85)
Total Capital Assets Being Depreciated, net	(161,636.10)	(16,422.11)	(178,058.21)
Total Business-Type Activities Capital Assets, Net	\$ 104,432.05	\$ 123,011.98	\$ 227,444.03

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 5. Capital Assets (Continued)

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

Governmental Activities:

Instruction:

Regular Instruction	\$ 430,289.60
Special Education Instruction	97,443.11
Other Instruction	99,588.88

Support Services:

Tuition	43,925.13
Student & Instruction Related Services	248,277.98
General Administrative	45,944.68
School Administrative Services	32,060.30
Central Services	24,991.89
Administrative Info. Technology	8,583.07
Plant Operations & Maintenance	143,009.13
Pupil Transportation	88,102.71

Total Depreciation Expense - Governmental Activities	\$ 1,262,216.48
--	-----------------

Note 6. Interfund Receivables, Payables and Transfers

Individual fund receivables/payables balances at June 30, 2025 are as follows:

Fund:	Interfund Receivables	Interfund Payables
General Fund	\$ 52,019.50	\$ 225,417.14
Special Revenue Fund	230,057.65	56,660.01
	\$ 282,077.15	\$ 282,077.15

The interfund receivables and payables above predominately resulted from payment made by certain funds on behalf of other funds. All interfund balances are expected to be repaid within one year.

Individual fund transfer balances at June 30, 2025 are as follows:

Fund:	Transfer In	Transfer Out
General Fund	\$ -	\$ 1,130,021.25
Capital Projects	1,130,021.25	-
	\$ 1,130,021.25	\$ 1,130,021.25

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)**

Note 7. Long-Term Obligations

During the fiscal year-ended June 30, 2025 the following changes occurred in long-term obligations for the governmental and business-type activities:

	Balance			Balance	Balance
	June 30, 2024	Additions	Reductions	June 30, 2025	Due Within One Year
Governmental Activities:					
General Obligation Bonds	\$ 10,215,000.00	\$ -	\$ 535,000.00	\$ 9,680,000.00	\$ 550,000.00
Compensated Absences (as Restated, See Note 20)	329,895.09	-	12,664.57	317,230.52	-
Net Pension Liability	2,941,801.00	633,256.00	(644,289.00)	2,930,768.00	-
Total	<u>\$ 13,486,696.09</u>	<u>\$ 633,256.00</u>	<u>\$ (96,624.43)</u>	<u>\$ 12,927,998.52</u>	<u>\$ 550,000.00</u>

For governmental activities, the bonds payable are liquidated from the School District’s debt service fund. Compensated absences and the net pension liability are liquidated by the general fund.

Bonds Payable

The voters of the municipality through referendums authorize bonds in accordance with State Law. All bonds are retired in serial installments within the statutory period of usefulness.

On October 2, 2018 the School District issued \$12,596,000.00 of General Obligation Bonds. The General Obligation Bonds were issued at varying interest rates and mature on February, 2039. The following is a schedule of the remaining future minimum payments under General Obligations Bonds:

Fiscal Year Ending	Principal	Interest	Total
June 30,			
2026	\$ 550,000.00	\$ 336,643.76	\$ 886,643.76
2027	570,000.00	318,768.76	888,768.76
2028	590,000.00	300,243.76	890,243.76
2029	610,000.00	281,068.76	891,068.76
2030	635,000.00	261,243.76	896,243.76
2031-2035	3,565,000.00	968,975.02	4,533,975.02
2036 - 2039	3,160,000.00	295,262.50	3,455,262.50
	<u>\$ 9,680,000.00</u>	<u>\$ 2,762,206.32</u>	<u>\$ 12,442,206.32</u>

Bonds Authorized but not Issued

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 8. Pension Plans

A. Public Employees' Retirement System (PERS)

Plan Description – The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PERS, please refer to Division's Annual Comprehensive Financial Report (ACFR) which can be found at <http://www.nj.gov/treasury/pensions/financial-reports.shtml>.

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:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit and tier 5 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 10 years of service credit and have not reached the service retirement age for the respective tier.

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)**

Note 8. Pension Plans (Continued)

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

Pension Liability, Pension Expense/(Benefit) and Deferred Outflows/Inflows of Resources – At June 30, 2025, the School District reported a liability of \$2,930,768.00 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2024. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2024, to the measurement date of June 30, 2025. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2025. The School District's proportion measured as of June 30, 2025, was 0.0215687209%, which was an increase of 0.0012585478% from its proportion measured as of June 30, 2024.

For the year ended June 30, 2025, the School District recognized full accrual pension expense of \$246,725.00 in the government-wide financial statements. This pension benefit was based on the pension plans June 30, 2024 measurement date. At June 30, 2025 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 58,709.00	\$ 7,803.00
Changes of Assumptions	3,641.00	33,345.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	135,892
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	313,639.00	42,357.00
School District contributions subsequent to measurement date	305,039.00	-
	\$ 681,028.00	\$ 219,397.00

\$305,039.00 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is estimated based on unadjusted 2024-2025 total salaries for PERS employees multiplied by an employer pension contribution rate of 15.98%. The payable is due on April 1, 2026 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 8. Pension Plans (Continued)

Year Ending June 30,		
2026	\$	(70,177.00)
2027		150,539.00
2028		(1,138.00)
2029		22,278.00
2030		55,090.00
	<u>\$</u>	<u>156,592.00</u>

The amortization of the above other deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of years:

Special Funding Situation – Under N.J.S.A. 43:15A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the State, are Chapter 366, P.L. 2001 and Chapter 133, P.L. 2001.

The amounts contributed on behalf of the local participating employers under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability to report in the financial statements of the local participating employers related to this legislation.

However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities’ total proportionate share of the collective net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employers as well as revenue in an amount equal to the nonemployer contributing entities’ total proportionate share of the collective pension expense associated with the local participating employer.

Additionally, the State has no proportionate share of the PERS net pension liability attributable to the District as of June 30, 2025. At June 30, 2025, the State’s proportionate share of the employer pension expense and related revenue, associated with the District, calculated by the plan as of the June 30, 2024 measurement date was \$9,449.00.

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2025 (Continued)**

Note 8. Pension Plans (Continued)

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

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

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

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

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 8. Pension Plans (Continued)

Asset Class:	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	28.00%	8.63%
Non-U.S. Developed Markets Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging Markets Equity	5.50%	10.66%
Private Equity	13.00%	12.40%
Real Assets	8.00%	10.95%
Real Estate	3.00%	8.20%
High Yield	4.50%	6.74%
Private Credit	8.00%	8.90%
Investment Grade Credit	7.00%	5.37%
Cash Equivalents	2.00%	3.57%
U.S. Treasuries	4.00%	3.57%
Risk Mitigation Strategies	3.00%	7.10%
	<u>100.00%</u>	

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

Sensitivity of the School District’s proportionate share of the Net Pension Liability to Changes in the Discount Rate – The following presents the School District’s proportionate share of the net pension liability as of June 30, 2024, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 8. Pension Plans (Continued)

	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
School District's Proportionate Share of the Net Pension Liability	\$ 3,927,050.00	\$ 2,930,768.00	\$ 2,128,601.00

Additional Information – The following is a summary of the collective balances of the local group at June 30, 2025 and 2024:

	6/30/2025	6/30/2024
Collective Deferred Outflows of Resources	\$ 1,079,580,780.00	\$ 1,080,204,730.00
Collective Deferred Inflows of Resources	1,611,322,898.00	1,780,216,457.00
Collective Net Pension Liability	13,702,423,985.00	14,606,489,066.00
School District's portion	0.02156%	0.02031%

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description – 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 the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. TPAF is administered by the Division. For additional information about TPAF, please refer to the Division's annual financial statements which can be found at www.nj.gov/treasury/pensions/financial-reports.shtml.

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 represents the membership tiers for TPAF:

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 8. Pension Plans (Continued)

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

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

As mentioned previously, the employer contributions for local participating employers are legally required to be funded by the State in accordance with *N.J.S.A 18:66-33*. Therefore, the School District is considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the School District does not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers.

Components of Net Pension Liability – At June 30, 2025, the State's proportionate share of the TPAF net pension liability, attributable to the School District was \$35,862,503.00. The School District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The State's proportionate share of the net pension liability associated with the District was based on projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2024, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.0725592840%, which was a decrease of 0.0030674122% from its proportion measured as of June 30, 2023.

For the fiscal year ended June 30, 2025, the State of New Jersey recognized a pension expense in the amount of \$(130,821.00) for the State's proportionate share of the TPAF pension expense attributable to the School District. This pension expense was based on the pension plans June 30, 2024 measurement date.

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2025 (Continued)**

Note 8. Pension Plans (Continued)

Actuarial Assumption – 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% - 3.25%
Based on Years of Service

Investment Rate of Return:

7.00%

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

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

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 8. Pension Plans (Continued)

Asset Class:	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	28.00%	8.63%
Non-U.S. Developed Markets Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging Markets Equity	5.50%	10.66%
Private Equity	13.00%	12.40%
Real Assets	3.00%	8.20%
Real Estate	8.00%	10.95%
High Yield	4.50%	6.74%
Private Credit	8.00%	8.90%
Investment Grade Credit	7.00%	5.37%
Cash Equivalents	2.00%	3.57%
U.S. Treasuries	4.00%	3.57%
Risk Mitigation Strategies	3.00%	7.10%
	100.00%	

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

Sensitivity of the School District’s proportionate share of the Net Pension Liability to Changes in the Discount Rate – As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District’s annual required contribution. The following represents the State’s proportionate share of the net pension liability, attributable to the School District calculated using the discount rate of 7.00% as well as what the State’s proportionate share of the net pension liability, attributable to the School District’s would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	\$ 42,627,662.00	\$ 35,862,503.00	\$ 30,164,960.00
	\$ 42,627,662.00	\$ 35,862,503.00	\$ 30,164,960.00

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 8. Pension Plans (Continued)

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

Additional Information – The following is a summary of the collective balances of the local group at June 30, 2025 and 2024:

	6/30/2025	6/30/2024
Collective Deferred Outflows of Resources	\$ 1,178,433,819.00	\$ 2,502,380,838.00
Collective Deferred Inflows of Resources	10,615,423,132.00	14,830,205,473.00
Collective Net Pension Liability	49,492,072,325.00	51,109,961,824.00
 School District's portion	 0.07256%	 0.07563%

C. Defined Contribution Retirement Plan (DCRP)

Plan Description – The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of *N.J.S.A. 43:15C-1 et seq.* The DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage.

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007;
- Employees enrolled in the Public Employees’ Retirement System (PERS) or Teachers’ Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established “maximum compensation” limits;
- Employees enrolled in the Police and Firemen’s Retirement System (PFRS) or State Police Retirement System (SPRS) after May 21, 2010, who earn salary in excess of established “maximum compensation” limits;
- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually. The minimum salary in 2020 is \$8,400 and is subject to adjustment in future years.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually. The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 8. Pension Plans (Continued)

Contributions – The contribution policy is set by *N.J.S.A. 43:15C-3* and requires active members and contribution employers. When enrolled in the DCRP, members are required to contribute 5.5% of their base salary to a tax-deferred investment account established with Prudential Financial, which jointly administers the DCRP investments with the Division of Pension and Benefits. Member contributions are matched by a 3% contribution from the School District.

For the year ended June 30, 2025, employee contributions totaled \$2,400.60, and the School District recognized an expense for payments made to the Defined Contribution Retirement program in the amount of \$4,168.40.

Note 9. Other Post-Retirement Benefits

General Information about the OPEB Plan

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

The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A 52:14-17.32f. According to N.J.S.A 52:14- 17.32f, the State provides employer-paid coverage to employees who retire from a board of education or county college with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen Retirement System (PFRS), or the Alternate Benefit Program (ABP). Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 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 total nonemployer OPEB liability does not include certain other postemployment benefit obligations that are provided by the local education employers. The reporting of these benefits are the responsibility of the individual local education employers.

Basis of Presentation

The Schedule presents the State of New Jersey's obligation under NJSA 52:14-17.32f. The Schedule does not purport to be a complete presentation of the financial position or changes in financial position of the State Health Benefit Local Education Retired Employees Plan or the State of New Jersey. The accompanying Schedule was prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of the State of New Jersey to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 9. Other Post-Retirement Benefits (continued)

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability of \$59,650,630,530.00 as of June 30, 2024 was determined by an actuarial valuation as of June 30, 2023, which was rolled forward to June 30, 2024. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

	TPAF/ABP	PERS	PFRS
Salary Increases:	2.75 - 4.25%	2.75 - 6.55%	3.25 - 16.25%
	based on years of service	based on years of service	based on years of service

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

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

OPEB Obligation and OPEB Expense - The State's proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2024 was \$40,839,052.00. The School District's proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2024, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The State's proportionate share of the OPEB Obligation associated with the District was based on projection of the State's long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2024, the State proportionate share of the OPEB Obligation attributable to the School District was 0.06846%, which was an increase of 0.00234% from its proportion measured as of June 30, 2023.

For the fiscal year ended June 30, 2025, the State of New Jersey recognized an OPEB expense in the amount of \$1,660,245.00 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2024 measurement date.

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

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

Discount Rate

The discount rate used to measure the total OPEB liability was 3.93%. This represents the municipal bond return rate as chosen by the 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.

Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate:

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

	June 30, 2024		
	At 1% Decrease (2.93%)	At Discount Rate (3.93%)	At 1% Increase (4.93%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 47,831,276.27	\$ 40,839,052.00	\$ 35,215,852.36
State of New Jersey's Total Nonemployer OPEB Liability	\$ 69,863,663,542.00	\$ 59,650,630,530.00	\$ 51,437,232,141.00

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

Sensitivity of Total Nonemployer OPEB Liability to changes in the healthcare trend rate:

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

	June 30, 2024		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 34,019,227.64	\$ 40,839,052.00	\$ 49,722,323.29
State of New Jersey's Total Nonemployer OPEB Liability	\$ 49,689,409,509.00	\$ 59,650,630,530.00	\$ 72,625,778,279.00

* See Healthcare Cost Trend Assumptions for details of rates.

Additional Information

Collective balances of the Local Group at June 30, 2024 are as follows:

	Deferred Outflows of	Deferred Inflows of
Differences between Expected & Actual Experience	\$ 6,378,932,312.00	\$ 11,139,706,892.00
Change in Assumptions	10,004,978,073.00	11,662,607,882.00
Contributions Made in Fiscal Year Year Ending June 30, 2025 After Measurement Date **	TBD	N/A
	\$ 16,383,910,385.00	\$ 22,802,314,774.00
Fiscal Year Ending June 30,		
2025	\$ (2,115,877,507.00)	
2026	(1,774,175,666.00)	
2027	(842,677,045.00)	
2028	221,470,185.00	
2029	(1,537,725,697.00)	
Thereafter	(369,418,659.00)	
	\$ (6,418,404,389.00)	

** Employer Contributions made after June 30, 2024 are reported as deferred outflow of resources, but are not amortized in expense.

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

Plan Membership

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

Active Plan Members	219,185
Currently Receiving Benefits	<u>153,556</u>
	<u><u>372,741</u></u>

Changes in the Total OPEB Liability

The change in the State's Total OPEB liability for the fiscal year ended June 30, 2025 (measurement date June 30, 2024) is as follows:

Total OPEB Liability

Service Cost	\$	2,152,062,729
Interest Cost		1,963,557,443
Differences Between Expected and Actual Experiences		158,934,425
Changes of Assumptions		4,462,660,491
Contributions: Member		51,347,810
Gross Benefit Payments		<u>(1,499,600,607)</u>
Net Change in Total OPEB Liability		7,288,962,291
Total OPEB Liability (Beginning)		<u>52,361,668,239</u>
Total OPEB Liability (Ending)	\$	<u><u>59,650,630,530</u></u>
Total Covered Employee Payroll	\$	15,845,935,573
Net OPEB Liability as a Percentage of Payroll		376%

Note 10. On-Behalf Payments for Fringe Benefits and Salaries

As previously mentioned, the School District receives on-behalf payments from the State for normal costs and post-retirement medical costs related to the TPAF pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2025, the on-behalf payments for pension, social security, post-retirement medical costs, and long-term disability were \$3,220,297.00, \$666,875.14, \$940,973.00, and \$1,331.00, respectively.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 11. Risk Management

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

New Jersey Unemployment Compensation Insurance – The School District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method”. Under this plan the School 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 School District is billed quarterly for amounts due to the State. The following is a summary of School District contributions, reimbursements to the State for benefits paid and the ending balance of the School District’s trust fund for the current and previous two years:

Fiscal Year Ended June 30,	Ending Balance			
	Contributions	Amount Reimbursed	Restricted for: Unemployment Reserve	Unemployment Liability
2025	\$ 21,077.70	\$ (53,503.72)	\$ 192,380.56	\$ -
2024	20,170.11	(85,556.27)	224,806.58	-
2023	32,706.68	(9,827.67)	253,559.21	36,633.53

Property and Liability Insurance – The School District maintains commercial insurance coverage for property, liability, student accident and surety bonds. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report.

Note 12. Contingencies

State and Federal Grantor Agencies – The School District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the School District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2025 may be impaired. In the opinion of the School District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

Litigation – The School District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the School Districts’ attorney that resolution of these matters will not have a material adverse effect on the financial condition of the School District.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 12. Contingencies (Continued)

Economic Dependency – The School District receives a substantial amount of its support from federal and state governments. A significant reduction in the level of support, if this were to occur, could have an effect on the School District’s programs and activities.

Note 13. Deferred Compensation

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

AXA Equitable	Valic Investments
Lincoln Investment	Fidelity Investment

Note 14. Compensated Absences

GASB Statement No. 101, *Compensated Absences*, requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. The liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

School District employees are granted varying amounts of vacation and sick leave in accordance with the School District’s personnel policies. Upon termination, employees are paid for accrued vacation. The School District policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement, employees shall be paid by the School District for the unused sick leave in accordance with the School District’s agreements with various employee unions. However, a liability is recognized under GASB 101 to the extent such leave is expected to be used as time off.

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. It is estimated that accrued benefits for compensated absences, in accordance with GASB Statement No. 101, are valued at \$317,230.52 at June 30, 2025. This estimate includes leave that is expected to be paid upon separation from service, and vacation and sick leave to the extent that such leave is more likely than not to be used by employees as paid time off, based on historical usage patterns.

The School District adopted GASB Statement No. 101 during the year ended June 30, 2025. As a result, the compensated absences liability disclosed above reflects the revised recognition criteria under this standard. Implementation of this Statement resulted in a Prior Period Adjustment. See Note 20 for further detail.

Note 15. Tax Abatements

As defined by the GASB Statement No. 77, *Tax Abatement*, a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district’s local tax revenue because *N.J.S.A. 54:4-75* and *N.J.S.A. 54:4-76* require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the School District.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 15. Tax Abatements (Continued)

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

Note 16. Calculation of Excess Surplus

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to *N.J.S.A.18A:7F-7*. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2025 was \$266,237.24.

Note 17. Fund Balances

General Fund – Of the \$11,959,520.43 General Fund fund balance at June 30, 2025, \$8,998,890.40 has been restricted for the Capital Reserve Account; \$789,659.09 has been restricted for the Maintenance Reserve Account; \$25,075.00 has been restricted for the Emergency Reserve; \$192,380.56 has been restricted for Unemployment; \$266,237.24 has been restricted for Excess Surplus; \$203,713.44 has been assigned for excess surplus designated for subsequent year's expenditures; \$61,483.00 has been assigned for designated for subsequent year's expenditures; \$1,014,976.66 has been assigned for other purposes; and \$407,105.04 is unassigned.

Special Revenue Fund – Of the \$919,495.03 Special Revenue Fund fund balance at June 30, 2025, \$437,757.18 is restricted for student activities and \$481,737.85 is restricted for scholarships.

Capital Projects Fund – Of the \$1,902.89 Capital Projects Fund fund balance at June 30, 2025, \$1,902.89 is restricted for future capital projects approved by the School District.

Debt Service Fund – Of the \$2.53 Debt Service Fund fund balance at June 30, 2025, \$2.53 is restricted for future debt service payments.

Note 18. Deficit in Net Position

Unrestricted Net Position – The School District governmental activities had a deficit in unrestricted net position in the amount of \$1,748,308.03 at June 30, 2025. The primary causes of this deficit is the School District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the Public Employee's Retirement System (PERS) as of June 30, 2025. This deficit in unrestricted net position for governmental activities does not indicate that the School District is facing financial difficulties.

Note 19. Commitments

The District has contractual commitments at June 30, 2025 to various vendors which are recorded in the general fund as fund balance assigned to other purposes in the amount of \$1,014,976.66.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025 (Continued)

Note 20. Prior Period Adjustment/Restatement of Fund Balance and Net Position

Net Position as of July 1, 2024, has been restated as follows for the implementation of GASB Statement No. 101, *Compensated Absences*.

Net Position as previously reported at June 30, 2024	\$	20,322,305.43
Prior Period Adjustment- Implementation of GASB 101: Net Position		(84,142.50)
Net Position as restated, July 1, 2024	\$	20,238,162.93

Long-Term Liabilities of the Governmental Funds as of July 1, 2024, has been restated as follows for the implementation of GASB Statement No. 101, *Compensated Absences*.

Long-Term Liabilities as previously reported at June 30, 2024	\$	13,402,553.59
Prior Period Adjustment- Implementation of GASB 101: Non-Current Liabilities		84,142.50
Long-Term Liabilities Balance as Restated, July 1, 2024	\$	13,486,696.09

REQUIRED SUPPLEMENTARY INFORMATION - PART II

This page intentionally left blank

C. Budgetary Comparison Schedules

This page intentionally left blank

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2025**

	ACCOUNT NUMBERS	JUNE 30, 2025				VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:						
Local Sources:						
Local Tax Levy	10-1210	\$ 21,328,930.00	\$ -	\$ 21,328,930.00	\$ 21,328,930.00	\$ -
Tuition From Individuals	10-1310	236,450.00	151,866.00	388,316.00	216,622.00	(171,694.00)
Tuition From Other LEAs Within State	10-1320	151,866.00	(151,866.00)	-	108,147.00	108,147.00
Interest on Investments	10-1510	-	-	-	360,190.00	360,190.00
Sale of Property	10-1930	3,500.00	-	3,500.00	-	(3,500.00)
Unrestricted Miscellaneous Revenues	10-1990	30,000.00	6,000.00	36,000.00	23,850.25	(12,149.75)
Interest Earned on Emergency Reserve	10-1993	100.00	(100.00)	-	1,319.50	1,319.50
Interest Earned on Maintenance Reserve	10-1994	900.00	(900.00)	-	34,668.79	34,668.79
Interest Earned on Capital Reserve Funds	10-1995	5,000.00	(5,000.00)	-	288,028.63	288,028.63
Total Local Sources		21,756,746.00	-	21,756,746.00	22,361,756.17	605,010.17
State Sources:						
Categorical Transportation Aid	10-3121	274,521.00	-	274,521.00	274,521.00	-
Extraordinary Aid	10-3131	200,000.00	-	200,000.00	100,683.00	(99,317.00)
Categorical Special Education Aid	10-3132	946,260.00	-	946,260.00	946,260.00	-
Categorical Security Aid	10-3177	77,783.00	-	77,783.00	77,783.00	-
Other State Aids	10-3190	-	-	-	39,922.00	39,922.00
Nonbudgeted:						
TPAF Pension (on-behalf)		-	-	-	3,220,297.00	3,220,297.00
TPAF Social Security (reimbursed)		-	-	-	666,875.14	666,875.14
TPAF Post Retirement Medical Benefits (on-behalf)		-	-	-	940,973.00	940,973.00
TPAF Long-Term Disability Insurance (on-behalf)		-	-	-	1,331.00	1,331.00
Total State Sources		1,498,564.00	-	1,498,564.00	6,268,645.14	4,770,081.14
Total Revenues		23,255,310.00	-	23,255,310.00	28,630,401.31	5,375,091.31
Current Expenses:						
Regular Programs - Instruction:						
Grades 9-12 - Salaries of Teachers	11-140-100-101	5,894,430.00	(271,243.22)	5,623,186.78	5,553,944.00	69,242.78
Regular Programs - Home Instruction:						
Salaries of Teachers	11-150-100-101	15,000.00	4,528.30	19,528.30	19,528.30	-
Purchased Professional - Educational Services	11-150-100-320	12,850.00	695.00	13,545.00	12,452.20	1,092.80
Regular Programs - Undistributed Instruction:						
Purchased Technical Services	11-190-100-340	111,181.43	2,000.00	113,181.43	112,541.46	639.97
Other Purchased Services	11-190-100-500	101,720.00	263.88	101,983.88	62,094.22	39,889.66
General Supplies	11-190-100-610	560,311.64	82,539.23	642,850.87	548,245.13	94,605.74
Textbooks	11-190-100-640	77,875.00	2,411.09	80,286.09	68,921.92	11,364.17
Other Objects	11-190-100-800	4,075.00	250.00	4,325.00	3,438.95	886.05
Total Regular Programs - Instruction		6,777,443.07	(178,555.72)	6,598,887.35	6,381,166.18	217,721.17

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2025**

	ACCOUNT NUMBERS	JUNE 30, 2025			VARIANCE FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		ACTUAL
Special Education - Instruction:						
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	255,930.00	17,621.00	273,551.00	272,394.65	1,156.35
Other Salaries for Instruction	11-212-100-106	35,875.00	(1,373.04)	34,501.96	34,501.96	-
General Supplies	11-212-100-610	36,400.00	(23,370.96)	13,029.04	12,958.69	70.35
Other Objects	11-212-100-800	3,150.00	119.00	3,269.00	3,269.00	-
Total Multiple Disabilities		331,355.00	(7,004.00)	324,351.00	323,124.30	1,226.70
Special Education - Instruction:						
Resource Room/Resource Center:						
Salaries of Teachers	11-213-100-101	1,110,320.00	51,297.98	1,161,617.98	1,161,367.98	250.00
General Supplies	11-213-100-610	10,000.00	(5,000.00)	5,000.00	4,153.18	846.82
Textbooks	11-213-100-640	1,700.00	(1,700.00)	-	-	-
Total Resource Room/Resource Center		1,122,020.00	44,597.98	1,166,617.98	1,165,521.16	1,096.82
Special Education - Instruction:						
Home Instruction:						
Salaries of Teachers	11-219-100-101	5,000.00	2,165.00	7,165.00	6,380.00	785.00
Purchased Professional - Educational Services	11-219-100-320	5,000.00	(2,165.00)	2,835.00	-	2,835.00
Total Home Instruction		10,000.00	-	10,000.00	6,380.00	3,620.00
Total Special Education - Instruction		1,463,375.00	37,593.98	1,500,968.98	1,495,025.46	5,943.52
Bilingual Education - Instruction:						
Salaries of Teachers	11-240-100-101	11,000.00	-	11,000.00	-	11,000.00
General Supplies	11-240-100-610	50.00	(50.00)	-	-	-
Textbooks	11-240-100-640	50.00	-	50.00	-	50.00
Total Bilingual Education - Instruction		11,100.00	(50.00)	11,050.00	-	11,050.00
School-Sponsored Cocurricular/Extra:						
Curricular Activities - Instruction:						
Salaries	11-401-100-100	202,223.00	(3,000.00)	199,223.00	189,226.33	9,996.67
Purchased Services	11-401-100-500	30,075.00	(6,000.00)	24,075.00	14,650.96	9,424.04
Supplies and Materials	11-401-100-600	35,445.00	(3,945.08)	31,499.92	19,017.15	12,482.77
Other Objects	11-401-100-800	21,025.00	-	21,025.00	19,415.99	1,609.01
Total School-Sponsored Cocurricular/Extra Curricular Activities - Instruction		288,768.00	(12,945.08)	275,822.92	242,310.43	33,512.49
School-Sponsored Athletics - Instruction:						
Salaries	11-402-100-100	912,876.00	1,117.50	913,993.50	881,890.52	32,102.98
Purchased Services	11-402-100-500	184,000.00	19,071.11	203,071.11	201,644.90	1,426.21
Supplies and Materials	11-402-100-600	180,346.20	26,021.20	206,367.40	199,292.68	7,074.72
Other Objects	11-402-100-800	4,500.00	-	4,500.00	3,950.00	550.00
Total School-Sponsored Athletics - Instruction		1,281,722.20	46,209.81	1,327,932.01	1,286,778.10	41,153.91
Undistributed Expenditures - Instruction (Tuition):						
Tuition to Other LEAs Within State - Special	11-000-100-562	114,500.00	-	114,500.00	114,500.00	-
Tuition to County Vocational School - Regular	11-000-100-563	331,830.00	(1,459.60)	330,370.40	257,792.00	72,578.40
Tuition to County Vocational School - Special	11-000-100-564	38,610.00	1,459.60	40,069.60	40,069.60	-
Tuition to Private School Disabled - Within State	11-000-100-566	426,155.00	(111,990.52)	314,164.48	83,748.18	230,416.30
Tuition to Private School Disabled & Other LEAs - Outside State	11-000-100-567	226,900.00	-	226,900.00	179,000.00	47,900.00
Total Undistributed Expenditures - Instruction (Tuition)		1,137,995.00	(111,990.52)	1,026,004.48	675,109.78	350,894.70

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2025**

	ACCOUNT NUMBERS	JUNE 30, 2025			VARIANCE FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		ACTUAL
Undistributed Expenditures Attendance and Social Work:						
Salaries	11-000-211-100	40,262.00	-	40,262.00	40,262.00	-
Other Purchased Services	11-000-211-500	500.00	1,668.06	2,168.06	2,083.06	85.00
Supplies and Materials	11-000-211-600	1,500.00	(1,500.00)	-	-	-
Total Undistributed Expenditures Attendance and Social Work		42,262.00	168.06	42,430.06	42,345.06	85.00
Undistributed Expenditures - Health Services:						
Salaries	11-000-213-100	82,245.00	2,045.00	84,290.00	77,501.00	6,789.00
Purchased Professional & Technical Services	11-000-213-300	25,250.00	(150.00)	25,100.00	19,120.62	5,979.38
Other Purchased Services	11-000-213-500	750.00	-	750.00	520.66	229.34
Supplies and Materials	11-000-213-600	5,000.00	2,100.00	7,100.00	6,555.24	544.76
Total Undistributed Expenditures - Health Services		113,245.00	3,995.00	117,240.00	103,697.52	13,542.48
Undistributed Expenditures:						
Speech, OT, PT and Related Services:						
Salaries	11-000-216-100	82,355.00	-	82,355.00	80,680.00	1,675.00
Purchased Professional - Educational Services	11-000-216-320	163,158.00	-	163,158.00	101,675.00	61,483.00
Total Undistributed Expenditures - Speech, OT, PT and Related Services		245,513.00	-	245,513.00	182,355.00	63,158.00
Undistributed Expenditures - Other Support Services - Extra Services:						
Salaries	11-000-217-100	369,890.00	12,439.00	382,329.00	320,118.88	62,210.12
Purchased Professional - Educational Services	11-000-217-320	15,000.00	16,135.00	31,135.00	30,635.00	500.00
Total Undistributed Expenditures - Other Support Services - Extra Services		384,890.00	28,574.00	413,464.00	350,753.88	62,710.12
Undistributed Expenditures - Guidance:						
Salaries of Other Professional Staff	11-000-218-104	717,765.00	(15,469.16)	702,295.84	661,307.04	40,988.80
Salaries of Secretaries & Clerical Assistants	11-000-218-105	141,048.00	-	141,048.00	141,048.00	-
Purchased Professional - Educational Services	11-000-218-320	9,950.00	(6,116.10)	3,833.90	100.00	3,733.90
Other Purchased Professional and Technical Services	11-000-218-390	13,875.00	(300.00)	13,575.00	10,026.16	3,548.84
Other Purchased Services	11-000-218-500	29,400.00	2,775.50	32,175.50	23,917.25	8,258.25
Supplies and Materials	11-000-218-600	7,650.00	(500.00)	7,150.00	6,004.42	1,145.58
Other Objects	11-000-218-800	1,230.00	-	1,230.00	970.00	260.00
Total Undistributed Expenditures - Guidance		920,918.00	(19,609.76)	901,308.24	843,372.87	57,935.37
Undistributed Expenditures - Child Study Teams:						
Salaries of Other Professional Staff	11-000-219-104	345,681.00	16,078.60	361,759.60	356,548.22	5,211.38
Salaries of Secretaries & Clerical Assistants	11-000-219-105	70,524.00	-	70,524.00	68,625.28	1,898.72
Purchased Professional - Educational Services	11-000-219-320	21,950.00	-	21,950.00	12,540.00	9,410.00
Other Purchased Prof. and Tech. Services	11-000-219-390	12,600.00	-	12,600.00	10,745.86	1,854.14
Other Purchased Services	11-000-219-500	9,000.00	(3,000.00)	6,000.00	724.00	5,276.00
Supplies and Materials	11-000-219-600	16,546.62	-	16,546.62	16,080.89	465.73
Total Undistributed Expenditures - Child Study Teams		476,301.62	13,078.60	489,380.22	465,264.25	24,115.97

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2025**

	ACCOUNT NUMBERS	JUNE 30, 2025				VARIANCE FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Undistributed Expenditures - Improvement of Instruction Services:						
Salaries of Supervisors of Instruction	11-000-221-102	711,825.00	35,738.76	747,563.76	747,563.76	-
Salaries of Other Professional Staff	11-000-221-104	23,850.00	1,015.70	24,865.70	18,100.70	6,765.00
Salaries of Sec. and Clerical Assist.	11-000-221-105	62,899.00	-	62,899.00	62,898.96	0.04
Other Salaries	11-000-221-110	43,318.00	(314.08)	43,003.92	43,003.92	-
Sal. of Fac., Math, Literacy Coaches	11-000-221-176	50,388.00	17,154.00	67,542.00	67,542.00	-
Unused Vacation Payments	11-000-221-199	15,538.00	11,990.52	27,528.52	27,528.52	-
Purchased Professional - Educational Services	11-000-221-320	25,000.00	6,109.00	31,109.00	31,108.66	0.34
Other Purchased Services	11-000-221-500	21,487.00	(6,125.00)	15,362.00	10,964.74	4,397.26
Supplies and Materials	11-000-221-600	5,500.00	(322.48)	5,177.52	5,177.52	-
Other Objects	11-000-221-800	8,478.00	(168.00)	8,310.00	8,310.00	-
Total Undistributed Expenditures - Improvement of Instruction Services		968,283.00	65,078.42	1,033,361.42	1,022,198.78	11,162.64
Undistributed Expenditures - Educational Media Services/Library:						
Salaries	11-000-222-100	122,430.00	75.00	122,505.00	121,905.00	600.00
Salaries of Technology Coordinators	11-000-222-177	49,717.00	(240.52)	49,476.48	49,476.48	-
Other Purchased Services	11-000-222-500	28,126.00	(75.00)	28,051.00	26,346.12	1,704.88
Supplies and Materials	11-000-222-600	4,156.00	(385.30)	3,770.70	2,762.78	1,007.92
Total Undistributed Expenditures - Educational Media Services/Library		204,429.00	(625.82)	203,803.18	200,490.38	3,312.80
Undistributed Expenditures - Instructional Staff Training Services:						
Salaries of Other Professional Staff	11-000-223-104	9,240.00	-	9,240.00	840.00	8,400.00
Other Purchased Services	11-000-223-500	20,862.00	(1,525.22)	19,336.78	16,321.53	3,015.25
Total Undistributed Expenditures - Instructional Staff Training Services		30,102.00	(1,525.22)	28,576.78	17,161.53	11,415.25
Undistributed Expenditures - Support Services - General Administration:						
Salaries	11-000-230-100	315,284.00	72,526.00	387,810.00	363,853.33	23,956.67
Legal Services	11-000-230-331	120,000.00	4,900.00	124,900.00	70,763.58	54,136.42
Audit Fees	11-000-230-332	33,000.00	1,100.00	34,100.00	34,100.00	-
Expenditure & Internal Control Audit Fees	11-000-230-333	6,500.00	(500.00)	6,000.00	4,910.00	1,090.00
Other Purchased Professional Services	11-000-230-339	5,000.00	14,964.00	19,964.00	18,964.00	1,000.00
Purchased Technical Services	11-000-230-340	2,000.00	(1,814.38)	185.62	-	185.62
Communications/Telephone	11-000-230-530	50,300.00	(9,849.58)	40,450.42	40,185.93	264.49
BOE Other Purchased Professional Services	11-000-230-585	5,000.00	(2,863.00)	2,137.00	1,587.00	550.00
Other Purchased Services	11-000-230-590	174,900.00	(666.19)	174,233.81	159,061.02	15,172.79
General Supplies	11-000-230-610	3,000.00	(2,250.00)	750.00	622.00	128.00
BOE In-House Training/Meeting Supplies	11-000-230-630	1,500.00	(500.00)	1,000.00	478.00	522.00
Miscellaneous Expenditures	11-000-230-890	4,000.00	(2,500.00)	1,500.00	500.00	1,000.00
BOE Membership Dues and Fees	11-000-230-895	9,500.00	350.38	9,850.38	9,850.38	-
Total Undistributed Expenditures - Support Services - General Administration		729,984.00	72,897.23	802,881.23	704,875.24	98,005.99

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2025**

	ACCOUNT NUMBERS	JUNE 30, 2025			VARIANCE FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		ACTUAL
Undistributed Expenditures -						
Support Services - School Administration:						
Salaries of Principals/Assistant Principals	11-000-240-103	320,567.00	28,744.76	349,311.76	333,386.92	15,924.84
Salaries of Secretaries & Clerical Assistants	11-000-240-105	105,786.00	-	105,786.00	105,786.00	-
Other Purchased Services	11-000-240-500	71,127.00	300.00	71,427.00	42,059.04	29,367.96
Supplies and Materials	11-000-240-600	8,650.00	(63.94)	8,586.06	8,049.24	536.82
Other Objects	11-000-240-800	8,400.00	20.00	8,420.00	3,420.00	5,000.00
Total Undistributed Expenditures - Support Services - School Administration		514,530.00	29,000.82	543,530.82	492,701.20	50,829.62
Undistributed Expenditures - Central Services:						
Salaries	11-000-251-100	327,448.00	-	327,448.00	326,630.16	817.84
Unused Vacation Payment to Staff	11-000-251-199	-	27,877.89	27,877.89	-	27,877.89
Purchased Technical Services	11-000-251-340	54,700.00	-	54,700.00	38,958.30	15,741.70
Miscellaneous Purchased Services	11-000-251-592	6,500.00	3,000.00	9,500.00	6,362.75	3,137.25
Supplies and Materials	11-000-251-600	4,000.00	5,250.00	9,250.00	9,140.24	109.76
Miscellaneous Expenditures	11-000-251-890	4,050.00	-	4,050.00	1,774.00	2,276.00
Total Undistributed Expenditures - Central Services		396,698.00	36,127.89	432,825.89	382,865.45	49,960.44
Undistributed Expenditures -						
Administrative Information Technology:						
Salaries	11-000-252-100	98,535.00	-	98,535.00	93,297.43	5,237.57
Purchased Technical Services	11-000-252-340	13,500.00	-	13,500.00	5,406.99	8,093.01
Other Purchased Services	11-000-252-500	31,500.00	3,500.00	35,000.00	32,107.85	2,892.15
Total Undistributed Expenditures - Administrative Information Technology		143,535.00	3,500.00	147,035.00	130,812.27	16,222.73
Undistributed Expenditures -						
Required Maintenance for School Facilities:						
Cleaning, Repair & Maintenance Services	11-000-261-420	643,446.05	106,366.26	749,812.31	385,830.58	363,981.73
Construction Accounts	11-000-261-422	42,328.86	(42,328.86)	-	-	-
General Supplies	11-000-261-610	52,400.00	(11,489.40)	40,910.60	27,554.22	13,356.38
Total Undistributed Expenditures - Required Maintenance for School Facilities		738,174.91	52,548.00	790,722.91	413,384.80	377,338.11
Undistributed Expenditures - Custodial Services:						
Salaries	11-000-262-100	328,145.21	(2,999.75)	325,145.46	291,069.06	34,076.40
Purchased Professional and Technical Services	11-000-262-300	135,416.90	60,075.66	195,492.56	166,585.52	28,907.04
Cleaning, Repair & Maintenance Services	11-000-262-420	469,000.00	(2,383.31)	466,616.69	445,447.37	21,169.32
Other Purchased Property Services	11-000-262-490	64,000.00	(3,000.00)	61,000.00	52,034.06	8,965.94
Insurance	11-000-262-520	179,000.00	(14,300.00)	164,700.00	161,127.75	3,572.25
Miscellaneous Purchased Services	11-000-262-590	2,000.00	-	2,000.00	-	2,000.00
General Supplies	11-000-262-610	71,000.00	(7,535.83)	63,464.17	45,559.49	17,904.68
Energy (Natural Gas)	11-000-262-621	16,000.00	875.64	16,875.64	16,875.64	-
Energy (Electricity)	11-000-262-622	330,000.00	42,250.00	372,250.00	370,995.24	1,254.76
Other Objects	11-000-262-800	750.00	150.00	900.00	900.00	-
Total Undistributed Expenditures - Custodial Services		1,595,312.11	73,132.41	1,668,444.52	1,550,594.13	117,850.39

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2025**

	ACCOUNT NUMBERS	JUNE 30, 2025			VARIANCE FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET ACTUAL		
Undistributed Expenditures -						
Care and Upkeep of Grounds:						
Salaries	11-000-263-100	34,038.00	(2,394.03)	31,643.97	24,467.79	7,176.18
Cleaning, Repair & Maintenance Services	11-000-263-420	71,227.34	18,962.76	90,190.10	86,310.71	3,879.39
General Supplies	11-000-263-610	5,000.00	4,212.19	9,212.19	5,511.74	3,700.45
<hr/>						
Total Undistributed Expenditures - Care and Upkeep of Grounds		110,265.34	20,780.92	131,046.26	116,290.24	14,756.02
<hr/>						
Security:						
Salaries	11-000-266-100	68,388.00	24,032.50	92,420.50	92,182.50	238.00
Purchased Professional and Technical Services	11-000-266-300	16,175.93	(3,850.00)	12,325.93	10,450.93	1,875.00
General Supplies	11-000-266-610	20,500.00	(5,382.00)	15,118.00	11,603.25	3,514.75
<hr/>						
Total Security		105,063.93	14,800.50	119,864.43	114,236.68	5,627.75
<hr/>						
Undistributed Expenditures - Student Transportation Services:						
Salaries of Pupil Transportation (Between Home & School) - Regular	11-000-270-160	16,974.00	(49.20)	16,924.80	16,924.80	-
Management Fee - ESC & CTSA Trans. Program	11-000-270-350	49,768.43	-	49,768.43	43,438.43	6,330.00
Contract Services - Aid in Lieu Payments - Non Public Schools	11-000-270-503	17,475.00	-	17,475.00	4,936.90	12,538.10
Contract Services (Between Home & School) - Vendors	11-000-270-511	212,360.00	321.55	212,681.55	212,681.55	-
Contract Services (Other Than Between Home & School) - Vendors	11-000-270-512	384,874.25	10,500.00	395,374.25	371,058.71	24,315.54
Contract Services (Special Education) - Vendors	11-000-270-514	8,000.00	(8,000.00)	-	-	-
Contract Serv.(Sp Ed Stds)-Joint Agrmnts	11-000-270-515	45,000.00	(3,000.00)	42,000.00	42,000.00	-
Contract Serv.(Spl. Ed. Students)-ESCs & CTSA	11-000-270-517	518,476.26	(12,000.00)	506,476.26	408,813.72	97,662.54
Contract Services (Special Education) - ESCs & CTSA	11-000-270-518	333,312.63	(38,821.55)	294,491.08	252,707.55	41,783.53
<hr/>						
Total Undistributed Expenditures - Student Transportation Services		1,586,240.57	(51,049.20)	1,535,191.37	1,352,561.66	182,629.71
<hr/>						
Unallocated Benefits:						
Group Insurance	11-000-291-210	2,200.00	-	2,200.00	2,098.40	101.60
Social Security Contributions	11-000-291-220	235,000.00	34,721.53	269,721.53	263,766.65	5,954.88
Other Retirement Contributions - PERS	11-000-291-241	312,500.00	(17,297.99)	295,202.01	287,610.40	7,591.61
Pension Contributions	11-000-291-249	3,164.00	(3,164.00)	-	-	-
Unemployment Compensation	11-000-291-250	-	-	-	32,426.02	(32,426.02)
Workmen's Compensation	11-000-291-260	120,000.00	(21,520.18)	98,479.82	97,575.06	904.76
Health Benefits	11-000-291-270	2,823,039.00	(44,399.60)	2,778,639.40	2,705,830.53	72,808.87
Tuition Reimbursement	11-000-291-280	61,500.00	(23,034.08)	38,465.92	-	38,465.92
Other Employee Benefits	11-000-291-290	200,000.00	900.00	200,900.00	173,909.94	26,990.06
Unused Sick Payment to Staff	11-000-291-299	12,500.00	-	12,500.00	2,312.50	10,187.50
<hr/>						
Total Unallocated Benefits		3,769,903.00	(73,794.32)	3,696,108.68	3,565,529.50	130,579.18
<hr/>						
Nonbudgeted:						
TPAF Pension (on-behalf)		-	-	-	3,220,297.00	(3,220,297.00)
TPAF Social Security (reimbursed)		-	-	-	666,875.14	(666,875.14)
TPAF Post Retirement Medical Benefits (on-behalf)		-	-	-	940,973.00	(940,973.00)
TPAF Long-Term Disability Insurance (on-behalf)		-	-	-	1,331.00	(1,331.00)
<hr/>						
Total Nonbudgeted		-	-	-	4,829,476.14	(4,829,476.14)
<hr/>						
Total Undistributed Expenditures		14,213,645.48	155,087.01	14,368,732.49	17,556,076.36	(3,187,343.87)
<hr/>						
Total Expenditures - Current Expense		24,036,053.75	47,340.00	24,083,393.75	26,961,356.53	(2,877,962.78)

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2025**

	ACCOUNT NUMBERS	JUNE 30, 2025			VARIANCE FINAL TO ACTUAL	
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		ACTUAL
Capital Outlay:						
Equipment:						
Grades 9-12	12-140-100-730	6,261.00	-	6,261.00	6,261.00	-
Undistributed Expenditures:						
Undistributed Expenditures - Instruction	12-000-100-730	52,172.72	(13,865.00)	38,307.72	38,307.72	-
Undist. Expend. - Care and Upkeep of Grounds	12-000-263-730	8,000.00	(3,146.68)	4,853.32	4,853.32	-
Non-Instructional Services	12-000-300-730	7,500.00	(7,500.00)	-	-	-
Total Equipment		73,933.72	(24,511.68)	49,422.04	49,422.04	-
Facilities Acquisition & Construction Services:						
Construction Services	12-000-400-450	745,000.00	(57,058.57)	687,941.43	83,065.86	604,875.57
Assessment for Debt Service on SDA Funding	12-000-400-896	54,591.00	-	54,591.00	54,591.00	-
Capital Reserve - Transfer to Capital Projects	12-000-400-931	1,095,791.00	-	1,095,791.00	1,095,791.00	-
Capital Outlay - Transfer to Capital Projects	12-000-400-932	-	34,230.25	34,230.25	34,230.25	-
Total Facilities Acquisition & Construction Services		1,895,382.00	(22,828.32)	1,872,553.68	1,267,678.11	604,875.57
Total Capital Outlay		1,969,315.72	(47,340.00)	1,921,975.72	1,317,100.15	604,875.57
Total Expenditures		26,005,369.47	-	26,005,369.47	28,278,456.68	(2,273,087.21)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures Before Other Financing Sources/(Uses)		(2,750,059.47)	-	(2,750,059.47)	351,944.63	3,102,004.10
Fund Balance, July 1		11,731,972.80	-	11,731,972.80	11,731,972.80	-
Fund Balance, June 30		\$ 8,981,913.33	\$ -	\$ 8,981,913.33	\$ 12,083,917.43	\$ 3,102,004.10

RECAPITULATION OF FUND BALANCE

Restricted Fund Balance:		
Capital Reserve		\$ 8,998,890.40
Maintenance Reserve		789,659.09
Emergency Reserve		25,075.00
Unemployment Reserve		192,380.56
Excess Surplus		266,237.24
Excess Surplus Designated for Subsequent Year's Expenditures		203,713.44
Assigned Other Purposes:		
Designated for Subsequent Year's Expenditures		61,483.00
Assigned: Other Purposes		1,014,976.66
Unassigned Fund Balance		531,502.04
Subtotal		12,083,917.43
Reconciliation to Governmental Funds Statements (GAAP):		
Last State Aid Payments Not Recognized on GAAP Basis		(124,397.00)
Fund Balance per Governmental Funds (GAAP)		\$ 11,959,520.43

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2025**

	JUNE 30, 2025				VARIANCE FINAL TO ACTUAL (OVER)/ UNDER
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	
Revenues:					
Local Sources	\$ -	\$ 563,827.49	\$ 563,827.49	\$ 578,336.15	\$ (14,508.66)
State Sources	-	14,199.00	14,199.00	-	14,199.00
Federal Sources	160,444.00	97,795.59	258,239.59	257,925.37	314.22
Total Revenues	160,444.00	675,822.08	836,266.08	836,261.52	4.56
Expenditures:					
Instruction:					
Salaries of Teachers	-	28,777.00	28,777.00	28,656.80	120.20
Other Purchased Services (400-500 Series)	149,855.00	18,557.00	168,412.00	168,412.00	-
General Supplies	-	32,429.66	32,429.66	30,039.19	2,390.47
Total Instruction	149,855.00	79,763.66	229,618.66	227,107.99	2,510.67
Support Services:					
Salaries of Teachers	-	25,443.00	25,443.00	25,443.00	-
Personal Services - Employee Benefits	-	9,859.04	9,859.04	9,665.02	194.02
Purchased Educational Services	10,589.00	31,011.00	41,600.00	41,300.00	300.00
Cleaning, Repair, & Maintenance Svcs.	-	14,199.00	14,199.00	-	14,199.00
Misc. Purchased Services	-	494.00	494.00	-	494.00
Supplies and Materials	-	22,248.36	22,248.36	19,288.86	2,959.50
Student Activities	-	478,817.23	478,817.23	478,817.23	-
Scholarships Awarded	-	13,986.79	13,986.79	13,986.79	-
Total Support Services	10,589.00	596,058.42	606,647.42	588,500.90	18,146.52
Total Expenditures	160,444.00	675,822.08	836,266.08	815,608.89	20,657.19
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	20,652.63	(20,652.63)
Fund Balance, July 1	-	-	-	898,842.40	(898,842.40)
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ 919,495.03	\$ (919,495.03)

Recapitulation:

Restricted:

Scholarship	\$ 481,737.85
Student Activities	<u>437,757.18</u>

Total Fund Balance \$ 919,495.03

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART II

This page intentionally left blank

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGET TO GAAP RECONCILIATION
YEAR ENDED JUNE 30, 2025**

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 28,630,401.31	\$ 836,261.52
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Current Year	-	(14,700.00)
Prior Year	-	9,637.24
<p>The last state aid payments are recognized as revenue for budgetary purposes and differs from GAAP which does not recognize this revenue until the subsequent year when the state recognizes the related expense (GASB 33).</p>		
Current Year	(124,397.00)	-
Prior Year	122,077.00	-
<p>Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)</p>		
	\$ 28,628,081.31	\$ 831,198.76
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule. (C-1, C-2)	\$ 28,278,456.68	\$ 815,608.89
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.	-	(5,062.76)
<p>Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)</p>		
	\$ 28,278,456.68	\$ 810,546.13

This page intentionally left blank

REQUIRED SUPPLEMENTARY INFORMATION - PART III

This page intentionally left blank

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

This page intentionally left blank

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
 LAST TEN FISCAL YEARS *

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
School District's proportion of the net pension liability	0.02457%	0.02031%	0.01916%	0.01971%	0.01915%	0.01667%	0.01709%	0.01712%	0.01806%	0.01625%
School District's proportionate share of the net pension liability	\$ 2,930,768.00	\$ 2,941,801.00	\$ 2,891,857.00	\$ 2,335,238.00	\$ 3,123,575.00	\$ 3,003,477.00	\$ 3,364,752.00	\$ 3,985,626.00	\$ 5,348,272.00	\$ 3,809,153.00
School District's covered payroll	\$ 1,790,372.00	\$ 1,576,946.00	\$ 1,422,832.00	\$ 1,348,852.71	\$ 1,426,618.00	\$ 1,371,874.00	\$ 1,197,946.00	\$ 1,184,539.00	\$ 1,138,190.00	N/A
School District's proportionate share of the net pension liability as a percentage of its covered payroll	163.70%	186.55%	203.25%	173.13%	218.95%	218.93%	280.88%	336.47%	469.89%	N/A
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 (the measurement date).

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
 LAST TEN FISCAL YEARS

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
School District's contractually required contribution	\$ 305,039.00	\$ 293,490.00	\$ 271,451.00	\$ 241,646.00	\$ 230,856.00	\$ 209,539.00	\$ 162,139.00	\$ 169,981.00	\$ 158,613.00	\$ 160,425.00
Contributions in relation to the contractually required contribution	(305,039.00)	(293,490.00)	(271,451.00)	(241,646.00)	(230,856.00)	(209,539.00)	(162,139.00)	(169,981.00)	(158,613.00)	(160,425.00)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
School District's covered payroll	\$ 1,755,075.00	\$ 1,790,372.00	\$ 1,576,946.00	\$ 1,422,832.00	\$ 1,348,852.71	\$ 1,426,618.00	\$ 1,371,874.00	\$ 1,197,946.00	\$ 1,184,539.00	\$ 1,138,190.00
Contributions as a percentage of covered payroll	17.38%	16.39%	17.21%	16.98%	17.11%	14.69%	11.82%	14.19%	13.39%	14.09%

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 TEACHERS' PENSION AND ANNUITY FUND (TPAF)
 LAST TEN FISCAL YEARS *

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
School District's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	\$ 35,862,503.00	\$ 38,594,322.00	\$ 40,052,236.00	\$ 38,379,053.00	\$ 49,995,749.00	\$ 48,874,048.00	\$ 48,642,715.00	\$ 51,313,544.00	\$ 60,367,252.00	\$ 46,942,536.00
	\$ 35,862,503.00	\$ 38,594,322.00	\$ 40,052,236.00	\$ 38,379,053.00	\$ 49,995,749.00	\$ 48,874,048.00	\$ 48,642,715.00	\$ 51,313,544.00	\$ 60,367,252.00	\$ 46,942,536.00
School District's covered payroll	\$ 9,316,360.00	\$ 9,181,170.00	\$ 8,680,931.00	\$ 8,521,296.00	\$ 8,593,067.00	\$ 8,691,646.00	\$ 8,466,257.00	\$ 8,193,112.00	\$ 8,159,094.00	\$ 7,945,192.00
School District's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
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 (the measurement date).

This page intentionally left blank

SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR OTHER POST EMPLOYMENT BENEFITS (GASB 75)

This page intentionally left blank

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)
LAST EIGHT FISCAL YEARS ***

	2025	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability								
Service Cost	\$ 1,570,551.00	\$ 1,489,705.00	\$ 1,987,905.00	\$ 2,267,565.00	\$ 1,188,259.00	\$ 1,150,469.00	\$ 1,266,696.00	\$ 1,540,528.00
Interest Cost	1,337,735.00	1,219,314.00	877,488.00	1,024,706.00	950,532.00	1,149,794.00	1,258,772.00	1,090,160.00
Change in Benefit Terms	-	-	-	(42,044.00)	-	-	-	-
Difference between Actual and Expected Changes of Assumptions	615,609.00	(349,824.00)	468,360.00	(6,644,582.00)	7,929,505.00	(4,521,974.00)	(3,772,610.00)	(4,691,572.00)
Contributions: Member	3,040,327.00	69,782.00	(8,882,424.00)	38,971.00	7,971,111.00	392,657.00	(3,321,982.00)	(4,691,572.00)
Gross Benefit Payments	34,982.00	31,247.00	27,884.00	26,197.00	23,026.00	23,963.00	26,753.00	29,224.00
	(1,021,650.00)	(950,475.00)	(869,178.00)	(807,182.00)	(759,697.00)	(808,405.00)	(774,072.00)	(793,648.00)
Net Change in Total OPEB Liability	5,577,554.00	1,509,749.00	(6,389,965.00)	(4,136,369.00)	17,302,736.00	(2,613,496.00)	(5,316,443.00)	(2,825,308.00)
Total OPEB Liability (Beginning)	35,061,300.00	33,111,379.00	39,501,344.00	43,637,713.00	26,334,977.00	28,948,473.00	34,264,916.00	37,090,224.00
Total OPEB Liability (Ending)	\$ 40,638,854.00	\$ 34,621,128.00	\$ 33,111,379.00	\$ 39,501,344.00	\$ 43,637,713.00	\$ 26,334,977.00	\$ 28,948,473.00	\$ 34,264,916.00
State's Covered Employee Payroll	\$ 11,071,435.00	\$ 10,971,542.00	\$ 10,257,877.00	\$ 9,944,128.00	\$ 11,603,617.00	\$ 11,285,925.00	\$ 11,274,010.00	\$ 10,842,657.00
Net OPEB Liability as a Percentage of Payroll	367%	316%	323%	397%	376%	233%	257%	316%

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

** This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

This page intentionally left blank

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III

This page intentionally left blank

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
YEAR ENDED JUNE 30, 2025**

Public Employees' Retirement System (PERS)

Changes in Benefit Terms

None.

Changes in Assumptions

The discount rate used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2024	7.00%	2021	7.00%	2018	5.66%	2015	4.90%
2023	7.00%	2020	7.00%	2017	5.00%	2014	5.39%
2022	7.00%	2019	6.28%	2016	3.98%		

The long-term expected rate of return used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2024	7.00%	2021	7.00%	2018	7.00%	2015	7.90%
2023	7.00%	2020	7.00%	2017	7.00%	2014	7.90%
2022	7.00%	2019	7.00%	2016	7.65%		

The mortality assumption was updated upon the direction from the Division of Pensions and Benefits.

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms

None.

Changes in Assumptions

The discount rate used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2024	7.00%	2021	7.00%	2018	4.86%	2015	4.13%
2023	7.00%	2020	5.40%	2017	4.25%	2014	4.68%
2022	7.00%	2019	5.60%	2016	3.22%		

The long-term expected rate of return used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2024	7.00%	2021	7.00%	2018	7.00%	2015	7.90%
2023	7.00%	2020	7.30%	2017	7.00%	2014	7.90%
2022	7.00%	2019	7.00%	2016	7.65%		

The mortality assumption was updated upon the direction from the Division of Pensions and Benefits.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms

None.

Differences Between Expected and Actual Experiences

The decrease in differences between expected and actual experiences from June 30, 2023 to June 30, 2024 was a result of changes to the census, claims and premiums experience

Changes in Assumptions

The increase in changes in assumptions from June 30, 2023 to June 30, 2024 is a result of a change in the discount rate, trend update and the mortality projection scale update.

The discount rate used as of June 30, measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2024	3.93%	2021	2.16%	2018	3.87%
2023	3.65%	2020	2.21%	2017	2.21%
2022	3.54%	2019	3.50%	2016	2.85%

This page intentionally left blank

OTHER SUPPLEMENTARY INFORMATION

This page intentionally left blank

D. School Based Budget Schedules

Not Applicable

This page intentionally left blank

E. Special Revenue Fund

This page intentionally left blank

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS
YEAR ENDED JUNE 30, 2025**

	Title I	Title II-A	Title IV	I.D.E.A. Part B - Basic
Revenues:				
Local Sources	\$ -	\$ -	\$ -	\$ -
State Sources	-	-	-	-
Federal Sources	5,480.65	9,260.00	10,000.00	168,412.00
Total Revenues	\$ 5,480.65	\$ 9,260.00	\$ 10,000.00	\$ 168,412.00
Expenditures:				
Instruction:				
Salaries of Teachers	\$ -	\$ 8,000.00	\$ -	\$ -
Other Purchased Services (400-500 Series)	-	-	-	168,412.00
General Supplies	-	-	-	-
Total Instruction	-	8,000.00	-	168,412.00
Support Services:				
Salaries of Teachers	-	-	9,289.00	-
Personnel Services - Employee Benefits	5,480.65	612.00	711.00	-
Purchased Educational Services	-	-	-	-
Supplies and Materials	-	648.00	-	-
Student Activities	-	-	-	-
Scholarships Awarded	-	-	-	-
Total Support Services	5,480.65	1,260.00	10,000.00	-
Total Expenditures	5,480.65	9,260.00	10,000.00	168,412.00
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-
Fund Balance, July 1	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS (continued)
YEAR ENDED JUNE 30, 2025**

	ARP - ESSER III	ARP ESSER - Learning Acceleration	ARP - ESSER Summer Learning	ARP - ESSER III Beyond SD	ARP ESSER III - Mental Health
Revenues:					
Local Sources	\$ -	\$ -	\$ -	\$ -	\$ -
State Sources	-	-	-	-	-
Federal Sources	12,045.00	21,465.33	22,008.05	8,920.00	334.34
Total Revenues	\$ 12,045.00	\$ 21,465.33	\$ 22,008.05	\$ 8,920.00	\$ 334.34
Expenditures:					
Instruction:					
Salaries of Teachers	\$ -	\$ -	\$ 20,656.80	\$ -	\$ -
Other Purchased Services (400-500 Series)	-	-	-	-	-
General Supplies	2,641.00	-	-	8,920.00	-
Total Instruction	2,641.00	-	20,656.80	8,920.00	-
Support Services:					
Salaries of Teachers	-	9,220.00	-	-	-
Personnel Services - Employee Benefits	-	645.33	1,351.25	-	334.34
Purchased Educational Services	-	11,600.00	-	-	-
Supplies and Materials	9,404.00	-	-	-	-
Student Activities	-	-	-	-	-
Scholarships Awarded	-	-	-	-	-
Total Support Services	9,404.00	21,465.33	1,351.25	-	334.34
Total Expenditures	12,045.00	21,465.33	22,008.05	8,920.00	334.34
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS (continued)
YEAR ENDED JUNE 30, 2025

	Other Local Programs	Student Activities	Scholarship Fund	Totals
Local Sources	\$ 64,879.50	\$ 494,821.19	\$ 18,635.46	\$ 578,336.15
State Sources	-	-	-	-
Federal Sources	-	-	-	257,925.37
Total Revenues	\$ 64,879.50	\$ 494,821.19	\$ 18,635.46	\$ 836,261.52
Expenditures:				
Instruction:				
Salaries of Teachers	\$ -	\$ -	\$ -	\$ 28,656.80
Other Purchased Services (400-500 Series)	-	-	-	168,412.00
General Supplies	18,478.19	-	-	30,039.19
Total Instruction	18,478.19	-	-	227,107.99
Support Services:				
Salaries of Teachers	6,934.00	-	-	25,443.00
Personnel Services - Employee Benefits	530.45	-	-	9,665.02
Purchased Educational Services	29,700.00	-	-	41,300.00
Supplies and Materials	9,236.86	-	-	19,288.86
Student Activities	-	478,817.23	-	478,817.23
Scholarships Awarded	-	-	13,986.79	13,986.79
Total Support Services	46,401.31	478,817.23	13,986.79	588,500.90
Total Expenditures	64,879.50	478,817.23	13,986.79	815,608.89
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	16,003.96	4,648.67	20,652.63
Fund Balance, July 1	-	421,753.22	477,089.18	898,842.40
Fund Balance, June 30	\$ -	\$ 437,757.18	\$ 481,737.85	\$ 919,495.03

This page intentionally left blank

F. Capital Projects Fund

This page intentionally left blank

EXHIBIT F-1

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 CAPITAL PROJECTS FUND
 SUMMARY SCHEDULE OF PROJECT EXPENDITURES
 YEAR ENDED JUNE 30, 2025

Project Title:	Original Date	Original Appropriations	Expenditures to Date		Unexpended Balance June 30, 2025
			Prior Years	Current Year	
Alterations, Renovations & Additions	12/6/2018	\$ 12,257,000.00	\$ 12,153,958.31	\$ 101,138.80	\$ 1,902.89
Roof Installation Replacement	6/11/2024	1,130,021.25	-	1,130,021.25	-
Total		\$ 13,387,021.25	\$ 12,153,958.31	\$ 1,231,160.05	\$ 1,902.89

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGETARY BASIS
YEAR ENDED JUNE 30, 2025**

Revenues and Other Financing Sources:	
Transfer from Capital Reserve	\$ 1,095,791.00
Transfer from Capital Outlay	<u>34,230.25</u>
Total Revenues and Other Financing Sources	<u>1,130,021.25</u>
Expenditures and Other Financing Uses:	
Construction Services	<u>\$ 1,231,160.05</u>
Total Expenditures and Other Financing Uses	<u>1,231,160.05</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(101,138.80)
Fund Balance, July 1	<u>103,041.69</u>
Fund Balance, June 30	<u><u>\$ 1,902.89</u></u>

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGETARY BASIS
ALTERATIONS, RENOVATIONS & ADDITIONS
YEAR ENDED JUNE 30, 2025**

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Bond Proceeds	\$ 12,257,000.00	\$ -	\$ 12,257,000.00	\$ 12,257,000.00
Total Revenues and Other Financing Sources	12,257,000.00	-	12,257,000.00	12,257,000.00
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	706,596.53	-	706,596.53	706,596.53
Construction Services	11,013,313.28	101,138.80	11,114,452.08	11,114,057.37
Supplies	434,048.50	-	434,048.50	436,346.10
Total Expenditures and Other Financing Uses	12,153,958.31	101,138.80	12,255,097.11	12,257,000.00
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ 103,041.69	\$ (101,138.80)	\$ 1,902.89	\$ -

Additional Project Information:

Name of Project:	
Alterations, Renovations & Additions	
DOE Project Number	4580-050-18-1000
Date	7/9/2019
Bond Authorization Date	12/6/2018
Bonds Authorized	\$ 12,596,000.00
Bonds Issued	12,596,000.00
Original Authorized Cost	12,257,000.00
Additional Authorized Cost	12,257,000.00
Revised Authorized Cost	12,257,000.00
Percentage Increase over Original Authorized Cost	100.00%
Percentage Completion	99.98%
Original Target Completion Date	2023
Revised Target Completion Date	12/2025

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGETARY BASIS
ROOF INSTALLATION REPLACEMENT
YEAR ENDED JUNE 30, 2025**

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Transfer from Capital Reserve	\$ -	\$ 1,095,791.00	\$ 1,095,791.00	\$ 1,095,791.00
Transfer from Capital Outlay	-	34,230.25	34,230.25	34,230.25
Total Revenues and Other Financing Sources	-	1,130,021.25	1,130,021.25	1,130,021.25
Expenditures and Other Financing Uses:				
Construction Services	-	1,130,021.25	1,130,021.25	1,130,021.25
Total Expenditures and Other Financing Uses	-	1,130,021.25	1,130,021.25	1,130,021.25
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ -	\$ -	\$ -	\$ -

Additional Project Information:

Name of Project:	Roof Installation Replacement
DOE Project Number	N/A
SDA Project Number	N/A
Date	6/11/2024
Original Authorized Cost	\$ 1,095,791.00
Additional Authorized Cost	1,130,021.25
Revised Authorized Cost	1,130,021.25
Percentage Increase over Original Authorized Cost	103.12%
Percentage Completion	100.00%
Original Target Completion Date	2025
Revised Target Completion Date	2025

H. Fiduciary Fund
Not Applicable

This page intentionally left blank

I. Long-Term Debt

This page intentionally left blank

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS PAYABLE
YEAR ENDED JUNE 30, 2025**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITIES		INTEREST RATE	BALANCE	BALANCE
			DATE	AMOUNT		JUNE 30, 2024	JUNE 30, 2025
School Bonds, Series 2018	12/6/2018	\$ 12,596,000.00	2/1/2026	\$ 550,000.00	3.250%	\$ 10,215,000.00	\$ 9,680,000.00
			2/1/2027	570,000.00	3.250%		
			2/1/2028	590,000.00	3.250%		
			2/1/2029	610,000.00	3.250%		
			2/1/2030	635,000.00	3.250%		
			2/1/2031	660,000.00	3.375%		
			2/1/2032	685,000.00	3.375%		
			2/1/2033	710,000.00	3.500%		
			2/1/2034	740,000.00	3.500%		
			2/1/2035	770,000.00	3.500%		
			2/1/2036	790,000.00	3.625%		
			2/1/2037	790,000.00	3.750%		
			2/1/2038	790,000.00	3.750%		
			2/1/2039	790,000.00	3.750%		
Total						\$ 10,215,000.00	\$ 9,680,000.00

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
YEAR ENDED JUNE 30, 2025**

	JUNE 30, 2025			VARIANCE FINAL TO ACTUAL
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	
Revenues:				
Local Sources:				
Local Tax Levy	\$ 706,064.00	\$ 706,064.00	\$ 706,064.00	\$ -
State Sources:				
Debt Service Aid Type II	182,968.00	182,968.00	182,968.00	-
Total Revenues	889,032.00	889,032.00	889,032.00	-
Expenditures:				
Regular Debt Service:				
Interest	354,032.00	354,032.00	354,031.26	0.74
Redemption of Principal	535,000.00	535,000.00	535,000.00	-
Total Regular Debt Service	889,032.00	889,032.00	889,031.26	0.74
Total Expenditures	889,032.00	889,032.00	889,031.26	0.74
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	0.74	0.74
Fund Balance, July 1,	1.05	1.05	1.79	0.74
Fund Balance, June 30,	\$ 1.05	\$ 1.05	\$ 2.53	\$ 1.48

STATISTICAL SECTION (Unaudited)

Third Section

This page intentionally left blank

Financial Trends Information

Financial trends information is intended to assist the user in understanding and assessing how the School District's financial position has changed over time. Please refer to the following exhibits for a historical view of the School District's financial performance. The Exhibits are presented for the last ten fiscal years.

This page intentionally left blank

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

(Accrual Basis of Accounting)

(UNAUDITED)

	2025	**2024	2023	2022	2021	2020	2019	2018	2017	2016
FISCAL YEAR ENDING JUNE 30,										
Governmental Activities:										
Net Investment in Capital Assets	\$ 11,561,271.75	\$ 11,025,979.08	\$ 10,353,873.74	\$ 8,171,288.26	\$ 4,334,110.78	\$ 2,378,372.00	\$ 2,599,081.00	\$ 14,103,763.00	\$ 13,944,675.00	\$ 13,571,244.00
Restricted	11,397,356.18	11,590,220.66	9,135,252.52	9,875,419.82	13,467,667.97	14,866,042.00	16,204,125.00	4,871,725.00	4,471,177.00	4,218,768.00
Unrestricted (Deficit) Surplus	(1,748,308.03)	(2,293,894.31)	(1,307,215.85)	(1,749,918.41)	(2,663,903.43)	(3,284,794.00)	(3,015,708.00)	(3,387,242.00)	(3,250,477.00)	(3,183,736.00)
Total Governmental Activities	\$ 21,210,319.90	\$ 20,322,305.43	\$ 18,181,910.41	\$ 16,296,789.67	\$ 15,137,875.32	\$ 13,959,620.00	\$ 15,787,498.00	\$ 15,588,246.00	\$ 15,165,375.00	\$ 14,606,276.00
Business-Type Activities:										
Net Investment in Capital Assets	\$ 227,444.03	\$ 104,432.00	\$ 74,436.04	\$ 46,172.67	\$ 43,569.00	\$ 42,526.00	\$ 47,283.00	\$ 52,279.00	\$ 63,585.00	\$ 69,596.00
Unrestricted (Deficit) Surplus	124,576.26	249,482.85	294,938.79	280,225.47	215,262.53	296,618.00	256,052.00	192,594.00	155,463.00	116,752.00
Total Business-Type Activities	\$ 352,020.29	\$ 353,914.85	\$ 369,374.83	\$ 326,398.14	\$ 258,831.53	\$ 339,144.00	\$ 303,335.00	\$ 244,873.00	\$ 219,048.00	\$ 186,348.00
District-Wide:										
Net Investment in Capital Assets	\$ 11,788,715.78	\$ 11,130,411.13	\$ 10,428,309.78	\$ 8,217,460.93	\$ 4,377,679.78	\$ (2,335,846.00)	\$ 2,646,364.00	\$ 14,156,042.00	\$ 14,008,260.00	\$ 13,640,840.00
Restricted	11,397,356.18	11,590,220.66	9,135,252.52	9,875,419.82	13,467,667.97	14,866,042.00	16,204,125.00	4,871,725.00	4,471,177.00	4,218,768.00
Unrestricted (Deficit) Surplus	(1,623,731.77)	(2,044,411.46)	(1,012,277.06)	(1,469,692.94)	(2,448,640.90)	(2,988,176.00)	(2,759,656.00)	(3,194,648.00)	(3,095,014.00)	(3,066,984.00)
Total District Net Position	\$ 21,562,340.19	\$ 20,676,220.33	\$ 18,551,285.24	\$ 16,623,187.81	\$ 15,396,706.85	\$ 9,542,020.00	\$ 16,090,833.00	\$ 15,833,119.00	\$ 15,384,423.00	\$ 14,792,624.00

Source: ACFR Schedule A-1

**For the year ended June 30, 2024 net position was restated due to GASB 101.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS
(UNAUDITED)

	FISCAL YEAR ENDING JUNE 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Expenses:										
Governmental Activities:										
Instruction:										
Regular	\$ 12,027,365.52	\$ 12,656,164.08	\$ 12,739,780.66	\$ 12,603,308.03	\$ 13,194,898.53	\$ 7,309,321.00	\$ 6,953,505.00	\$ 7,044,047.00	\$ 6,710,905.00	\$ 6,525,479.00
Special Education	2,721,519.38	2,570,670.39	2,383,245.84	2,490,223.36	2,869,626.58	1,506,598.00	1,476,981.00	1,012,617.00	969,025.00	1,029,550.00
Other Special Education	-	-	-	-	-	1,155,022.00	1,202,600.00	1,165,183.00	1,100,373.00	996,000.00
Other Instruction	2,783,447.70	2,617,358.96	2,585,460.08	2,396,113.07	2,475,511.65	1,106,999.00	1,049,838.00	1,439,480.00	1,349,959.00	1,115,237.00
Support Services:										
Tuition	899,264.44	1,333,809.20	1,732,571.13	2,189,224.07	1,993,688.42	-	-	-	-	-
Attendance & Social Work Services	-	-	-	-	-	29,608.00	33,308.00	29,784.00	30,438.00	41,022.00
Health Services	-	-	-	-	-	95,021.00	111,060.00	139,388.00	127,484.00	130,684.00
Improvement of Instruction Services	-	-	-	-	-	695,469.00	754,446.00	734,214.00	708,618.00	737,805.00
Student & Instruction Related Services	5,078,066.56	4,921,521.02	4,496,673.69	4,427,326.83	4,180,219.87	-	-	-	-	-
Educational Media Services/School	-	-	-	-	-	125,787.00	121,341.00	120,400.00	116,669.00	110,525.00
Instructional Staff Training	-	-	-	-	-	15,932.00	13,002.00	7,454.00	9,820.00	15,796.00
General Administration	939,335.87	887,189.11	852,633.97	1,148,041.66	917,952.44	659,983.00	656,563.00	645,739.00	549,808.00	609,826.00
Other Administrative Services	-	-	-	-	-	498,080.00	547,557.00	504,624.00	547,923.00	501,264.00
Central Services	510,401.73	475,643.81	476,581.23	556,806.20	493,057.81	332,824.00	324,437.00	316,571.00	317,281.00	313,160.00
Administration Information Technology	174,612.61	117,059.35	48,362.54	12,930.39	151,959.09	21,315.00	21,138.00	24,231.00	19,776.00	13,284.00
School Administrative Services	656,308.34	564,383.17	538,951.94	580,867.94	611,732.34	-	-	-	-	-
Plant Operations & Maintenance	2,924,296.76	2,597,339.21	2,179,043.79	2,224,511.12	3,372,605.05	4,342,433.00	1,934,555.00	1,380,961.00	1,528,123.00	1,459,079.00
Pupil Transportation	1,802,159.23	1,415,083.09	1,472,032.74	1,630,202.42	1,481,039.55	949,964.00	1,409,657.00	1,260,874.00	1,046,606.00	941,875.00
Unallocated Benefits	-	-	-	-	-	2,701,949.00	2,688,471.00	2,492,897.00	2,427,806.00	2,403,607.00
Other Support Services	-	-	-	-	-	1,834,439.00	1,524,443.00	1,287,019.00	1,249,978.00	1,226,087.00
Non-budgeted Expenditures	-	-	-	-	-	1,252,343.00	1,335,385.00	1,331,709.00	1,296,324.00	1,304,489.00
Interest & Other Charges	388,800.96	378,734.26	448,547.90	405,213.75	663,072.39	497,324.00	13,757.00	18,490.00	20,980.00	59,700.00
Total Governmental Activities	30,905,579.10	30,514,955.65	29,953,885.51	30,664,768.84	32,405,363.72	25,130,411.00	22,172,044.00	20,955,682.00	20,127,896.00	19,534,469.00
Business-Type Activities:										
Food Service	1,061,172.87	1,097,101.52	1,293,124.85	1,196,384.31	328,565.62	758,648.00	1,016,896.00	912,619.00	811,128.00	727,283.00
Other Enterprise Fund	-	25,937.44	18,618.56	20,641.81	17,887.67	24,026.00	28,168.00	30,056.00	28,193.00	16,793.00
Total Business-Type Activities	1,061,172.87	1,123,038.96	1,311,743.41	1,217,026.12	346,453.29	782,674.00	1,045,064.00	942,675.00	839,321.00	744,076.00
Total Expenses	\$ 31,966,751.97	\$ 31,638,014.61	\$ 31,265,628.92	\$ 31,881,794.96	\$ 32,751,817.01	\$ 25,913,085.00	\$ 23,217,108.00	\$ 21,898,357.00	\$ 20,967,217.00	\$ 20,278,545.00

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS
(UNAUDITED)

	FISCAL YEAR ENDING JUNE 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Program Revenues:										
Charges for Services:										
Instruction	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 295,816.00	\$ -	\$ -	\$ -	\$ -
Operating Grants & Contributions	7,093,905.08	8,119,455.40	8,091,172.68	9,030,610.22	10,081,025.96	1,252,343.00	1,335,385.00	1,331,709.00	1,296,324.00	1,304,489.00
Total Governmental Activities	7,093,905.08	8,119,455.40	8,091,172.68	9,030,610.22	10,081,025.96	1,548,159.00	1,335,385.00	1,331,709.00	1,296,324.00	1,304,489.00
Business-Type Activities:										
Charges for Services:										
Food Service	1,059,278.26	1,081,403.84	1,336,456.68	1,263,947.19	253,128.32	797,306.00	1,079,646.00	966,954.00	842,574.00	754,868.00
Other Enterprise Fund	-	26,195.19	18,263.42	20,645.54	13,012.50	21,177.00	23,880.00	1,546.00	29,447.00	28,679.00
Total Business Type Activities	1,059,278.26	1,107,599.03	1,354,720.10	1,284,592.73	266,140.82	818,483.00	1,103,526.00	968,500.00	872,021.00	783,547.00
Total District Program Revenues	\$ 8,153,183.34	\$ 9,227,054.43	\$ 9,445,892.78	\$ 10,315,202.95	\$ 10,347,166.78	\$ 2,366,642.00	\$ 2,438,911.00	\$ 2,300,209.00	\$ 2,168,345.00	\$ 2,088,036.00
Net (Expense)/Revenue:										
Governmental Activities	\$ (23,811,674.02)	\$ (22,395,500.25)	\$ (21,862,712.83)	\$ (21,634,158.62)	\$ (22,324,337.76)	\$ (23,582,252.00)	\$ (20,836,659.00)	\$ (19,623,973.00)	\$ (18,831,572.00)	\$ (18,229,980.00)
Business-Type Activities	(1,894.61)	(15,459.93)	42,976.69	67,566.61	(80,312.47)	35,809.00	58,462.00	25,825.00	32,700.00	39,471.00
Total Net Expense	\$ (23,813,568.63)	\$ (22,410,960.18)	\$ (21,819,736.14)	\$ (21,566,592.01)	\$ (22,404,650.23)	\$ (23,546,443.00)	\$ (20,778,197.00)	\$ (19,598,148.00)	\$ (18,798,872.00)	\$ (18,190,509.00)
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 21,328,930.00	\$ 20,910,716.00	\$ 20,500,702.00	\$ 20,098,727.00	\$ 19,704,634.00	\$ 19,318,269.00	\$ 18,686,649.00	\$ 17,973,117.00	\$ 17,450,703.00	\$ 16,851,880.00
Taxes Levied for Debt Service	706,064.00	707,573.00	704,593.00	705,199.00	709,518.00	713,444.00	790,500.00	769,072.00	780,400.00	774,700.00
Grants & Contributions	1,152,374.67	1,179,704.12	1,262,917.89	1,083,089.20	1,076,624.52	1,381,350.00	1,035,306.00	869,817.00	816,176.00	721,880.00
Tuition Received	324,769.00	425,287.00	375,974.00	391,080.40	346,949.00	-	-	-	-	-
Investment Earnings	-	-	-	-	-	214,753.00	-	-	-	-
Miscellaneous Income	1,271,693.32	1,312,615.15	903,646.68	514,977.37	521,512.35	126,558.00	523,456.00	434,838.00	343,392.00	192,571.00
Total Governmental Activities	24,783,830.99	24,535,895.27	23,747,833.57	22,793,072.97	22,359,237.87	21,754,374.00	21,035,911.00	20,046,844.00	19,390,671.00	18,541,031.00
Total District-Wide	\$ 24,783,830.99	\$ 24,535,895.27	\$ 23,747,833.57	\$ 22,793,072.97	\$ 22,359,237.87	\$ 21,754,374.00	\$ 21,035,911.00	\$ 20,046,844.00	\$ 19,390,671.00	\$ 18,541,031.00
Change in Net Position:										
Governmental Activities	\$ 972,156.97	\$ 2,140,395.02	\$ 1,885,120.74	\$ 1,158,914.35	\$ 34,900.11	\$ (1,827,878.00)	\$ 199,252.00	\$ 422,871.00	\$ 559,099.00	\$ 311,051.00
Business-Type Activities	(1,894.61)	(15,459.93)	42,976.69	67,566.61	(80,312.47)	35,809.00	58,462.00	25,825.00	32,700.00	39,471.00
Total District	\$ 970,262.36	\$ 2,124,935.09	\$ 1,928,097.43	\$ 1,226,480.96	\$ (45,412.36)	\$ (1,792,069.00)	\$ 257,714.00	\$ 448,696.00	\$ 591,799.00	\$ 350,522.00

Source: ACFR Schedule A-2

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 FUND BALANCES - GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (Modified Accrual Basis of Accounting)
 (UNAUDITED)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Fund:										
Restricted	\$ 10,475,955.73	\$ 10,687,429.78	\$ 7,903,247.97	\$ 5,537,472.51	\$ 4,916,712.00	\$ 2,098,223.00	\$ 3,417,202.00	\$ 4,289,509.00	\$ 3,636,909.00	\$ -
Assigned	1,076,459.66	472,278.47	1,292,701.34	692,138.97	823,793.66	3,211,200.00	1,055,663.00	578,047.00	702,492.00	-
Unassigned	407,105.04	450,187.55	539,619.74	1,358,605.64	803,029.02	667,383.00	462,869.00	464,548.00	458,159.00	-
Reserved	-	-	-	-	-	-	-	-	-	4,084,085.00
Unreserved	-	-	-	-	-	-	-	-	-	366,965.00
Total General Fund	\$ 11,959,520.43	\$ 11,609,895.80	\$ 9,735,569.05	\$ 7,608,217.12	\$ 6,543,534.68	\$ 5,976,806.00	\$ 4,935,734.00	\$ 5,332,104.00	\$ 4,797,560.00	\$ 4,451,050.00
All Other Governmental Funds:										
Restricted for:										
Capital Projects Fund	\$ 1,902.89	\$ 103,041.69	\$ 606,821.14	\$ 3,451,965.14	\$ 7,689,900.02	\$ 9,556,618.00	\$ 12,236,923.00	\$ 38,481.00	\$ 110,148.00	\$ 113,055.00
Debt Service Fund	2.53	1.79	1.05	1.33	2.09	1.00	-	-	21,628.00	21,628.00
Special Revenue Fund	919,495.03	898,842.40	915,967.04	865,980.84	861,053.86	-	-	-	-	-
Total All Other Governmental Funds	\$ 921,400.45	\$ 1,001,885.88	\$ 1,522,789.23	\$ 4,317,947.31	\$ 8,550,955.97	\$ 9,556,619.00	\$ 12,236,923.00	\$ 38,481.00	\$ 131,776.00	\$ 134,683.00

Source: ACFR Schedule B-1

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(UNAUDITED)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
FISCAL YEAR ENDING JUNE 30.										
Revenues:										
Tax Levy	\$ 22,034,994.00	\$ 21,618,289.00	\$ 21,205,295.00	\$ 20,803,926.00	\$ 20,414,152.00	\$ 20,031,713.00	\$ 19,477,149.00	\$ 18,742,189.00	\$ 18,231,103.00	\$ 17,626,580.00
Tuition Charges	324,769.00	425,287.00	375,974.00	391,080.40	346,949.00	295,816.00	257,211.00	264,123.00	241,657.00	143,020.00
Interest Earnings	-	-	-	-	-	-	48,958.00	39,466.00	13,128.00	-
Miscellaneous	1,271,693.32	1,312,615.15	903,646.68	514,977.37	521,512.35	126,558.00	217,287.00	131,249.00	88,607.00	49,551.00
State Sources	6,458,493.14	6,471,566.76	6,381,563.88	6,384,297.09	5,327,821.32	2,545,982.00	2,133,531.00	1,966,641.00	1,882,435.00	1,805,007.00
Federal Sources	258,362.61	756,622.76	586,814.69	323,922.33	517,379.16	87,711.00	237,160.00	234,885.00	230,065.00	221,362.00
Total Revenues	30,348,312.07	30,584,380.67	29,453,294.25	28,418,203.19	27,127,813.83	23,302,533.00	22,371,296.00	21,378,553.00	20,686,995.00	19,845,520.00
Expenditures:										
Instruction:										
Regular Instruction	6,608,274.17	6,702,647.06	6,774,465.85	6,472,065.00	6,165,845.86	6,348,075.00	6,056,015.00	6,146,414.00	5,868,462.00	5,679,164.00
Special Education Instruction	1,495,025.46	1,363,749.27	1,267,416.53	1,278,656.94	1,340,759.08	1,472,672.00	1,445,305.00	980,936.00	939,292.00	999,680.00
Other Instruction	1,529,088.53	1,388,098.11	1,374,871.19	1,230,411.87	1,156,862.59	1,149,368.00	1,197,321.00	1,159,930.00	1,095,417.00	991,022.00
Support Services:										
Tuition	675,109.78	1,030,204.10	1,357,152.77	1,642,009.21	1,474,587.06	1,010,875.00	960,089.00	1,349,717.00	1,265,715.00	1,030,605.00
Attendance & Social Work Services	42,345.06	37,897.08	35,604.34	32,486.09	30,248.42	29,608.00	33,308.00	29,784.00	30,438.00	41,022.00
Health Services	103,697.52	107,231.40	85,799.86	92,968.64	87,795.09	95,021.00	111,060.00	139,388.00	127,484.00	130,684.00
Student & Instruction Related Services	3,665,034.83	3,655,905.25	3,400,317.84	3,195,694.29	2,973,779.02	1,834,439.00	1,524,443.00	1,287,019.00	1,249,978.00	1,226,087.00
Improvement of Instruction	-	-	-	-	-	695,469.00	754,446.00	734,214.00	708,618.00	737,805.00
Educational Media Services	-	-	-	-	-	125,787.00	121,341.00	120,400.00	116,669.00	110,525.00
Instruction Staff Training	-	-	-	-	-	15,932.00	13,002.00	7,454.00	9,820.00	15,796.00
General Administration	704,875.24	685,344.85	667,764.95	861,140.30	679,051.45	659,983.00	656,563.00	645,739.00	549,808.00	609,826.00
Central Services	382,865.45	367,173.48	373,302.45	417,683.78	364,712.06	332,824.00	324,437.00	316,571.00	317,281.00	313,160.00
Allowed Maintenance for School Facilities	-	-	-	-	-	606,059.00	696,285.00	365,881.00	814,499.00	224,161.00
Administrative Information Technology	130,812.27	90,221.33	38,034.66	9,838.78	112,565.84	21,315.00	21,138.00	24,231.00	19,776.00	13,284.00
School Administrative Services	492,701.20	435,784.33	422,246.92	435,562.31	452,253.23	496,613.00	467,738.00	449,532.00	460,376.00	443,486.00
Plant Operations & Maintenance	2,194,505.85	2,005,784.54	1,706,543.38	1,668,639.75	2,115,333.37	1,357,526.00	1,183,529.00	1,206,738.00	1,257,914.00	1,184,682.00
Pupil Transportation	1,352,561.66	1,093,026.86	1,152,901.31	1,222,728.30	1,095,366.94	949,964.00	1,409,657.00	1,260,874.00	1,046,606.00	941,875.00
Unallocated Benefits	8,395,005.64	8,024,336.04	7,670,778.05	7,559,160.21	6,574,455.85	2,701,523.00	2,638,506.00	2,338,842.00	2,327,685.00	2,275,655.00
Non-budgeted Expenditures	-	-	-	-	-	1,252,343.00	1,335,385.00	1,331,709.00	1,296,324.00	1,304,489.00
Business and Other Support Services:										
Capital Outlay	1,363,647.95	1,298,031.34	2,852,127.99	4,524,949.18	3,138,515.19	2,888,015.00	1,425,186.00	251,258.00	60,830.00	468,158.00
Debt Service:										
Principal	535,000.00	520,000.00	500,000.00	485,000.00	475,000.00	401,000.00	775,000.00	760,000.00	735,000.00	715,000.00
Interest & Other Charges	408,622.26	425,522.26	441,772.28	457,534.76	472,972.26	497,324.00	15,500.00	30,700.00	45,400.00	59,700.00
Total Expenditures	30,079,172.87	29,230,957.30	30,121,100.37	31,586,529.41	28,710,103.31	24,941,735.00	23,165,254.00	20,937,304.00	20,343,392.00	19,515,866.00
Net Change in Fund Balances	\$ 269,139.20	\$ 1,353,423.37	\$ (667,806.12)	\$ (3,168,326.22)	\$ (1,582,289.48)	\$ (1,639,202.00)	\$ (793,958.00)	\$ 441,249.00	\$ 343,603.00	\$ 329,654.00
Debt Service as a Percentage of Noncapital Expenditures	3.24%	3.34%	3.23%	3.08%	3.41%	3.74%	3.53%	3.92%	3.99%	4.13%

Source: ACFR Schedule B-2

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(UNAUDITED)

FISCAL YEAR ENDING JUNE 30,	INTEREST ON			MISCELLANEOUS	TOTAL
	INVESTMENTS	TUITION			
2025	\$ 684,206.92	\$ 324,769.00	\$ 23,850.25	\$ 1,032,826.17	
2024	316,709.73	-	818,361.43	1,135,071.16	
2023	149,683.22	-	619,108.69	768,791.91	
2022	-	-	436,793.49	436,793.49	
2021	-	-	529,089.10	529,089.10	
2020	-	-	9,520.00	9,520.00	
2019	-	-	195,615.00	195,615.00	
2018	-	-	92,752.00	92,752.00	
2017	-	-	71,499.00	71,499.00	
2016	-	-	15,909.00	15,909.00	

Source: District Records

Revenue Capacity Information

Revenue capacity information is intended to assist users in understanding and assessing the factors affecting the School District's ability to generate revenues. Please refer to the following exhibits for a historical view of these factors and how they relate to the School District's ability to generate revenues.

This page intentionally left blank

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(UNAUDITED)

FISCAL YEAR ENDED JUNE 30,	RUMSON BOROUGH										TOTAL DIRECT SCHOOL TAX RATE ^b	ACTUAL (COUNTY EQUALIZED) VALUE
	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES ^a	NET VALUATION TAXABLE	TOTAL		
2016	\$ 38,095,200	\$ 3,290,090,400	\$ 6,891,700	25,000	\$ 111,691,600	\$ 488,900	\$ 3,377,312,100	\$ 1,126,150	\$ 3,359,860,332	0.448	\$ 3,427,549,226	
2017	35,813,400	3,286,000,000	6,898,900	29,400	110,281,900	1,024,700	3,453,598,600	1,124,274	3,448,408,950	0.467	3,602,272,765	
2018	51,604,600	3,404,746,900	7,043,700	25,000	110,367,200	1,195,200	3,445,573,900	1,121,447	3,441,172,574	0.473	3,576,104,047	
2019	45,869,300	3,516,366,900	19,209,000	35,600	111,628,900	1,224,700	3,574,982,600	1,137,771	3,576,104,047	0.472	3,676,440,250	
2020	46,192,200	3,499,294,400	19,209,000	35,600	111,628,900	1,060,000	3,694,334,400	1,154,480	3,677,902,471	0.460	3,852,766,411	
2021	37,194,900	3,832,861,700	19,918,900	10,200	145,210,700	1,102,200	3,676,764,700	1,239,257	3,934,890,180	0.466	3,974,777,200	
2022	64,728,300	4,303,620,100	28,610,200	10,200	152,042,400	1,084,900	4,550,096,100	1,288,127	4,551,384,227	0.424	4,267,939,680	
2023	72,624,000	4,847,122,100	31,582,100	10,200	163,596,200	1,220,600	5,116,155,200	1,328,598	5,117,483,798	0.378	5,103,198,562	
2024	82,599,800	5,279,222,700	33,944,300	10,200	171,257,000	1,261,200	5,568,295,200	1,352,004	5,569,647,204	0.357	5,642,416,942	
2025	61,168,100	5,743,093,900	37,322,700	10,200	178,270,000	1,348,400	6,021,213,300	1,352,726	6,022,566,026	0.344	5,785,152,709	

Source: Monmouth County Board of Taxation

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board Reassessment (R) occurs when the County Board of Taxation requests Treasury to order a reassessment.

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

b. Tax rates are per \$100

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY (continued)
LAST TEN FISCAL YEARS
(UNAUDITED)**

FISCAL YEAR ENDED JUNE 30,	FAIR HAVEN BOROUGH										TOTAL DIRECT SCHOOL TAX RATE ^b	ACTUAL (COUNTY EQUALIZED) VALUE
	VACANT LAND	RESIDENTIAL	COMMERCIAL	TOTAL ASSESSED VALUE	PUBLIC UTILITIES ^a	NET VALUATION TAXABLE	TOTAL ASSESSED VALUE	TOTAL DIRECT SCHOOL TAX RATE ^b	ACTUAL (COUNTY EQUALIZED) VALUE			
2016	\$ 11,427,100	\$ 1,510,231,800	\$ 51,014,900	\$ 1,532,121,800	\$ 443,518	\$ 1,532,563,113	\$ 443,518	0.909	\$ 1,623,838,999			
2017	15,738,400	1,570,109,300	52,250,800	1,576,422,900	450,247	1,573,117,318	450,247	0.878	1,677,464,377			
2018	15,418,300	1,651,642,500	53,548,500	1,641,063,400	450,480	1,638,548,747	450,480	0.853	1,721,059,780			
2019	15,872,100	1,723,174,400	54,075,700	1,720,609,300	460,111	1,721,059,780	460,111	0.831	1,774,823,276			
2020	15,988,900	1,720,005,600	54,023,700	1,793,122,200	501,515	1,790,478,311	501,515	0.831	1,785,658,276			
2021	9,099,200	1,815,124,000	58,681,000	1,790,018,200	513,323	1,834,586,915	513,323	0.855	1,883,417,523			
2022	11,661,200	2,032,176,800	60,302,600	2,104,140,600	518,952	2,104,659,552	518,952	0.780	2,120,184,830			
2023	13,719,300	2,280,193,000	63,550,300	2,357,462,600	527,459	2,357,990,059	527,459	0.713	2,530,536,688			
2024	11,192,800	2,506,434,200	67,917,400	2,585,544,400	543,146	2,586,087,546	543,146	0.682	2,753,215,206			
2025	12,775,800	2,740,871,000	73,005,600	2,826,652,400	541,816	2,827,194,216	541,816	0.638	-			

Source: Monmouth County Board of Taxation

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation. Reassessment (R) occurs when the County Board of Taxation requests Treasury to order a reassessment.

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

b. Tax rates are per \$100

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)
(UNAUDITED)**

FISCAL ENDED JUNE 30,	RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT DIRECT RATE										OVERLAPPING RATES						TOTAL DIRECT AND OVERLAPPING TAX RATE	
	GENERAL OBLIGATION					TOTAL DIRECT SCHOOL TAX RATE					MUNICIPAL			COUNTY			RUMSON BOROUGH	FAIR HAVEN BOROUGH
	BASIC RATE a:	DEBT SERVICE b:		RUMSON BOROUGH		FAIR HAVEN BOROUGH		RUMSON BOROUGH		FAIR HAVEN BOROUGH		RUMSON BOROUGH	FAIR HAVEN BOROUGH	FAIR HAVEN BOROUGH				
2016	0.329	0.399	0.016	0.015	0.448	0.909	0.327	0.405	0.290	0.301	0.405	0.290	0.301	1.065	1.615			
2017	0.473	0.853	0.000	0.000	0.467	0.878	0.335	0.389	0.289	0.288	0.389	0.289	0.288	1.091	1.555			
2018	0.252	0.248	0.018	0.018	0.473	0.853	0.333	0.377	0.252	0.248	0.377	0.252	0.248	1.058	1.478			
2019	0.460	0.831	0.000	0.000	0.472	0.831	0.333	0.372	0.017	0.017	0.372	0.017	0.017	0.822	1.220			
2020	0.466	0.855	0.000	0.000	0.466	0.831	0.333	0.372	0.017	0.017	0.372	0.017	0.017	0.810	1.220			
2021	0.424	0.780	0.000	0.000	0.466	0.855	0.323	0.405	0.017	0.017	0.405	0.017	0.017	0.806	1.277			
2022	0.424	0.780	0.000	0.000	0.424	0.780	0.294	0.373	0.241	0.261	0.373	0.241	0.261	0.959	1.414			
2023	0.378	0.713	0.000	0.000	0.378	0.713	0.275	0.343	0.221	0.241	0.343	0.221	0.241	0.874	1.297			
2024	0.357	0.682	0.000	0.000	0.357	0.682	0.256	0.312	0.173	0.184	0.312	0.173	0.184	0.786	1.178			
2025	0.344	0.638	0.000	0.000	0.344	0.638	0.245	0.311	0.173	0.179	0.311	0.173	0.179	0.762	1.128			

Source: Municipal Tax Assessor

Note: N.J.S.A. 18A:7F-5d limits the amount that the District can submit for a general fund tax levy. The levy, when added to other components of the District's net budget, may not exceed the prebudget year net budget by more than the spending growth limitation calculated as follows: the prebudget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

a The District's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net Valuation taxable b Rates for debt service are based on each year's requirements.

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 PRINCIPAL PROPERTY TAX PAYERS,
 CURRENT YEAR AND NINE YEARS AGO
 (UNAUDITED)

RUMSON BOROUGH				FAIR HAVEN BOROUGH			
Taxpayer	2025		% OF TOTAL DISTRICT NET ASSESSED VALUE	Taxpayer	2025		% OF TOTAL DISTRICT NET ASSESSED VALUE
	TAXABLE ASSESSED VALUE	RANK			TAXABLE ASSESSED VALUE	RANK	
DATA NOT AVAILABLE				DATA NOT AVAILABLE			
Total	\$ -		0.000%	Total	\$ -		0.000%
Taxpayer	2016		% OF TOTAL DISTRICT NET ASSESSED VALUE	Taxpayer	2016		% OF TOTAL DISTRICT NET ASSESSED VALUE
	TAXABLE ASSESSED VALUE	RANK			TAXABLE ASSESSED VALUE	RANK	
DATA NOT AVAILABLE				DATA NOT AVAILABLE			
Total	\$ -		-	Total	\$ -		-

Source: Municipal Tax Assessor

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)**

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY ^a		COLLECTIONS IN SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
2016	\$ 17,626,580.00	\$ 17,626,580.00	100.00%	-
2017	18,231,103.00	18,231,103.00	100.00%	-
2018	18,742,189.00	18,742,189.00	100.00%	-
2019	19,477,149.00	19,477,149.00	100.00%	-
2020	20,031,713.00	20,031,713.00	100.00%	-
2021	20,414,152.00	20,414,152.00	100.00%	-
2022	20,803,926.00	20,803,926.00	100.00%	-
2023	21,205,295.00	21,205,295.00	100.00%	-
2024	21,618,289.00	21,618,289.00	100.00%	-
2025	22,034,994.00	22,034,994.00	100.00%	-

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

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

This page intentionally left blank

Debt Capacity Information

Debt capacity information is intended to assist users in understanding and assessing the School District's debt burden and its ability to issue additional debt. Please refer to the following exhibits for historical view of the School District's outstanding debt and its debt capacity.

This page intentionally left blank

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)**

FISCAL YEAR ENDED JUNE 30,	TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME ^a		PER CAPITA FAIR HAVEN BOROUGH
		RUMSON BOROUGH	FAIR HAVEN BOROUGH	
2016	\$ 2,985,000.00	N/A	N/A	N/A
2017	2,270,000.00	N/A	N/A	N/A
2018	790,500.00	N/A	N/A	N/A
2019	-	N/A	N/A	N/A
2020	12,195,000.00	N/A	N/A	N/A
2021	11,720,000.00	N/A	N/A	N/A
2022	11,235,000.00	N/A	N/A	N/A
2023	10,735,000.00	N/A	N/A	N/A
2024	10,215,000.00	N/A	N/A	N/A
2025	9,680,000.00	N/A	N/A	N/A

Note: Details regarding the district's outstanding debt can be found in the notes to the financial statements. See Exhibit J-13 for personal income and population data.

^a See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income.

^b Includes Early Retirement Incentive Plan ("ERIP") refunding and State Loans

N/A - At the time of ACFR completion, this data was not yet available

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(UNAUDITED)**

RUMSON BOROUGH				
GENERAL BONDED DEBT OUTSTANDING				
FISCAL YEAR ENDED JUNE 30,	GENERAL OBLIGATION BONDS	NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY ^a	PER CAPITA ^b
2016	\$ 2,113,259.90	\$ 2,113,259.90	N/A	N/A
2017	1,579,052.18	1,579,052.18	N/A	N/A
2018	549,305.00	549,305.00	N/A	N/A
2019	-	-	N/A	N/A
2020	8,536,500.00	8,536,500.00	N/A	N/A
2021	8,204,000.00	8,204,000.00	N/A	N/A
2022	7,864,500.00	7,864,500.00	N/A	N/A
2023	7,514,500.00	7,514,500.00	N/A	N/A
2024	7,150,500.00	7,150,500.00	N/A	N/A
2025	6,776,000.00	6,776,000.00	N/A	N/A

FAIR HAVEN BOROUGH				
GENERAL BONDED DEBT OUTSTANDING				
FISCAL YEAR ENDED JUNE 30,	GENERAL OBLIGATION BONDS	NET GENERAL BONDED DEBT OUTSTANDING	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
2016	\$ 871,740.10	\$ 871,740.10	N/A	N/A
2017	690,947.82	690,947.82	N/A	N/A
2018	241,195.00	241,195.00	N/A	N/A
2019	-	-	N/A	N/A
2020	3,658,500.00	3,658,500.00	N/A	N/A
2021	3,516,000.00	3,516,000.00	N/A	N/A
2022	3,370,500.00	3,370,500.00	N/A	N/A
2023	3,220,500.00	3,220,500.00	N/A	N/A
2024	3,064,500.00	3,064,500.00	N/A	N/A
2025	2,904,000.00	2,904,000.00	N/A	N/A

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

^a Used Estimated County equalized value from J-6

^b Population data can be founds in Exhibit J-13

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 20, 2024
(UNAUDITED)**

GOVERNMENTAL UNIT:	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE ^a	SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
Rumson Borough	\$ 9,330,955.25	100%	\$ 9,330,955.25
Fair Haven Borough	25,266,722.50	100%	25,266,722.50
Monmouth County General Obligation Debt:			
County of Monmouth - Rumson Borough's Share (%)	\$ 564,062,115.33	2.80%	15,793,739.23
County of Monmouth - Fair Haven Borough's Share (%)	564,062,115.33	1.38%	7,784,057.19
Subtotal, Overlapping Debt			58,175,474.17
Rumson-Fair Haven Regional School District Direct Debt			9,680,000.00
Total Direct & Overlapping Debt			<u>\$ 67,855,474.17</u>

Sources: Assessed value data used to estimate applicable percentages provided by the Monmouth County Board of Taxation. Debt Outstanding data provided by each governmental unit.

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

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

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Dollars in Thousands)
(UNAUDITED)**

	FISCAL YEAR ENDED									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Debt Limit	\$ 212,323,635.86	\$ 194,522,813.00	\$ 171,360,104.50	\$ 162,725,429.25	\$ 157,281,308.10	\$ 162,498,314.00	\$ 158,611,953.00	\$ 153,936,953.00	\$ 141,745,470.00	\$ 139,845,057.00
Total Net Debt Applicable to Limit	9,680,000.00	10,215,000.00	10,735,000.00	11,235,000.00	11,720,000.00	12,195,000.00	12,596,000.00	775,000.00	1,535,000.00	2,270,000.00
Legal Debt Margin	\$ 202,643,635.86	\$ 184,307,813.00	\$ 160,625,104.50	\$ 151,490,429.25	\$ 145,561,308.10	\$ 150,303,314.00	\$ 146,015,953.00	\$ 153,161,953.00	\$ 140,210,470.00	\$ 137,575,057.00
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	4.56%	5.25%	6.26%	6.90%	7.45%	7.50%	7.94%	0.50%	1.08%	1.62%

EQUALIZED VALUATION BASIS			
	RUMSON BOROUGH	FAIR HAVEN BOROUGH	
		TOTAL	
2022	\$ 4,326,526,349.00	\$ 2,123,767,981.00	\$ 6,450,294,330.00
2023	4,712,354,490.00	2,344,028,769.00	7,056,383,259.00
2024	5,170,475,995.00	2,555,210,002.00	7,725,685,997.00
		[A]	21,232,363,586.00
Average Equalized Valuation of Taxable Property [A3]			7,077,454,528.67
Debt Limit (3% of Average Equalization Value) [B]			212,323,635.86
Net Bonded School Debt [C]			9,680,000.00
Legal Debt Margin [B-C]			\$ 202,643,635.86

Source: Equalized valuation bases were obtained from the Monmouth County Board of Taxation

Demographic and Economic Information

Demographic and economic information is intended (1) to assist users in understanding the socioeconomic environment within the School District operates and (2) to provide information that facilitates comparisons of financial statement information over time and among school districts.

Please refer to the following exhibits for a historical view of the demographic and economic statistics and factors prevalent in the location in which the School District operates.

This page intentionally left blank

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)**

RUMSON BOROUGH				
YEAR	POPULATION ^a	PERSONAL INCOME ^b	PER CAPITA PERSONAL INCOME ^c	UNEMPLOYMENT RATE ^d
2016	6,794	\$ 496,464,756.00	\$ 73,074.00	N/A
2017	6,815	517,094,940.00	75,876.00	3.0
2018	6,768	536,357,232.00	79,249.00	2.5
2019	6,724	553,183,480.00	82,270.00	2.1
2020	6,671	574,313,061.00	86,091.00	5.6
2021	7,280	670,626,320.00	92,119.00	4.2
2022	7,230	N/A	N/A	2.5
2023	N/A	N/A	N/A	N/A
2024	N/A	N/A	N/A	N/A
2025	N/A	N/A	N/A	N/A

FAIR HAVEN BOROUGH				
YEAR	POPULATION ^a	PERSONAL INCOME ^b	PER CAPITA PERSONAL INCOME ^c	UNEMPLOYMENT RATE ^d
2016	5,954	\$ 435,082,596.00	\$ 73,074.00	N/A
2017	5,911	448,503,036.00	75,876.00	3
2018	5,818	461,070,682.00	79,249.00	2.4
2019	5,744	472,558,880.00	82,270.00	2.3
2020	5,710	491,579,610.00	86,091.00	5.1
2021	6,204	571,506,276.00	92,119.00	3.2
2022	6,166	N/A	N/A	2.3
2023	N/A	N/A	N/A	N/A
2024	N/A	N/A	N/A	N/A
2025	N/A	N/A	N/A	N/A

Sources:

- a** Population information provided by the NJ Department of Labor and Workforce Development.
b Personal income has been estimated based upon the municipal population and per capita personal income presented.
c Per capita personal income by municipality estimated based upon the 2020 Census published by the US Bureau of Economic Analysis.
d Unemployment data provided by the NJ Department of Labor and Workforce Development.

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)**

2025			2016		
EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT	EMPLOYEES	RANK	PERCENTAGE OF TOTAL EMPLOYMENT

DATA NOT AVAILABLE

DATA NOT AVAILABLE

0	0.00%	0	0.00%
0		0	

Source: Municipal Tax Collector

N/A - Information was not available at reporting time

Operating Information

Operating information is intended to provide contextual information about the School District's operations and resources to assist readers in using financial statement information to understand and assess the School District's economic condition. Please refer to the following exhibits for a historical view of the factors and statistics pertinent to the School District's operations.

This page intentionally left blank

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
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	66.60	66.60	65.60	67.40	67.40	76.80	76.80	76.80	76.80	76.80
Special Education	16.80	16.80	16.80	16.00	16.00	14.00	14.00	14.00	14.00	14.00
Other Special Instruction	0.00	0.00	0.00	0.00	9.00	2.00	2.00	2.00	2.00	2.00
Other instruction	0.00	0.00	0.00	0.00	0.00	4.00	4.00	4.00	4.00	4.00
Support Services:										
Student & Instruction Related Services	41.80	41.20	36.50	34.45	27.75	21.50	21.50	21.50	21.50	21.50
General Administration	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
School Administrative Services	3.50	3.50	3.50	3.50	4.00	6.00	6.00	6.00	6.00	6.00
Other Administrative Services	5.20	5.20	5.20	6.00	2.80	3.00	3.00	3.00	3.00	3.00
Central Services	3.30	3.30	3.30	3.80	1.00	0.00	0.00	0.00	0.00	0.00
Administrative Information Technology	1.00	1.00	1.00	1.00	7.00	1.00	1.00	1.00	1.00	1.00
Plant Operations & Maintenance	5.00	5.00	5.00	5.00	0.20	4.00	4.00	4.00	4.00	4.00
Pupil Transportation	0.20	0.20	0.20	0.20	3.00	0.00	0.00	0.00	0.00	0.00
Total	145.40	144.80	139.10	139.35	140.15	134.30	134.30	134.30	134.30	134.30

Source: District Personnel Records

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)**

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)		PUPIL CHANGE	TEACHING STAFF (b)	PUPIL/TEACHER RATIO (d) High School	AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
		\$	PUPIL							
2025	826	\$ 22,131,880.39	\$ 26,794.04	13.83%	83	11:1	814.99	763.84	-6.20%	93.72%
2024	851	20,923,984.55	24,587.53	4.45%	83	11:1	843.32	791.30	-2.94%	93.83%
2023	878	20,667,511.96	23,539.31	-14.24%	82	11:1	868.84	815.62	-6.12%	93.87%
2022	923	25,333,758.40	27,447.19	11.58%	83	11:1	925.46	869.16	-3.99%	93.92%
2021	965	23,738,122.74	24,599.09	10.24%	83	11:1	963.94	937.02	-2.17%	97.21%
2020	988	22,047,654.00	22,315.00	6.16%	77	12:1	985.31	942.30	-0.21%	93.36%
2019	999	20,949,568.00	21,021.00	8.76%	77	12:1	987.36	932.70	0.44%	94.46%
2018	999	20,292,132.00	20,312.00	-0.54%	77	12:1	983.01	928.70	-0.25%	94.48%
2017	1,001	18,594,026.00	18,575.00	2.80%	77	11:1	985.50	937.20	-0.10%	95.10%
2016	998	18,033,086.00	18,069.00	-3.25%	77	13:1	986.50	941.70	10.22%	95.46%

Sources: District records

Note: Enrollment based on annual October district count from the year prior.

- a Operating expenditures equal total expenditures less debt service, capital outlay, and on-behalf TPAF Pension and reimbursed TPAF social security contributions. J-4
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).
- d Pupil/Teacher ratio was obtained from the Comparative Spending Guide

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)**

<u>DISTRICT BUILDINGS</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
High School										
Square Feet	148,000	148,000	148,000	148,000	148,000	148,000	148,000	148,000	148,000	148,000
Capacity (students)	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200
Enrollment	826	851	878	923	965	985	984	999	1,001	998

Number of Schools at June 30, 2025:
Senior High School = 1

Source: District Facilities Office, District Records

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

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 GENERAL FUND
 SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
 LAST TEN FISCAL YEARS
 UNAUDITED

SCHOOL FACILITIES	PROJECT # (s)	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
High School	N/A	\$ 413,384.80	\$ 335,656.94	\$ 318,652.20	\$ 310,202.59	\$ 1,158,437.00	\$ 606,059.00	\$ 696,285.00	\$ 504,089.00	\$ 814,499.00	\$ 224,161.00

Total School Facilities \$ 413,384.80

Source: District Records

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2025
UNAUDITED**

	COVERAGE	DEDUCTIBLE
SCHOOL PACKAGE POLICY (1):		
Building and Contents (All Locations)	\$ 350,000,000.00	\$ 5,000.00
Extra Expense	50,000,000.00	5,000.00
General Liability	16,000,000.00	1,000.00
Money and Securities	50,000.00	500.00
Data Processing Equipment	350,000,000.00	1,000.00
Automobile Policy	16,000,000.00	1,000.00
Workers Compensation	3,000,000.00	-
School Board Legal Liability - New Jersey	16,000,000.00	1,000.00
School Boards Association Insurance Group:		
Student Accident and Athletic Account - Bollinger	Variable	1,500.00
Selective Insurance Company:		
Board Secretary	225,000.00	1,000.00
Treasurer of School Moneys	225,000.00	1,000.00
Crime - Employee Dishonesty	500,000.00	1,000.00
Excess Workers Compensation - Life Insurance	-	-

Source: District Records

This page intentionally left blank

SINGLE AUDIT SECTION

Fourth Section

This page intentionally left blank



1985 Cedar Bridge Ave., Suite 3 • Lakewood, NJ 08701 • 732.797.1333
194 East Bergen Place • Red Bank, NJ 07701 • 732.747.0010

www.hfacpas.com

EXHIBIT K-1

INDEPENDENT AUDITOR'S 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*

Honorable President and Members
of the Board of Education
Rumson-Fair Haven Regional School District
County of Monmouth
Rumson, NJ 07760

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Rumson-Fair Haven Regional School District (School District) as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated November 10, 2025.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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.

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 School District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, and federal and state awarding agencies and pass-through entities, in considering the School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

A handwritten signature in black ink that reads "Brian J. Waldron". The signature is written in a cursive style with a large initial "B".

Brian J. Waldron
Certified Public Accountant
Public School Accountant, No. 2600

Lakewood, New Jersey
November 10, 2025

EXHIBIT K-2

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY
NEW JERSEY OMB CIRCULAR 15-08**

Honorable President and Members
of the Board of Education
Rumson-Fair Haven Regional School District
County of Monmouth
Rumson, NJ 07760

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

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

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

Basis for Opinion on Each Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*; and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards, and New Jersey's OMB Circular 15-08 are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

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

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

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

Respectfully Submitted,

HOLMAN FRENIA ALLISON, P.C.

A handwritten signature in black ink that reads "Brian J. Waldron". The signature is written in a cursive style with a large, prominent "B" and "W".

Brian J. Waldron
Certified Public Accountant
Public School Accountant, No. 2600

Lakewood, New Jersey
November 10, 2025

This page intentionally left blank

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

FEDERAL ASSISTANCE LISTING NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	PROGRAM OR AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2024	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	ADJUSTMENTS	BALANCE JUNE 30, 2025	
										UNEARNED REVENUE	(ACCOUNTS RECEIVABLE) DUE TO GRANTOR
21.027	SLFREDOEISES	100-034-5065-096	\$ 44,433.00	7/1/23-6/30/24	\$ (22,216.00)	\$ 22,216.00	\$ -	\$ -	\$ -	\$ -	\$ -
Subtotal											\$ -
Total U.S. Department of Treasury											\$ -
84.010	S010A240030	100-034-5064-194	49,671.00	7/1/24-9/30/25	677.05	6,041.00	(5,480.65)	-	(1,237.40)	-	-
Subtotal											(1,237.40)
84.367A	S367A240029	100-034-5063-290	12,245.00	7/1/24-9/30/25	(5,712.70)	15,553.00	(9,260.00)	-	(580.30)	-	-
Subtotal											(580.30)
84.424	S424A240031	100-034-5063-348	10,000.00	7/1/24-9/30/25	14,099.96	10,000.00	(10,000.00)	-	(14,099.96)	-	-
Subtotal											(14,099.96)
84.027A	H027A240100	100-034-5065-016	168,412.00	7/1/24-9/30/25	41,899.00	190,685.00	(108,412.00)	-	(64,172.00)	-	-
Subtotal											(64,172.00)
Total I.D.E.A. Part B (Special Education Cluster)											\$ -
Total Special Education Cluster											\$ -
84.425D	S425D210027	100-034-5120-518	25,000.00	3/13/20-9/30/23	(10,747.00)	-	-	-	10,747.00	-	-
84.425D	S425D210027	100-034-5120-518	45,000.00	3/13/20-9/30/23	(1,873.52)	-	-	-	1,873.52	-	-
84.425U	S425U210027	100-034-5120-519	362,454.00	3/13/20-9/30/24	(23,763.92)	35,809.00	(12,045.00)	-	(0.08)	-	-
84.425U	S425U210027	100-034-5120-519	40,000.00	3/13/20-9/30/24	-	8,920.00	(8,920.00)	-	-	-	-
84.425U	S425U210027	100-034-5120-519	40,000.00	3/13/20-9/30/24	(229.75)	22,238.00	(22,008.05)	-	(0.20)	-	-
84.425U	S425U210027	100-034-5120-519	45,000.00	3/13/20-9/30/24	(7,001.66)	7,336.00	(334.34)	-	-	-	-
84.425U	S425U210027	100-034-5120-519	71,525.00	3/13/20-9/30/24	(32,500.00)	54,025.00	(21,465.33)	-	(59.67)	-	-
Subtotal											(64,772.72)
Total U.S. Department of Education											\$ -
Total Expenditures of Federal Awards											\$ -

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

This page intentionally left blank

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
YEARENDED JUNE 30, 2025

STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2024	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	REPAYMENT OF PRIOR YEARS' BALANCES	ADJUSTMENT	BALANCE, JUNE 30, 2025		MEMO		
										UNEARNED REVENUE	(ACCOUNTS RECEIVABLE)	DUE TO GRANTOR	BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
New Jersey Department of Education:														
General Fund:														
State Aid Public:														
Special Education Categorical Aid	495-034-5120-089	\$ 946,260.00	7/1/24-6/30/25	-	\$ 946,260.00	\$ (946,260.00)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 90,477.5	\$ 946,260.00	
Security Aid	495-034-5120-084	77,783.00	7/1/24-6/30/25	-	77,783.00	(77,783.00)	-	-	-	-	-	7,451.29	77,783.00	
Total State Aid Public					1,024,043.00	(1,024,043.00)	-	-	-	-	-	98,099.04	1,024,043.00	
Transportation Aid	495-034-5120-014	274,521.00	7/1/24-6/30/25	-	274,521.00	(274,521.00)	-	-	-	-	-	36,297.96	274,521.00	
Extraordinary Aid	495-034-5120-044	100,683.00	7/1/24-6/30/25	-	-	(100,683.00)	-	-	-	(100,683.00)	-	-	100,683.00	
Additional Non-Public Transportation Aid	495-034-5120-044	308,045.00	7/1/24-6/30/24	(308,045.00)	308,045.00	-	-	-	-	-	-	-	-	
Additional Non-Public Transportation Aid	495-034-5120-014	39,922.00	7/1/24-6/30/25	-	-	(39,922.00)	-	-	-	-	-	-	39,922.00	
Transportation Aid - Social Security Contributions	495-034-5120-014	28,763.00	7/1/24-6/30/24	(28,763.00)	28,763.00	-	-	-	-	-	-	-	-	
Transportation Aid - Social Security Contributions	495-034-5120-014	66,875.14	7/1/24-6/30/25	-	66,875.14	(66,875.14)	-	-	-	-	-	-	66,875.14	
Retirement - Post Retirement	495-034-5094-003	654,172.76	7/1/24-6/30/24	(5,211.68)	5,211.68	-	-	-	-	-	-	-	-	
Medical (Noncash Assistance)	495-034-5094-001	940,973.00	7/1/24-6/30/25	-	940,973.00	(940,973.00)	-	-	-	-	-	-	940,973.00	
TPAF - Pension	495-034-5094-002	3,220,297.00	7/1/24-6/30/25	-	3,220,297.00	(3,220,297.00)	-	-	-	-	-	-	3,220,297.00	
TPAF - Long-Term Disability	495-034-5094-004	1,331.00	7/1/24-6/30/25	-	1,331.00	(1,331.00)	-	-	-	-	-	-	1,331.00	
Insurance (Noncash Assistance)	495-034-5094-004	6,437,197.00	7/1/24-6/30/25	(3,42,019.68)	6,437,197.00	(6,268,645.14)	-	-	-	(173,467.82)	-	124,397.00	6,268,645.14	
Total General Fund					66,594.00	-	-	-	-	66,594.00	-	-	-	
Special Revenue Fund:					66,594.00	-	-	-	-	66,594.00	-	-	-	
SDA Emergent Grant	Unavailable	62,291.00	7/1/24-6/30/25	-	-	-	-	-	-	-	-	-	-	
Total Special Revenue Fund					62,291.00	-	-	-	-	-	-	-	-	
Debt Service Fund:					182,968.00	-	-	-	-	-	-	-	-	
Debt Service Aid	495-034-5120-017	182,968.00	7/1/24-6/30/25	-	182,968.00	(182,968.00)	-	-	-	-	-	-	182,968.00	
Total Debt Service Fund					182,968.00	-	-	-	-	-	-	-	-	
Total New Jersey Department of Education					(275,425.68)	6,620,165.00	(6,451,613.14)	-	-	66,594.00	(173,467.82)	-	124,397.00	6,451,613.14
Total State Financial Assistance					(275,425.68)	6,620,165.00	(6,451,613.14)	-	-	66,594.00	(173,467.82)	-	124,397.00	6,451,613.14
State Financial Assistance Programs not Subject to Calculation for Major Program Determination:														
TPAF - Post Retirement	495-034-5094-001	\$ 940,973.00	7/1/24-6/30/25	-	-	\$ 940,973.00	-	-	-	-	-	-	-	
Medical (Noncash Assistance)	495-034-5094-001	3,220,297.00	7/1/24-6/30/25	-	-	3,220,297.00	-	-	-	-	-	-	-	
TPAF - Pension	495-034-5094-002	1,331.00	7/1/24-6/30/25	-	-	1,331.00	-	-	-	-	-	-	-	
Contributions (Noncash Assistance)	495-034-5094-004	6,437,197.00	7/1/24-6/30/25	-	-	6,437,197.00	-	-	-	-	-	-	-	
Insurance (Noncash Assistance)	495-034-5094-004	1,331.00	7/1/24-6/30/25	-	-	1,331.00	-	-	-	-	-	-	-	
Total State Financial Assistance Subject to Calculation for Major Program Determination														

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

This page intentionally left blank

RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2025

Note 1. Basis of Presentation

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all federal awards and state financial assistance programs of the Rumson-Fair Haven Regional School District. The School District is defined in Note 1 of the basic financial statements. The information in these schedules is presented in accordance with 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 New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

Note 2. Summary of Significant Accounting Policies

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the budgetary basis of accounting with the following exception: programs recorded in the enterprise fund are presented using the accrual basis of accounting and programs recorded in the capital projects fund are presented using the modified accrual basis of accounting. These bases of accounting are described in Note 1 to the School District's basic financial statements. The information in this schedule is presented in accordance with 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* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

The School District did not elect the 15-percent de minimis indirect cost rate as discussed in 2 CFR 200.414.

The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the School District for the year ended June 30, 2025. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2025.

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
 NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
 FINANCIAL ASSISTANCE
 YEAR ENDED JUNE 30, 2025 (Continued)**

Note 3. Relationship to Basic Financial Statements

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the one or more deferred June state aid payments in the current budget year, which is mandated pursuant to *N.J.S.A. 18A:22-44.2*. For GAAP purposes payments are not recognized until the subsequent budget year due to the state deferral and recording of the one or more June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the one or more state aid June payments in the current budget year, consistent with *N.J.S.A. 18A:22-4.2*.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$2,320.00) for the general fund and (\$5,062.76) for the Special Revenue Fund. See Exhibit C-3 Note A of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. The net adjustment for the special revenue fund includes (\$14,700.00) of local awards which are not included on the Schedules of Expenditures of Federal Awards and State Financial Assistance. Awards and financial assistance expenditures reported in the School District’s basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ -	\$ 6,266,325.14	\$ 6,266,325.14
Special Revenue Fund	258,362.61	9,200.00	267,562.61
Debt Service Fund	-	182,968.00	182,968.00
Total Awards & Financial Assistance	<u>\$ 258,362.61</u>	<u>\$ 6,458,493.14</u>	<u>\$ 6,716,855.75</u>

Note 4. Relationship to Federal and State Financial Reports

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

Note 5. Federal and State Loans Outstanding

The School District had no loan balances outstanding at June 30, 2025.

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2025**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unmodified		
Internal control over financial reporting:			
1) Material weakness(es) identified?	_____ Yes	_____ X	_____ No
2) Significant deficiency(ies) identified?	_____ Yes	_____ X	_____ No
Noncompliance material to financial statements noted?	_____ Yes	_____ X	_____ None

Federal Awards - Not Applicable

Internal control over major programs:			
1) Material weakness(es) identified?	_____ Yes	_____	_____ No
2) Significant deficiency(ies) identified?	_____ Yes	_____	_____ No
Type of auditor's report issued on compliance for major programs	_____		
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516(a) of Uniform Guidance?	_____ Yes	_____	_____ No

Identification of major programs:

Assistance Listing Number(s)	FAIN Number(s)	Name of Federal Program or Cluster
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

Dollar threshold used to determine Type A programs	_____	
Auditee qualified as low-risk auditee?	_____ Yes	_____ No

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2025**

Section I - Summary of Auditor's Results (Continued)

State Financial Assistance

Dollar threshold used to determine Type A programs	\$	750,000.00
Auditee qualified as low-risk auditee?	<u> X </u> Yes	<u> </u> No
Internal control over major programs:		
1) Material weakness(es) identified?	<u> </u> Yes	<u> X </u> No
2) Significant deficiency(ies) identified?	<u> </u> Yes	<u> X </u> No
Type of auditor's report issued on compliance for major programs		Unmodified
Any audit findings disclosed that are required to be reported in accordance with New Jersey OMB's Circular 15-08?		
	<u> </u> Yes	<u> X </u> No

Identification of major programs:

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
495-034-5094-003	Reimbursed TPAF Social Security Contributions

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2025**

Section II - 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 *Government Auditing Standards* and with audit requirements prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey.

None.

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2025**

Section III - State Financial Assistance Findings & 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.

FEDERAL AWARDS

N/A - Not Applicable for Current Year

STATE FINANCIAL ASSISTANCE

None.

**RUMSON-FAIR HAVEN REGIONAL SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
YEAR ENDED JUNE 30, 2025**

This section identifies the status of prior year findings related to the financial statements, federal awards and state financial assistance that are required to be reported in accordance with Government Auditing Standards, Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principals, and Audit Requirements for Federal Awards (Uniform Guidance), and New Jersey OMB's Circular 15-08.

Financial Statement Findings

No Prior Year Findings

Federal Awards

No Prior Year Findings.

State Financial Assistance

No Prior Year Findings.