Annual Comprehensive Financial Report

of the

Borough of Woodcliff Lake Board of Education

County of Bergen

Woodcliff Lake, New Jersey

For the Fiscal Year Ended June 30, 2025

Prepared by

Borough of Woodcliff Lake, Board of Education
Finance Department

TABLE OF CONTENTS

INTRODUCTORY SECTION		Page
	Letter of Transmittal	1-5
	Roster of Officials	6
	Consultants and Advisors	7
	Organizational Chart	8
FINANCIAL SECTION		
	Independent Auditor's Report	9-12
REQUIRED SUPPLEMENTARY INFORMATION – Part I		13
	Management's Discussion and Analysis (Unaudited)	14-24
BASIC FINANCIAL STATEMENTS		25
A. District-Wide Financial Statements		26
A-1	Statement of Net Position	27
A-2	Statement of Activities	28
B. Major Fund Financial Statements		29
	Governmental Funds:	
B-1	Balance Sheet	30-31
B-2	Statement of Revenues, Expenditures, and Changes in Fund Balance	32
B-3	Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	33
	Other Funds:	
	Propriety Funds:	34
B-4	Statement of Net Position	35
B-5	Statement of Revenues, Expenses, and Changes in Net Position	36
B-6	Statement of Cash Flows	37
	Fiduciary Funds:	
B-7	Statement of Fiduciary Net Position	N/A
B-8	Statement of Changes in Fiduciary Net Position	N/A
Notes to the Financial Statements		38-81

TABLE OF CONTENTS (Continued)

		Page
REQUIRED SUPPLEMENTARY INFORMATION - Part II		82
C. Budgetary Comparison Schedules		83
C-1	General Fund	84-88
C-1A	Education Jobs	N/A
C-2	Special Revenue Fund	89
C-3	Budget to GAAP Reconciliation	90
REQUIRED SUPPLEMENTARY INFORMATION - Part III		91
L. Schedules Related to Accounting and Reporting for Pension (GASB 68)		92
L-1	Schedule of the District's Proportionate Share of the Net Pension Liability – Public Employees Retirement System – Last Ten Years	93
L-2	Schedule of the District's Contributions – Public Employees Retirement System – Last Ten Years	94
L-3	Schedule of the District's Proportionate Share of the Net Pension Liability Teachers Pension and Annuity Fund – Last Ten Years	95
L-4	Schedules Related to Accounting and Reporting for Pension (GASB 68) Note to RSI III for the Fiscal Year Ended June 30, 2025	96
REQUIRED SUPPLEMENTARY INFORMATION – Part IV		97
M. Schedule Related to Accounting and Reporting for Postemployment Benefits Other Than Pensions (GASB 75)		98
M-1	Schedule of Changes in the District's Total OPEB Liability and Related Ratios – Last Ten Years	99
M-2	Notes to Required Supplementary Information Part IV	100
OTHER SUPPLEMENTARY INFORMATION		101
D. School Level Schedules		N/A
E. Special Revenue Fund		102
E-1	Combining Schedule of Revenues and Expenditures - Budgetary Basis	103
E-2	Preschool Education Aid Schedule of Expenditures-Budgetary Basis	N/A
F. Capital Projects Fund		104
F-1	Summary Schedule of Project Expenditures – Budgetary Basis	105
F-2	Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budgetary Basis	106
F-2a	Summary Schedule of Revenues, Expenditures, Project Balance and Project Status - Budgetary Basis – Woodcliff Middle School Window Replacements	107
F-2b	Summary Schedule of Revenues, Expenditures, Project Balance and Project Status – Budgetary Basis – Dorchester Roof Replacement	108
F-2c	Summary Schedule of Revenues, Expenditures, Project Balance and Project State – Budgetary Basis – Boiler Replacement at Dorchester Elementary School	109

TABLE OF CONTENTS (Continued)

		Page
G. Proprietary Funds		110
Enterprise Fund:		
G-1	Combining Schedule of Net Position	111
G-2	Combining Schedule of Revenues, Expenses and Changes in Fund Net Position	112
G-3	Combining Schedule of Cash Flows	113
H. Fiduciary Fund		N/A
H-1	Combining Statement of Fiduciary Net Position	N/A
H-2	Combining Statement of Changes in Fiduciary Net Position	N/A
H-3	Schedule of Receipts and Disbursements-Student Activity Agency Fund	N/A
H-4	Schedule of Receipts and Disbursements-Payroll Agency Fund	N/A
I. Long-Term Debt		114
I-1	Schedule of Serial Bonds	115
I-2	Schedule of Obligations Under Leases	N/A
I-3	Budgetary Comparison Schedule - Debt Service Fund	116
STATISTICAL SECTION (UNAUDITED)		
J-1	Net Position by Component - Last Ten Fiscal Years	117
J-2	Changes in Net Position - Last Ten Years	118-119
J-3	Fund Balances, Governmental Funds - Last Ten Years	120
J-4	Changes in Governmental Fund Balances, Governmental Funds - Last Ten Fiscal Years	121
J-5	General Fund Other Local Revenue by Source - Last Ten Fiscal Years	122
J-6	Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years	123
J-7	Direct and Overlapping Property Tax Rates - Last Ten Calendar Years	124
J-8	Principal Property Taxpayers - Current and Nine Years Ago	125
J-9	Property Tax Levies and Collections - Last Ten Fiscal Years	126
J-10	Ratios of Outstanding Debt by Type - Last Ten Fiscal Years	127
J-11	Ratios of Net Bonded Debt Outstanding - Last Ten Fiscal Years	128
J-12	Ratios of Overlapping Governmental Activities Debt as of December 31, 2024	129
J-13	Legal Debt Margin Information - Last Ten Fiscal Years	130
J-14	Demographic and Economic Statistics - Last Ten Fiscal Years	131
J-15	Principal Employers – Current and Nine Years Ago	132
J-16	Full-Time Equivalent District Employees by Function/Program - Last Ten Fiscal Years	133
J-17	Operating Statistics - Last Ten Fiscal Years	134
J-18	School Building Information - Last Ten Fiscal Years	135
J-19	Schedule of Required Maintenance for School Facilities – Last Ten Fiscal Years	136
J-20	Insurance Schedule - June 30, 2025	137

TABLE OF CONTENTS (Continued)

		Page
SINGLE AUDIT SECTION		
K-1	Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Basic Financial Statements Performed in Accordance with Government Auditing Standards	138-139
K-2	Independent Auditor's Report on Compliance for Each State Financial Assistance Program and on Internal Control Over Compliance Required by New Jersey OMB Circular 15-08	140-142
K-3	Schedule of Expenditures of Federal Awards, Schedule A	143
K-4	Schedule of Expenditures of State Financial Assistance, Schedule B	144
K-5	Notes to the Schedules of Federal Awards and State Financial Assistance	145-146
K-6	Schedule of Findings and Questioned Costs	147-148
K-7	Schedule of Prior Audit Findings	149

INTRODUCTORY SECTION

Woodcliff Lake Public Schools
134 Woodcliff Avenue, Woodcliff Lake, NJ 07677

OFFICE OF THE SUPERINTENDENT
Lauren Barbelet
Superintendent of Schools
(201) 930-5600 ext. 250
FAX (201) 930-0488

December 3, 2025

Members of the Board of Education
Woodcliff Lake Public School District
Woodcliff Lake, NJ 07677

The annual comprehensive financial report of the Woodcliff Lake School District for the fiscal year ending June 30, 2025, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Woodcliff Lake School District (hereafter referred to as 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 various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

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

1. REPORTING ENTITY AND ITS SERVICES: The Woodcliff Lake Public School District is an independent reporting entity within the criteria adopted by Governmental Accounting Standards Board (GASB) Statement No. 39. All funds of the District are included in this report. The Woodcliff Lake Board of Education and both its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels pre-K through 8. These services include regular and special education for students with disabilities. The District closed the 2024-2025 fiscal year with an enrollment of 769 students. Exhibit J-18 details the changes in the average student enrollment of the district over the last ten years.

2. ECONOMIC CONDITION AND OUTLOOK: Woodcliff Lake is primarily a residential community with a few small businesses and a corporate enterprise area. The latter provides a significant portion of the tax base although this may change with multiple housing developments planned. The economic health of the major businesses in this corporate area appears no longer as stable as it once was. The financial condition of the municipality is reflected in the fact that in 2012, the borough received a bond rating of Aa1 from Moody's. In addition, the school district received a rating of AA+ from Standard and Poor's on a $10,000,000 bond issue sold in March 2004. This same bond was refinanced in the fall of 2012, resulting in an $800,000 savings to the taxpayers.

Woodcliff Lake has been viewed as one of the premier residential communities of the Northeastern United States. This is expected to continue.

Upon reflection, in October of 2008, the community, state, and national economies entered into a depressionary economic cycle. The effects of that recession began to affect the school and community economics by the spring of 2009. Our district experienced the complete loss of state aid and several other sources of state income were significantly reduced. The total financial loss to the district at that time was approximately $750,000. The community was prevented from raising the funds to supplement this loss through taxes as the tax cap percentage eliminated this as an option.

After serious review of the district's current and future financial support, the Board of Education, with the help of its professional staff, reduced the entire school operation by 20 positions bringing the district back into financial balance. The school continues in 2024-2025 to be more efficient than ever before *from a financial perspective.* The District continues to plan and utilize staff to maximize efficiency. From the *educational view* the district has lost significant services that were valuable and desirable as experiences for children. From class size to academic programs to privatization of our custodial staff, the district has endured the financial loss and continues to explore income streams such as grants and donations. Our district will continue to charge tuition for our formerly free pre-school program and we will also continue to charge tuition for our after school child care program. Major building and grounds repairs have been prioritized and planned for future consideration.

3. MAJOR INITIATIVES: The District (absent of a grant waiver) has remained firm in its commitment to apply available resources in an efficient and effective manner especially in light of the major financial loss it has experienced over the past few years. Back in 2015, the district applied for grant funding for capital projects, thereby providing less of a financial burden on the Woodcliff Lake taxpayers. The state approved over 3 million dollars for six capital projects, which empower safety and security, improved learning environments and building envelope. Moreover, the district continues to invest its savings in the capital reserve account to avoid further taxation of the community for capital projects for the foreseeable future. By doing so, the district hopes to avoid a referendum for capital improvements and further taxation.

With the Coronavirus Disease (COVID-19) and public health crises of 2020, the district has been faced with more challenges than ever. With a substantial reduction in government funding and additional unbudgeted expenses to comply with government guidelines, the district remains committed to maintaining a healthy and safe learning environment for students and staff.

The Board of Education continues to commit community resources to the infrastructure and educational programs needed to support learning initiatives in alignment with the New Jersey Student Learning Standards, school security and safety, state-mandated assessments, and the competencies necessary to be successful in our evolving global society.

The Board of Education believes that strong teaching is at the core of quality education, and thus, provides the financial support for the district to act and make decisions toward instructional improvement. The Board encourages holding faculty (administrators and teachers) accountable for high-quality education and supports the effort to employ the best faculty available. Inducting and maintaining highly effective faculty requires quality professional development, which the Board holds as a priority.

Instructional Program Improvements

During the 2024–2025 school year, professional learning opportunities were offered to strengthen teaching practices across multiple subject areas. Key priorities included early literacy, mathematics instruction, and the effective use of technology in the classroom. Growth in these areas occurred through a wide range of local, regional, and out-of-district learning experiences such as after-school workshops, PLCs, peer observations, webinars, lab-site sessions, department meetings, and data-informed intervention work. Regionally, staff engaged in articulation meetings, support for novice teachers, curriculum design, assessment review, and targeted workshops. Teachers were also encouraged to participate in external trainings aligned to student and instructional needs, including conferences provided by state and national organizations. Additionally, strategic scheduling and thoughtful staff assignments contributed to enhanced responsiveness to student needs.

Management Improvement 24-25

The district's management team meets monthly to assess progress toward organizational goals and to plan additional initiatives that support faculty development. Team members play an active role in designing these efforts and provide essential insight to senior leadership regarding the needs of individual buildings and instructional departments.

Faculty Improvement in 24-25

Education is continuously evolving as new research emerges, requiring educators to reflect on, adjust, and refine their practice. For this reason, the professional learning offered throughout 2024–2025 aligned with current research and supported teachers in adopting evidence-based practices that improve student achievement and overall development. Professional development—both in-district and out-of-district—focused on mathematics, STEM, interdisciplinary connections, technology, 21st-century competencies, literacy, social-emotional learning, mindfulness, equity, and differentiated instruction. Through formal observations, professional documentation, SGOs, and regular classroom walkthroughs, school and district leaders monitor and support the implementation of these instructional approaches.

Reflection and accountability remain integral to teacher growth; therefore, all educators participate in annual evaluations. These evaluations include multiple elements: two administrator observations for tenured staff and three for non-tenured staff, evidence demonstrating effective instruction, and student growth objectives. Teachers in grades 4–7 mathematics or grades 4–8 ELA with twenty or more qualifying students also receive a median Student Growth Percentile that contributes to their overall rating. Evaluation results are used not only for reflection and continuous improvement but also as part of employment-related decision-making.

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

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

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

5. BUDGETARY CONTROLS: In addition to internal accounting controls, the district maintains budgetary controls. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount, as amended for the fiscal year, is reflected in the financial section. An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of the fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30.

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

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

8. DEBT ADMINISTRATION: As of June 30, 2025, the district's outstanding bond debt included issues totaling $1,885,000.00.

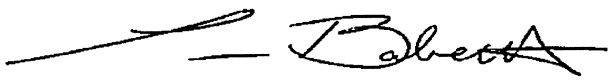
9. CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements"- Note 2. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the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

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

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

12. ACKNOWLEDGMENTS: We would like to express our sincere appreciation to the members of the Woodcliff Lake 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. Additionally, we wish to note that the preparation of this report could not have been accomplished without the efficient and dedicated services of our staff.

Respectfully submitted,



Lauren Barbelet,
District Superintendent

WOODCLIFF LAKE BOARD OF EDUCATION
WOODCLIFF LAKE, NEW JERSEY 07677

ROSTER OF OFFICIALS

JUNE 30, 2025

Members of the Board of Education	**Term Expires**
Jeffrey Hoffman, President	2027
Kristan Saks, Vice President	2026
Andrew Eisler	2025
Liz Espinosa	2026
Cristen Giblin	2027
Debra Starr	2025
Robert Wolpov	2027

Other Officials

Lauren Barbelet, Superintendent of Schools

Matthew Lynaugh, School Business Administrator/Board Secretary

Robert Wright, Board Treasurer

WOODCLIFF LAKE BOARD OF EDUCATION

Consultants and Advisors

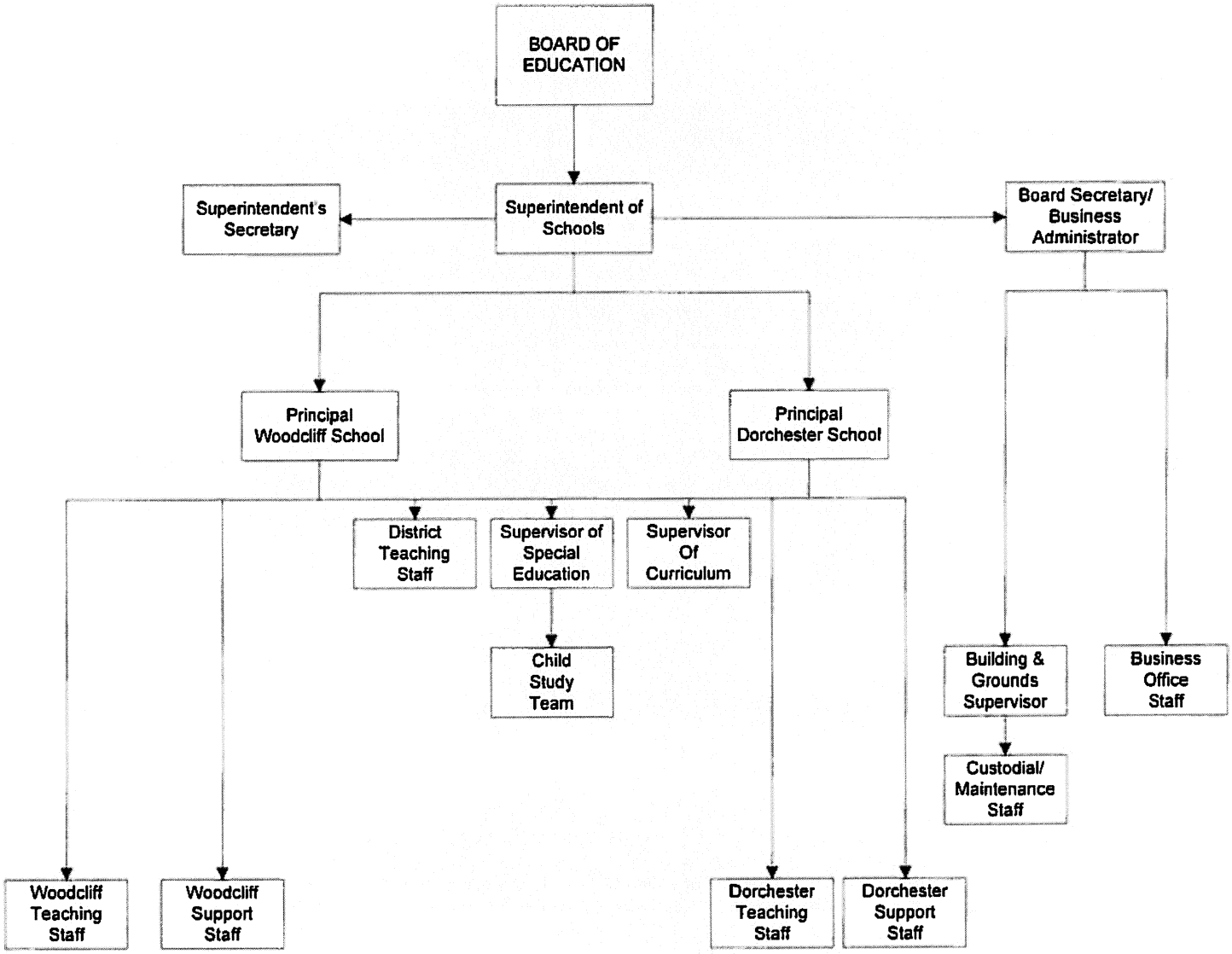
Architect
Dicara/Rubino
30 Galesi Drive
Wayne, New Jersey 07470

Audit Firm
Suplee, Clooney & Company LLC
308 East Broad Street
Westfield, New Jersey 07090

Attorney
Fogarty & Hara
21-00 Route 208 South
Fair Lawn, New Jersey 07410

Official Depository
Capital One Bank
553 Broadway
Westwood, New Jersey 07675

WOODCLIFF LAKE BOARD OF EDUCATION
ORGANIZATIONAL CHART
(UNIT CONTROL)



THIS PAGE INTENTIONALLY LEFT BLANK

FINANCIAL SECTION

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

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Borough of Woodcliff Lake School District
County of Bergen
Woodcliff Lake, New Jersey 07677

Report on the Audit of the Financial Statements

Opinion

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

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

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated December 3, 2025 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.

Suplee, Clooney & Company

CERTIFIED PUBLIC ACCOUNTANTS

PUBLIC SCHOOL ACCOUNTANT NO.962

December 3, 2025

THIS PAGE INTENTIONALLY LEFT BLANK

REQUIRED SUPPLEMENTARY INFORMATION – Part I

MANAGEMENT'S DISCUSSION AND ANALYSIS
(UNAUDITED)

WOODCLIFF LAKE BOARD OF EDUCATION
WOODCLIFF LAKE, NEW JERSEY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED

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

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

Financial Highlights

Key financial highlights for 2025 are as follows:

- In total, net position increased $4,161,912.16 which represents a 12.37 percent increase from 2024.

- General revenues accounted for $20,028,281.41 in revenue, or 81 percent of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for $4,658,983.64 in revenue or 19 percent of total revenues.

- The School District had $20,525,352.89 in expenses; only $4,658,983.64 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily tax levy and unrestricted state aid) of $20,028,281.41 were adequate to provide for these programs.

- Total Governmental Activities Net Position increased by $3,925,158.33 as cash and cash equivalents increased by $2,790,779.50, receivables increased by $11,716.17, capital assets increased by $684,973.99 and liabilities increased by $523,667.58.

- Among governmental funds, the General Fund had $24,916,835.85 in revenues and $21,348,174.79 in expenditures.

Using this Annual Comprehensive Financial Report (ACFR)

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

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

Reporting the School District as a Whole

State of Net Position and the Statement of Activities

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

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

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

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

- *Business-Type Activities* – This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The After The Bell program is reported as a business activity.

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial statements provide detailed information about the District's funds. The District uses many funds to account for a multitude of financial transactions. The District's governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund.

Governmental Funds

The School District's activities are reported in governmental funds, which focus on how money flows through those funds and the balances left at year-end. These funds are reported using an accounting method referred to as the modified accrual basis of accounting, which recognizes revenue and expenditures when they become both measurable and available. The governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental fund information helps the reader determine the availability of financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Enterprise Fund

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

The School District as a Whole

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

The District's financial position is the product of several 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.

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

Table 1
Net Position

	2025	(As Restated) 2024
Assets		
Current and Other Assets	$18,758,117.80	$15,709,386.07
Capital Assets	24,826,484.39	24,141,510.40
Total Assets	43,584,602.19	39,850,896.47
Deferred Outflow of Resources	300,668.00	483,831.80
Liabilities		
Long-Term Liabilities	4,799,725.92	5,595,770.36
Other Liabilities	644,624.02	442,068.36
Total Liabilities	5,444,349.94	6,037,838.72
Deferred Inflow of Resources	634,005.65	651,887.11
Net Position		
Net Investment in Capital Assets	22,854,142.74	21,671,203.29
Restricted	15,830,894.71	14,023,637.48
Unrestricted (Deficit)	(878,122.84)	(2,049,838.33)
Total Net Position	$37,806,914.60	$33,645,002.44

The District's combined net position was $37,806,914.60 on June 30, 2025. Table 2 shows changes in net position for fiscal years 2025 and 2024. The District's investment in capital assets is shown net of any related debt used to acquire those assets.

Table 2 shows changes in net position for fiscal year 2025.

Changes in Net Position

Revenues	**2025**	**2024**
Program Revenues:		
Charges for Services	$750,063.25	$640,506.56
Operating Grants and Contributions	3,908,920.39	4,345,462.22
General Revenues:		
Property Taxes	19,216,601.00	18,544,503.00
Grants and Entitlements	74,514.00	44,572.00
Other	737,166.41	506,666.21
Total Revenues	24,687,265.05	24,081,709.99
Program Expenses		
Instruction	11,455,886.17	11,529,508.93
Support Services:		
Pupils and Instructional Staff	3,454,792.73	3,375,250.63
General and School Administration and Business Operations and Maintenance	4,037,455.88	3,910,611.70
Pupil Transportation	549,750.57	600,500.78
Business Type Activities	180,687.46	170,465.41
Other	846,780.07	862,843.62
Total Expenses	20,525,352.89	20,449,181.07
Change in Net Position	$4,161,912.16	$3,632,528.92

The nature of funding public schools primarily through property taxes in New Jersey creates the legal requirement to annually seek voter approval for the School District budget. Property taxes made up 79 percent of revenues for governmental activities for the Woodcliff Lake School District for fiscal year 2025. Property tax revenues increased by $672,098.00, which is a 4 percent increase over the prior year. The District's total revenues were $24,687,265.05 for the year ended June 30, 2025.

Instruction comprises 56 percent of district expenses. Support Services costs make up 40 percent of district expenses and other services make up 4 percent of district expenses.

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

Table 3

	Total Cost of Services 2025	Total Cost of Services 2024	Net Cost of Services 2025	Net Cost of Services 2024
Instruction	$11,455,886.17	$11,529,508.93	$8,051,118.90	$7,997,588.19
Support Services:				
Pupils and Instructional Staff	3,454,792.73	3,375,250.63	2,882,297.09	2,693,662.16
General and School Administration and Business and Maintenance	4,037,455.88	3,910,611.70	3,828,027.48	3,530,340.40
Pupil Transportation	549,750.57	600,500.78	465,131.57	531,170.78
Business Type Activities	180,687.46	170,465.41	(206,985.86)	(152,392.86)
Other	846,780.07	862,843.62	846,780.07	862,843.62
Total Expenses	$20,525,352.89	$20,449,181.07	$15,866,369.25	$15,463,212.29

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

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

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

Operation and maintenance of facilities activities involve keeping the school grounds, buildings and equipment in an effective condition and providing for the safety and security for all members of the school community while on school property.

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

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

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

Interest and fiscal charges involve the transactions associated with the payment of interest and other related charges to debt of the school district.

The School District relies mainly upon tax revenues to function. The community, as a whole, is the primary support for the Woodcliff Lake School District

Business-Type Activities

Revenue for the District's business-type activities was comprised of the After the Bell Program. ***Table 4*** represents the change in net position for these activities. Overall business type revenues exceeded expenses by $236,753.83.

Table 4
Changes in Net Position
Business-Type Activities

	2025	2024
Revenues		
Program Revenues:		
Charges for services	$387,673.32	$322,858.27
Other	29,767.97	20,594.65
Total Revenues	417,441.29	343,452.92
Program Expenses		
Services	180,687.46	170,465.41
Total Expenses	180,687.46	170,465.41
Increase / (Decrease) in Net Position	$236,753.83	$172,987.51

The School District's Funds

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to $25,841,845.76 and expenditures and financing uses were $23,309,731.55.

As demonstrated by the various statements and schedules included in the financial section of this report, the School District continues to meet its responsibility for sound financial management. The following schedules present a summary of general fund, special revenue fund, capital projects and debt service fund revenues for the fiscal year ended June 30, 2025 and the amount and percentage of increase and decrease in relation to prior year revenues.

Revenues	Amount	Percent of Total	Increase(Decrease) from FY 2024	Percent Increase (Decrease)
Local Sources	$20,330,418.17	78.67%	$857,195.32	4.40%
State Sources	5,293,991.41	20.49%	103,684.51	2.00%
Federal Sources	217,436.18	0.84%	(53,268.14)	-19.68%
Total	$25,841,845.76	100.00%	$907,611.69	3.64%

Local revenues increased mainly due to a property tax increase needed to fund the additional expenditures associated with the instructional program and increased operating costs. Federal and State sources decreased due to less grant funding.

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

Expenditures	Amount	Percent of Total	Increase(Decrease) from FY 2024	Percent Increase (Decrease)
Current:				
Instruction	$7,886,967.63	33.84%	$265,835.02	3.49%
Support Services	13,807,938.86	59.24%	156,511.90	1.15%
Capital Outlay	1,614,825.06	6.93%	1,115,425.29	223.35%
Total	$23,309,731.55	100.00%	$1,537,772.21	7.06%

General Fund Budgeting Highlights

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

- Over the course of the year, the Board of Education, when appropriate, approved budget transfers to keep accounts in balance. Transfers to the budget were made to accurately reflect expenditures according to state guidelines and prevent over-expenditures in specific line item accounts.

Capital Assets

At the end of the fiscal year 2025, the School District had $24,826,484.39 invested in building, building improvements, furniture, equipment and vehicles. ***Table 5*** shows fiscal year 2025 balances compared to 2024.

Table 5
Capital Assets (Net of Depreciation) at June 30, 2025

	2025	2024
Land	$5,640,000.00	$5,640,000.00
Land and Site Improvements	651,564.94	482,505.40
Construction in Progress	1,052,590.00	
Building and Building Improvements	17,094,617.74	17,618,124.66
Machinery and Equipment	387,711.71	400,880.34
Total	$24,826,484.39	$24,141,510.40

Overall capital assets increased $684,973.99 from fiscal year 2024 to fiscal year 2025.

Debt Administration

At June 30, 2025, the School District had $4,799,725.92 of outstanding long-term liabilities. Of this amount, $1,274,568.92 is for compensated absences, $1,640,157.00 is pension related, and $1,885,000.00 is for serial bonds for school construction. For more detailed information on the District's long-term liabilities, please refer to the Notes to the Basic Financial Statements.

For the Future

The Woodcliff Lake School District is currently in sound financial condition and remains committed to fiscal excellence for many years to come. Its financial planning, budgeting, and internal financial controls are audited annually, and the District will continue to manage its finances responsibly to meet the many challenges ahead.

However, the district faces several emerging pressures. Inconsistencies in State Aid and legislation restricting both spending and property tax increases may require difficult decisions, including potential reductions in educational programs or increases in class size, to comply with state-mandated budget restraints such as the 2% tax levy cap and the 2% limitation on the district's general fund unassigned balance. These constraints coincide with continual increases in fixed costs that regularly outpace inflation, further shifting the financial burden to the local level.

In addition, the Borough of Woodcliff Lake has approved or is in the planning stages of multiple residential developments that collectively propose adding several hundred new housing units over the next five years. While these projects are designed to expand the town's housing capacity, the district does not yet know the extent to which they will increase student enrollment. This uncertainty presents significant financial risk. Even modest enrollment growth, when combined with the proposed implementation of PILOT (Payment in Lieu of Taxes) agreements, could have a detrimental effect on the district's long-term financial stability.

Despite these challenges, the Woodcliff Lake School District remains committed to providing a high-quality educational experience, maintaining and improving its facilities, and expanding the use of technology to support instruction. The Board of Education and Administration will continue to seek and utilize all available grant opportunities to enhance the learning environment, while upholding fiscal responsibility to the community. The Board and Administration will also continue to oversee sound financial practices to ensure the district remains efficient and academically strong amid changing economic conditions.

Contacting the School District's Financial Management Office

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional information contact Matthew Lynaugh, Business Administrator/Board Secretary, Woodcliff Lake Board of Education, Woodcliff Lake, NJ 07677.

BASIC FINANCIAL STATEMENTS

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

DISTRICT-WIDE FINANCIAL STATEMENTS

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

EXHIBIT "A-1"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2025

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS:			
Cash and cash equivalents	$ 6,209,719.77	$ 904,748.89	$ 7,114,468.66
Receivables, net	430,460.17		430,460.17
Restricted assets:			0.00
Restricted cash and cash equivalents	11,213,188.97		11,213,188.97
Capital assets:			0.00
Non Depreciable	6,692,590.00		6,692,590.00
Depreciable - Net	17,964,464.54	169,429.85	18,133,894.39
Total Assets	42,510,423.45	1,074,178.74	43,584,602.19
DEFERRED OUTFLOWS OF RESOURCES:			
Related to pension	300,668.00		300,668.00
LIABILITIES:			
Accounts payable	388,507.62		388,507.62
Unearned revenue	24,750.00		24,750.00
Accrued Interest payable	22,959.38		22,959.38
Payroll Deductions & Withholdings Payable	208,407.02		208,407.02
Noncurrent liabilities:			
Due within one year	970,180.36		970,180.36
Due beyond one year	2,189,388.56		2,189,388.56
Net Pension Liability	1,640,157.00		1,640,157.00
Total liabilities	5,444,349.94		5,444,349.94
DEFERRED INFLOWS OF RESOURCES:			
Related to pension	546,664.00		546,664.00
Gain on Refunding of Long-Term Debt	87,341.65		87,341.65
Total Deferred Inflows of Resources	634,005.65		634,005.65
NET POSITION:			
Net investment in capital assets	22,684,712.89	169,429.85	22,854,142.74
Restricted for:			
Special revenue fund	139,208.44		139,208.44
Capital projects	14,796,107.32		14,796,107.32
Debt service (deficit)	(22,959.38)		(22,959.38)
Other purposes	918,538.32		918,538.32
Unrestricted (deficit)	(1,782,871.73)	904,748.89	(878,122.84)
Total net position	$ 36,732,735.86	$ 1,074,178.74	$ 37,806,914.60

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

EXHIBIT "A-2"

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

Functions/Programs	Expenses	Indirect Expenses Allocation	Programs Revenues: Charges for Services	Programs Revenues: Operating Grants and Contributions	Programs Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Business-type Activities	Net (Expense) Revenue and Changes in Net Position: Total
Governmental Activities:								
Instruction:								
Regular	$ 5,650,280.85	$ 2,813,863.24	$ 259,270.00	$ 1,329,210.71	$	$ (6,875,663.38)	$	$ (6,875,663.38)
Special	2,145,618.28	(17,742.94)		1,455,153.18		(672,722.16)		(672,722.16)
Other Instruction	118,503.50	745,363.25		361,133.39		(502,733.36)		(502,733.36)
Support Services:								
Tuition	426,767.07					(426,767.07)		(426,767.07)
Student and instruction related services	2,019,853.07	1,008,172.59	103,119.93	469,375.71		(2,455,530.02)		(2,455,530.02)
General administrative services	493,721.02	127,931.79		50,313.95		(571,338.87)		(571,338.87)
School administrative services	490,733.93	289,368.74		100,705.92		(679,396.75)		(679,396.75)
Central services	497,435.08	158,502.19		58,408.53		(597,528.74)		(597,528.74)
Plant operations and maintenance	1,783,729.73	196,033.39		0.00		(1,979,763.12)		(1,979,763.12)
Pupil transportation	352,963.03	196,787.54		84,619.00		(465,131.57)		(465,131.57)
Unallocated benefits	5,416,866.48	(5,416,866.48)						
Interest on Long-Term Debt	55,259.55					(55,259.55)		(55,259.55)
Unallocated depreciation	892,933.84	(101,413.32)				(791,520.52)		(791,520.52)
Total governmental activities	20,344,665.43		362,389.93	3,908,920.39		(16,073,355.11)		(16,073,355.11)
Business-type activities								
After the Bell	180,687.46		387,673.32				206,985.86	206,985.86
Total business-type activities	180,687.46		387,673.32				206,985.86	206,985.86
Total primary government	$ 20,525,352.89		$ 750,063.25	$ 3,908,920.39	$	$ (16,073,355.11)	$ 206,985.86	$ (15,866,369.25)
General Revenues:								
Taxes:								
Property taxes, levied for general purposes, net						$ 18,656,176.00	$	$ 18,656,176.00
Taxes levied for debt service						560,425.00		560,425.00
Federal and state aid not restricted						74,514.00		74,514.00
Miscellaneous income						707,398.44	29,767.97	737,166.41
Total general revenues						19,998,513.44	29,767.97	20,028,281.41
Change in Net Position						3,925,158.33	236,753.83	4,161,912.16
Net Position - beginning (as restated)						32,807,577.53	837,424.91	33,645,002.44
Net Position - ending						$ 36,732,735.86	$ 1,074,178.74	$ 37,806,914.60

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

MAJOR FUND FINANCIAL STATEMENTS

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

EXHIBIT "B-1"
SHEET #1

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

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	TOTAL GOVERNMENTAL FUNDS
ASSETS:				
Cash and cash equivalents	$ 4,938,233.33	$ 133,976.44	$ 1,137,510.00	$ 6,209,719.77
Cash, capital reserve	11,213,188.97			11,213,188.97
Receivables from other governments	425,228.17	5,232.00		430,460.17
Total assets	$ 16,576,650.47	$ 139,208.44	$ 1,137,510.00	$ 17,853,368.91
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Accounts payable	$ 264,319.62	$	$	$ 264,319.62
Payroll Deductions & Withholdings Payable	208,407.02			208,407.02
Unearned revenue	24,750.00			24,750.00
Total liabilities	497,476.64			497,476.64
Fund balances:				
Restricted for:				
Capital reserve	14,250,827.32			14,250,827.32
Maintenance reserve	897,611.00			897,611.00
Unemployment Compensation	20,927.32			20,927.32
Student Activities		139,208.44		139,208.44
Assigned for year-end encumbrances	270,222.82		592,230.00	862,452.82
Unassigned	639,585.37		545,280.00	1,184,865.37
Total fund balances	16,079,173.83	139,208.44	1,137,510.00	17,355,892.27
Total liabilities and fund balances	$ 16,576,650.47	$ 139,208.44	$ 1,137,510.00	$ 17,853,368.91

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

EXHIBIT "B-1"
SHEET #2

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

Total Fund Balances (Brought Forward)			$17,355,892.27
Amounts Reported for Governmental Activities in the Statement of Net Assets (A-1) are different because:			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.			
Cost of Assets		$41,436,154.25	
Accumulated Depreciation		(16,779,099.71)	
			24,657,054.54
Long term liabilities, including bonds payable, and other related amounts that are not due and payable in the current period and therefore are not reported as liabilities in the funds.			
Net Pension Liability		(1,640,157.00)	
Compensated Absences		(1,274,568.92)	
Bonds Payable	($1,885,000.00)		
Unamortized of Refunding Bond Premium	(87,341.65)		
		(1,972,341.65)	
			(4,887,067.57)
Deferred Outflows and Inflows of resources are applicable to future periods and therefore are not reported in the funds.			
Pensions:			
Deferred Outflows			
Pension related			300,668.00
Deferred Inflows:			
Pension related			(546,664.00)
Certain liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds.			
Accounts Payable - Related to Pension		(124,188.00)	
Accrued Interest Payable		(22,959.38)	
			(147,147.38)
Net Position of Governmental Activities			$36,732,735.86

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

EXHIBIT "B-2"

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

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
REVENUES:					
Local sources:					
Local tax levy	$ 18,656,176.00	$	$	$ 560,425.00	$ 19,216,601.00
Interest earned on capital reserve	405,113.78				405,113.78
Tuition	259,270.00				259,270.00
Miscellaneous	302,284.66	147,148.73			449,433.39
Total - local sources	19,622,844.44	147,148.73		560,425.00	20,330,418.17
State sources	5,293,991.41				5,293,991.41
Federal sources		217,436.18			217,436.18
Total revenues	24,916,835.85	364,584.91		560,425.00	25,841,845.76
EXPENDITURES:					
Current expense:					
Regular instruction	5,622,845.85				5,622,845.85
Special instruction	1,961,167.10	184,451.18			2,145,618.28
Other Instruction	116,797.50	1,706.00			118,503.50
Support services:					
Tuition	426,767.07				426,767.07
Student and instruction related services	1,857,468.49	162,384.58			2,019,853.07
General administrative services	493,721.02				493,721.02
School administrative services	490,733.93				490,733.93
Central services	497,435.08				497,435.08
Plant operations and maintenance	1,783,729.73				1,783,729.73
Pupil transportation	352,963.03				352,963.03
Unallocated benefits	7,182,310.93				7,182,310.93
Debt Service:					
Principal				480,000.00	480,000.00
Interest				80,425.00	80,425.00
Capital outlay	562,235.06		1,052,590.00		1,614,825.06
Total expenditures	21,348,174.79	348,541.76	1,052,590.00	560,425.00	23,309,731.55
Excess (deficiency) of revenues over (under) expenditures	3,568,661.06	16,043.15	(1,052,590.00)		2,532,114.21
Other financing sources (uses):					
Transfer from capital reserve	(2,190,100.00)		2,190,100.00		
Total other financing sources (uses)	(2,190,100.00)		2,190,100.00		
Excess of Revenues and other Financing Sources Over Expenditures and Other Expenditures and other Financing Sources	1,378,561.06	16,043.15	1,137,510.00		2,532,114.21
Fund balances, June 30, 2024	$ 14,700,612.77	$ 123,165.29	$	$ -0-	$ 14,823,778.06
Fund balances, June 30, 2025	$ 16,079,173.83	$ $139,208.44	$ 1,137,510.00	$ -0-	$ 17,355,892.27

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

EXHIBIT "B-3"

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

Total net change in fund balances - governmental funds (from B-2)		$ 2,532,114.21
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period		
Depreciation expense	$ (892,933.84)	
Capital outlays	1,614,825.06	
Less: Capital outlays not capitalized	(27,435.00)	
		694,456.22
Long-term debt issued is an other financing source in the governmental funds and increases governmental funds fund balance, but in the statement of activities the issuance of long term debt increases long term liabilities and is not reported on the statement of activities:		
Unearned Amount on Refunding Bond Payments to Escrow Agent, net		17,965.45
Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		
Payment of bonds payable		480,000.00
In the statement of activities, interest on long-term debt is accrued, regardless of when due. In governmental funds, interest is reported when due. An decrease in accrued interest is a addition in the reconciliation while a decrease in accrued interest is an addition.		7,200.00
District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.		
District pension contributions	164,245.00	
Pension expense	36,590.00	
		200,835.00
In the statement of activities, certain expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		(7,412.55)
Change in net position of governmental activities		$ 3,925,158.33

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

THIS PAGE INTENTIONALLY LEFT BLANK

PROPRIETARY FUNDS

EXHIBIT "B-4"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS-ENTERPRISE FUNDS
JUNE 30, 2025

	AFTER THE BELL FUND TOTAL	TOTAL
ASSETS:		
Current assets:		
Cash and cash equivalents	$ 904,748.89	$ 904,748.89
Total current assets	904,748.89	904,748.89
Noncurrent assets:		
Furniture, machinery & equipment	223,456.65	223,456.65
Less accumulated depreciation	(54,026.80)	(54,026.80)
Total noncurrent assets	169,429.85	169,429.85
Total assets	$ 1,074,178.74	$ 1,074,178.74
NET POSITION:		
Net investment in capital assets	$ 169,429.85	$ 169,429.85
Unrestricted	904,748.89	904,748.89
Total net position	$ 1,074,178.74	$ 1,074,178.74

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

EXHIBIT "B-5"

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

	AFTER THE BELL FUND TOTAL	TOTAL
OPERATING REVENUES:		
Charges for services:		
After-care fees	$ 387,673.32	$ 387,673.32
Total operating revenues	387,673.32	387,673.32
OPERATING EXPENSES:		
Salaries	167,496.63	167,496.63
Miscellaneous	3,708.60	3,708.60
Depreciation	9,482.23	9,482.23
Total operating expenses	180,687.46	180,687.46
Operating Income (loss)	206,985.86	206,985.86
Interest and investment income	29,767.97	29,767.97
Total non-operating revenues	29,767.97	29,767.97
Change in net position	236,753.83	236,753.83
Total net position - beginning	$ 837,424.91	837,424.91
Total net position - ending	$ 1,074,178.74	$ 1,074,178.74

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

EXHIBIT "B-6"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
COMBINING SCHEDULE OF CASH FLOWS
PROPRIETARY FUNDS - ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	AFTER THE BELL FUND TOTAL	TOTAL
Cash flows from operating activities:		
Receipts from customers	$ 387,673.32	$ 387,673.32
Payments to employees	(167,496.63)	(167,496.63)
Payments to suppliers	(3,708.60)	(3,708.60)
Net cash provided by (used for) operating activities)	216,468.09	216,468.09
Cash flows from investing activities:		
Interest on investments	29,767.97	29,767.97
Net cash provided by (used for) investing activities:	29,767.97	29,767.97
Net increase (decrease) in cash and cash equivalents	246,236.06	246,236.06
Cash and cash equivalents, July 1, 2024	658,512.83	658,512.83
Cash and cash equivalents, June 30, 2025	$ 904,748.89	$ 904,748.89
Reconciliation of operating loss to net cash provided (used) by operating activities		
Operating income (loss)	$ 206,985.86	$ 206,985.86
Adjustments to reconciling operating income (loss) to net cash provided by (used for) operating activities:		
Depreciation	9,482.23	9,482.23
	9,482.23	9,482.23
Net cash provided by (used for) operating activities	$ 216,468.09	$ 216,468.09

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Reporting Entity

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

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

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

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

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

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

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation, Basis of Accounting

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

Basis of Presentation

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

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

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental Funds

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

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

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

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

Debt Service Fund The debt service fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for principal and interest.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Proprietary Funds

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

Basis of Accounting-Measurement Focus

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

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

The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting-Measurement Focus (Continued)

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transactions can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under leases and installment purchases are reported as other financing sources.

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

Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office. In accordance with P.L. 2011, c. 202, which became effective January 17, 2012, the District elected to move the School Board election to the date of the November general election thereby eliminating the vote on the annual base budget unless required by the mandated State budget CAP. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2.2(f)1. Expenditures may not legally exceed budgeted appropriations at the line item level. All budget amendments and transfers must be approved by School Board resolution. Budget amendments during the year ended June 30, 2025 totaled $2,935,600.00.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgets/Budgetary Control (Continued)

All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Appropriations, except remaining project appropriations, encumbrances, and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures. Formal budgetary integration into the accounting system is employed as a management control device during the fiscal year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles (GAAP) with the exception of the legally mandated (N.J.S.A. 18A:22-44.2) revenue recognition of deferred State Aid payments for budgetary purposes only and the accounting treatment of encumbrances in the special revenue fund as described below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

Encumbrance Accounting

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

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

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Interfunds

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

Inventories and Prepaid Expenses

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

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

Capital Assets

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

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

Asset Class	Estimated Useful Lives
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office & Computer Equipment	10
Instructional Equipment	10
Grounds Equipment	15

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences

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

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

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

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

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

Fund Equity

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Unearned Revenue

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

Accrued Liabilities and Long-Term Liabilities

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

Net Position

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

Fund Balance Reserves

The District has implemented GASB Statement 54, "Fund Balance Reporting and Governmental Fund Type Definitions". Under GASB 54, in the fund financial statements, governmental funds report the following classifications of fund balance:

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

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance Reserves (Continued)

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

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

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

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

The general fund is the only fund that will report a negative unassigned fund balance. For all other governmental funds the amount of a residual deficit would be classified as unassigned.

Revenues Exchange and Non-Exchange Transactions

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenues - Exchange and Non-Exchange Transactions (Continued)

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

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

Proprietary Fund Revenues and Expenses

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

Allocation of Indirect Expenses

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Extraordinary and Special Items

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

Management Estimates

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

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Currently, the District has only one item that qualifies for reporting in this category, deferred amounts related to pension.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has two items that qualify for reporting in this category, deferred amounts related to pension and the gain on refunding of long-term debt.

Accounting and Financial Reporting for Pensions

In the district-wide financial statements for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the District's proportionate share of the New Jersey Public Employees Retirement System ("PERS") and the Teachers' Pension and Annuity Fund ("TPAF") and the additions to/deductions from these retirement systems' fiduciary net position have been determined on the same basis as they were reported by PERS and TPAF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounting and Financial Reporting for Pensions (continued)

In the governmental fund financial statements the year end net pension liability is not required to be reflected. Pension related revenues and expenditures are reflected based on amounts that are normally expected to be liquidated with available financial resources for required pension contributions. Expenditures for PERS are recognized based upon billings made by the State of New Jersey due April 1st of each fiscal year. TPAF contributions are paid on the District's behalf by the State of New Jersey. The governmental fund financial statements reflect both a revenue and expenses for this pension contribution.

Leases

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

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

Right to Use Assets

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

NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS

The District considers petty cash, change funds, cash in banks, certificates of deposits, and short term investments with original maturities of three months or less as cash and cash equivalents. Investments are stated at fair value.

Deposits

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

When the capital position of the depository deteriorates or the depository takes an unusually large amount of public deposits, the Department of Banking and Insurance requires additional collateral to be pledged. Under (GUDPA), if a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of the deposits to the governmental unit.

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

Fund Type:	Bank Balance	Reconciling Items: Deletions	Reconciled Balance
Governmental	$ 18,510,946.00	$ (1,088,037.26)	$ 17,422,908.74
Proprietary	904,748.89	-	904,748.89
	$ 19,415,694.89	$ (1,088,037.26)	$ 18,327,657.63

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

Deposits (Continued)

Custodial Credit Risk - Deposits - Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The District does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of June 30, 2025, based upon the coverage provided by FDIC and NJGUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on balance in the bank of $19,415,694.89, $250,000.00 was covered by Federal Depository Insurance and $19,165,694.89 was covered under the provisions of NJGUDPA.

Investments

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

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

2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a1 et seq., and operated in accordance with 17 C.F.R. § 270.2a7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:2037. These funds are also required to be rated by a nationally recognized statistical rating organization.

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

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

NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS

Investments (Continued)

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

6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:2037. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.

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

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

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

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

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

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

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

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

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

Woodcliff Lake School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 3: CAPITAL ASSETS

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

	Beginning Balance	Additions	Transfers/ Deletions	Ending Balance
Governmental Activities:				
Capital assets not being depreciated:				
Land	$5,640,000.00			$5,640,000.00
Construction in progress		1,052,590.00		1,052,590.00
Total Capital Assets not being depreciated	5,640,000.00	1,052,590.00		6,692,590.00
Land and Site improvements	1,083,483.80	197,300.00		1,280,783.80
Buildings & Building Improvements	31,095,303.52	288,573.73		31,383,877.25
Machinery & Equipment	2,094,286.55	48,926.33	($64,309.68)	2,078,903.20
Totals at historical cost	34,273,073.87	534,800.06	(64,309.68)	34,743,564.25
Gross Assets (Memo only)	39,913,073.87	1,587,390.06	(64,309.68)	41,436,154.25
Less: Accumulated Depreciation				
Land and Site improvements	(666,911.80)	(26,549.86)		(693,461.66)
Buildings & Building Improvements	(13,590,157.54)	(804,289.02)		(14,394,446.56)
Machinery & Equipment	(1,693,406.21)	(62,094.96)	64,309.68	(1,691,191.49)
Total Depreciation	(15,950,475.55)	(892,933.84)	64,309.68	(16,779,099.71)
Total capital assets being depreciated, net of depreciation	18,322,598.32	(358,133.78)		17,964,464.54
Total Governmental Fund Activities	$23,962,598.32	$694,456.22		$24,657,054.54
Proprietary Activities:				
Land and Site Improvements	$67,624.00			$67,624.00
Buildings and Building Improvements	155,832.65			155,832.65
Totals at historical cost	223,456.65			223,456.65
Less: Accumulated Depreciation				
Land and Site Improvements	(1,690.60)	(1,690.60)		(3,381.20)
Buildings and Building Improvements	(42,853.97)	(7,791.63)		(50,645.60)
Total Depreciation	(44,544.57)	(9,482.23)		(54,026.80)
Total Proprietary Fund Activities	$178,912.08	($9,482.23)		$169,429.85

NOTE 3: CAPITAL ASSETS (CONTINUED)

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

Instruction:	
Regular	$40,732.57
Support services:	
Student & instruction related services	89.17
General administrative services	677.93
Central Services/Technology	2,460.55
Plant operations and maintenance	57,453.10
Direct Expense of various functions	791,520.52
	$892,933.84

NOTE 4: LONG-TERM LIABILITIES

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

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

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

	(As Restated) Balance, July 1, 2024	Additions	Reductions	Balance, June 30, 2025	Due Within One Year
Bonds Payable	$2,365,000.00		$480,000.00	$1,885,000.00	$480,000.00
Net Pension Liability	1,963,614.00		323,457.00	1,640,157.00	
Compensated Absence	1,267,156.37	$7,412.55 *		1,274,568.92	490,180.36
Total	$5,595,770.37	$7,412.55	$803,457.00	$4,799,725.92	$970,180.36

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

NOTE 4: LONG-TERM LIABILITIES (CONTINUED)

Debt Capacity

Under New Jersey Statutes the District may incur debt in an amount not to exceed 3% of the averaged equalized valuation basis of real property. For the fiscal year ended June 30, 2025, the District borrowing capacity under N.J.S. 18A:24-19 is as follows:

Year	Equalized Valuation of Real Property
2024	$2,765,188,576
2023	2,614,786,633
2022	2,489,864,721
	$7,869,839,930
Average equalized valuation	$2,623,279,977
School borrowing margin (3% of $2,623,279,977)	$78,698,399
Net school debt as of June 30, 2025	1,885,000
School borrowing power available	$76,813,399

Debt Service Requirements:

The annual requirements to amortize all debt outstanding as of June 30, 2025, including interest payments on issued debt, are as follows:

Fiscal Year June 30,	Principal	Interest	Total
FY2026	$ 480,000.00	$ 61,225.00	$ 541,225.00
FY2027	470,000.00	46,825.00	516,825.00
FY2028	470,000.00	32,725.00	502,725.00
FY2029	465,000.00	16,275.00	481,275.00
	$1,885,000.00	$ 157,050.00	$ 2,042,050.00

NOTE 4: LONG-TERM LIABILITIES (CONTINUED)

General obligation school and refunding bonds payable with their outstanding balances are comprised of the following individual issues:

Issue	Amount Outstanding June 30, 2025
$7,045,000.00 in General Obligation Refunding Bonds dated Feb. 15, 2013, due in remaining annual installments ranging between $465,000 and $485,000 beginning Feb. 15, 2025 and ending Feb. 15, 2029 with interest at various rates	$1,885,000.00

NOTE 5: PENSION PLANS

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

NOTE 5: PENSION PLANS (CONTINUED)

Teachers' Pension and Annuity Fund (TPAF) The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

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

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

Significant Legislation

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

Pension Plan Design Changes

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

NOTE 5: PENSION PLANS (CONTINUED)

Funding Changes

Under the new legislation, the methodology for calculating the unfunded accrued liability payment portion of the employer's annual pension contribution to the PERS, and TPAF. The unfunded actuarial accrued liability (UAAL) will be amortized for each plan over an open-ended 30 year period and paid in level dollars. Beginning with the July 1, 2020 actuarial valuation (July 1, 2019 for PFRS), the UAAL will be amortized over a closed 30 year period until the remaining period reaches 20, when the amortization period will revert to an open-ended 20 year period.

COLA Suspension

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

Vesting and Benefit Provisions

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

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

Contribution Requirements

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

NOTE 5: PENSION PLANS (CONTINUED)

Contribution Requirements (Continued)

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

Three Year Trend Information for PERS

Year Ended June 30,	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2025	$ 164,429.00	100%	$ 164,429.00
2024	181,190.00	100%	181,190.00
2023	185,107.00	100%	185,107.00

During the fiscal year ended June 30, 2025, 2024, and 2023, the State of New Jersey contributed $2,521,526.00, $2,675,619.00, and $2,525,339.00, respectively to the TPAF pension system on behalf of the District.

Also, in accordance with N.J.S.A. 18A:66-66 during the years ended June 30, 2025, 2024, and 2023, the State of New Jersey reimbursed the District $565,871.41, $547,576.90, and $531,312.88 respectively for the employer's share of social security contributions for TPAF members, as calculated on their base salaries.

NOTE 6: ACCOUNTING AND REPORTING FOR PENSIONS – GASB 68

Public Employees Retirement System (PERS)

At June 30, 2025, the State reported a net pension liability of $1,640,157.00 for the District's proportionate share of the total net pension liability. The total pension liability for the June 30, 2024 measurement date was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2024, the District's proportion was 0.0120705908 percent, which was a decrease of 0.0014861847 percent from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the District recognized a pension benefit of $36,590.00 in the government-wide financial statements. This pension expense was based on the pension plan's June 30, 2023 measurement date

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

	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences between expected and actual experience	$ 32,855.00	$ 4,367.00
Changes of assumptions	2,038.00	18,661.00
Net difference between projected and actual earnings on pension plan investments		76,050.00
Changes in proportion and differences between District contributions and proportionate share of contributions	141,587.00	447,586.00
District contributions subsequent to the measurement date	124,188.00	
	$ 300,668.00	$ 546,664.00

The $124,188.00 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2025, the plan measurement date is June 30, 2024) will be recognized as a reduction of the net pension liability in the year ended June 30, 2026.

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

Public Employees Retirement System (PERS) (Continued)

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

Year Ended June 30,	Amount
2025	($130,836.80)
2026	(7,316.80)
2027	(92,199.80)
2028	(79,095.80)
2029	(60,734.80)
	($370,184.00)

Actuarial Assumptions

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

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases	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.

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

Public Employees Retirement System (PERS) (Continued)

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 Rate of Return

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

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

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

Public Employees Retirement System (PERS) (Continued)

Discount Rate

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

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

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

	June 30, 2024		
	1% Decrease 6.00%	At Current Discount Rate 7.00%	1% Increase 8.00%
District's proportionate share of the pension liability	$2,179,366.00	$1,640,157.00	$1,181,294.00

Special Funding Situation

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

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

Public Employees Retirement System (PERS) (Continued)

Special Funding Situation (Continued)

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

The non-employer contributing entities' total proportionate share of the non-employer contribution that is associated with the District as of the measurement date June 30, 2024 was 0.0121263578% which was a decrease of 0.0014818887 percent from its proportion measured as of June 30, 2023. The non-employer contributing entities' contribution and employer pension expense and related revenue for the measurement dates June 30, 2024 and June 30, 2023 was $5,288.00 and $6,124.00, respectively.

Pension plan fiduciary net position

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

Teachers Pensions and Annuity Fund (TPAF)

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

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

Teachers Pensions and Annuity Fund (TPAF) (Continued)

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

Net Pension Liability:	
Districts proportionate share	$-0-
State's proportionate share associated with the District	31,018,166.00
	$31,018,166.00

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2023 which was rolled forward to June 30, 2024. The net pension liability associated with the District was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2024, the proportion of the TPAF net pension liability associated with the District was .0627579135% which was an increase of 0.0010096033 percent from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the District recognized on-behalf pension benefit and revenue of $113,150.00 in the government-wide financial statements for contributions provided by the State. This pension benefit and revenue was based on the pension plans June 30, 2024 measurement date.

Actuarial Assumptions

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

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

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

Teachers Pensions and Annuity Fund (TPAF) (Continued)

Mortality Rate

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

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

Long-Term Expected Rate of Return

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

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.

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

Teachers Pensions and Annuity Fund (TPAF) (Continued)

Long-Term Expected Rate of Return (Continued)

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

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

Discount Rate

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

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

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

NOTE 6: ACCOUNTING AND REPORTING FOR PENSIONS – GASB 68

Pension Plan Fiduciary Net Position

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

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

Plan Description and Benefits Provided

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

The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A 52:14-17.32f. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a nonemployer contributing entity. According to N.J.S.A 52:14-17.32f, the State provides employer-paid coverage to employees who retire from a board of education or county college with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen Retirement System (PFRS), or the Alternate Benefit Program (ABP). Pursuant to Chapter 78, P.L, 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

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

Employees Covered by Benefit Terms

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

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

Total Non-Employer OPEB Liability

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

Total OPEB Liability:	
District's Proportionate Share	$-0-
State's Proportionate Share associated with the District	27,202,198
	$27,202,198

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

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

For the year ended June 30, 2025, the District recognized on-behalf post-employment expense and revenue of $1,093,873.00 in the government-wide financial statements for contributions provided by the State. This expense and revenue was based on the plans June 30, 2024 measurement date.

At the June 30, 2024 measurement date, the District's proportion was .0456025322 percent, which was an increase of .0004490835 from its proportion measured as of June 30, 2023.

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

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

Actuarial Assumptions and Other Inputs

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

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

*- Based on Years of Service

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

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

Health Care Trend Assumptions

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

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

Discount Rate

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

Changes in the Total Non-Employer OPEB Liability

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

Balance at 6/30/23		$23,643,099
Changes for the year:		
Service cost	$1,215,145	
Interest	895,432	
Differences between expected and actual experience	73,876	
Changes in assumptions or other inputs	2,035,086	
Membership Contributions	23,416	
Benefit payments - Net	(683,856)	
Net changes		3,559,099
Balance at 6/30/24		$27,202,198

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

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

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

	1.00% Decrease (2.93%)	At Discount Rate (3.93%)	1.00% Increase (4.93%)
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	$31,859,600	$27,202,198	$23,456,680

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

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

	1.00% Decrease	Healthcare Cost Trend Rate	1.00% Increase
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	$22,659,629	$27,202,198	$33,119,194

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

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

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

	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences between expected and actual experience	$ 2,908,955	$ 5,079,988
Changes of assumptions	4,562,523	5,318,445
Changes in proportion	790,691	949,401
	$ 8,262,169	$ 11,347,834

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

Measurement Period Ended June 30,	Amount
2025	($996,636)
2026	($840,811)
2027	($416,024)
2028	$69,254
2029	($732,984)
Total Thereafter	($168,464)
	($3,085,665)

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

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

State Health Benefit Local Education Retired Employee Plan Information

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

NOTE 8: LITIGATION

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

NOTE 9: CONTINGENCIES

The District receives financial assistance from the State of New Jersey and the U.S. Government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. The State grants received and expended in the 2024-25 fiscal year were subject to the New Jersey OMB Circular 15-08 which mandates that grant revenues and expenditures be audited in conjunction with the District's annual audit if expenditures for state programs exceed $750,000. Findings and questioned costs, if any, relative to federal and state financial assistance programs are discussed in the Single Audit Section, Schedule of Findings and Questioned Costs. In addition, all grants and cost reimbursements are subject to financial and compliance audits by the grantors. The District's management does not believe any such audit would result in material amounts of disallowed costs.

NOTE 10: RISK MANAGEMENT

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

Property and Liability Insurance

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

New Jersey Unemployment Compensation Insurance

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. Charges are applied to the Unemployment Compensation Claims Payable first, and any remaining charges are applied to the Unemployment Compensation budget appropriation.

The following table is a summary of District contributions, employee contributions, reimbursements to the State for benefits paid and the combined ending balance of the District's Unemployment Compensation Claims Payable and Unemployment Restricted Fund Balance for the current and previous two years:

Year Ended June 30,	District Contributions	Employee Contributions	Amount Reimbursed	Ending Balance
2025	$36,796.01	$51,395.94	$79,221.00	$20,927.32
2024	35,876.42	33,722.48	68,231.67	11,956.37
2023	35,347.58	34,067.46	72,127.57	10,589.14

NOTE 11: COMPENSATED ABSENCES

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

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

The liability for vested compensated absences of the governmental fund types are recorded in the district - wide statement of net position. As of June 30, 2025, a liability existed for compensated absences for governmental fund-types in the district-wide Statement of Net Position of $1,274,568.92.

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

For additional descriptive information see Note 1, Summary of Significant Accounting Policies.

NOTE 12: FUND BALANCE APPROPRIATED

General Fund - Of the $16,079,173.83 in General Fund Balance at June 30, 2025, $270,222.82 has been assigned for encumbrances; $14,250,827.32 has been restricted in the Capital Reserve Account; $897,611.00 has been restricted for maintenance reserve; $20,927.32 has been restricted for unemployment claims; and $639,585.37 is unassigned.

NOTE 13: CALCULATION OF EXCESS SURPLUS – BUDGETARY BASIS

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

General Fund Expenditures Fiscal Year Ended June 30, 2025	$21,348,174.79
Add: Transfer from Capital Reserve to Capital Projects Fund	2,190,100.00
Less: On-behalf TPAF Pension and Social Security Reimbursement	(3,864,156.41)
Adjusted General Fund Expenditures	$19,674,118.38
Excess Surplus Percentage	2.00%
2% of Adjusted 2024-25 General Fund Expenditures	393,482.37
Add: Allowable Adjustments	336,991.00
Maximum Unassigned Fund Balance	730,473.37
Actual Unassigned Fund Balance (Budgetary)	730,473.37
Excess Surplus	$0.00

Based on the above calculation, there is no excess surplus for the fiscal year ended June 30, 2025.

NOTE 14: CAPITAL RESERVE ACCOUNT

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

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

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

Balance, July 1, 2024	$	13,021,064.19
Additions:		
Interest Earnings		405,113.78
Board Resolutions		3,460,249.35
		16,886,427.32
Withdrawals:		
Transfer to Capital Projects Fund		(2,190,100.00)
Board Resolutions		(445,500.00)
Balance, June 30, 2025	$	14,250,827.32

NOTE 15: MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account was established by the District for the accumulation of funds for use as maintenance expenditures in subsequent fiscal years. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget. The maintenance reserve account is used to accumulate funds for the required maintenance of a facility in accordance with EFCFA (N.J.S.A. 18A:7G-9). The passage of S1701 also impacts deposits into maintenance reserve. EFCFA requires that upon the district completion of school facilities project, the district must submit a plan for the maintenance of that facility. The activity of the maintenance reserve for the year ended June 30, 2025 is as follows:

Balance, June 30, 2024	$897,611.00
Additions:	
Board Resolutions	300,000.00
Withdrawals:	
Board Resolutions	(300,000.00)
Balance, June 30, 2025	$897,611.00

NOTE 16: INTERFUND RECEIVABLES AND PAYABLES

There were no interfund balances that remained on the balance sheet at June 30, 2025.

NOTE 17: RESTATEMENT

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

	Governmental Activities
Beginning Net Position 06/30/24	$33,924,733.90
Adjustments:	
Noncurrent liabilities:	
Due beyond one year - Compensated Absences	(1,117,156.37)
Beginning Net Position 06/30/24 (As restated)	$32,807,577.53

NOTE 18: SUBSEQUENT EVENTS

The District has evaluated material subsequent events occurring after the financial statement date through December 3, 2025 which is the date the financial statements were available to be issued. The District has determined that there are no material subsequent events that need to be disclosed.

REQUIRED SUPPLEMENTARY INFORMATION – Part II

BUDGETARY COMPARISON SCHEDULES

EXHIBIT "C-1"
SHEET #1

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

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
REVENUES:					
Local sources:					
Local tax levy	$ 18,656,176.00	$	$ 18,656,176.00	$ 18,656,176.00	$
Interest earned on capital reserve funds	400.00		400.00	405,113.78	404,713.78
Tuition	27,600.00		27,600.00	259,270.00	231,670.00
Unrestricted Miscellaneous Revenues	176,600.00		176,600.00	302,284.66	125,684.66
Total-local sources	18,860,776.00		18,860,776.00	19,622,844.44	762,068.44
State sources:					
Extraordinary aid	50,000.00		50,000.00	373,448.00	323,448.00
Categorical special education aid	901,161.00		901,161.00	901,161.00	
Categorical security aid	74,514.00		74,514.00	74,514.00	
Categorical transportation aid	71,076.00		71,076.00	71,076.00	
Other State Aid - non public transportation				13,543.00	13,543.00
On-behalf TPAF Contributions-non-budgeted				2,520,245.00	2,520,245.00
NCGI-non-budgeted				31,219.00	31,219.00
Long-Term Disability Insurance				1,281.00	1,281.00
Post Retirement Medical-non budgeted				745,540.00	745,540.00
Reimbursed TPAF Social Security Contribution-non-budgeted				565,871.41	565,871.41
Total - state sources	1,096,751.00		1,096,751.00	5,297,898.41	4,201,147.41
Total revenues	19,957,527.00		19,957,527.00	24,920,742.85	4,963,215.85
EXPENDITURES:					
CURRENT EXPENSE:					
Instruction - regular programs:					
Salaries of teachers:					
Kindergarten	441,097.00		441,097.00	373,161.50	67,935.50
Grades 1-5	2,481,165.00	138,423.00	2,619,588.00	2,563,349.02	56,238.98
Grades 6-8	2,082,645.00	70,000.00	2,152,645.00	2,104,015.63	48,629.37
Regular Programs - Home Instruction:					
Salaries of teachers	7,500.00	(4,680.00)	2,820.00	2,820.00	
Purchased professional educational services	1,980.00	17,680.00	19,660.00	15,363.20	4,296.80
Regular programs - undistributed instruction:					
Salaries of secretarial and clerical assistants		24,480.00	24,480.00	24,480.00	
Other salaries for instruction	32,509.00	(23,599.00)	8,910.00	8,910.00	
Purchased Professional-Educational Services	60,700.00	(700.00)	60,000.00	27,585.16	32,414.84
Other Purchased Services (400-500 series)	155,538.00	18,065.00	173,603.00	167,008.46	6,594.54
General supplies	310,618.28	40,537.15	351,155.43	336,022.88	15,132.55
Textbooks	25,000.00	(25,000.00)			
Other Objects	130.00		130.00	130.00	
Total regular programs	5,598,882.28	255,206.15	5,854,088.43	5,622,845.85	231,242.58
Special Education Instruction:					
Learning and/or language disabilities-Mild/Moderate:					
Salaries of teachers	214,705.00	3,551.00	218,256.00	205,673.00	12,583.00
Other salaries for instruction	527,500.00		527,500.00	415,871.67	111,628.33
Total Learning and/or language disabilities - Mild/Moderate	742,205.00	3,551.00	745,756.00	621,544.67	124,211.33
Resource room:					
Salaries of teachers	967,039.00	127,252.00	1,094,291.00	1,053,801.78	40,489.22
General supplies	12,000.00		12,000.00	6,908.28	5,091.72
Total resource room	979,039.00	127,252.00	1,106,291.00	1,060,710.06	45,580.94
Preschool disabilities - part-time:					
Salaries of teachers	185,112.00	6,647.00	191,759.00	189,191.50	2,567.50
Other salaries for instruction	100,550.00		100,550.00	87,941.25	12,608.75
General supplies	2,200.00		2,200.00	1,779.62	420.38
Total preschool disabilities - part-time	287,862.00	6,647.00	294,509.00	278,912.37	15,596.63
Total special education	2,009,106.00	137,450.00	2,146,556.00	1,961,167.10	185,388.90

EXHIBIT "C-1"
SHEET #2

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

(Continued from prior page)	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Basic skills/remedial:					
Salaries of teachers	$ 12,522.00	$ 301.00	$ 12,823.00	$ 12,822.50	$ 0.50
General Supplies	1,394.00		1,394.00	756.46	637.54
Total basic skills/remedial	13,916.00	301.00	14,217.00	13,578.96	638.04
Bilingual education:					
Salaries of teachers	6,677.00	336.00	7,013.00	7,012.60	0.40
General supplies	500.00	(50.00)	450.00	289.55	160.45
Total bilingual education	7,177.00	286.00	7,463.00	7,302.15	160.85
School sponsored cocurricular activities:					
Salaries	53,350.00		53,350.00	48,963.25	4,386.75
Supplies and Materials	1,500.00	40.00	1,540.00	1,174.58	365.42
Total school sponsored cocurricular activities	54,850.00	40.00	54,890.00	50,137.83	4,752.17
School sponsored athletics:					
Salaries	38,400.00		38,400.00	33,000.00	5,400.00
Purchased services (300-500 series)	4,500.00		4,500.00	4,448.00	52.00
Supplies and Materials	4,000.00	4,331.00	8,331.00	8,330.56	0.44
Total school sponsored athletics	46,900.00	4,331.00	51,231.00	45,778.56	5,452.44
Total other instructional programs	122,843.00	4,958.00	127,801.00	116,797.50	11,003.50
Total - instruction	7,730,831.28	397,614.15	8,128,445.43	7,700,810.45	427,634.98
Undistributed expenditures:					
Instruction:					
Tuition to other LEA's within the state-special	248,290.00	(67,301.00)	180,989.00		180,989.00
Tuition to CSSD and regional day schools		53,894.00	53,894.00	53,894.00	
Tuition to private schools for the handicapped w/in state	611,220.00		611,220.00	372,873.07	238,346.93
Total undistributed expenditures - instruction	859,510.00	(13,407.00)	846,103.00	426,767.07	419,335.93
Attendance services:					
Salaries	20,361.00	1,076.00	21,437.00	21,436.08	0.92
Total attendance services	20,361.00	1,076.00	21,437.00	21,436.08	0.92
Health services:					
Salaries	225,226.00	6,000.00	231,226.00	209,879.25	21,346.75
Purchased Professional Services	6,434.00		6,434.00	5,937.00	497.00
Supplies and materials	11,375.00	644.24	12,019.24	11,221.27	797.97
Other Objects	475.00		475.00	148.50	326.50
Total health services	243,510.00	6,644.24	250,154.24	227,186.02	22,968.22
Other support services - speech, OT, PT & related services:					
Salaries	350,797.00	8,731.00	359,528.00	325,736.59	33,791.41
Purchased Professional - Educational Services	117,500.00		117,500.00	76,654.74	40,845.26
Supplies and materials	2,500.00		2,500.00	1,928.58	571.42
Total other support services - speech, OT, PT & related services	470,797.00	8,731.00	479,528.00	404,319.91	75,208.09

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

(Continued from prior page)	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Other support services- Students- Extra Services					
Salaries	$ 208,700.00	$ (59,000.00)	$ 149,700.00	$ 145,560.06	$ 4,139.94
Purchased Professional - Educational Services	204,329.00	(56,686.00)	147,643.00	143,974.48	3,668.52
Total other support services - Students - Extra Services	413,029.00	(115,686.00)	297,343.00	289,534.54	7,808.46
Guidance:					
Salaries of other professional staff	184,100.00	1,655.00	185,755.00	123,370.00	62,385.00
Other Purchased Professional and Technical Services	10,208.00		10,208.00	5,768.00	4,440.00
Supplies and Materials	1,668.00	1,579.00	3,247.00	2,384.92	862.08
Total Guidance	195,976.00	3,234.00	199,210.00	131,522.92	67,687.08
Child Study Teams:					
Salaries of other professional staff	457,706.00		457,706.00	456,359.51	1,346.49
Salaries of secretarial and clerical assistants	53,252.00		53,252.00	53,250.96	1.04
Other Purchased Professional and Technical Services	28,500.00	(14,000.00)	14,500.00	3,090.00	11,410.00
Misc. Pur Serv (400-500 series other than resid. costs)		14,000.00	14,000.00	13,089.20	910.80
Supplies and Materials	7,800.00		7,800.00	6,106.12	1,693.88
Other objects	1,500.00		1,500.00	1,240.00	260.00
Total other support services - students - special services	548,758.00		548,758.00	533,135.79	15,622.21
Improvement of instruction services/ other support services-instructional staff:					
Salaries of other professional staff	113,288.00		113,288.00	96,170.96	17,117.04
Other objects	2,500.00		2,500.00	250.00	2,250.00
Total improvement of instruction services/ other support services-instructional staff	115,788.00		115,788.00	96,420.96	19,367.04
Educational media services/school library:					
Salaries	117,125.00	6,044.00	123,169.00	121,078.96	2,090.04
Other Purchased Services (400-500 series)	19,131.00	907.99	20,038.99	4,413.47	15,625.52
Supplies and Materials	26,277.00	(9,911.38)	16,365.62	14,851.96	1,513.66
Other objects	80.00		80.00	80.00	
Total educational media services/school library	162,613.00	(2,959.39)	159,653.61	140,424.39	19,229.22
Instructional Staff Training Services:					
Purchased Professional-Educational Services	45,065.00		45,065.00	13,487.88	31,577.12
Supplies and Materials	5,543.00		5,543.00		5,543.00
Total instructional staff training services	50,608.00		50,608.00	13,487.88	37,120.12
Support services general administration:					
Salaries	363,706.00	12,500.00	376,206.00	373,311.93	2,894.07
Legal Services	24,857.50	17,956.00	42,813.50	29,038.20	13,775.30
Auditor fees	21,840.00		21,840.00	21,000.00	840.00
Communications/telephone	32,445.00	17,500.00	49,945.00	42,826.21	7,118.79
BOE other purchased services	15,052.00		15,052.00	7,171.57	7,880.43
Misc. purchased services (400-500)	8,175.00	600.00	8,775.00	8,343.06	431.94
General Supplies	3,128.00		3,128.00	2,888.47	239.53
BOE in - house training/meeting supplies	900.00		900.00		900.00
Miscellaneous expenditures	5,456.00	(100.00)	5,356.00	1,176.22	4,179.78
BOE membership dues and fees	9,000.00		9,000.00	7,965.36	1,034.64
Total support services general administration	484,559.50	48,456.00	533,015.50	493,721.02	39,294.48
Support services school administration:					
Salaries of principals/asst. principals	311,013.00	447.00	311,460.00	311,155.21	304.79
Salaries of secretarial and clerical assistants	174,400.00	1,570.00	175,970.00	175,969.58	0.42
Purchased Professional and Technical Services	400.00	(245.00)	155.00		155.00
Supplies and Materials	2,555.00	18,000.00	20,555.00	2,165.14	18,389.86
Other Objects	2,500.00		2,500.00	1,444.00	1,056.00
Total support services school administration	490,868.00	19,772.00	510,640.00	490,733.93	19,906.07

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

(Continued from prior page)	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Central services					
Salaries	$ 447,753.00	$	$ 447,753.00	$ 441,451.34	$ 6,301.66
Purchased professional services	22,500.00	43,700.00	66,200.00	10,753.67	55,446.33
Purchased technical services	24,020.00	5,300.00	29,320.00	29,239.37	80.63
Misc. purchased services (400-500)		195.00	195.00	195.00	
Supplies and materials	3,741.00		3,741.00	2,105.47	1,635.53
Miscellaneous Expenditures	2,438.00	3,100.00	5,538.00	2,300.00	3,238.00
Total central services	500,452.00	52,295.00	552,747.00	486,044.85	66,702.15
Administrative Information Technology					
Salaries	3,000.00		3,000.00	3,000.00	
Other purchased services (400 - 500 series)	15,000.00		15,000.00	8,210.24	6,789.76
Supplies and materials	4,500.00		4,500.00	179.99	4,320.01
Total Administrative information technology	22,500.00		22,500.00	11,390.23	11,109.77
Required Maintenance for School Facilities:					
Salaries	53,255.00	155.00	53,410.00	53,409.12	0.88
Cleaning, Repair and Maintenance Services	142,262.00	28,000.00	170,262.00	149,609.80	20,652.20
General supplies	40,044.00	130,000.00	170,044.00	38,635.22	131,408.78
Total Allowable Maintenance for School Facilities	235,561.00	158,155.00	393,716.00	241,654.14	152,061.86
Custodial Services					
Salaries	300,566.00		300,566.00	292,184.73	8,381.27
Salaries of Safety Aides	109,109.00		109,109.00	72,582.63	36,526.37
Purchased professional and technical services	10,433.00		10,433.00	9,329.00	1,104.00
Cleaning, repair and maint. services	547,624.83	(28,895.00)	518,729.83	500,422.16	18,307.67
Other purchased property services	11,454.00		11,454.00	8,997.06	2,456.94
Insurance	204,243.00	11,600.00	215,843.00	190,756.00	25,087.00
General supplies	58,651.00	4,225.00	62,876.00	57,066.83	5,809.17
Natural Gas	102,967.00	(21,000.00)	81,967.00	70,906.58	11,060.42
Electricity	249,104.00	(20,564.00)	228,540.00	200,230.70	28,309.30
Other objects	600.00	2,775.00	3,375.00	1,852.48	1,522.52
Total custodial services	1,594,751.83	(51,859.00)	1,542,892.83	1,404,328.17	138,564.66
Care and Upkeep of Grounds:					
Cleaning, repair and maint. services	50,352.00	20,352.00	70,704.00	70,703.10	0.90
General supplies	9,000.00	4,000.00	13,000.00	10,020.71	2,979.29
Total care and upkeep of grounds:	59,352.00	24,352.00	83,704.00	80,723.81	2,980.19
Security:					
Cleaning, Repair, and maint. Services	110,000.00	(13,477.00)	96,523.00	24,200.56	72,322.44
General Supplies		34,133.00	34,133.00	32,823.05	1,309.95
Total Security:	110,000.00	20,656.00	130,656.00	57,023.61	73,632.39
Student transportation services:					
Salaries for pupil transportation (between home and school)-regular	10,692.00	788.00	11,480.00	11,479.93	0.07
Transportation Aid-In-Lieu	27,960.00	6,173.00	34,133.00	31,190.50	2,942.50
Contracted services (between home & school)-vendors	176,454.00	(8,173.00)	168,281.00	153,709.92	14,571.08
Contracted services (other than b/w home & school)-vndrs	38,467.00		38,467.00	511.00	37,956.00
Contracted services (special education students) - joint agreements	251,000.00	(47,847.00)	203,153.00	156,071.68	47,081.32
Total student transportation services	504,573.00	(49,059.00)	455,514.00	352,963.03	102,550.97
Unallocated Benefits - Employee Benefits:					
Social Security Contributions	254,616.00		254,616.00	190,359.13	64,256.87
Other Retirement Contributions	225,000.00		225,000.00	164,249.00	60,751.00
Defined Contr. Retirement Plan	38,220.00		38,220.00	26,977.02	11,242.98
Unemployment Compensation	55,928.00		55,928.00	29,081.53	26,846.47
Workmen's Compensation	109,859.00		109,859.00	37,412.00	72,447.00
Health Benefits	4,442,454.00	(634,443.00)	3,808,011.00	2,794,109.71	1,013,901.29
Tuition Reimbursements	38,351.00		38,351.00	11,622.00	26,729.00
Other Employee Benefits	30,000.00	115,000.00	145,000.00	64,344.13	80,655.87
Total Unallocated Benefits - Employee Benefits:	5,194,428.00	(519,443.00)	4,674,985.00	3,318,154.52	1,356,830.48

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

(Continued from prior page)	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
On-behalf TPAF contributions					
On-behalf TPAF Contributions-non-budgeted	$	$	$	$ 2,520,245.00	$ (2,520,245.00)
NCGI-non-budgeted				31,219.00	(31,219.00)
Long-Term Disability Insurance				1,281.00	(1,281.00)
Post Retirement Medical-non budgeted				745,540.00	(745,540.00)
Reimbursed TPAF Social Security Contribution-non-budgeted				565,871.41	(565,871.41)
Total On-behalf TPAF contributions				3,864,156.41	(3,864,156.41)
Total Undistributed Expenditures	12,277,995.33	(409,042.15)	11,868,953.18	13,085,129.28	(1,216,176.10)
TOTAL EXPENDITURES - CURRENT EXPENSE FUND	20,008,826.61	(11,428.00)	19,997,398.61	20,785,939.73	(788,541.12)
CAPITAL OUTLAY:					
Equipment:					
Grades 1 - 5		4,943.00	4,943.00	4,942.50	0.50
Grades 6 - 8		2,268.00	2,268.00	2,267.50	0.50
Undistributed expenditures:					
Undistributed Expend. - General Admin		3,199.00	3,199.00	3,199.00	
Undistributed Expend. - Req. Maint.		140,000.00	140,000.00	139,498.73	501.27
Undistributed Expend. - Cust. Svces.		33,440.00	33,440.00	33,439.69	0.31
Undistributed Expend. - Upkeep of Grounds		26,578.00	26,578.00	26,577.64	0.36
Total Equipment		210,428.00	210,428.00	209,925.06	502.94
Facilities acquisition and construction services:					
Legal Services		20,000.00	20,000.00		20,000.00
Architectural/Engineering Services	26,775.00	145,500.00	172,275.00	149,075.00	23,200.00
Construction services	151,423.20	381,000.00	532,423.20	175,800.00	356,623.20
Assessment for Debt Service on SDA Funding	27,435.00		27,435.00	27,435.00	
Total facilities acquis. and const. services	205,633.20	546,500.00	752,133.20	352,310.00	399,823.20
Assets acquired under capital leases (non-budgeted)					
Undistributed expenditures:					
Equipment - Copiers					
Interest Deposit to Capital Reserve	400.00		400.00		400.00
Total assets acquired under capital leases (non-budgeted)	400.00		400.00		400.00
TOTAL CAPITAL OUTLAY	206,033.20	756,928.00	962,961.20	562,235.06	400,726.14
TOTAL EXPENDITURES	20,214,859.81	745,500.00	20,960,359.81	21,348,174.79	(387,814.98)
Excess (deficiency) of revenues over (under) expenditures	(257,332.81)	(745,500.00)	(1,002,832.81)	3,572,568.06	4,575,400.87
Other financing sources (uses)					
Capital Reserve - Transfer to Capital Projects Fund		(2,190,100.00)	(2,190,100.00)	(2,190,100.00)	
Total other financing sources(uses)		(2,190,100.00)	(2,190,100.00)	(2,190,100.00)	
Excess of Revenues and other Financing Sources Over Expenditures and other Financing Sources	(257,332.81)	(2,935,600.00)	(3,192,932.81)	1,382,468.06	4,575,400.87
Fund balances, July 1	$ 14,787,593.77	$	$ 14,787,593.77	$ 14,787,593.77	$
Fund balances, June 30	$ 14,530,260.96	$ (2,935,600.00)	$ 11,594,660.96	$ 16,170,061.83	$ 4,575,400.87

Recapitulation:	
Assigned - year-end encumbrances	$ 270,222.82
Restricted - capital reserve	14,250,827.32
Restricted - maintenance reserve	897,611.00
Restricted - emergency reserve	
Restricted - Unemployment Compensation	20,927.32
Unassigned	730,473.37
	16,170,061.83
Reconciliation to Governmental Funds Statements (GAAP):	
Last State Aid Payment not recognized on GAAP basis	(90,888.00)
Fund Balance per Governmental Funds (GAAP)	$ 16,079,173.83

EXHIBIT "C-2"

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

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
REVENUES:					
Federal sources	$ 177,996.00	$ 39,440.18	$ 217,436.18	$ 217,356.00	$ (80.18)
Local sources		306,402.53	306,402.53	147,148.73	(159,253.80)
Total revenues	$ 177,996.00	$ 345,842.71	$ 523,838.71	$ 364,504.73	$ (159,333.98)
EXPENDITURES:					
Instruction:					
Tuition	$ 161,881.00	$ 21,490.00	$ 183,371.00	$ 183,371.00	$
Supplies		2,786.18	2,786.18	2,706.00	80.18
Total instruction	161,881.00	24,276.18	186,157.18	186,077.00	80.18
Support services:					
Other salaries		2,710.00	2,710.00	2,710.00	
Purchased professional - educational services	16,115.00	12,454.00	28,569.00	28,569.00	
Cleaning, repair and maintenance services		44,028.80	44,028.80	44,028.80	
Student Activities		262,373.73	262,373.73	87,076.78	175,296.95
Total support services	16,115.00	321,566.53	337,681.53	162,384.58	175,296.95
Total expenditures	$ 177,996.00	$ 345,842.71	$ 523,838.71	$ 348,461.58	$ 175,377.13
Excess / (Deficiency) of Revenues Over / (Under) Expenditures				16,043.15	
Fund Balance, July 1				$ 123,165.29	
Fund Balance, June 30				$ 139,208.44	
Recapitulation of Balance:					
Restricted:					
Student Activities				$ 139,208.44	

EXHIBIT "C-3"

WOODCLIFF LAKE BOARD OF EDUCATION
BUDGETARY COMPARISON SCHEDULE
BUDGET TO GAAP RECONCILIATION
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	$ 24,920,742.85	$ 364,504.73
Difference - budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously it was recognized for budgetary purposes.	86,981.00	
The Unearned 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)	(90,888.00)	
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Adjust for encumbrances: Add prior year encumbrances		80.18
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	$ 24,916,835.85	$ 364,584.91
Uses/outflows of resources		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	$ 21,348,174.79	$ 348,461.58
Difference - budget to GAAP:		
Adjust for encumbrances: Add prior year encumbrances		80.18
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balance - governmental funds	$ 21,348,174.79	$ 348,541.76

THIS PAGE INTENTIONALLY LEFT BLANK

REQUIRED SUPPLEMENTARY INFORMATION - PART III

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

EXHIBIT "L-1"

Borough of Woodcliff Lake School District
Schedule of the District's Proportionate Share of the Net Pension Liability
Public Employees Retirement System
Last Ten Years

Measurement Date Ending June 30,	District's Proportion of the Net Pension Liability (Asset)	District's Proportionate Share of the Net Pension Liability (Asset)	District's Covered-Employee Payroll	District's Proportion Share of the Net Pension Liability (Asset) as a percentage of it's Covered-Employee Payroll	Plan Fiduciary Net Position as a percentage of the total Pension Liability
2015	0.0156181264%	$ 3,505,956	$ 1,026,526.00	341.54%	47.92%
2016	0.0151438725%	4,485,181	1,010,283.00	443.95%	40.14%
2017	0.0147794694%	3,440,424	1,016,604.00	338.42%	48.10%
2018	0.0147869100%	2,911,469	994,882.00	292.64%	53.60%
2019	0.0146206647%	2,634,422	1,118,811.00	235.47%	56.27%
2020	0.0136283248%	2,215,236	1,049,178.00	211.83%	58.32%
2021	0.0165755538%	1,963,623	994,510.00	197.45%	70.33%
2022	0.0146788224%	2,215,236	982,205.00	225.54%	62.91%
2023	0.0135567755%	1,963,614	841,847.00	233.25%	65.23%
2024	0.0120705908%	1,640,157	815,833.00	201.04%	68.22%

EXHIBIT "L-2"

Borough of Woodcliff Lake School District
Schedule of the District's Contributions
Public Employees Retirement System
Last Ten Years

Fiscal Year Ending June 30,	Contractually Required Contribution	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	District's Covered-Employee Payroll	Contributions as a Percentage of Covered-Employee Payroll
2016	$ 134,536	$ 134,536	$ -0-	$ 1,026,526	13.11%
2017	135,209	135,209	-0-	1,010,283	13.38%
2018	137,601	137,601	-0-	1,016,604	13.54%
2019	147,082	147,082	-0-	994,882	14.78%
2020	149,087	149,087	-0-	1,118,811	12.71%
2021	194,119	194,119	-0-	1,049,178	18.50%
2022	185,107	185,107	-0-	994,510	18.61%
2023	181,190	181,190	-0-	982,205	18.45%
2024	184,814	184,814	-0-	841,847	21.95%
2025	164,247	164,247	-0-	815,833	20.13%

EXHIBIT "L-3"

Borough of Woodcliff Lake School District
Schedule of the District's Proportionate Share of the Net Pension Liability
Teachers Pension and Annuity Fund
Last Ten Years

Measurement Date Ending June 30,	District's Proportion of the Net Pension Liability (Asset)	District's Proportionate Share of the Net Pension Liability (Asset)	State's Proportionate Share of the Net Pension Liability (Asset) associated with the District	District's Covered-Employee Payroll	District's Proportion Share of the Net Pension Liability (Asset) as a percentage of it's Covered-Employee Payroll	State's Proportionate Share of the Total Net Pension Liability associated with the District as a percentage of the District's Covered-Employee Payroll	Plan Fiduciary Net Position as a percentage of the total Pension Liability
2015	0.0582243228%	$ -0-	$ 36,800,258	$ 6,043,131.00	$ -0-	608.96%	28.71%
2016	0.0623011925%	-0-	49,010,085	6,443,388.00	-0-	760.63%	22.33%
2017	0.0601377721%	-0-	40,547,054	6,475,930.00	-0-	626.12%	25.41%
2018	0.0609938219%	-0-	38,802,959	6,635,704.00	-0-	584.76%	26.49%
2019	0.0618715495%	-0-	37,971,154	6,771,127.00	-0-	560.78%	26.95%
2020	0.0603281375%	-0-	39,725,353	6,969,196.00	-0-	570.01%	24.60%
2021	0.0613046822%	-0-	29,472,342	7,006,573.00	-0-	420.64%	35.52%
2022	0.0625869560%	-0-	32,291,374	6,787,515.00	-0-	475.75%	32.29%
2023	0.0617483102%	-0-	31,511,811	7,610,008.00	-0-	414.08%	34.68%
2024	0.0627579135%	-0-	31,018,166	7,797,824.00	-0-	397.78%	37.99%

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

PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)

Change in benefit terms:

None

Change in assumptions:

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

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

TEACHERS PENSION AND ANNUITY FUND (TPAF)

Change in benefit terms:

None

Change in assumptions:

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

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

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION- PART IV

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

EXHIBIT "M-1"

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

	Measurement Date Ended June 30,						
	2024	2023	2022	2021	2020	2019	2018
Total Non-Employer OPEB Liability - State's Proportionate Share of Total OPEB Liability Associated with the School District							
Balance at 6/30	$23,643,099	$23,010,350	$27,812,139	$30,892,621	$19,299,626	$20,814,520	$24,927,945
Changes for the year:							
Service cost	1,215,145	1,165,711	1,524,549	1,821,426	1,040,403	939,891	1,007,896
Interest	895,432	832,681	609,800	721,476	702,853	830,877	918,969
Changes of benefit terms				(29,603)			
Differences between expected and actual experience	73,876	(785,549)	(178,757)	(5,071,344)	4,728,233	(2,998,542)	(3,114,383)
Changes in assumptions or other inputs	2,035,086	47,655	(6,172,733)	27,439	5,643,020	287,759	(2,388,570)
Membership Contributions	23,416	21,339	19,377	18,445	16,301	17,562	19,236
Benefit payments - Net	(683,856)	(649,088)	(604,025)	(568,321)	(537,815)	(592,441)	(556,573)
Net changes	3,559,099	632,749	(4,801,789)	11,592,995	(1,514,894)	(4,113,425)	(1,900,108)
Balance at 6/30	$27,202,198	$23,643,099	$23,010,350	$30,892,621	$19,299,626	$20,814,520	$24,927,945
Covered Employee Payroll	8,613,657	8,613,657	7,769,720	8,001,083	8,018,374	7,889,938	7,766,009
District's Proportionate Share of the Total Non-Employer OPEB Liability as a percentage of the District's Covered Employee Payroll	-0-	-0-	-0-	-0-	-0-	-0-	-0-
State's Proportionate Share of the Total Non-Employer OPEB Liability associated with the District as a percentage of the District's Covered Employee Payroll	315.80%	274.48%	296.15%	385.27%	244.61%	268.02%	332.70%

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

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

Change in benefit terms:

None

Change in assumptions:

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

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

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND
DETAIL SCHEDULES

EXHIBIT "E-1"

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

	IDEA PART B BASIC	IDEA PART B PRESCHOOL	TITLE II	ARP ACCELERATED LEARNING	ARP SUMMER LEARNING	TITLE III	PFA EQUIPMENT DORCHESTER	STUDENT ACTIVITIES	TOTAL
REVENUES:									
Federal sources	$ 183,371.00	$ 8,806.00	$ 19,026.00	$ 1,737.00	$ 2,710.00	$ 1,706.00	$	$	$ 217,356.00
Local sources							44,028.80	103,119.93	147,148.73
Total revenues	183,371.00	8,806.00	19,026.00	1,737.00	2,710.00			103,119.93	364,504.73
EXPENDITURES:									
Instruction:									
Tuition	183,371.00								183,371.00
Supplies		1,000.00				1,706.00			2,706.00
Total instruction	183,371.00	1,000.00		-	-	1,706.00	-	-	186,077.00
Support services:									
Other Salaries					2,710.00				2,710.00
Purchased professional and educational services		7,806.00	19,026.00	1,737.00					28,569.00
Cleaning, repair and maintenance services							44,028.80		44,028.80
Student Activities								87,076.78	87,076.78
Total support services		7,806.00	19,026.00	1,737.00	2,710.00	-	44,028.80	87,076.78	162,384.58
Total expenditures	183,371.00	8,806.00	19,026.00	1,737.00	2,710.00	1,706.00	44,028.80	87,076.78	348,461.58
Excess (deficiency) of revenues over (under) expenditures	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	-0-	$ -0-	$ 16,043.15	$ 16,043.15
Fund Balance, July 1st								123,165.29	123,165.29
Fund Balance, June 30	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	-0-	$ -0-	$ 139,208.44	$ 139,208.44

THIS PAGE INTENTIONALLY LEFT BLANK

CAPITAL PROJECTS FUND
DETAIL SCHEDULES

EXHIBIT "F-1"

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

ISSUE/PROJECT TITLE	ORIGINAL DATE	APPROPRIATIONS	EXPENDITURES TO DATE PRIOR YEAR	EXPENDITURES TO DATE CURRENT YEAR	UNEXPENDED PROJECT BALANCE
W.M.S. Window Replacement	3/18/2025	$ 1,035,300.00	$	$	$ $1,035,300.00
Dorchester Roof Replacement	3/20/2025	515,000.00		490,000.00	$25,000.00
Dorchester Boiler Replacement	3/20/2025	639,800.00		562,590.00	$77,210.00
Totals		$ 2,190,100.00	$ -	$ 1,052,590.00	$ 1,137,510.00

EXHIBIT "F-2"

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

Revenues and other Financing Sources		
Transfer from capital reserve	$	2,190,100.00
Total revenues		2,190,100.00
Expenditures and Other Financing Uses		
Construction services	$	1,052,590.00
Total expenditures		1,052,590.00
Excess (deficiency) of revenues over (under) expenditures		1,137,510.00
Fund Balance - beginning		
Fund Balance - ending	$	1,137,510.00
Reconciliation to GAAP Financial Statements:		
Fund Balance- Budgetary Basis (Exhibit F-2)	$	1,137,510.00
Fund Balance- GAAP Basis (Exhibit B-1)	$	1,137,510.00
Recapitulation:		
Reserved for Encumbrances	$	592,230.00
Restricted for Capital Projects		545,280.00
	$	1,137,510.00

EXHIBIT "F-2a"

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

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
Transfer from capital reserve	$ -	$ 1,035,300.00	$ 1,035,300.00	$ 1,035,300.00
Total revenues	-	1,035,300.00	1,035,300.00	1,035,300.00
Expenditures and Other Financing Uses				
Construction services			-	1,035,300.00
Total expenditures	-	-	-	1,035,300.00
Excess(deficiency) of revenues over (under) expenditures	$ -	$ 1,035,300.00	$ 1,035,300.00	$ -

Additional project information:	
Original Authorized Cost	$ 1,035,300.00
Additional Authorized Cost	$ -
Revised Authorized Cost	$ 1,035,300.00
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	0.00%
Original Target Completion Date	6/26
Revised Target Completion Date	6/26

EXHIBIT "F-2b"

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

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
Transfer from capital reserve	$ -	$ 515,000.00	$ 515,000.00	$ 515,000.00
Total revenues	-	515,000.00	515,000.00	515,000.00
Expenditures and Other Financing Uses				
Construction services		490,000.00	490,000.00	515,000.00
Total expenditures	-	490,000.00	490,000.00	515,000.00
Excess(deficiency) of revenues over (under) expenditures	$ -	$ 25,000.00	$ 25,000.00	$ -

Additional project information:	
Original Authorized Cost	$ 515,000.00
Additional Authorized Cost	$ -
Revised Authorized Cost	$ 515,000.00
Percentage Increase over Original Authorized Cost	n/a
Percentage Completion	95.15%
Original Target Completion Date	6/26
Revised Target Completion Date	6/26

EXHIBIT "F-2c"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS-BUDGETARY BASIS
BOILER REPLACEMENT AT DORCHESTER ELEMENTARY SCHOOL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
Transfer from capital reserve	$ -	$ 639,800.00	$ 639,800.00	$ 639,800.00
Total revenues	-	639,800.00	639,800.00	639,800.00
Expenditures and Other Financing Uses				
Construction services	-	562,590.00	562,590.00	639,800.00
Total expenditures	-	562,590.00	562,590.00	639,800.00
Excess(deficiency) of revenues over (under) expenditures	$ -	$ 77,210.00	$ 77,210.00	$ -

Additional project information:	
Original Authorized Cost	$ 639,800.00
Additional Authorized Cost	$ -
Revised Authorized Cost	$ 639,800.00
Percentage Increase over Original Authorized Cost	n/a
Percentage Completion	87.93%
Original Target Completion Date	6/26
Revised Target Completion Date	6/26

PROPRIETARY FUND DETAIL SCHEDULES

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

AFTER THE BELL PROGRAM FUND: This fund provides for the operation of after school services within the school district.

EXHIBIT "G-1"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
COMBINING SCHEDULE OF NET POSITION
PROPRIETARY FUNDS - ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	AFTER THE BELL FUND TOTAL	TOTAL
ASSETS:		
Current assets:		
Cash and cash equivalents	$ 904,748.89	$ 904,748.89
Total current assets	904,748.89	904,748.89
Noncurrent assets:		
Furniture, machinery & equipment	223,456.65	223,456.65
Less accumulated depreciation	(54,026.80)	(54,026.80)
Total noncurrent assets	169,429.85	169,429.85
Total assets	1,074,178.74	1,074,178.74
NET POSITION:		
Net investment in capital assets	169,429.85	169,429.85
Unrestricted	904,748.89	904,748.89
Total net position	$ 1,074,178.74	$ 1,074,178.74

EXHIBIT "G-2"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS - ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	AFTER THE BELL FUND TOTAL	TOTAL
OPERATING REVENUES:		
Charges for services:		
After-Care Fees	$ 387,673.32	$ 387,673.32
Total operating revenues	387,673.32	387,673.32
OPERATING EXPENSES:		
Salaries	167,496.63	167,496.63
Miscellaneous	3,708.60	3,708.60
Depreciation	9,482.23	9,482.23
Total operating expenses	180,687.46	180,687.46
Operating Income (Loss)	206,985.86	206,985.86
Interest and investment revenue	29,767.97	29,767.97
Total nonoperating revenues (expenses)	29,767.97	29,767.97
Change in net position	236,753.83	236,753.83
Total net position - beginning	837,424.91	837,424.91
Total net position - ending	$ 1,074,178.74	$ 1,074,178.74

EXHIBIT "G-3"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
COMBINING SCHEDULE OF CASH FLOWS
PROPRIETARY FUNDS - ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	AFTER THE BELL FUND TOTAL	TOTAL
Cash flows from operating activities:		
Receipts from customers	$ 387,673.32	$ 387,673.32
Payments to employees	(167,496.63)	(167,496.63)
Payments to suppliers	(3,708.60)	(3,708.60)
Net cash provided by (used for) operating activities)	216,468.09	216,468.09
Cash flows from investing activities:		
Interest on investments	29,767.97	29,767.97
Net cash provided by (used for) investing activities:	29,767.97	29,767.97
Net increase (decrease) in cash and cash equivalents	246,236.06	246,236.06
Cash and cash equivalents, July 1, 2024	658,512.83	658,512.83
Cash and cash equivalents, June 30, 2025	$ 904,748.89	$ 904,748.89
Reconciliation of operating loss to net cash provided (used) by operating activities		
Operating income (loss)	$ 206,985.86	$ 206,985.86
Adjustments to reconciling operating income (loss) to net cash provided by (used for) operating activities:		
Depreciation	9,482.23	9,482.23
	9,482.23	9,482.23
Net cash provided by (used for) operating activities	$ 216,468.09	$ 216,468.09

LONG-TERM DEBT SCHEDULES

The Long-Term schedules are used to reflect the outstanding principal balances of the long-term liabilities of the District. This includes obligations under Serial Bonds .

EXHIBIT "I-1"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
JUNE 30, 2025

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	MATURITIES DATE	MATURITIES AMOUNT	RATE OF INTEREST	BALANCE 6/30/2024	RETIRED	BALANCE 6/30/2025
Refunding Bonds	2/15/13	$ 7,045,000.00	2/15/26	$ 480,000.00				
			2/15/27	470,000.00				
			2/15/28	470,000.00				
			2/15/29	465,000.00	VARIOUS	$ 2,365,000.00	$ 480,000.00	$ 1,885,000.00
						$ 2,365,000.00	$ 480,000.00	$ 1,885,000.00

EXHIBIT "I-3"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ADOPTED BUDGET	TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE
REVENUES:					
Local sources:					
Local tax levy	$ 560,425.00	$	$ 560,425.00	$ 560,425.00	$
	560,425.00		560,425.00	560,425.00	
Total revenues	560,425.00		560,425.00	560,425.00	
EXPENDITURES:					
Regular debt service:					
Interest	80,425.00		80,425.00	80,425.00	
Principal	480,000.00		480,000.00	480,000.00	
Total regular debt service-expenditures	560,425.00		560,425.00	560,425.00	
Excess (deficiency) of revenues over (under) expenditures					
Fund balance, July 1					
Fund balance, June 30	$	$	$	$	$

THIS PAGE INTENTIONALLY LEFT BLANK

STATISTICAL SECTION
(UNAUDITED)

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
STATISTICAL SECTION

Contents

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

Sources

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

EXHIBIT "J-1"

BOROUGH OF WOODCLIFF LAKE 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
Governmental activities										
Invested in capital assets, net of related debt	$ 22,684,713	$ 21,492,291	$ 21,436,640	$ 21,166,222	$ 20,436,382	$ 19,196,511	$ 18,276,555	$ 17,756,232	$ 17,870,104	$ 17,441,655
Restricted	15,830,895	14,023,637	10,635,638	8,588,487	6,099,292	6,485,578	6,081,461	4,995,428	4,027,677	3,276,706
Unrestricted (deficit)	(1,782,872)	(1,591,195)	(1,607,085)	(2,201,651)	(1,844,796)	(3,324,750)	(3,503,018)	(3,504,847)	(3,358,798)	(3,135,574)
Total governmental activities net position	$ 36,732,736	$ 33,924,734	$ 30,465,192	$ 27,553,059	$ 24,690,878	$ 22,357,339	$ 20,854,997	$ 19,246,813	$ 18,538,982	$ 17,582,787
Business-type activities										
Invested in capital assets, net of related debt	$ 169,430	$ 178,912	$ 120,770	$ 128,562	$ 136,354	$ 144,145	$ 151,937	$ -	$ -	$ -
Unrestricted	904,749	658,513	543,667	394,562	300,285	376,555	332,522	399,748	323,563	252,161
Total business-type activities net position	$ 1,074,179	$ 837,425	$ 664,437	$ 523,123	$ 436,639	$ 520,700	$ 484,459	$ 399,748	$ 323,563	$ 252,161
District-wide										
Net investment in capital assets	$ 22,854,143	$ 21,671,203	$ 21,557,410	$ 21,294,784	$ 20,572,736	$ 19,340,656	$ 18,276,555	$ 17,756,232	$ 17,870,104	$ 17,441,655
Restricted	15,830,895	14,023,637	10,635,638	8,588,487	6,099,292	6,485,578	6,081,461	4,995,428	4,027,677	3,276,706
Unrestricted (deficit)	(878,123)	(932,682)	(1,063,418)	(1,807,090)	(1,544,511)	(2,948,195)	(3,170,497)	(3,105,099)	(3,035,235)	(2,883,412)
Total district net position	$ 37,806,915	$ 34,762,158	$ 31,129,630	$ 28,076,182	$ 25,127,517	$ 22,878,039	$ 21,187,519	$ 19,646,561	$ 18,862,545	$ 17,834,949

Source: ACFR Schedule A-1

EXHIBIT "J-2"
SHEET #1

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

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Expenses										
Governmental activities										
Instruction										
Regular	$ 8,464,144.09	$ 8,419,695.45	$ 8,105,744.46	$ 8,226,188.85	$ 9,181,439.18	$ 8,168,359.16	$ 8,414,751.93	$ 7,978,986.09	$ 8,108,782.75	$ 7,552,258.89
Special education	2,127,875.34	2,188,477.53	2,205,148.80	1,966,226.88	2,286,557.68	2,172,219.74	2,157,544.76	2,123,944.11	2,181,247.88	1,670,110.18
Other instruction	863,866.75	921,335.95	876,042.66	925,577.11	1,209,658.81	1,056,262.60	1,111,114.71	1,144,591.59	1,289,025.52	1,020,827.46
Support Services:										
Tuition	426,767.07	432,754.38	387,515.17	216,761.89	363,580.98	367,565.77	367,565.77	463,173.36	389,313.90	528,660.76
Student & instruction related services	3,028,025.66	2,942,496.25	2,967,021.82	3,012,689.92	2,852,323.57	2,670,984.25	2,718,718.87	2,732,377.59	2,747,425.49	2,809,910.44
School administrative services	621,652.81	587,425.25	625,965.56	558,277.25	558,233.38	571,548.04	583,223.61	526,990.66	546,959.34	490,850.97
General administrative services	780,102.67	757,570.49	729,729.84	729,769.07	810,051.99	752,851.25	773,634.02	772,449.13	817,962.92	770,360.74
Central Services & Technology	655,937.27	717,983.15	705,516.72	728,238.81	730,643.16	744,399.44	761,136.28	722,149.61	700,709.27	668,823.02
Plant operations and maintenance	1,979,763.12	1,847,632.81	1,766,894.08	1,852,903.86	1,641,801.51	1,848,737.25	1,841,231.75	1,862,750.72	1,818,219.49	1,681,817.91
Pupil transportation	549,750.57	600,500.78	463,617.51	282,634.33	348,880.94	430,379.59	442,610.94	469,652.41	463,058.58	450,871.91
Unallocated benefits									-	
Interest on long-term debt	55,259.55	75,724.47	94,641.41	113,558.35	134,649.88	150,298.02	166,051.85	178,550.65	196,948.66	216,541.82
Unallocated depreciation	791,520.52	787,119.15	770,893.37	734,570.10	694,435.53	665,316.89	642,736.19	638,437.13	616,863.32	597,062.81
Total governmental activities expenses	20,344,665.43	20,278,715.66	19,698,731.39	19,347,396.42	20,812,256.61	19,598,922.00	19,980,320.69	19,614,053.05	19,876,517.12	18,458,096.93
Business-type activities:										
Food service		1,400.90				7,311.22	9,688.27	9,985.06	9,671.41	10,785.80
Regional Program	180,687.46	169,064.51	164,703.09	150,612.19	181,994.50	208,763.82	131,820.04	117,335.96	150,004.59	214,852.21
Total business-type activities expense	180,687.46	170,465.41	164,703.09	150,612.19	181,994.50	216,075.04	141,508.31	127,321.02	159,676.00	225,638.01
Total district expenses	$ 20,525,352.89	$ 20,449,181.07	$ 19,863,434.48	$ 19,498,008.61	$ 20,994,251.11	$ 19,814,997.04	$ 20,121,829.00	$ 19,741,374.07	$ 20,036,193.12	$ 18,683,734.94
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction (tuition)	$ 362,389.93	$ 317,648.29	$ 257,130.82	$ 74,713.63	$ 31,198.33	$ 27,300.00	$ 126,543.22	$ 103,893.03	$ 68213.26	$ 23,390.00
Operating grants and contributions	3,908,920.39	4,345,462.22	4,573,802.16	5,008,869.59	6,260,247.01	4,621,869.01	5,040,767.25	4,550,581.59	5,387,292.94	3,962,538.79
Total governmental activities program revenues	4,271,310.32	4,663,110.51	4,830,932.98	5,083,583.22	6,291,445.34	4,649,169.01	5,167,310.47	4,654,474.62	5,455,506.20	3,985,928.79
Business-type activities:										
Charges for services										
Food service						7,103.10	9,787.50	9,948.85	9,943.92	9,581.26
Regional Program	387,673.32	322,858.27	295,566.01	236,472.05	97,358.60	241,153.78	212,068.88	191,510.73	219,901.79	233,274.10
Total business type activities program revenues	387,673.32	322,858.27	295,566.01	236,472.05	97,358.60	248,256.88	221,856.38	201,459.58	229,845.71	242,855.36
Total district program revenues	$ 4,658,983.64	$ 4,985,968.78	$ 5,126,498.99	$ 5,320,055.27	$ 6,388,803.94	$ 4,897,425.89	$ 5,389,166.85	$ 4,855,934.20	$ 5,685,351.91	$ 4,228,784.15
Net (Expense)/Revenue										
Governmental activities	$ (16,073,355.11)	$ (15,615,605.15)	$ (14,867,798.41)	$ (14,263,813.20)	$ (14,520,811.27)	$ (14,949,752.99)	$ (14,813,010.22)	$ (14,959,578.43)	$ (14,421,010.92)	$ (14,472,168.14)
Business-type activities	206,985.86	152,392.86	130,862.92	85,859.86	(84,635.90)	32,181.84	80,348.07	74,138.56	70,169.71	17,217.35
Total district-wide net expense	$ (15,866,369.25)	$ (15,463,212.29)	$ (14,736,935.49)	$ (14,177,953.34)	$ (14,605,447.17)	$ (14,917,571.15)	$ (14,732,662.15)	$ (14,885,439.87)	$ (14,350,841.21)	$ (14,454,950.79)

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

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Governmental activities:										
Property taxes levied for general purposes, net	$ 18,656,176.00	$ 17,964,878.00	$ 16,896,670.00	$ 16,375,228.00	$ 16,054,146.00	$ 15,655,486.00	$ 15,259,092.00	$ 14,863,118.00	$ 14,394,136.00	$ 14,013,860.00
Taxes levied for debt service	560,425.00	579,625.00	598,825.00	618,025.00	637,225.00	656,775.00	676,475.00	696,325.00	908,572.00	932,418.00
Unrestricted grants and contributions	74,514.00	44,572.00	44,572.00	44,572.00	44,572.00	44,572.00	44,572.00	35,706.00	35,706.00	29,102.00
State Aid restricted for Debt Service									12,060.00	821,089.27
Cancellation of SDA Grant										(107,213.49)
Miscellaneous income	707,398.44	486,071.56	239,865.34	88,168.41	24,230.07	95,261.53	143,494.44	72,260.81	26,731.78	15,703.49
Disposal of Capital asset(net)					(3,154.57)		(2,745.47)			
Total governmental activities	19,998,513.44	19,075,146.56	17,779,932.34	17,125,993.41	16,757,018.50	16,452,094.53	16,120,887.97	15,667,409.81	15,377,205.78	15,704,959.27
Business-type activities:										
Miscellaneous Income	29,767.97	20,594.65	10,451.04	624.97	574.66	4,059.48	4,362.34	2,046.71	1,231.71	898.83
Total business-type activities	29,767.97	20,594.65	10,451.01	624.97	574.66	4,059.48	4,362.34	2,046.71	1,231.71	898.83
Total district-wide	$ 20,028,281.41	$ 19,095,741.21	$ 17,790,383.35	$ 17,126,618.38	$ 16,757,593.16	$ 16,456,154.01	$ 16,125,250.31	$ 15,669,456.52	$ 15,378,437.49	15,705,858.10
Change in Net Position										
Governmental activities	$ 3,925,158.33	$ 3,459,541.41	$ 2,912,133.93	$ 2,862,180.21	$ 2,236,207.23	$ 1,502,341.54	$ 1,307,877.75	$ 707,831.38	$ 956,194.86	$ 1,232,791.13
Business-type activities	236,753.83	172,987.51	141,313.96	86,484.83	(84,061.24)	36,241.32	84,710.41	76,185.27	71,401.42	18,116.18
Total district	$ 4,161,912.16	$ 3,632,528.92	$ 3,053,447.89	$ 2,948,665.04	$ 2,152,145.99	$ 1,538,582.86	$ 1,392,588.16	$ 784,016.65	$ 1,027,596.28	$ 1,250,907.31

Source: ACFR Schedule A-2

EXHIBIT "J-3"

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

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Fund										
Restricted	$ 15,169,366	$ 13,930,632	$ 10,563,790	$ 8,539,596	$ 5,688,715	$ 3,499,013	$ 4,010,150	$ 2,765,764	$ 1,849,547	$ 2,799,080
Assigned	270,223	255,353	396,147	190,761	38,429	112,552	85,726	248,842	203,627	186,245
Unassigned	639,585	514,628	535,724	522,183	564,615	358,677	279,565	325,270	372,229	334,420
Total general fund	$ 16,079,174	$ 14,700,613	$ 11,495,662	$ 9,252,540	$ 6,291,760	$ 3,970,242	$ 4,375,441	$ 3,339,876	$ 2,425,402	$ 3,319,745
All Other Governmental Funds										
Restricted										
Capital projects fund	$ 1,137,510	$	$ 56,634	$ 75,000	$ 1,332,391	$ 2,932,972	$ 2,050,000	$ 2,050,000	$ 2,050,000	$ 374,119
Student Activities	139,208	123,165	109,208	93,451	93,036					
Total all other governmental funds	$ 1,276,718	$ 123,165	$ 165,841	$ 168,451	$ 1,425,427	$ 2,932,972	$ 2,050,000	$ 2,050,000	$ 2,050,000	$ 374,119

Source: ACFR Schedule B-1

EXHIBIT "J-4"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
CHANGES IN GOVERNMENTAL FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
UNAUDITED

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Revenues										
Tax levy	$ 19,216,601	$ 18,544,503	$ 17,495,495	$ 16,993,253	$ 16,691,371	$ 16,312,261	$ 15,935,567	$ 15,559,443	$ 15,302,708	$ 14,946,278
Interest on capital reserve	405,114	253,837	97,022	7,065	6,704	39,846	30,951	14,507	8,792	1,768
Tuition	259,270	191,210	140,418	38,925	6,900	27,300	126,543	103,893	68,213	26,000
Miscellaneous	449,433	483,672	261,237	116,892	46,824	68,538	183,926	58,612	37,490	16,936
State sources	5,293,991	5,190,307	4,851,994	4,705,799	3,701,746	2,962,189	2,815,995	2,510,169	2,223,379	2,863,500
Federal sources	217,436	270,704	528,911	373,053	251,862	199,155	186,169	188,030	188,491	195,440
Total revenue	25,841,846	24,934,233	23,375,077	22,234,987	20,705,407	19,609,289	19,279,152	18,434,654	17,829,073	18,049,922
Expenditures										
Instruction										
Regular Instruction	5,622,846	5,430,677	5,203,477	5,041,716	5,094,978	4,801,395	4,652,300	4,534,992	4,333,628	4,597,392.84
Special education instruction	2,145,618	2,067,083	2,068,874	1,857,480	1,899,194	1,821,024	1,850,547	1,683,484	1,603,810	1,317,762.32
Other instruction	118,504	123,373	110,182	103,584	52,264	88,583	105,043	126,352	116,751	146,393.38
Support Services:										
Tuition	426,767	432,754	387,515	216,762	363,581	367565.77	408403	463173	389313.9	528,660.76
Student & instruction related services	2,019,853	2,005,497	2,075,585	2,008,999	1,873,470	1,899,473	1,721,236	2,041,240	2,114,156	2,191,148.82
General administrative services	490,734	477,368	462,202	451,145	440,708	431,727	368,040	440,159	442,029	479,112.28
School administrative services	493,721	455,097	500,274	425,609	381,732	420,382	448,269	369,558	370,822	355,072.13
Central services & technology	497,435	529,135	523,276	530,578	482,614	516,683	461,017	480,409	418,408	449,813.30
Plant operations and maintenance	1,783,730	1,665,014	1,619,099	1,723,535	1,473,894	1,665,769	1,495,404	1,669,094	1,591,663	1,500,763.03
Pupil transportation	352,963	423,093	334,257	180,311	191,522	238,121	265,143	237,450	187,301	238,675.65
Unallocated employee benefits	7,182,311	7,083,844	6,574,276	6,266,158	5,533,396	5,007,466	5,027,396	4,668,805	4,117,415	3,865,499.14
Capital outlay	1,614,825	499,400	676,722	1,107,283	1,564,190	1,216,551	804,702	109,136	441,605	1,936,623.10
Debt service:										
Principal	480,000	480,000	480,000	480,000	480,000	485,000	490,000	495,000	700,000	705,000.00
Interest and other charges	80,425	99,625	118,825	138,025	157,225	171,775	186,475	201,325	220,632	240,131.00
Total expenditures	23,309,732	21,771,960	21,134,564	20,531,185	19,988,768	19,131,515	18,283,975	17,520,177	17,047,534	18,552,048
Excess (Deficiency) of revenues over (under) expenditures	2,532,114	3,162,273	2,240,513	1,703,802	716,640	477,773	995,177	914,477	781,539	(502,126)
Other Financing sources (uses)										
Capital leases (non-budgeted)							40,387			
Grant cancellations	-	-	-	-	-	-	-			(107,213)
Total other financing sources (uses)	-	-	-	-	-	-	40,387	-	-	(107,213)
Net change in fund balances	$ 2,532,114	$ 3,162,273	$ 2,240,513	$ 1,703,802	$ 716,640	$ 477,773	$ 1,035,564	$ 914,477	$ 781,539	$ (609,340)
Debt service as a percentage of noncapital expenditures	2.6%	2.7%	2.9%	3.2%	3.5%	3.7%	3.9%	4.0%	5.5%	5.7%

Source: ACFR Schedule B-2

EXHIBIT "J-5"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Interest on Investments	Interest on Capital Reserve	Refunds	Misc.	Total
2016	$7,099.60	$1,767.51		$9,836.38	$18,703.49
2017	10,377.16	8,791.62		7,563.00	26,731.78
2018	17,703.63	14,506.59		40,050.59	72,260.81
2019	49,119.87	30,951.33	25,825.00	37,598.24	143,494.44
2020	40,202.66	39,845.67		15,213.20	95,261.53
2021	7,168.85	6,703.94		10,357.28	24,230.07
2022	9,436.47	7,064.86		71,667.08	88,168.41
2023	131,105.71	97,021.88		11,737.75	239,865.34
2024	223,675.06	253,837.34		8,559.16	486,071.56
2025	274,392.72	405,113.78		27,891.94	707,398.44

Source: District Records

EXHIBIT "J-6"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Total Assessed Value	Public Utilities (a)	Net Valuation Taxable	Total Direct School Tax Rate (b)	Estimated Actual (County Equalized Value)
2016	12,723,700	1,387,553,500	1,061,300	6,600	517,184,700	1,918,529,800	1,781,755	1,920,311,555	0.788	1,987,302,541
2017	23,281,300	1,405,890,100	1,060,700	6,600	551,589,700	1,981,828,400	1,775,410	1,983,603,810	0.783	1,995,767,160
2018	20,457,700	1,440,265,500	1,079,000	6,600	549,849,100	2,011,657,900	1,772,943	2,013,430,843	0.782	1,949,356,349
2019	15,226,500	1,467,894,300	1,093,100	6,600	554,773,600	2,038,994,100	1,775,253	2,040,769,353	0.791	2,000,935,964
2020	16,043,900	1,478,389,100	1,108,100	6,600	577,982,600	2,073,530,300	1,782,991	2,075,313,291	0.795	2,041,691,286
2021	12,707,300	1,490,616,100	1,113,400	6,600	583,346,900	2,087,790,300	1,790,404	2,089,580,704	0.806	2,128,787,353
2022	13,048,500	1,539,660,800	1,166,100	6,600	605,079,700	2,158,961,700	1,801,606	2,160,763,306	0.799	2,191,864,155
2023	13,489,100	1,663,794,700	1,035,200	5,700	618,242,400	2,296,567,100	10,000	2,296,577,100	0.785	2,399,475,583
2024	13,886,300	1,761,931,900	1,170,300	5,700	602,995,000	2,379,989,200	10,000	2,379,999,200	0.793	2,501,515,787
2025	14,792,500	1,830,506,500	1,211,000	6,600	587,592,400	2,434,109,000	10,000	2,434,119,000	0.793	2,604,821,817

Source: District records Tax list summary & Municipal Tax Assessor

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

Reassessment occurs when ordered by the County Board of Taxation

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

(b) Tax rates are per $100

* Not available at time of audit

EXHIBIT "J-7"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN CALENDAR YEARS
(rate per $100 of assessed value)
UNAUDITED

Calendar Year Ended December 31,	Borough of Woodcliff Lake Board of Education			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate **(a)**	General Obligation Debt Service **(b)**	Total Direct	Borough of Woodcliff	Pascack Valley Regional	County	
2015	0.727	0.048	0.775	0.495	0.593	0.249	2.112
2016	0.741	0.047	0.788	0.496	0.597	0.254	2.135
2017	0.748	0.035	0.783	0.491	0.558	0.250	2.082
2018	0.749	0.033	0.782	0.490	0.551	0.240	2.063
2019	0.759	0.032	0.791	0.489	0.564	0.235	2.079
2020	0.765	0.030	0.795	0.515	0.612	0.246	2.168
2021	0.778	0.028	0.806	0.527	0.630	0.213	2.176
2022	0.772	0.027	0.799	0.512	0.608	0.239	2.158
2023	0.774	0.025	0.785	0.522	0.595	0.223	2.147
2024	0.770	0.023	0.793	0.524	0.595	0.229	2.141

Source: District Records and Municipal Tax Collector

Note:

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

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

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

EXHIBIT "J-8"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

	2025			2016		
Taxpayer	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
BMW of North America LLC	$82,000,000	1	3.37%	$119,994,000	1	6.72%
WS Tice's Corner Mkt C/O DA Realty	71,398,200	2	2.93%	46,938,000	3	2.63%
BMW of North America LLC	69,000,000	3	2.83%			
Capstone Tice Blvd LLC	40,900,000	4	1.68%			
SIG 100 Tice LLC	39,000,000	5	1.60%			
Hudson Tice LLC	35,000,000	6	1.44%			
Tice WL LLC	31,623,200	7	1.30%			
Woodcliff Lake Senior Care LLC	27,910,200	8	1.15%			
Albertsons Co. C/O Paradigm Tax Grp	26,632,000	9	1.09%			
Woodcliff Lake Developers LLC	24,455,000	10	1.00%			
Grammercy Property Trust				52,559,000	2	2.94%
Mack-Cali Chestnut Ridge				46,648,600	4	2.61%
300 Tice Realty Associates				44,021,800	5	2.47%
Brighton Norse Realty				29,264,200	6	1.64%
CP Woodcliff Lakes LLC				25,680,000	7	1.44%
Engle Burman				18,465,700	8	1.03%
BACM 2005-3				17,531,000	9	0.98%
400 Chestnut Realty				16,788,000	10	0.94%
Total	$447,918,600		16.30%	$417,890,300		23.40%

Source: District ACFR J11 & Municipal Tax Assessor

EXHIBIT "J-9"

BOROUGH OF WOODCLIFF LAKE 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		Collections in Subsequent Years
		Amount	Percentage of Levy	
2016	$14,013,860	$14,013,860	100.00%	-
2017	14,394,136	14,394,136	100.00%	-
2018	14,863,118	14,863,118	100.00%	-
2019	15,259,092	15,259,092	100.00%	-
2020	15,655,486	15,655,486	100.00%	-
2021	16,054,146	16,054,146	100.00%	-
2022	16,375,228	16,375,228	100.00%	-
2023	16,896,670	16,896,670	100.00%	-
2024	17,964,878	17,964,878	100.00%	-
2025	18,656,176	18,656,176	100.00%	-

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

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

EXHIBIT "J-10"

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

Fiscal Year Ended June 30,	Governmental Activities			Business-Type Activities	Total District	Percentage of Personal Income (a)	Per Capita (a)
	General Obligation Bonds	Installment Purchases	Bond Anticipation Notes (BANs)	Installment Purchases			
2016	$6,455,000.00	$23,259.81			$6,478,259.81	1.14%	1,110
2017	5,755,000.00	12,354.91			5,767,354.91	1.34%	991
2018	5,260,000.00	1,569.76			5,261,569.76	1.50%	907
2019	4,770,000.00	33,109.96			4,803,109.96	1.69%	822
2020	4,285,000.00	25,453.25			4,310,453.25	1.98%	739
2021	3,805,000.00				3,805,000.00	2.32%	652
2022	3,325,000.00				3,325,000.00	2.77%	546
2023	2,845,000.00				2,845,000.00	3.42%	468
2024	2,365,000.00				2,365,000.00	4.11%	386
2025	1,885,000.00				1,885,000.00	5.42%	302

Source: District ACFR Schedules I-1

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

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

EXHIBIT "J-11"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
RATIOS OF NET BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding: General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Total Municipal Assessed Value	Percentage of Actual Taxable Value (a) of Property	Per Capita (b)
2016	$ 6,455,000	-0-	$ 6,455,000	$ 1,920,311,555	0.34%	5,845.00
2017	5,755,000	-0-	5,755,000	1,983,603,810	0.29%	5,914.00
2018	5,260,000	-0-	5,260,000	2,013,430,843	0.26%	5,903.00
2019	4,770,000	-0-	4,770,000	2,040,769,353	0.23%	5,719.00
2020	4,285,000	-0-	4,285,000	2,075,313,291	0.21%	5,839.00
2021	3,805,000	-0-	3,805,000	2,089,580,704	0.18%	5,835.00
2022	3,325,000	-0-	3,325,000	2,160,763,306	0.15%	6,091.00
2023	2,845,000	-0-	2,845,000	2,296,577,100	0.12%	6,082.00
2024	2,365,000	-0-	2,365,000	2,379,999,200	0.10%	6,122.00
2025	1,885,000	-0-	1,885,000	2,434,119,000	0.08%	6,234.00

Note: Details regarding the district's outstanding debt can be found in the notes to the financial statements.
(a) See Exhibit J-6 for property tax data.
(b) Population data can be found in Exhibit J-14.

EXHIBIT "J-12"

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

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (a)	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Woodcliff Lake Borough	$ 23,658,917	100.00%	$ 23,658,917
Other debt			
Regional School Debt	7,700,000	25.840%	1,989,680
Bergen County	1,042,720,595	1.064%	11,096,184
Subtotal, overlapping debt			36,744,781
Woodcliff Lake Borough School District Direct Debt			1,885,000
Total direct and overlapping debt			$ 38,629,781

Sources: Borough Chief Finance Office & County Treasurers Office

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 Woodcliff Lake. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping payment.

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

EXHIBIT "J-13"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

Legal Debt Margin Calculation for Fiscal Year 2025

		Equalized valuation basis	
		2024	$2,765,188,576
		2023	2,614,786,633
		2022	2,489,864,721
		[A]	$7,869,839,930
Average equalized valuation of taxable property		[A/3]	$2,623,279,977
Debt limit (3 % of average equalization		[B]	78,698,399 (a)
Net bonded school debt		[C]	1,885,000
Legal debt margin		[B-C]	$ 76,813,399

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Debt limit	$ 59,983,654	$ 59,619,076	$ 59,474,669	$ 58,747,974	$ 59,508,323	$ 61,111,577	$ 63,773,271	$ 67,675,456	$ 73,184,042	$ 78,698,399
Total net debt applicable to limit	7,160,000	6,455,000	5,755,000	5,260,000	4,770,000	4,285,000	3,805,000	2,845,000	2,365,000	1,885,000
Legal debt margin	$ 53,404,306	$ 52,557,628	$ 51,988,971	$ 51,285,019	$ 49,161,371	$ 51,664,625	$ 52,633,175	$ 64,830,456	$ 70,819,042	$ 76,813,399
Total net debt applicable to the limit as a percentage of debt limit	11.94%	10.83%	9.68%	8.95%	8.02%	7.01%	5.97%	4.20%	3.23%	2.40%

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

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

EXHIBIT "J-14"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Year	Unemployment Rate	Per Capita Income	School District Population
2016	3.4%	$73,883	5,834
2017	3.0%	77,323	5,818
2018	3.0%	78,836	5,798
2019	3.0%	81,024	5,840
2020	2.2%	85,191	5,835
2021	5.7%	88,241	5,835
2022	4.6%	91,972	6,091
2023	3.4%	97,343	6,082
2024	3.2%	97,138	6,122
2025	3.5%	102,229	6,234

Source: N.J. Department of Labor

EXHIBIT "J-15"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT AND NINE YEARS AGO
UNAUDITED

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

Source: District ACFR J-11 & Municipal Tax Assessor
* Not available at time of audit

EXHIBIT "J-16"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
UNAUDITED

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Instruction										
Regular	58	62	64	64	59	69	62	63	66	63
Special education	45	45	42	47	46	52	54	53	53	53
Support Services:										
Tuition										
Student & instruction related services	6	6	6	6	6	6	5	6	6	6
General administrative services	2	2	2	2	2	2	2	2	2	2
School administrative services	4	4	4	4	4	4	4	6	6	6
Business administrative services	4	4	4	4	4	4	4	4	4	4
Plant operations and maintenance	4	4	5	5	5	5	4	5	5	5
Total	123	127	127	132	126	142	135	139	142	139

Source: District Personnel Records

EXHIBIT "J-17"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
OPERATING STATISITICS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures (a)	Cost Per Pupil	Percentage Change	Teaching Staff (b)	Pupil/Teacher Ratio		Average Daily Enrollment (ADE) (c)	Average Daily Attendance (ADE) (c)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School				
2016	769	$15,670,294	20,377	14.5%	81	48	33	768	735	-0.4%	95.70%
2017	770	15,685,297	20,371	14.4%	89	52	37	768	736	0.1%	95.88%
2018	740	16,714,718	22,587	10.8%	91	53	38	737	710	0.0%	96.34%
2019	732	17,130,538	23,402	14.8%	90	52	38	731	700	0.8%	95.76%
2020	707	17,258,189	24,410	17.9%	86	50	36	705	683	3.6%	96.88%
2021	702	17,787,353	25,338	11.8%	92	55	37	694	676	1.6%	97.41%
2022	733	18,805,876	25,656	1.3%	86	59	27	721	687	-3.9%	95.28%
2023	746	19,758,061	26,485	-3.2%	93	60	33	732	690	-1.5%	94.26%
2024	769	20,692,935	26,909	-1.6%	94	60	34	757	726	-3.4%	95.90%
2025	731	21,134,481	28,912	-7.4%	91	58	33	718	689	5.2%	95.96%

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

Note: Enrollment based on annual October district count.

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

EXHIBIT "J-18"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
District Building										
Elementary										
Dorchester School										
Square Feet	78,920	78,920	78,920	78,920	78,920	78,920	78,920	78,920	78,920	78,920
Capacity (students)	573	573	573	573	573	573	573	573	573	573
Enrollment	510	495	470	471	460	462	483	487	499	488
Woodcliff Lake Middle School										
Square Feet	78,005	78,005	78,005	78,005	78,005	78,005	78,005	78,005	78,005	78,005
Capacity (students)	530	530	530	530	530	530	530	530	530	530
Enrollment	259	275	270	266	248	240	250	259	270	243

Number of Schools at June 30, 2025
Elementary/Middle = 2

Source: District records, ASSA
Note: Increases in square footage and capacity are the result of additions.
Enrollment is based on the annual October district count.

EXHIBIT "J-19"

BOROUGH OF WOODCLIFF LAKE - SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS
UNAUDITED

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

School Facilities	Project # (s)	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Dorchester School	N/A	$ 92,766.00	$ 118,335.00	$ 128,472.00	$ 196,400.00	$ 245,997.00	$ 294,117.00	$ 161,897.00	$ 168,411.00	$ 107,182.00	$ 100,555.00
Woodcliff Lake Middle School	N/A	148,888.00	145,558.00	182,190.00	192,985.00	99,773.00	154,822.00	198,768.00	358,742.00	191,725.00	196,842.00
Total School Facilities		241,654.00	263,893.00	310,662.00	389,385.00	345,770.00	448,939.00	360,665.00	527,153.00	298,907.00	297,397.00
Grand Total		$ 241,654.00	$ 263,893.00	$ 310,662.00	$ 389,385.00	$ 345,770.00	$ 448,939.00	$ 360,665.00	$ 527,153.00	$ 298,907.00	$ 297,397.00

EXHIBIT "J-20"

BOROUGH OF WOODCLIFF LAKE SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2025
UNAUDITED

	COVERAGE	DEDUCTIBLE
School Package Policy-National Union Fire/AIG		
Property - Blanket Building & Contents	$62,833,467	$5,000
Comprehensive General Liability		
Per Occurrence	1,000,000	2,500
Aggregate	2,000,000	
Comprehensive Automobile Liability	1,000,000	2,500
Computers and Scheduled Equipment-General Property and Casualty		
Inland Marine Blanket Tools & Equipment	383,332	1,000
Any One Item Max Limit	25,000	1,000
Commercial Environmental Impairment Liability - Evanston		
Each Pollution Incident	2,000,000	25,000
Fund Aggregate	20,000,000	
School Board Legal Liability - Greenwich		
Director's and Officer's Policy		
Educators	1,000,000	10,000
Employment Practices	1,000,000	20,000
Excess Liability - National Union Fire / AIG		
Per Occurrence	9,000,000	
Aggregate	9,000,000	
Cyber Liability - Cyber JIF		
Per Claim	2,000,000	25,000
Aggregate	2,000,000	
Additional Excess Liability - NJUEP Unshared		
Per Occurrence	40,000,000	
Aggregate	40,000,000	
Additional Excess Liability - NJUEP Shared		
Per Occurrence	15,000,000	
Aggregate	15,000,000	
Excess Workers Compensation- Safety National	1,000,000	
Public Employees Faithful Performance - National Union / AIG		
Employee Theft incl. Faithful Performance	500,000	5,000
Forgery or Alteration	250,000	5,000
Computer & Funds Transfer Fraud	250,000	5,000
Public Official Surety Bonds - Western Surety (CNA)		
Board Secretary/Business Administrator-Matthew Lynaugh	225,000	
Treasurer of School Monies - Robert Wright	225,000	

Source: School Risk Manager

THIS PAGE INTENTIONALLY LEFT BLANK

SINGLE AUDIT SECTION

EXHIBIT "K-1"

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

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

Honorable President and Members
of the Board of Education
Borough of Woodcliff Lake School District
County of Bergen
Woodcliff Lake, New Jersey 07677

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and in compliance with audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, and each major fund of the Borough of Woodcliff Lake School District, in the County of Bergen, State of New Jersey (the "District") as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 3, 2025.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of This Report

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

Suplee, Clooney & Company

CERTIFIED PUBLIC ACCOUNTANTS

Nancy N. Koresky

PUBLIC SCHOOL ACCOUNTANT NO. 962

December 3, 2025

EXHIBIT "K-2"

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

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

Honorable President and Members
of the Board of Education
Borough of Woodcliff Lake School District
County of Bergen
Woodcliff Lake, New Jersey 07677

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

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

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

Basis for Opinion on Each Major State Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

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

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

Report on Internal Control Over Compliance

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

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

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

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

Suplee, Clooney & Company
CERTIFIED PUBLIC ACCOUNTANTS

Sara M. Kanely
PUBLIC SCHOOL ACCOUNTANT NO. 962

December 3, 2025

EXHIBIT "K-3"
SCHEDULE A

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

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL AL NUMBER	GRANT PERIOD	FAIN	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	BALANCE AT 6/30/24	CASH RECEIVED	BUDGETARY EXPENDITURES	BALANCE AT JUNE 30, 2025 ACCOUNTS RECEIVABLE	UNEARNED REVENUE	DUE TO GRANTOR
Special Revenue Funds											
U.S. Department of Education											
Passed-Through State Department of Education:											
Title II Part A	84.367A	7/1/24-9/30/25	S367A250029	NCLB314025	$ 19,026.00	$	$ 19,026.00	$ (19,026.00)	$	$	$
Title II Part A	84.367A	7/1/23-9/30/24	S367A240029	NCLB314024	18,959.00	(5,000.00)	5,000.00				
Total Title II Part A						(5,000.00)	24,026.00	(19,026.00)			
Title III	84.365	7/1/24-9/30/25	S365A250030	NCLB314025	1,706.00			(1,706.00)	(1,706.00)		
Total Title III								(1,706.00)	(1,706.00)		
Special Education Cluster:											
I.D.E.A. Part B, Basic	84.027A	7/1/24-9/30/25	H027A250100	IDEA314025	183,371.00		183,371.00	(183,371.00)			
I.D.E.A. Part B, Basic	84.027A	7/1/23-9/30/24	H027X240100	IDEA314024	181,474.00	(6,927.00)	6,927.00				
I.D.E.A. Part B-Preschool	84.173A	7/1/24-9/30/25	H173A250114	IDEA314025	8,806.00		5,280.00	(8,806.00)	(3,526.00)		
I.D.E.A. Part B, Preschool	84.173A	7/1/23-9/30/24	H173A240114	IDEA314024	8,974.00	(1,000.00)	1,000.00				
Total Special Education Cluster						(7,927.00)	196,578.00	(192,177.00)	(3,526.00)		
Total U.S. Department of Education						(12,927.00)	220,604.00	(212,909.00)	(5,232.00)		
COVID Cares Education Stabilization Fund:											
American Rescue Plan (ARP)											
ESSER III - Accelerated Learning	84.425U	3/24/21-9/30/24	S425U210027		57,399.00	(8,800.00)	10,537.00	(1,737.00)			
ESSER III - Mental Health	84.425U	3/24/21-9/30/24	S425U210027		45,000.00	(15,174.00)	15,174.00				
ESSER III - Summer Learning	84.425U	3/13/20-9/30/24	S425U210027		40,000.00		2,710.00	(2,710.00)			
ESSER III - Beyond the School Day	84.425U	3/24/21-9/30/24	S425U210027		40,000.00	(7,683.00)	7,683.00				
						(31,657.00)	36,104.00	(4,447.00)			
Total Special Revenue Fund						(44,584.00)	256,708.00	(217,356.00)	(5,232.00)		
Total Federal Financial Assistance						$ (44,584.00)	$ 256,708.00	$ (217,356.00)	$ (5,232.00)	$	$

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

EXHIBIT "K-4"
SCHEDULE B

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

GRANTOR/PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	GRANT PERIOD	AWARD AMOUNT	BALANCE AT JUNE 30, 2024 (ACCOUNTS RECEIVABLE)	BALANCE AT JUNE 30, 2024 UNEARNED REVENUE	BALANCE AT JUNE 30, 2024 DUE TO GRANTOR	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS	REPAYMENT OF PRIOR YEAR'S BALANCES	BALANCE AT JUNE 30, 2025 (ACCOUNTS RECEIVABLE)	BALANCE AT JUNE 30, 2025 UNEARNED REVENUE	BALANCE AT JUNE 30, 2025 DUE TO GRANTOR	MEMO BUDGETARY RECEIVABLE	MEMO CUMULATIVE TOTAL EXPENDITURES
General Funds:															
State Department of Education:															
State Aid Cluster:															
Special Education Categorical Aid	25-495-034-5120-089	7/1/24-6/30/25	$ 901,161.00	$	$	$	$ 824,832.00	$ (901,161.00)	$ 76,329.00	$	$	$	$	$ (76,329.00)	$ 901,161.00
Security Aid	25-495-034-5120-084	7/1/24-6/30/25	74,514.00				67,062.60	(74,514.00)	7,451.40					(7,451.40)	74,514.00
Total State Aid Cluster							891,894.60	(975,675.00)	83,780.40					(83,780.40)	975,675.00
Transportation Aid	25-495-034-5120-014	7/1/24-6/30/25	71,076.00				63,968.40	(71,076.00)	7,107.60					(7,107.60)	71,076.00
Extraordinary Aid	24-495-034-5120-044	7/1/23-6/30/24	311,267.00	(311,267.00)			311,267.00								311,267.00
Extraordinary Aid	25-495-034-5120-044	7/1/24-6/30/25	373,448.00					(373,448.00)			(373,448.00)			(373,448.00)	373,448.00
Non-Public Transportation Aid	24-495-034-5120-014	7/1/23-6/30/24	6,825.00	(6,825.00)			6,825.00								6,825.00
Non-Public Transportation Aid	25-495-034-5120-014	7/1/24-6/30/25	13,543.00					(13,543.00)			(13,543.00)			(13,543.00)	13,543.00
On-behalf TPAF Contributions	25-495-034-5094-002	7/1/24-6/30/25	2,520,245.00				2,520,245.00	(2,520,245.00)							2,520,245.00
NCGI	25-495-034-5094-004	7/1/24-6/30/25	31,219.00				31,219.00	(31,219.00)							31,219.00
Long-term Disability Insurance	25-495-034-5094-002	7/1/24-6/30/25	1,281.00				1,281.00	(1,281.00)							1,281.00
Post Retirement Medical	25-495-034-5094-001	7/1/24-6/30/25	745,540.00				745,540.00	(745,540.00)							745,540.00
Reimbursed TPAF Social Security Contributions	24-495-034-5094-003	7/1/23-6/30/24	547,576.90	(26,480.82)			26,480.82								547,576.90
Reimbursed TPAF Social Security Contributions	25-495-034-5094-003	7/1/24-6/30/25	565,871.41				527,634.24	(565,871.41)			(38,237.17)			(38,237.17)	565,871.41
				(344,572.82)			4,234,460.46	(4,322,223.41)	7,107.60		(425,228.17)			(432,335.77)	5,187,892.31
Total General Fund				(344,572.82)			5,126,355.06	(5,297,898.41)	90,888.00		(425,228.17)			(516,116.17)	6,163,567.31
Total State Financial Assistance				$ (344,572.82)	$ -	$ -	5,126,355.06	(5,297,898.41)	$ 90,888.00	$ -	$ (425,228.17)	$ -	$ -	$ (516,116.17)	$ 6,163,567.31
Less: On-Behalf amounts not utilized for determination of Major Programs:															
On-behalf TPAF Contributions	25-495-034-5094-002	7/1/24-6/30/25					2,520,245.00	(2,520,245.00)							
NCGI	25-495-034-5094-004	7/1/24-6/30/25					31,219.00	(31,219.00)							
Long-term Disability Insurance	25-495-034-5094-002	7/1/24-6/30/25					1,281.00	(1,281.00)							
Post Retirement Medical	25-495-034-5094-001	7/1/24-6/30/25					745,540.00	(745,540.00)							
Total State Financial Assistance Subject to Single Audit							$ 1,828,070.060	$ (1,999,613.41)							

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

EXHIBIT "K-5"

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

NOTE 1: GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state activity of the Board of Education, Woodcliff Lake Borough School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal and state awards received directly from the federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financials assistance.

NOTE 2: BASIS OF ACCOUNTING

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

NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

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

NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is ($3,907.00) for the general fund, and $80.18 for the special revenue fund. See the notes to the required supplementary information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Federal awards and state financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	Federal	State	Total
General Fund		$5,293,991.41	$5,293,991.41
Special Revenue Fund	$217,436.18		217,436.18
Total Awards & Financial Assistance	$217,436.18	$5,293,991.41	$5,511,427.59

NOTE 4: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5: OTHER

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

EXHIBIT "K-6"

Woodcliff Lake Borough School District
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2025

Section I – Summary of Auditor's Results

Financial Statements

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

Federal Program(s) – Not Applicable

State Program(s)

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

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

Program	Grant Number
Reimbursed TPAF Social Security Contributions	25-495-034-5094-003

EXHIBIT "K-6"

Borough of Woodcliff Lake School District
Bergen County, New Jersey

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

Section I – Summary of Auditor's Results

State Program(s) (Continued)

(5) Program Threshold Determination:
Type A State Program Threshold > $750,000.00
Type B State Program Threshold <= $750,000.00

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

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

Internal Control Findings

None Reported

Compliance Findings

None Reported

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

Federal Programs – Not Applicable

State Programs – None Reported

EXHIBIT "K-7"

Woodcliff Lake Borough School District

Schedule of Prior Year Audit Findings

Not Applicable