SCHOOL DISTRICT OF THE
BOROUGH OF WANAQUE
COUNTY OF PASSAIC, NEW JERSEY
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2025

BOARD OF EDUCATION
BOROUGH OF WANAQUE
STATE OF NEW JERSEY

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2025

PREPARED BY

WANAQUE BOARD OF EDUCATION
FINANCE OFFICE

WANAQUE BOROUGH PUBLIC SCHOOLS
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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INTRODUCTORY SECTION

WANAQUE BOROUGH PUBLIC SCHOOLS

NANCY DI BARTOLO	DR. MATTHEW MURPHY	PAULA GREGGO	GINA BERRY
BUSINESS ADMINISTRATOR/ BOARD SECRETARY	INTERIM SUPERINTENDENT OF SCHOOLS	DIRECTOR OF STUDENT SERVICES	SUPERVISOR OF CURRICULUM AND INSTRUCTION

Ms. Angela Demetriou, President
Members of the Board of Education
Wanaque Public School District
973A Ringwood Avenue
Haskell, New Jersey 07420

Dear Ms. Demetriou and Members of the Board of Education:

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

The Annual Comprehensive Financial Report is presented in four sections: (1) Introductory; (2) Financial; (3) Statistical; and (4) Single Audit. The **Introductory** section includes this transmittal letter, the District's organizational chart, and a list of principal officials. The **Financial** section includes the general-purpose financial statements and schedules, as well as the auditor's report thereon. The **Statistical** section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual Single Audit in conformity with the provisions of Title 2 US Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements of Federal Awards (Uniform Guidance and the State Treasury Circular Letter 15-08 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Payments". Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, is included in the **Single Audit** section of this report.

1. REPORTING ENTITY AND ITS SERVICES

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

The District provides a full range of educational services appropriate to grade levels pre-kindergarten through eight, including regular education as well as special education programs. Future enrollment is

expected to increase. The following details the changes in the student enrollment of the District over the last ten years as of June.

Fiscal Year	Student Enrollment	Percent Change
2024/2025	876	-0.23%
2023/2024	889	0.91%
2022/2023	881	-0.23%
2021/2022	883	2.08%
2020/2021	865	-0.46%
2019/2020	869	-3.55%
2018/2019	901	1.35%
2017/2018	889	-3.26%
2016/2017	919	-4.17%
2015/2016	959	-0.72%

2. ECONOMIC CONDITION AND OUTLOOK

Wanaque Borough is a closely connected rural/suburban community whose residents live, work, and contribute both locally and throughout the surrounding region. According to the 2020 Census, our Borough is home to 11,357 residents who place a high value on strong schools and public services.

Although the State has established a long-range formula for education funding, its ability to fully meet these commitments remains uncertain. As a result, a growing share of the financial responsibility continues to shift to the local tax levy—directly affecting our families and residents.

As we have shared with our community, our district is facing significant financial challenges. While we are limited to raising revenue by approximately 2% each year, the cost of operating our schools—much like the rising costs experienced by households across Wanaque—has increased at a much faster pace. At the same time, state aid has continued to decline. Seven years ago, our district received roughly $2.5 million in state support; today, that figure is closer to $1.5 million. This $1 million reduction has had a cumulative impact on the resources and opportunities we are able to provide to our students.

In response to these challenges, we have already taken steps to be responsible stewards of community resources. This year, we eliminated one administrative position and several staff positions—difficult decisions that were made with great care and with a commitment to minimizing the impact on students. Still, we recognize that more difficult choices may lie ahead.

The increase in State Health Benefits Program premiums has made our budget even more challenging to manage. To address this, the Board of Education is exploring the possibility of moving from the state plan to another group benefits provider. This review reflects both the seriousness of the financial impact and our commitment to finding solutions that balance high-quality coverage for our staff with responsible use of taxpayer dollars.

As always, we remain committed to transparency, collaboration, and thoughtful decision-making as we work together to support our students, our schools, and the Wanaque community as a whole.

MAJOR EVENTS AND INITIATIVES

Curriculum Initiatives:

During the 2025–2026 school year, Wanaque Public Schools continued to advance a strategic instructional agenda centered on meeting the needs of all learners through high-quality Tier I instruction, equitable access, and targeted intervention. Key district initiatives included:

Strengthening Core Instruction and Assessment

- Middle School Math & ELA Initiatives
  As part of a districtwide equity effort, both departments are transitioning to heterogeneous grouping, supported by coaching, curriculum alignment, and the development of common assessments, unit redesign, and PLC data feedback cycles.
- K–2 Foundational Math Initiative
  With support, teachers are receiving ongoing coaching, modeling, pacing adjustments, and shared assessment protocols focused on conceptual number sense and differentiated small-group instruction.

Increasing Equity in Gifted & Talented (GCT)

- The GCT Art & Academic programs were restructured to ensure consistent criteria, rubrics, task expectations, and access across both schools, removing classroom nomination bias and increasing district equity.

Strengthening Early Literacy & Multilingual Learner Supports

- The district expanded both Tier I and Tier III phonics resources:
  - Jump Rope Readers were purchased to enhance decodable text use in K–3 classrooms (Tier I & II).
  - 95% RAP was purchased and staff trained to provide Tier III phonics intervention for students in need of intensive reading support.
- The district adopted National Geographic Look to support ELL teachers with vocabulary, phonics, speaking, reading, and writing alignment, improving Tier I–III instruction for multilingual learners.

Improving Data-Driven Instruction

- The district purchased LinkIt! to develop districtwide assessment analytics, enabling item-level analysis, common assessment tracking, and PLC-aligned data review protocols.
- The district continues to use i-Ready for diagnostic assessments, supporting placement, intervention entry, and growth monitoring.

Together, these initiatives reflect a coordinated effort to raise achievement, provide equitable access to advanced learning, and strengthen early literacy and foundational math skills through shared assessments, coaching, and data-driven instructional decision-making.

Renovation Project:

During the 2024–2025 school year, the district completed a multi-phase renovation project designed to improve safety, accessibility, and operational efficiency. The project included relocating the main office to the front of the building, renovating the nurse's office to ensure full ADA compliance, converting the former main office into a dedicated CST office, and constructing a new security vestibule at the main entrance. These upgrades have significantly enhanced the building's functionality and created a more secure and accessible environment for students, staff, and visitors.

4. INTERNAL ACCOUNTING CONTROLS

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with 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 District management.

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

5. BUDGETARY CONTROLS

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the borough. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for 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 appropriations of fund balance in the subsequent year. Those amounts to be appropriated are reported as reservations of fund balance at fiscal year-end

6. ACCOUNTING SYSTEM AND REPORTS

The District's accounting records reflect generally accepted accounting principles, as promulgated by GASB. The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in Note 1, "Notes to the Financial Statements".

Effective July 1, 2008, the District engaged Systems 3000, an integrated management information system designed for New Jersey school districts, to provide its financial accounting, reporting, and personnel systems.

7. CASH MANAGEMENT

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

8. RISK MANAGEMENT

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

9. OTHER INFORMATION

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Wielkotz & Company, LLC, Certified Public Accountants 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 Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and the State Treasury Circular Letter 15-08 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". The auditor's report on the basic financial statements and specific required supplemental information is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

10. ACKNOWLEDGMENTS

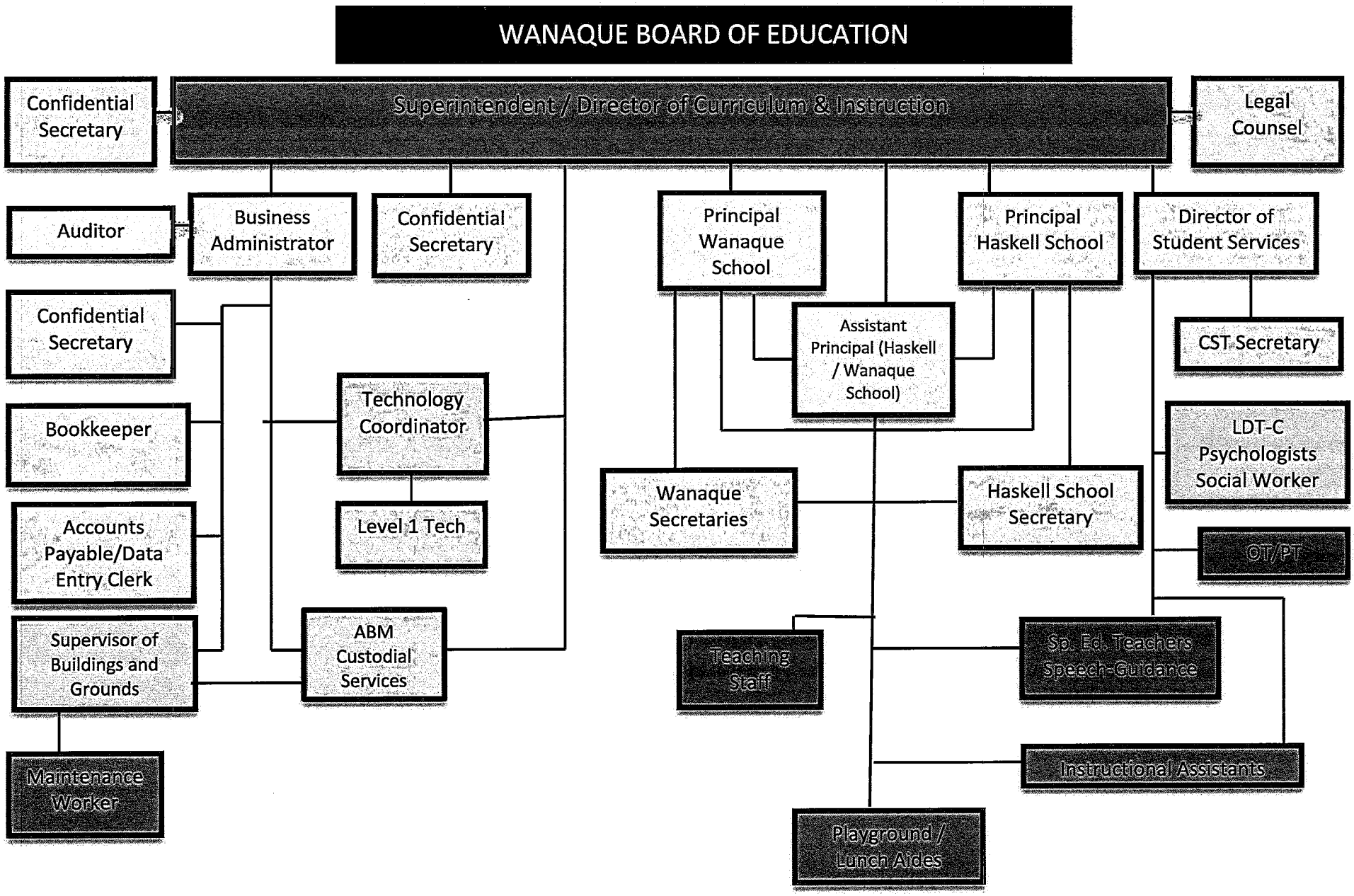
We would like to express our appreciation to the members of the Wanaque Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school District and thereby contributing their full support to the development and maintenance of our financial operations. The preparation of this report could not have been accomplished without the efficient and dedicated services of our administrative, financial and secretarial staff.

Respectfully submitted,

Dr. Matthew Murphy
Interim Superintendent of Schools

Mrs. Nancy Di Bartolo
Business Administrator -
Board Secretary

973A RINGWOOD AVENUE HASKELL, NJ 07420 (973) 835-8200 (973) 248-0532 (FAX)


WANAQUE BOARD OF EDUCATION
Confidential Secretary
Superintendent / Director of Curriculum & Instruction
Legal Counsel
Auditor
Business Administrator
Confidential Secretary
Principal Wanaque School
Principal Haskell School
Director of Student Services
Confidential Secretary
Assistant Principal (Haskell / Wanaque School)
CST Secretary
Bookkeeper
Technology Coordinator
LDT-C Psychologists Social Worker
Wanaque Secretaries
Haskell School Secretary
Accounts Payable/Data Entry Clerk
Level 1 Tech
OT/PT
Supervisor of Buildings and Grounds
ABM Custodial Services
Teaching Staff
Sp. Ed. Teachers Speech-Guidance
Maintenance Worker
Instructional Assistants
Playground / Lunch Aides

WANAQUE BOARD OF EDUCATION
WANAQUE, NEW JERSEY

ROSTER OF OFFICIALS
JUNE 30, 2025

Members of the Board of Education	**Term Expires**
Angela Demetriou, President	December 31, 2027
Jason Velante, Vice President	December 31, 2025
Robert Barnhardt	December 31, 2027
Nick Bastean	December 21, 2025
Barry Hain	December 31, 2026
Tina Johannemann	December 31, 2026
Richard McFarlane	December 31, 2027
Erika Reid	December 31, 2025
Leanne Tully	December 31, 2026

Interim Superintendent of Schools

Dr. Matthew Murphy

Business Administrator/Board Secretary

Nancy Di Bartolo

WANAQUE BOARD OF EDUCATION

CONSULTANTS AND ADVISORS

Audit Firm

Wielkotz &Company, LLC
401 Wanaque Avenue
Pompton Lakes, New Jersey 07442

Board Attorney

Adam S. Weiss
The Busch Law Group LLC
450 Main Street
Metuchen, New Jersey 08840

Labor Negotiators

Aron G. Mandel
The Busch Law Group LLC
450 Main Street
Metuchen, New Jersey 08840

Official Depository

Provident Bank/Lakeland Bank
103 Ringwood Avenue
Wanaque, New Jersey 07465

FINANCIAL SECTION

WIELKOTZ & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS

STEVEN D. WIELKOTZ, CPA, RMA, PSA
MATTHEW B. WIELKOTZ, CPA, PSA
DAVID BOTTGE, CPA, RMA, PSA
PAUL J. CUVA, CPA, RMA, PSA
KARI FERGUSON, CPA, RMA, CMFO, PSA
ROBERT C. MCNINCH, CPA, CFE, PSA
KEVIN REEVES, CPA, PSA

401 WANAQUE AVENUE
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INDEPENDENT AUDITOR'S REPORT

Honorable President and
Members of the Board of Education
Wanaque Borough School District
County of Passaic, New Jersey

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 Board of Education of the Borough of Wanaque School District, in the County of Passaic, State of New Jersey, 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, business-type activities and each major fund of the Borough of Wanaque Board of Education, in the County of Passaic, State of New Jersey, 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, the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Wanaque Board of Education and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Borough of Wanaque Board of Education's ability to continue as a going concern for the next 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, audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey 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, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these financial statements.

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Wanaque Board of Education's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Wanaque Board of Education's ability to continue as a going concern for a reasonable period of time.

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Budgetary Comparison Information, Schedules Related to Accounting and Reporting for Pensions, and Other Post Employment Benefits identified in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough of Wanaque Board of Education's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards and the schedule of expenditures of state financial assistance, as required by NJ OMB 15-08, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards and the schedule of expenditures of state financial assistance, as required by NJ OMB 15-08, are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, schedule of expenditures of federal awards and the schedule of expenditures of state financial assistance, as required by NJ OMB 15-08, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and statistical data section has not been subject to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

W&CO

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 8, 2026 on our consideration of the Borough of Wanaque Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough of Wanaque Board of Education's internal control over financial reporting and compliance.

Steven D. Wielkotz, C.P.A.
Licensed Public School Accountant
No. 816

WIELKOTZ & COMPANY, LLC
Certified Public Accountants
Pompton Lakes, New Jersey

January 8, 2026

REQUIRED SUPPLEMENTARY INFORMATION - PART I

SCHOOL DISTRICT OF THE BOROUGH OF WANAQUE

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

The discussion and analysis of the Wanaque Public School District's ("District") 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 District's financial performance as a whole and should not be interpreted as a replacement for the audit which consists of the financial statements and other supplemental information that presents all the District's revenues and expenditures for the General Fund, Special Revenue Fund, Capital Projects Fund, Debt Service Funds, and Enterprise Fund.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by $4,497,269 (net position).
- In total, net position increased $215,974. Governmental activities net position increased by $619,857 while business-type activities net position decreased by $3,883.
- In the Governmental funds, general revenues on the accounted for $22,138,455 in revenue or 97.45% of all revenues. Program specific revenues in the form of operating grants and charges for services accounted for $580,464 or 2.55% of total revenues of $22,718,920.
- The District had $22,498,433 in expenses related to governmental activities; $580,464 of these expenses were offset by charges for services, grants or contributions. General revenues, comprised primarily of property taxes and federal and state aid in the amounts of $17,677,751 and $4,628,784, respectively, were adequate to provide for these programs.
- As of the close of the current fiscal year, the District's governmental funds reported a combined ending fund balance of $3,141,265.
- The General Fund fund balance as of June 30, 2025 was $2,959,061, a decrease of $419,958 compared to the ending fund balance as of June 30, 2024.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of the annual report consists of four parts – Independent Auditor's Report, required supplementary information which includes this management's discussion and analysis, the basic financial statements, and supplemental information. The basic financial statements include two kinds of statements that present different views of the District:

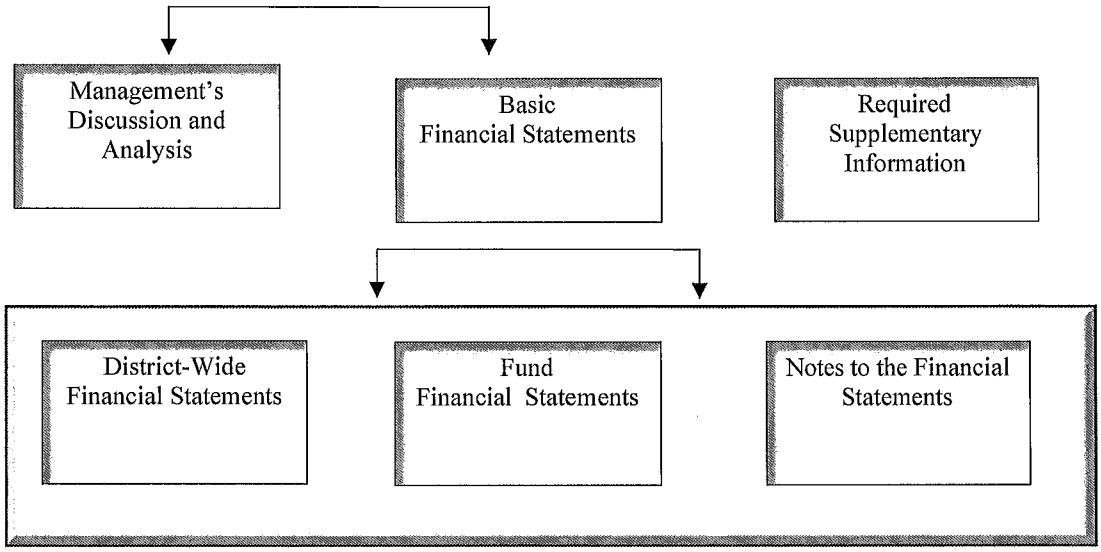
- The first two statements are the district-wide financial statements that provide both short-term and long-term information about the District's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the District, reporting the District's operations in more detail than the district-wide statements.

OVERVIEW OF THE FINANCIAL STATEMENTS, (continued)

- The District governmental funds statements tell how basic services were financed in the short-term as well as what remains for future services.

- Proprietary fund statements offer short-term and long-term financial information about the activities the district operates like a business.

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



USING THIS ANNUAL COMPREHENSIVE FINANCIAL REPORT ("ACFR")

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the District as a financial whole (district-wide statements), and then proceed to provide an increasingly detailed look at specific financial activities.

District-wide Financial Statements

The *statement of net position* and *statement of activities* report information about the District as a whole and about its activities in a manner that helps answer the question, "Is the District better or worse off as a result of this year's activities?" These statements include all assets and liabilities of the District using the accrual basis of accounting, similar to the accounting used by private sector corporations. All of the current year's revenues and expenses are taken into consideration regardless of when cash is received or paid.

Both the district-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

USING THIS ANNUAL COMPREHENSIVE FINANCIAL REPORT ("ACFR"), (continued)

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

- Governmental activities - All of the school district's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

- Business-type activity - This service is provided on a charge for goods and services basis to recover all the expenses of the goods or services provided. The Food Service Program is reported as business-type activities.

The two statements report the District's net position and changes in them. The change in net position can be utilized by a reader to assist in determining whether the District's financial health is improving or deteriorating. However, the reader should also consider non-financial factors such as property tax base, current New Jersey laws restricting revenue growth, student enrollment growth, facility conditions, required educational programs and other factors in determining the District's overall financial health.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the district's funds can be divided into two categories: Governmental Funds and Proprietary Funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the district-wide financial statements. However, unlike the district-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources,* as well as on balances of *spendable resources* available at the end of the fiscal year. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be readily converted to cash.

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

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

USING THIS ANNUAL COMPREHENSIVE FINANCIAL REPORT ("ACFR"), (continued)

Governmental Funds, (continued)

The District adopts annual appropriated budgets for its governmental funds. A budgetary comparison schedule has been provided for the general fund and special revenue fund to demonstrate compliance with their budgets.

Proprietary Funds

Proprietary funds use the accrual basis of accounting, the same as on the district-wide statements, therefore the statements will essentially match the business-type activities portion of the district-wide statements. The District uses proprietary funds to account for its food service program and after school program.

Notes to the Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning budgetary information for the District's major funds.

Our auditor has provided assurance in his independent auditor's report, located immediately preceding this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. Varying degrees of assurance are being provided by the auditor regarding the Required Supplemental Information and the Supplemental Information identified above. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Financial Section.

DISTRICT-WIDE FINANCIAL ANALYSIS

The Statement of Net Positions provides the perspective of the District as a whole. Net position may, over time, serve as a useful indicator of a government's financial position.

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.

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

Table 1 presents an analysis of the ending net position of the District in the fiscal years ending June 30, 2025 and June 30, 2024, respectively. The District's net position was $4,497,269 as of June 30, 2025 and $4,281,294 as of June 30, 2024. Restricted items of net position are reported separately to show legal constraints that limit the District's ability to use those items for day-today operations.

Table 1
Net Position

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Assets:						
Current and Other Assets	3,428,576	4,243,559	208,527	221,928	3,637,102	4,465,487
Capital Assets, net	11,820,229	12,233,528	110,132	98,801	11,930,361	12,332,329
Total Assets	15,248,804	16,477,087	318,659	320,729	15,567,463	16,797,816
Deferred Outflows:						
Deferred Outflows of Resources Related to PERS	653,418	844,096	-	-	653,418	844,096
Liabilities:						
Current Liabilities	668,463	1,098,946	32,112	30,299	700,574	1,129,245
Noncurrent Liabilities	10,630,330	11,819,598	-	-	10,630,330	11,819,598
Total Liabilities	11,298,793	12,918,544	32,112	30,299	11,330,904	12,948,843
Deferred Inflows:						
Deferred Inflows of Resources Related to PERS	392,708	411,775	-	-	392,708	411,775
Net Position:						
Invested in Capital Assets	4,305,867	3,798,028	110,132	98,801	4,415,999	3,896,829
Restricted	2,875,070	3,231,134	-	-	2,875,070	3,231,134
Unrestricted	(2,970,216)	(3,038,298)	176,415	191,629	(2,793,801)	(2,846,669)
Total Net Position	4,210,722	3,990,864	286,547	290,430	4,497,269	4,281,294

The District's net position increased $215,974 over the course of the 2024-25 school year. Net position invested in capital assets increased $519,170 due to capital asset additions offset by current year depreciation and disposals. Restricted net position decreased $356,064 as a result of net decreases in the capital reserve, maintenance reserve, and encumbrances payable. Unrestricted net position increased by $52,868 primarily due to fluctuation in compensated absences payable, net pension liabilities, and fluctuations in state aid revenues.

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

Table 2 presents the changes in net position in the fiscal years ended June 30, 2025 and 2024, respectively.

Table 2
Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Revenues:						
Program Revenues:						
Charges for Services	108,805	103,565	254,105	284,218	362,911	387,783
Operating Grants and Contributions	471,659	877,649	255,681	216,529	727,340	1,094,178
Capital Grants and Contributions	-	23,272	-	-	-	23,272
General Revenues:						
Property Taxes	17,677,751	16,941,849	-	-	17,677,751	16,941,849
Grants and Entitlements	4,157,125	4,923,967	-	-	4,157,125	4,923,967
Other	303,579	496,737	6,582	4,093	310,161	500,830
Total Revenues	22,718,920	23,367,039	516,368	504,840	23,235,288	23,871,879
Expenditures:						
Instruction	13,757,874	13,862,838	-	-	13,757,874	13,862,838
Support Services:						
Student & Instruction Related Services	3,821,962	3,769,643	-	-	3,821,962	3,769,643
Administration, Business and Other Support Services	1,899,943	2,078,195	-	-	1,899,943	2,078,195
Operations and Maintenance of Facilities	1,934,367	1,962,451	-	-	1,934,367	1,962,451
Pupil Transportation	826,695	936,513	-	-	826,695	936,513
Interest on Debt	257,592	299,179	-	-	257,592	299,179
Food Services	-	-	520,251	471,763	520,251	471,763
Total Expenditures	22,498,433	22,908,819	520,251	471,763	23,018,684	23,380,582
Increase/(Decrease) in Net Position	220,487	458,220	(3,883)	33,077	216,604	491,297

The unique nature of property taxes and school funding in New Jersey creates the need to periodically seek voter approval for District operations. Property taxes made up 77.81% percent of revenues for governmental activities for the District for the fiscal year ended June 30, 2025. Federal, state and local grants accounted for another 18.30%, while the balance came from interest and other sources. The District's total revenues were $22,718,920 for the fiscal year ended June 30, 2025.

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

Table 3 presents the cost of major program services. The table also shows each program's net costs when considering related charges for services and offsetting grants and aid. The net cost reflects the net financial burden that was placed on the District's taxpayers for each of these functions.

Table 3
Net costs of Governmental Activities

	Total Cost of Services, Year Ended June 30,		Net Cost of Services Year Ended June 30,	
	2025	2024	2025	2024
Instruction	13,757,874	13,862,838	13,353,958	13,165,517
Support Services:				
Student & Instruction Related Services	3,821,962	3,769,643	3,645,414	3,462,478
Administration, Business and Other Support Services	1,899,943	2,078,195	1,899,943	2,078,195
Operations and Maintenance of Facilities	1,934,367	1,962,451	1,934,367	1,962,451
Pupil Transportation	826,695	936,513	826,695	936,513
Interest on Debt	257,592	299,179	257,592	299,179
	22,498,433	22,908,819	21,917,969	21,904,333

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

Student and instruction related services include the activities involved with assisting staff with the content and process of teaching to students, including curriculum and staff development.

Administrative, business and other support 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 effective working condition.

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

DISTRICT-WIDE FINANCIAL ANALYSIS, (continued)

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues and expenses of the governmental funds for the fiscal years ended June 30, 2025 and 2024, respectively:

	Year ended June 30, 2025		Year ended June 30, 2024	
	Amount	% of total	Amount	% of total
Local Sources	18,178,061	71.75%	17,543,151	69.52%
State Sources	6,673,752	26.34%	6,795,673	26.93%
Federal Sources	481,716	1.90%	895,532	3.55%
Total Revenues	25,333,529	100.00%	25,234,356	100.00%

	Year ended June 30, 2025		Year ended June 30, 2024	
	Amount	% of total	Amount	% of total
Instruction	9,539,438	36.91%	9,606,987	35.49%
Support Services	15,097,429	58.41%	15,247,832	56.33%
Capital Outlay	102,605	0.40%	1,087,584	4.02%
Debt Service				
Principal	835,000	3.23%	815,000	3.01%
Interest	271,625	1.05%	312,875	1.16%
Total Expenditures	25,846,097	100.00%	27,070,278	100.00%

MAJOR GOVERNMENTAL FUNDS BUDGETING AND OPERATING HIGHLIGHTS

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

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

MAJOR GOVERNMENTAL FUNDS BUDGETING AND OPERATING HIGHLIGHTS, (continued)

General Fund

The General Fund actual revenue was $23,654,861. That amount is $4,511,930 above the final amended budget of $19,142,931. The variance between the actual revenues and final budget was the result of non-budgeted on-behalf payments of $4,602,097 for TPAF pension and social security reimbursements, a deficit in other state and federal aid of $(75,496) and $(14,671) deficit in anticipated local revenues.

The actual expenditures of the general fund were $24,155,715 which is $3,883,898 above the final amended budget of $20,271,817. The variance between the actual expenditures and final budget was due to non-budget on-behalf payments of $4,602,097 for TPAF pension and social security reimbursements, and $718,199 of unexpended budgeted funds.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At year end, the District had $11,930,361 invested in land, construction in progress, buildings, furniture and equipment, and vehicles. Table 4 presents capital asset balances, net of accumulated depreciation, as of June 30, 2025 and 2024, respectively:

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

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Land	$ 47,304	$ 47,304			$ 47,304	$ 47,304
Construction in Progress	947,312	937,579			947,312	937,579
Buildings and Improvements	10,551,238	10,902,119			10,551,238	10,902,119
Machinery and Equipment	274,375	346,526	110,132	98,801	384,507	445,327
	$ 11,820,229	$ 12,233,528	$ 110,132	$ 98,801	$ 11,930,361	$ 12,332,329

For more detailed information, please refer to the Notes to the Basic Financial Statements.

Debt Administration

At year end, the District had $6,140,000 in Bonds Outstanding, a reduction of $835,000 from last year (more detailed information about the District's Long-Term Liabilities presented in Note 6 to the Basic Financial Statements).

CAPITAL ASSETS AND DEBT ADMINISTRATION, (continued)

Debt Administration, (continued)

Other long-term debt includes liabilities for compensated absences of $213,711 and $184,271 as of June 30, 2025 and 2024, respectively and financed purchases obligations totaling $1,374,361 and $1,460,500 as of June 30, 2025 and 2024, respectively and net pension liability for PERS of $2,902,258 and $3,199,827 as of June 30, 2025 and 2024, respectively.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

The district continues to rely predominately upon local property taxes as its main source of funding. Therefore, in consideration of current economic conditions and the anticipation of continued flat state aid support, the Board of Education has sought to control budget expenses to minimize the impact on the local tax levy.

The following factors were considered in preparing the 2025-2026 fiscal year budget:

- Estimated Student Enrollment
- Sources of revenue
- Cost of negotiated salaries and benefits
- Cost of fixed charges
- Mandated Programs
- Requirements for health and safety issues

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to:

Nancy DiBartolo
Business Administrator/Board Secretary
Wanaque Board of Education
973A Ringwood Avenue
Haskell, New Jersey 07420

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

Exhibit A-1

WANAQUE BOROUGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	1,674,482	179,863	1,854,346
Investments			-
Receivables, net	359,308	21,009	380,317
Inventory	-	7,655	7,655
Restricted assets:			
Capital reserve account - cash	827,802	-	827,802
Maintenance reserve account - cash	491,983	-	491,983
Current expense emergency reserve account - cash	75,000	-	75,000
Capital assets:			
Land	47,304	-	47,304
Construction in progress	947,312		947,312
Other capital assets, net	10,825,613	110,132	10,935,745
Total Assets	15,248,804	318,659	15,567,463
DEFERRED OUTFLOWS			
Deferred outflows of resources related to PERS	653,418	-	653,418
LIABILITIES			
Accounts payable:			
Other	257,311	20,531	277,842
Related to pensions	296,872	-	296,872
Accrued interest payable	84,280	-	84,280
Unearned revenue	30,000	11,580	41,580
Noncurrent liabilities:			
Due within one year	1,028,149	-	1,028,149
Due beyond one year	9,602,181	-	9,602,181
Total Liabilities	11,298,793	32,112	11,330,904
DEFERRED INFLOWS			
Deferred inflows of resources related to PERS	392,708	-	392,708
NET POSITION			
Invested in capital assets, net of related debt	4,305,867	110,132	4,415,999
Restricted for:			
Debt service	1	-	1
Capital projects	94,464	-	94,464
Capital reserves	827,802	-	827,802
Maintenance reserves	491,983	-	491,983
Current expense emergency reserves	75,000	-	75,000
Other purposes	1,161,108	-	1,161,108
Unemployment compensation	136,973	-	136,973
Student activities	87,738	-	87,738
Unrestricted	(2,970,216)	176,415	(2,793,801)
Total Net Position	4,210,722	286,547	4,497,269

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

Exhibit A-2

WANAQUE BOROUGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Functions/Programs	Expenses	Indirect Expenses Allocation	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Business-type Activities	Total
Governmental activities:							
Instruction:							
Regular	5,664,063	2,614,904	-	403,916	(7,875,051)	-	(7,875,051)
Special education	3,152,962	1,267,525	-	-	(4,420,487)	-	(4,420,487)
Other special instruction	647,362	234,345	-	-	(881,707)	-	(881,707)
Other instruction	75,052	102,123	-	-	(177,175)	-	(177,175)
Support services:							
Tuition	644,028	-	-	-	(644,028)	-	(644,028)
Student & instruction related services	2,411,315	766,709	108,805	67,743	(3,001,475)	-	(3,001,475)
General administrative services	448,306	87,719	-	-	(536,025)	-	(536,025)
School administrative service	511,670	237,840	-	-	(749,510)	-	(749,510)
Central services and admin. info. tech.	406,001	208,472	-	-	(614,474)	-	(614,474)
Plant operations and maintenance	1,795,331	139,049	-	-	(1,934,380)	-	(1,934,380)
Pupil transportation	826,695	-	-	-	(826,695)	-	(826,695)
Interest on long-term debt	257,592	-	-	-	(257,592)	-	(257,592)
Total Governmental Activities	16,840,376	5,658,687	108,805	471,659	(21,918,599)	-	(21,918,599)
Business-type activities:							
Food Service	520,251		254,105	255,681	-	(10,465)	(10,465)
Total Business-type Activities	520,251		254,105	255,681	-	(10,465)	(10,465)
Total Primary Government	17,360,627		362,911	727,340	(21,918,599)	(10,465)	(21,929,064)
General revenues:							
Taxes:							
Property taxes, levied for general purposes, net					16,947,379	-	16,947,379
Taxes levied for debt service					730,372	-	730,372
Federal and State aid not restricted					3,780,872	-	3,780,872
State Aid - Restricted for Debt Service					376,253	-	376,253
Tuition Received					206,228	-	206,228
Transportation Fees					17,500	-	17,500
Interest and Investment Earnings - Unrestricted					32,417	6,582	38,999
Miscellaneous Income					47,434	-	47,434
Total general revenues, special items, extraordinary items and transfers					22,138,455	6,582	22,145,037
Change in Net Position					219,857	(3,883)	215,974
Net position - July 1					3,990,865	290,430	4,281,295
Net position - June 30					4,210,722	286,547	4,497,269

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

FUND FINANCIAL STATEMENTS

Exhibit B-1

WANAQUE BOROUGH SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2025

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and cash equivalents	1,492,279	87,738	94,464	1	1,674,482
Interfund loans receivable	19,885	-	-	-	19,885
Intergovernmental accounts receivable - State	322,731	-	-	-	322,731
Intergovernmental accounts receivable - Federal	-	19,885	-	-	19,885
Intergovernmental accounts receivable - other	10,548	-	-	-	10,548
Other receivables	6,144	-	-	-	6,144
Restricted cash and cash equivalents:					
Capital reserve account	827,802	-	-	-	827,802
Maintenance reserve account	491,983	-	-	-	491,983
Emergency reserve account	75,000	-	-	-	75,000
Total Assets	3,246,372	107,624	94,464	1	3,448,461
LIABILITIES AND FUND BALANCES					
Liabilities:					
Payroll deductions and withholdings payable	257,311	-	-	-	257,311
Interfund loan payable	-	19,885	-	-	19,885
Unearned revenue	30,000	-	-	-	30,000
Total Liabilities	287,311	19,885	-	-	307,196
Fund Balances:					
Assigned to:					
Other purposes - encumbrances	261,108	-	-	-	261,108
Restricted for:					
Capital projects fund	-	-	94,464	-	94,464
Excess surplus	450,000	-	-	-	450,000
Excess surplus designated for subsequent year's expenditures	450,000	-	-	-	450,000
capital reserve account	827,802	-	-	-	827,802
Maintenance reserve account	491,983	-	-	-	491,983
Current expense emergency reserve	75,000	-	-	-	75,000
Unemployment compensation	136,973	-	-	-	136,973
Student activities	-	87,738	-	-	87,738
Debt service	-	-	-	1	1
Unassigned	266,195	-	-	-	266,195
Total Fund Balances	2,959,061	87,738	94,464	1	3,141,265
Total Liabilities and Fund Balances	3,246,372	107,624	94,464	1	

Amounts reported for *governmental activities* in the statement of net position (A-1) are different because:	
Accrued liability for interest on long-term debt is not due and payable in the current period and is not reported as a liability in the funds.	(84,280)
Accounts payable for subsequent pension payment is not a payable in the funds.	(296,872)
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is $22,515,506 and the accumulated depreciation is $10,726,229.	11,820,229
Deferred outflows and inflows of resources are applicable to future periods and therefore are not reported in the funds:	
Deferred outflows of resources related to PERS pension liability	653,418
Deferred inflows of resources related to PERS pension liablilty	(392,708)
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(10,630,330)
Net Position of Governmental Activities	4,210,722

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

WANAQUE BOROUGH 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	16,947,379	-	-	730,372	17,677,751
Tuition from individuals	103,855	-	-	-	103,855
Tuition - Other LEAs within the state	90,448	-	-	-	90,448
Tuition - from other sources	11,925	-	-	-	11,925
Transportation fees form individuals	17,500	-	-	-	17,500
Interest earned on capital reserve funds	32,417	-	-	-	32,417
Unrestricted miscellaneous revenues	125,950	118,215	-	-	244,165
Total - Local Sources	17,329,474	118,215	-	730,372	18,178,061
State sources	6,297,499	-	-	376,253	6,673,752
Federal sources	19,466	462,250	-	-	481,716
Total Revenues	23,646,439	580,465	-	1,106,625	25,333,529
EXPENDITURES					
Current:					
Regular instruction	5,260,147	403,916	-	-	5,664,063
Special education instruction	3,152,962	-	-	-	3,152,962
Other special instruction	647,362	-	-	-	647,362
Other instruction	75,052	-	-	-	75,052
Support services and undistributed costs:					
Tuition	644,028	-	-	-	644,028
Student & instruction related services	2,244,760	166,554	-	-	2,411,315
General administrative services	448,306	-	-	-	448,306
School administrative services	511,670	-	-	-	511,670
Central Services and administrative info. tech.	581,458	-	-	-	581,458
Plant operations and maintenance	1,795,331	-	-	-	1,795,331
Pupil transportation	826,695	-	-	-	826,695
Unallocated employee benefits	7,878,627	-	-	-	7,878,627
Debt Service:					
Principal	-	-	-	835,000	835,000
Interest and other charges	-	-	-	271,625	271,625
Capital outlay	89,318	-	13,287	-	102,605
Total Expenditures	24,155,715	570,471	13,287	1,106,625	25,846,097
Excess (Deficiency) of revenues over expenditures	(509,276)	9,994	(13,287)	-	(512,568)
OTHER FINANCING SOURCES (USES)					
Contracts payable cancelled	-	-	30,951	-	30,951
Fiananced purchases (non-budgeted)	89,318	-	-	-	89,318
Total Other Financing Sources and Eses	89,318	-	30,951	-	120,269
Net Change in Fund Balances	(419,958)	9,994	17,664	-	(392,299)
Fund balance—July 1	3,379,019	77,744	76,800	1	3,533,564
Fund balance—June 30	2,959,061	87,738	94,464	1	3,141,265

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

WANAQUE BOROUGH 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)		(392,299)
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, on the statement of activities the cost of those assets is allocated over their estimated useful lives as depreciation expense. This amount is the amount by which capital outlays exceed depreciation in the current fiscal year.		
Depreciation expense	(447,122)	
Non-depreciable capital outlay	40,682	
Capital outlay	102,605	
		(303,835)
In the statement of activities, certain operating expenses, e.g., compensated absences are measurd by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used. When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation; when paid amounts exceed the earned amount, the difference is an addition to the reconciliation.		
(Increase)/Decrease in compensated absences payable		(29,440)
Repayment of long-term debt is reported as an expenditure in the governmental funds, but the repayemnt reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. In the current year, these amounts consist of:		
Principal payments on financed purchases		175,456
Principal payments on bonds payable		835,000
District pension contributions are reported as expenditures in the governmental funds when made. However, per GASB No. 68 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	290,638	
Less: pension expense	170,911	
Increase/(Decrease) in pension expense		119,727
Per GASB No. 68, non-employer contributing entities are required to record an increases in revenue and expense for on-behalf TPAF pension payments paid by the State of New Jersey on the statement of activities that are in excess of those amounts reported in the fund financial statements.		
Decrease in on-behalf TPAF pension revenue		(3,200,255)
Decrease in on-behalf TPAF pension expense		3,200,255
Per GASB No. 75, non-employer contributing entities are required to record an increases in revenue and expense for on-behalf TPAF post employment medical payments paid by the State of New Jersey on the statement of activities that are in excess of those amounts reported in the fund financial statements.		
Increase in on-behalf state aid TPAF post-employment medical revenue		664,162
Increase in on-behalf state aid TPAF post-employment medical expense		(664,162)
Proceeds from debt issues are a financing source in the government funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net assets.		
Financed purchase proceeds		(89,318)
The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, transfers, and donations).		(109,467)
In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. The change in accrued interest is a (increase)/decrease in the reconciliation.		14,033
Change in Net Position of Governmental Activities		219,857

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

Exhibit B-4

WANAQUE BOROUGH SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Business-type Activities - Enterprise Funds
	Food Service
ASSETS	
Current assets:	
Cash and cash equivalents	179,863
Intergovernmental receivables:	
State aid	717
Federal aid	14,081
Other accounts receiveable	6,211
Inventories	7,655
Total Current Assets	208,527
Fixed assets	
Furniture, machinery & equipment	222,980
Less accumulated depreciation	(112,848)
Total Fixed Assets	110,132
TOTAL ASSETS	318,659
LIABILITIES AND NET POSITION	
Current liabilities:	
Accounts payable	20,531
Unearned revenue:	
Prepaid sales	5,794
Federal food distribution program	5,786
Total Current Liabilities	32,112
Net position:	
Invested in capital assets, net of related debt	110,132
Unrestricted	176,415
Total Net Position	286,547
TOTAL LIABILITIES AND NET POSITION	318,659

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

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

	Business-type Activities - Enterprise Fund
	Food Service
Operating revenues:	
Charges for services:	
Daily sales - reimbursable programs	148,214
Daily sales - non-reimbursable programs	93,132
Miscellaneous	12,759
Total Operating Revenues	254,105
Operating expenses:	
Salaries	28,036
Management fees	47,497
Insurance	18,179
Purchased services	198,993
General supplies	19,369
Depreciation	13,382
Cost of sales reimbursable	159,404
Cost of sales- non-reimbursable	33,008
Miscellaneous	2,383
Total Operating Expenses	520,251
Operating gain / (loss)	(266,146)
Nonoperating revenues (expenses):	
State sources:	
State school lunch program	9,087
State school breakfast program	1,080
Federal sources:	
National school lunch program	160,749
National school breakfast program	35,392
Special milk program	208
Supply chain assistance program	2,772
Food distribution program	46,392
Interest	6,582
Total nonoperating revenues (expenses)	262,263
Net income (loss) before operating transfers	(3,883)
Total Net Position - Beginning of Year	290,430
Total net position—ending	286,547

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

Exhibit B-6

WANAQUE BOROUGH SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Business-type Activities - Enterprise Funds Food Service
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	263,261
Payments to suppliers for goods and services	(486,863)
Payments to employees	(28,036)
Net cash used for operating activities	(251,637)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
State sources	9,958
Federal sources	245,240
Net cash provided by (used for) non-capital financing activities	255,198
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchase of equipment	(24,713)
Net cash provided by (used for) capital and related financing activities	(24,713)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest on cash equivalents	6,582
Net cash provided by (used for) investing activities	6,582
Net increase (decrease) in cash and cash equivalents	(14,570)
Balances—beginning of year	194,433
Balances—end of year	179,863
Reconciliation of operating income (loss) to net cash (used for) by operating activities:	
Operating loss	(266,146)
Adjustments to reconcile operating loss to net cash used for operating activities	
Depreciation	13,382
Changes in assets and liabilities:	
(Increase)/decrease in accounts receivable	9,171
(Increase)/decrease in inventory	(6,044)
Increase/(decrease) in accounts payable	(1,986)
Increase/(decrease) in unearned revenue	(16)
Total Adjustments	14,509
Net cash provided by (used for) operating activities	(251,637)

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

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

The Board of Education ("Board") of the Borough of Wanaque School District ("District") is an instrumentality of the State of New Jersey, established to function as an educational institution. The Borough of Wanaque School District is a Type II district located in the County of Passaic, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The board is comprised of nine members elected to three-year terms. The purpose of the district is to educate students in grades K-8. A superintendent is appointed by the Board and is responsible for the administrative control of the District. Under existing statutes, the Board's duties and powers include, but are not limited to, the development and adoption of a school program; the establishment, organization and operation of schools; and the acquisition, maintenance and disposition of school property.

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

Governmental Accounting Standards Board publication, Codification of Governmental Accounting and Financial Reporting Standards, Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. The basic criterion for inclusion or exclusion from the financial reporting entity is the exercise of oversight responsibility over agencies, boards and commissions by the primary government. The exercise of oversight responsibility includes financial interdependency and a resulting financial benefit or burden relationship, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters. In addition, certain legally separate, tax-exempt entities that meet specific criteria (i.e. benefit of economic resources, access/entitlement to economic resources, and significance) should be included in the financial reporting entity. The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District include an elementary school and a middle school, located in the Borough of Wanaque. 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 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education of the Borough of Wanaque School 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 board's accounting policies are described below.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

A. Basis of Presentation

The financial statements include both district-wide financial statements (based on the District as a whole) and fund financial statements (based on specific District activities or objectives). Both the district-wide and fund financial statements categorize activities as either governmental activities or business-type activities. While separate district-wide and fund financial statements are presented, they are interrelated. In the district-wide financial statements, the governmental activities column incorporates data from governmental funds while business-type activities incorporate data from the District's enterprise funds. Currently the District does not have any fiduciary funds.

District-wide Financial Statements

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

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

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

Fund Financial Statements

During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds, including its

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Fund Financial Statements, (continued)

fiduciary funds. Separate statements for each fund category - *government, proprietary,* and *fiduciary* - are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No. 34, paragraph 76. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models. The various funds of the Board are grouped into the categories governmental, proprietary and fiduciary.

GOVERNMENTAL FUNDS

Governmental funds are those through which most governmental functions of the Board are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the Board's governmental funds:

General Fund - The General Fund is the general operating fund of the Board. It is used to account for all financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the Capital Outlay subfund.

As required by the New Jersey State Department of Education, the Board includes budgeted Capital Outlay in this fund. Accounting principles generally accepted in the United States of America as they pertain to governmental entities state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, District taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by board resolution.

Special Revenue Fund - The Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Government, (other than major capital projects, Debt Service or the Enterprise Funds) and local appropriations that are legally restricted to expenditures for specified purposes.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Capital Projects Fund - The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets, other than those financed by proprietary funds. The financial resources are derived from grants, temporary notes, serial bonds which are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election, or from the general fund by way of transfers from capital outlay or the capital reserve account.

Debt Service Fund - The debt service fund is used to account for the accumulation of resources for and the payment of principal and interest on bonds issued to finance major property acquisition, construction and improvement program.

PROPRIETARY FUNDS

The focus of Proprietary Fund measurement is upon determination of net income, changes in net position, financial position and cash flows. The accounting principles generally accepted in the United States of America applicable are those similar to businesses in the private sector. Proprietary funds are classified as enterprise or internal service; the Board has no internal service funds. The following is a description of the Proprietary Funds of the Board:

Enterprise Funds - The Enterprise Funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the Board is that the costs (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges; or, where the Board has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The Board's Enterprise Fund is comprised of the Food Service Fund.

FIDUCIARY FUNDS

Fiduciary Fund - Fiduciary Fund reporting focuses on net position and changes in net position. The Fiduciary Funds are used to account for assets held by the Board on behalf of individuals, private organizations, other governments and/or other funds. The District does not have any activities that are required to be included in the Fiduciary Fund.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

B. Measurement Focus

District-wide Financial Statements

The District-wide statements (i.e., the statement of net position and the statement of activities) are prepared using the economic resources measurements focus and the accrual basis of accounting. All assets and liabilities associated with the operation of the Board are included on the statement of net position, except for fiduciary funds.

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the District-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the District-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net position. The statement of changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the Board finances and meets the cash flow needs of its proprietary activities.

C. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. The District-wide financial statements and the financial statements of the proprietary and fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures.

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 a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that 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.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Revenues - Exchange and Non-exchange Transactions, (continued)

Nonexchange transactions, in which the Board receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the Board must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Board on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized. Under GAAP, in accordance with GASB No. 33, Accounting and Financial Reporting for Nonexchange Transactions, the last state aid payment is not considered revenue to the school district if the state has not recorded the corresponding expenditure, even though state law dictates recording the revenue.

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

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue.

The measurement of focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

D. Budgets/Budgetary Control

Annual appropriated budgets are adopted in the spring of the preceding year for the general, and special revenue funds. The budgets are submitted to the county superintendent's office for approval. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue fund as described later. 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(g)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year.

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States of America with the exception of the legally mandated revenue recognition of the one or more June state aid payments for

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

D. Budgets/Budgetary Control, (continued)

budgetary purposes only and special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

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

Encumbrances

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

Open encumbrances in the special revenue fund, for which the Board 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.

Cash, Cash Equivalents and Investments

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

New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

Additionally, the Board has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Cash, Cash Equivalents and Investments, (continued)

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

Tuition Revenues/Receivable

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

Tuition Payable

Tuition charges were established by the receiving district. The charges are subject to adjustment when the final costs have been determined.

Inventories

On District-wide financial statements, inventories are presented at cost, which approximates market on a first-in, first-out basis and are expensed when used.

On fund financial statements inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. Inventories of proprietary funds consist of food and goods held for resale, as well as supplies, and are expensed when used.

Lease Receivable

Lease receivables recorded on the government-wide financial statement, in the governmental funds, and in the proprietary fund types represents a contract that conveys control of the right to use the School District's (lessor) nonfinancial asset. At the commencement of the lease term, the lessor recognizes a lease receivable and a deferred inflow of resources. The lease receivable is measured at the present value of the lease payments expected to be received during the lease term. The School District was not a lessor during the fiscal year ended June 30, 2025.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2025, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year in which services are consumed.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Short-Term Interfund Receivables/Payables

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

Capital Assets

General capital assets are those assets not specifically related to activities reported in the enterprise fund. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the district -wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the enterprise fund are reported both in the business-type activity column of the District-wide statement of net position and in the fund.

All capital assets acquired or constructed during the year are recorded at actual cost. Donated capital assets are valued at their acquisition value on the date received. The capital assets acquired or constructed prior to June 30, 1993 are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. The Board maintains a capitalization threshold of $2,000. The Board does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives	Business-Type Activity Estimated Lives
Sites and Improvements	20 years	N/A
Building and Improvements	7-50 years	N/A
Furniture, Equipment and Vehicles	5-20 years	5-20 years

Compensated Absences

Compensated absences are those absences for which employees will be paid, such as vacation, sick leave, and sabbatical leave. A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the Board and its employees, is accrued as the employees earn the rights to the benefits. Compensated absences that relate to future services, or that are contingent on a specific event that is outside the control of the Board and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Compensated Absences, (continued)

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.

Unearned Revenue

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Unearned revenue in the special revenue fund represents cash that has been received but not yet earned. See Note 2(E) regarding the special revenue fund.

Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities, and long-term obligations are reported in 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, claims and judgements, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment in the current year. Bonds, long-term obligations, and capital leases that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

Interfund Activity

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Accounting and Financial Reporting for Pensions

In fiscal year 2015, the District implemented GASB 68. This Statement amends GASB Statement No. 27. It improves accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local government employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. This Statement replaces the requirement of Statement No. 27, *Accounting for Pension by State and Local Governmental Employers,* as well as the requirements of Statement No. 50, *Pension Disclosures,* as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements that meet certain criteria. The requirements of Statements 27 and 50 remain applicable for pensions that are not covered by the scope of this Statement.

The District has also implemented GASB Statement 71, Pension Transition for Contributions made Subsequent to the Measurement Date-an amendment to GASB No. 68. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement No. 68, Accounting and Financial Reporting for Pensions. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or non-employer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability.

Statement 68 requires a state or local government employer (or non-employer contributing entity in a special funding situation) to recognize a net pension liability measured as of a date (the measurement date) no earlier than the end of its prior fiscal year. If a state or local government employer or non-employer contributing entity makes a contribution to a defined benefit pension plan between the measurement date of the reported net pension liability and the end of the government's reporting period, Statement 68 requires that the government recognize its contribution as a deferred outflow of resources.

In addition, Statement 68 requires recognition of deferred outflows of resources and deferred inflows of resources for changes in the net pension liability of a state or local government employer or non-employer contributing entity that arise from other types of events. At transition to Statement 68, if it is not practical for an employer or non-employer contributing entity to determine the amounts of all deferred outflows of resources and deferred inflows of resources related to pensions, paragraph 137 of Statement 68 required that beginning balances for deferred outflows of resources and deferred inflows of resources not be reported. Consequently, if it is not practical to determine the amounts of all deferred outflows of resources and deferred inflows of resources related to pensions, contributions made after the measurement date of the beginning net pension liability could not have been reported as deferred outflows of resources at transition. This could have resulted in a significant understatement of an employer or non-employer contributing entity's beginning net position and expense in the initial period of implementation.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Accounting and Financial Reporting for Pensions, (continued)

This Statement amends paragraph 137 of Statement 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. Statement 68, as amended, continues to require that beginning balances for other deferred outflows of resources and deferred inflows of resources related to pensions be reported at transition only if it is practical to determine all such amounts.

Bond Discounts/Premiums

Bond discounts/premiums arising from the issuance of long-term debt (bonds) are amortized over the life of the bonds, in systematic and rational method, as a component of interest expense. Bond discounts/premiums are presented as an adjustment of the face amount of the bonds on the government-wide statement of net position and on the proprietary fund statement of net position.

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, which is deferred amounts related to pensions.

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 one item that qualifies in this category, deferred amounts related to pension.

Financing Agreements

Capital financing agreements and other financing agreements are financed purchase contracts that transfer ownership of the underlining assets or items (i.e. expendable supplies) to the District by the end of the agreement and do not contain termination options. Capital financing agreements and other financing agreements are recognized as long-term liabilities along with the related capital asset or expenses being financed, respectively, in the district-wide and proprietary fund type financial statements.

In the fund financial statements, capital financing agreements and other financing agreements are recognized as other financing sources at the face amount of the financed purchase contract. Assets and supplies financed under these agreements are reported as capital outlay or current expenditures, respectively.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Right to Use Assets

The District has recorded right to use lease assets as a result of implementing GASB 87. The 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 lease incentives plus ancillary charges necessary to place the lease into service. The right to use assets are amortized on a straight-line basis over the life of the related issue.

Subscription Assets

Intangible right-to-use subscription assets are subscription-based information technology arrangements (SBITA's) with subscription terms of more than one year. The value of subscription assets is determined by the sum of the subscription liability and payments made to the SBITA vendor, including capitalizable initial implementation costs, before the commencement date of the subscription term. The district does not have any subscription-based information technology arrangements that qualify for presentation under GASB 96.

Fund Balances

Fund balance is divided into five classifications based primarily on the extent to which the Board is bound to observe constraints imposed upon the resources in the governmental funds. The classifications are as follows:

- **Non-spendable** fund balance includes amounts that are not in a spendable form (inventory, for example) or are required to be maintained intact (the principal of an endowment fund, for example).

- **Restricted** fund balance includes amounts that can be spent only for the specific purposes stipulated by external resource providers (for example, grant providers), constitutionally, or through enabling legislation (that is, legislation that creates a new revenue source and restricts its use). Effectively, restrictions may be changed or lifted only with the consent of resource providers.

- **Committed** fund balance includes amounts that can be used only for the specific purposes determined by a formal action of the Board's highest level of decision-making authority. Commitments may be changed or lifted only by the government taking the same formal action that imposed the constraint originally.

- **Assigned** fund balance comprises amounts *intended* to be used by the Board for specific purposes. Intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority. In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Fund Balances, (continued)

- **Unassigned** fund balance is the residual classification for the general fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose. If another governmental fund has a fund balance deficit, then it will be reported as a negative amount in the unassigned classification in that fund. Positive unassigned amounts will be reported only in the general fund.

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

Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net positions are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Board or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

The Board applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the Board, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund.

Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during the fiscal year.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

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, medical and dental benefits and TPAF on-behalf contributions were allocated based on salaries of that program. Changes in compensating absences have not been allocated and have been reported as unallocated benefits on the Statement of Activities. 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 as unallocated depreciation. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that effect certain reports, amounts and disclosures. Accordingly, actual results could differ from those estimates.

Recently Issued Accounting Pronouncements:

The GASB has issued the following statements that will become effective for the School District for fiscal years ending June 30, 2025 and 2026:

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

In December 2023, the Government Accounting Standards Board issued GASB Statement No. 102, *Certain Risk Disclosures*. This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Recently Issued Accounting Pronouncements: (continued)

In April 2024, the Government Accounting Standards Board issued GASB Statement No. 103, *Financial Reporting Model Improvements*. The objective of this Statement is to improve key components of the financial reporting model to enhance its' effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter, though, earlier application is encouraged. Management is currently reviewing the provisions of this Statement and plans to implement, as needed, before the effective date.

In September 2024, the Government Accounting Standards Board issued GASB Statement No. 104, *Disclosure of Certain Capital Assets*. This Statement will provide users of financial statements with essential information about certain types of capital assets in order to make informed decisions and assess accountability. The requirements of this Statement are effective for periods beginning after June 15, 2025. Management is currently reviewing the provisions of this Statement and its effect on the financial statements of the District.

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 18A:20-37 that are treated as cash equivalents. As of June 30, 2025, -$0- of the District's bank balance of $4,049,323 was exposed to custodial credit risk.

Investments

Investment Rate Risk

The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, New Jersey Statutes 18A:20-37 limits the length of time for most investment to 397 days.

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS, (continued)

Credit Risk

New Jersey Statutes 18A:20-37 limits school district investments to those specified in the Statues. The type of allowance investments are Bonds of the United States of America, bonds or other obligations of the school districts or bonds or other obligations of the local unit or units within which the school district is located: obligations of federal agencies not exceeding 397 days; government money market mutual funds; the State of New Jersey Cash Management Plan; local government investment pools; or repurchase of fully collateralized securities.

Concentration of Credit Risk

The district places no limit on the amount the District may invest in any one issuer.

NOTE 4. RECEIVABLES

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

	Governmental Fund Financial Statements	Enterprise Funds	District-Wide Financial Statements
Federal Government	19,885	14,081	14,081
State Government	322,731	717	323,448
Other Accounts Receivable	36,578	6,211	42,789
Gross Receivables	379,194	21,009	380,318
Less: Allowance for Uncollectibles	-	-	-
Total Receivables, net	379,194	21,009	380,318

NOTE 5. INTERFUND BALANCES AND ACTIVITY

Balances due to/from other funds at June 30, 2025 consist of the following:

Due to General Fund from Special Revenue Fund for cash deficit which will be reimbursed as grant monies are received.	$ 19,885
	$ 19,885

It is anticipated that all interfunds will be liquidated within the fiscal year.

NOTE 6. CAPITAL ASSETS

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

	Balance 6/30/2024	Additions	Retirements	Balance 6/30/2025
Governmental activities:				
Capital assets that are not being depreciated:				
Land	47,304	-	-	47,304
Construction in progress	937,579	9,732	-	947,311
Total capital assets not being depreciated	984,883	9,732	-	994,615
Building and building improvements	20,319,467	-	-	20,319,467
Machinery and equipment	1,449,744	133,557	(350,926)	1,232,375
Totals at historical cost	21,769,211	133,557	(350,926)	21,551,842
Governmental Activities Capital Assets	22,754,094	143,289	(350,926)	22,546,457
Less accumulated depreciation for :				
Building and improvements	(9,417,348)	(350,881)	-	(9,768,229)
Machinery and equipment	(1,103,218)	(96,241)	241,459	(958,000)
Total accumulated depreciation	(10,520,566)	(447,122)	241,459	(10,726,229)
Total capital assets being depreciated, net of accumulated depreciation	11,248,645	(313,565)	(109,467)	10,825,613
Government activities capital assets, net	12,233,528	(303,833)	(109,467)	11,820,228
Business-type activities:				
Equipment	201,327	24,713	(3,060)	222,980
Less accumulated depreciation for :				
Equipment	(102,526)	(13,382)	3,060	(112,848)
Business-type activities capital assets, net	98,801	11,331	-	110,132

NOTE 6. CAPITAL ASSETS, (continued)

Depreciation expense was charged to functions as follows:

Instruction:	
Regular	370,584
Support Services:	
Student & Instruction Related Services	18,224
General Administrative Services	13,377
School Administrative Service	11,644
Plant Operations and Maintenance	33,293
Food Service	13,382
	460,504

NOTE 7. LONG-TERM OBLIGATION ACTIVITY

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

	Balance June 30, 2024	Issued	Retired	Balance June 30, 2025	Due Within One Year	Long-Term Portion
Governmental Activities:						
Bonds payable:						
General obligation debt	6,975,000	-	(835,000)	6,140,000	850,000	5,290,000
Total bonds payable	6,975,000	-	(835,000)	6,140,000	850,000	5,290,000
Other Liabilities:						
Obligations under financed purchases	1,460,500	89,318	(175,456)	1,374,361	178,149	1,196,212
Net Pension Liability PERS	3,199,827	-	(297,569)	2,902,258	-	2,902,258
Compensated absences payable	184,271	(28,810)	-	155,461	-	155,461
Total other liabilities	11,819,598	60,508	(1,308,025)	10,572,081	1,028,149	9,543,931

A. Bonds Payable:

The Board issued General Obligation Bonds to provide funds for the acquisition and construction of major capital facilities and other capital assets.

Bonds are authorized in accordance with State Law by the voters of the District through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the District are General Obligation Bonds.

NOTE 7. LONG-TERM OBLIGATION ACTIVITY, (continued)

A. Bonds Payable, (continued):

Outstanding Bonds Payable at June 30, 2025 consisted of the following:

Issue	Original Amount Issued	Issue Date	Interest Rates	Date of Maturity	Principal Balance June 30, 2025
Refunding Bonds of 2014	$ 12,430	08/05/2014	3.50-5.00%	09/01/2031	$ 6,140,000

Principal and interest due on Serial Bonds Outstanding is as follows:

Year ending June 30:	Principal	Interest	Total
2026	$ 850,000	$ 229,500	$ 1,079,500
2027	875,000	186,375	1,061,375
2028	890,000	142,250	1,032,250
2029	905,000	105,294	1,010,294
2030	890,000	75,569	965,569
2031-2032	1,730,000	60,025	1,790,025
	$ 6,140,000	$ 799,013	$ 6,939,013

B. Financed Purchases:

The District has financed purchases agreements for leasing technology equipment totaling $166,577. Additionally, on December 15, 2020 the district financed the acquisition and installation of boilers, LED lighting, unit ventilator, weather treatment, transformer, vending machine and control equipment including design, financing and relative costs in the amount of $1,207,784.

The following is a schedule of the future minimum financed purchases payments under these financed purchases agreements and the present value of the net minimum financed purchases payments at June 30, 2025:

NOTE 7. LONG-TERM OBLIGATION ACTIVITY, (continued)

B. Financed Purchases, (continued):

Fiscal year ending June 30:	Amount
2026	212,956
2027	153,129
2028	155,529
2029	137,979
2030	120,480
2031-2035	641,766
2036	136,611
Total minimum payments	1,558,450
Less: Amount representing interest	(184,089)
Present value of net minimum payments	1,374,361

The general fund will be used to liquidate the financed purchases.

Maturities of financed purchases payable are as follows:

Fiscal year ending June 30:	Amount
2026	178,149
2027	124,014
2028	130,378
2029	117,006
2030	102,747
2031-2035	588,332
2036	133,735
Total minimum payments	1,374,361

NOTE 8. PENSION PLANS

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

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.

Benefits Provided

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

The following represents the membership tiers for TPAF:

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

NOTE 8. PENSION PLANS, (continued)

Benefits Provided, (continued)

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

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

Benefits Provided

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

The following represents the membership tiers for PERS:

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

NOTE 8. PENSION PLANS, (continued)

Benefits Provided, (continued)

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

Defined Contribution Retirement Program

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

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

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

NOTE 8. PENSION PLANS, (continued)

Contributions Requirements Fund Based Statements

The Board's contribution to PERS and DCRP, equal to the required contributions for each year as reported in the fund-based statements, were as follows:

Year Ending	PERS	DCRP
6/30/2025	290,638	3,242
6/30/2024	295,260	3,223
6/30/2023	286,732	1,913

The State of New Jersey contribution to TPAF (paid on-behalf of the District) for normal and post-retirement benefits have been included in the fund-based statements as revenues and expenditures in accordance with GASB 24, paragraphs 7 through 13, as follows:

Year Ending	Pension Contributions	Post-Retirement Medical Contributions	NCGI Premium	Long-Term Disability
6/30/2025	3,027,982	895,739	37,509	1,471
6/30/2024	3,185,193	876,779	36,325	1,469
6/30/2023	3,047,032	811,553	42,274	1,291

In addition, the post-retirement medical benefits are included in the district-wide financial statements.

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board $639,396 during the year ended June 30, 2025 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount has been included in the fund-based statements as revenues and expenditures in accordance with GASB 24, paragraphs 7 through 13.

NOTE 8. PENSION PLANS, (continued)

ACCOUNTING AND FINANCIAL REPORTING FOR PENSION IN THE DISTRICT-WIDE STATEMENTS PER - GASB NO. 68

Public Employees Retirement System (PERS)

At June 30, 2025, the District had a liability of $2,902,258 for its proportionate share of the PERS net pension liability. 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 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 governmental entities, actuarially determined. At June 30, 2024, the District's proportion was 0.0213589055 percent, which was a decrease of 0.0007326753 percent from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the District recognized pension expense of $170,911. At June 30, 2025, deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	58,138	7,727
Change of assumptions	3,606	33,021
Net difference between projected and actual earnings on pension plan investments	-	134,570
Changes in proportion and differences between the District's contributions and proportionate share of contributions	294,802	217,390
District contributions subsequent to measurement date	296,872	-
	653,418	392,708

NOTE 8. PENSION PLANS, (continued)

ACCOUNTING AND FINANCIAL REPORTING FOR PENSION IN THE DISTRICT-WIDE STATEMENTS PER - GASB NO. 68, (continued)

Public Employees Retirement System (PERS), (continued)

The $296,872 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. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions (excluding changes in proportion) will be recognized in pension expense as follows:

Year ended June 30:	
2025	(123,223)
2026	95,346
2027	(54,855)
2028	(31,667)
2029	824

Changes in Proportion

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 5.08, 5.08, 5.04, 5.13, 5.16 and 5.21 years for 2024, 2023, 2022, 2021, 2020 and 2019 amounts, respectively.

Additional Information

Local Group Collective balances at June 30, 2024 and June 30, 2023 are as follows:

	June 30, 2024	June 30, 2023
Collective deferred outflows of resources	1,079,580,780	1,080,204,730
Collective deferred inflows of resources	1,611,322,898	1,780,216,457
Collective net pension liability	13,588,045,796	14,606,489,066
District s Proportion	0.0213589055%	0.0220915808%

NOTE 8. PENSION PLANS, (continued)

ACCOUNTING AND FINANCIAL REPORTING FOR PENSION IN THE DISTRICT-WIDE STATEMENTS PER - GASB NO. 68, (continued)

Public Employees Retirement System (PERS), (continued)

Actuarial Assumptions

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

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

Mortality Rates

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality 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 a 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

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

NOTE 8. PENSION PLANS, (continued)

ACCOUNTING AND FINANCIAL REPORTING FOR PENSION IN THE DISTRICT-WIDE STATEMENTS PER - GASB NO. 68, (continued)

Public Employees Retirement System (PERS), (continued)

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
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%

NOTE 8. PENSION PLANS, (continued)

ACCOUNTING AND FINANCIAL REPORTING FOR PENSION IN THE DISTRICT-WIDE STATEMENTS PER - GASB NO. 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 non-employer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

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

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

	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	$3,888,849	$2,902,258	$2,107,894

NOTE 8. PENSION PLANS, (continued)

ACCOUNTING AND FINANCIAL REPORTING FOR PENSION IN THE DISTRICT-WIDE STATEMENTS PER - GASB NO. 68, (continued)

Public Employees Retirement System (PERS), (continued)

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 financial report may be accessed at 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 non-employer 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 non-employer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer.

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:	
District's proportionate share	$ -0-
State's proportionate share associated with the District	36,943,479
	$ 36,943,479

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 0.0747463818%.

NOTE 8. PENSION PLANS, (continued)

ACCOUNTING AND FINANCIAL REPORTING FOR PENSION IN THE DISTRICT-WIDE STATEMENTS PER - GASB NO. 68, (continued)

Teachers Pensions and Annuity Fund (TPAF), (continued)

For the year ended June 30, 2023, the District recognized on-behalf pension expense and revenue of $(3,200,255) for contributions provided by the State in the District-Wide Financial Statements.

Actuarial Assumptions

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

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

Mortality Rates

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

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

NOTE 8. PENSION PLANS, (continued)

ACCOUNTING AND FINANCIAL REPORTING FOR PENSION IN THE DISTRICT-WIDE STATEMENTS PER - GASB NO. 68, (continued)

Teachers Pensions and Annuity Fund (TPAF), (continued)

Long-Term Expected Rate of Return

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

Asset 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%	10.66%
Real Estate	8.00%	12.40%
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%

NOTE 8. PENSION PLANS, (continued)

ACCOUNTING AND FINANCIAL REPORTING FOR PENSION IN THE DISTRICT-WIDE STATEMENTS PER - GASB NO. 68, (continued)

Teachers Pensions and Annuity Fund (TPAF), (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 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 to determine 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 9. POST EMPLOYMENT BENEFITS

General Information about the OPEB Plan

State Health Benefit State Retired Employees Plan

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

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

NOTE 9. POST EMPLOYMENT BENEFITS, (continued)

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

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

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

Plan membership

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

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

Measurement Focus and Basis of Accounting

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

The accrual basis of accounting is used for measuring financial position and changes in net position of the postemployment health benefit plan. Under this method, contributions are recorded in the

NOTE 9. POST EMPLOYMENT BENEFITS (OPEB), (continued)

Measurement Focus and Basis of Accounting, (continued)

accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of the plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

Total Non-employer OPEB Liability

The State of New Jersey, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to the OPEB Plan for qualified retired TPAF, PERS, PFRS and ABP pension participants. The District's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is 0.00%. Accordingly, the District did not recognize any portion of the collective net OPEB liability on the statement of net position.

The State's proportionate share of the net OPEB liability associated with the District as of June 30, 2024 is $36,814,702. Since the OPEB liability associated with the District is 100% attributable to the State, the OPEB liability will be referred to as the total non-employer OPEB liability.

The total non-employer OPEB liability was measured as of June 30, 2024, and was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. For the June 30, 2024, measurement date, the State's proportionate share of the non-employer OPEB liability associated with the District was 0.0617172051%, which was an increase/(decrease) of (0.0020087936%) from its proportion measured as of June 30, 2023.

The actuarial assumptions and other inputs vary for each plan member depending on the pension plan the member is enrolled in. The actuarial valuation at July 1, 2023, which was rolled forward to June 30, 2024, used the following actuarial assumptions, applied to all periods in the measurement:

	TPAF/ABP*	PERS*	PFRS*
Salary Increases:	2.75 – 5.65%	2.75 – 6.55%	3.25 – 16.25%

* Based on service years

NOTE 9. POST EMPLOYMENT BENEFITS (OPEB), (continued)

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

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

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

Health Care Trend Assumptions – For pre-Medicare medical benefits, the trend rate is initially 7.50% and decreases to a 4.50% long-term 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%

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.

NOTE 9. POST EMPLOYMENT BENEFITS (OPEB), (continued)

Changes in the Total OPEB Liability

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

Service Costs	1,494,857
Interest Costs	1,211,853
Change of Benefit Terms	-
Difference Between Expected and Actual Experiences	(1,120,411)
Changes in Assumptions	2,754,229
Contribution from the Member	31,690
Gross Benefit Payments	(925,512)
Net Changes in total Share of OPEB Liability	3,446,706
Total OPEB Liability - Beginning	33,367,996
Total OPEB Liability - Ending	36,814,702

Differences between expected and actual experience reflect an increase in liability for the measurement period from June 30, 2023, to June 30, 2024, due to the combined effect of updates in census information and premium and claims experience.

Changes in assumptions reflect an increase in the liability for the measurement period from June 30, 2023, to June 30, 2024, due to the combined effect of the discount rate change and changes in the trend update.

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

The State's proportionate share of the total non-employer OPEB liability as of June 30, 2024, associated with the District, using a discounted rate of 3.93%, as well as using a discount rate that is 1% lower or 1% higher than the current rate used is as follows:

	1% Decrease	At Current Discount Rate	1% Increase
State of New Jersey's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the Employer	2.93%	3.93%	4.93%
	43,117,901	36,814,702	31,745,622

NOTE 9. POST EMPLOYMENT BENEFITS (OPEB), (continued)

Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Healthcare Cost Trend Rates

The State's proportionate share of the total non-employer OPEB liability as of June 30, 2024, associated with the District, using healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rate used is as follows:

State of New Jersey's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the Employer	1% Decrease	Healthcare Cost Trend Rate	1% Increase
	30,666,915	36,814,702	44,822,601

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

OPEB Expense – For the fiscal year ended June 30, 2025, the District recognized $1,559,901 in OPEB revenue and expense in the government-wide financial statements for the State's proportionate share of the OPEB Plan's OEPB expense associated with the District. This revenue and expense was based on the OPEB Plan's June 30, 2024 measurement date.

Deferred Outflows and Inflows of Resources – In accordance with GASB No. 75, the District's proportionate share of the OPEB liability is $ -0-. As such, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources by the District, however, at June 30, 2025, the State's proportionate share of the total non-employer OPEB liability's deferred outflows of resources and deferred inflows of resources associated with the District from the following sources are:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between Expected and Actual Experience	3,936,899	6,875,116
Changes of Assumptions	6,174,793	7,197,836

NOTE 9. POST EMPLOYMENT BENEFITS (OPEB), (continued)

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:

2025	(1,305,860)
2026	(1,094,972)
2027	(520,077)
2028	136,685
2029	(949,041)
Thereafter	(227,995)

NOTE 10. DEFERRED COMPENSATION

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

Metlife	Financial Resource & Retirement Advisory, Inc.
The Equitable	Siracusa Benefits Program
Lincoln Financial Group	AIH Valic

NOTE 11. RISK MANAGEMENT

The District is exposed to various risks of loss related to general liability, automobile coverage; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Board has obtained insurance coverage to guard against these events to minimize the exposure to the District should they occur.

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

New Jersey Unemployment Compensation Insurance - The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. The table below is a summary of District contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the District's for the current and previous two years:

NOTE 11. RISK MANAGEMENT, (continued)

Fiscal Year	Interest Earnings/ District Contributions	Employee Contributions	Amount Reimbursed	Ending Balance
2024-2025	33,861	17,673	77,343	136,973
2023-2024	3,697	11,572	23,426	150,751
2022-2023	3,530	12,616	17,443	170,939

NOTE 12. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Borough of Wanaque Board of Education by inclusion of $100.00 on October 10, 2001 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

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

Beginning balance, July 1, 2024	940,705
Interest earned	32,417
Deposit per Board Resolution	154,680
Budgeted Withdrawal	(300,000)
Ending balance June 30, 2025	827,802

The balance in the capital reserve account at June 30, 2025 does not exceed the balance of local support costs of uncompleted capital projects in its LFRP. Withdrawals from the capital reserve, where applicable, are for use in a DOE approved facilities project, consistent with the District's Long-Range Facilities Plan.

NOTE 13. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account was established by the Board of Education resolution adopted on June 23, 2009, in the amount of $25,000.00. The account is maintained in the general fund. The maintenance reserve account is used to accumulate funds for the required maintenance of a facility in accordance with the EFCFA (N.J.S.A. 18A:7G-9). EFCFA requires that upon district completion of a school facilities project, the district must submit a plan for the maintenance of that facility. All such plans must include a provision for a maintenance reserve fund.

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

Beginning balance, July 1, 2024	704,119
Deposit per Board resolution	100,000
Less: Budgeted Withdrawal	(312,136)
Ending balance, June 30, 2025	491,983

NOTE 14. EMERGENCY RESERVE ACCOUNT

Pursuant to N.J.S.A. 18A-41 a Board of Education may establish a current expense emergency reserve account by board resolution. A Board of Education may appropriate funds to establish or supplement the reserve account in the District's annual budget or through a transfer by board resolution at year end.

Commissioner approval is required for a district to withdraw funds from an established emergency reserve account. Withdrawals may only be made for "unanticipated general fund current expense." A district must submit a request to withdraw funds to the executive county superintendent (ESC). The ECS will review the information to determine whether the withdrawal is needed for T&E or to finance school security improvements, including improvements to school facilities, or if other options are available. The ECS will forward his/her recommendation to the Commissioner and a decision will be made on an expedited basis. The only exceptions were Commissioner approval is not required are:

1.) For a withdrawal that is necessary to meet an increase in total health care costs in excess of four percent and the District did not receive an automatic adjustment for health care costs pursuant to N.J.A.C. 6A:23A-11.4; or

2.) For a withdrawal that was included in the original budget certified for taxes to financial school security improvements, including improvements to school facilities.

Commissioner approvals will only be granted for withdrawals necessary to finance unanticipated general fund current expenditures necessary to provide a thorough and efficient (T&E) education or to finance school security improvements, including improvements to school facilities.

NOTE 14. EMERGENCY RESERVE ACCOUNT, (continued)

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

Beginning balance, July 1, 2024	75,000
Ending balance, June 30, 2025	75,000

NOTE 15. INVENTORY

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

Food	834
Commodities	5,786
Supplies	1,035
	7,655

The United States Department of Agriculture (USDA) commodity portion of the Food Service Fund inventory consists of food donated by USDA. It is valued at estimated market prices by USDA. The amount of unused commodities at year end is reported on Schedule A as unearned revenue.

NOTE 16. CALCULATION OF EXCESS SURPLUS

In accordance with *N.J.S.A.* 18A:7F-7, as amended, the designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to 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 the subsequent years' budget. The excess fund balance at June 30, 2025 is $900,000, of this amount $450,000 is the result of current year's operations.

NOTE 17. FUND BALANCE APPROPRIATED

General Fund (B-1) - Of the $2,959,061 General Fund fund balance at June 30, 2025, $261,108 is restricted for encumbrances, $900,000 is restricted as excess surplus in accordance with *N.J.S.A.* 18A:7F-7, $450,000 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2026; $827,802 has been restricted in the Capital Reserve Account; $136,973 has been restricted in the unemployment compensation account; $491,983 has been restricted in the Maintenance Reserve Account; $75,000 has been restricted for Current Expense Emergency Reserve and $266,195 is unrestricted and unassigned.

Special Revenue Fund (B-1) - $87,738 is restricted for Student Activities.

Capital Projects Fund (B-1) - $94,464 is reserved for Capital Reserve.

Debt Service Fund (B-1) - $1 is restricted for Debt Service.

NOTE 18. CONTINGENT LIABILITIES

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

Litigation – Counsel has advised us that no pending or threatened litigation, claims, or assessments exist that are material to the District's Financial position.

NOTE 19. SUBSEQUENT EVENTS

The District has evaluated subsequent events through January 8, 2026, the date which the financial statements were available to be issued and no additional items were noted for disclosure.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

WANAQUE BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	16,947,379	-	16,947,379	16,947,379	-
Tuition From Individuals	114,500	-	114,500	103,855	(10,645)
Tuition From Other LEA's Within the State	132,961	-	132,961	90,448	(42,513)
Transportation Fees from Individuals	10,000	-	10,000	17,500	7,500
Transportation Fees from Other LEAs	12,305	-	12,305	11,925	(380)
Unrestricted Miscellaneous Revenues	125,400	-	125,400	125,950	550
Interest Earned on Maintenance Reserve	100	-	100	-	(100)
Interest Earned on Capital Reserve Funds	1,500	-	1,500	32,417	30,917
Total - Local Sources	17,344,145	-	17,344,145	17,329,474	(14,671)
State Sources:					
Categorical Transportation Aid	11,642	-	11,642	11,642	-
Extraordinary Aid	350,000	-	350,000	269,818	(80,182)
Categorical Special Education Aid	633,966	-	633,966	633,966	-
Equalization Aid	744,801	-	744,801	744,801	-
Categorical Security Aid	23,490	-	23,490	23,490	-
Menstrual Product Reimbursement	-	4,229	4,229	4,229	-
Non Public Transportation Aid	-	-	-	15,878	15,878
On-behalf TPAF Pension (non-budgeted)	-	-	-	3,027,982	3,027,982
On-behalf TPAF NCGI Premium (non-budget)	-	-	-	37,509	37,509
On-behalf TPAF Post Retirement Medical (non-budget)	-	-	-	895,739	895,739
On-behalf TPAF LTDI Contribution (non-budget)	-	-	-	1,471	1,471
TPAF Social Security (Reimbursed - Non-Budgeted)	-	-	-	639,396	639,396
Total State Sources	1,763,899	4,229	1,768,128	6,305,921	4,537,793
Federal Sources:					
Medicaid Rembursements	30,658	-	30,658	19,466	(11,192)
Total Federal Sources	30,658	-	30,658	19,466	(11,192)
Total Revenues	19,138,702	4,229	19,142,931	23,654,861	4,511,930
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction					
Preschool - Salaries of Teachers	68,883	0	68,883	67,392	1,491
Kindergarten - Salaries of Teachers	489,372	33,952	523,324	523,324	-
Grades 1-5 - Salaries of Teachers	2,367,539	4,976	2,372,515	2,372,515	-
Grades 6-8 - Salaries of Teachers	2,001,890	(80,645)	1,921,245	1,917,743	3,502
Regular Programs - Home Instruction:					
Salaries of Teachers	2,000	-	2,000	-	2,000
Other Purchased Services (400-500 series)	500	-	500	-	500
General Supplies	400	-	400	-	400
Regular Programs - Undistributed Instruction					
Other Purchased Services (400-500 series)	102,310	21,125	123,435	122,701	734
General Supplies	80,565	16,900	97,465	62,336	35,129
Textbooks	213,238	(4,600)	208,638	191,903	16,735
Other Objects	2,348	(100)	2,248	2,231	17
TOTAL REGULAR PROGRAMS - INSTRUCTION	5,329,045	(8,391)	5,320,654	5,260,147	60,507
Learning and/or Language Disabilities Mild or Moderate:					
Salaries of Teachers	367,706	2,352	370,058	368,386	1,672
Other Salaries for Instruction	113,057	(18,397)	94,660	94,471	189
General Supplies	1,000	-	1,000	586	414
Total Learning and/or Language Disabilities	481,763	(16,045)	465,718	463,443	2,275
Emotional Regulation Impairment:					
Salaries of Teachers	157,579	(62,978)	94,601	94,601	-
Other Salaries for Instruction	113,903	(59,123)	54,780	54,780	-
General Supplies	400	-	400	325	75
Total Emotional Regulation Impairment	271,882	(122,102)	149,780	149,706	75
Multiple Disabilities					
Salaries of Teachers	110,827	(1,760)	109,067	109,067	-
Other Salaries for Instruction	77,040	(37,557)	39,483	39,483	-
General Supplies	200	-	200	200	0
Total Multiple Disabilities	188,067	(39,318)	148,749	148,749	0

WANAQUE BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Resource Room/Resource Center:					
Salaries of Teachers	967,039	47,367	1,014,406	1,011,107	3,299
Other Salaries for Instruction	533,134	77,672	610,806	608,566	2,240
General Supplies	2,000	(280)	1,720	1,490	230
Total Resource Room/Resource Center	1,502,173	124,759	1,626,932	1,621,163	5,769
Autism:					
Salaries of Teachers	180,498	10,686	191,184	191,184	-
Other Salaries for Instruction	74,858	38,519	113,377	113,377	-
General Supplies	600	5,000	5,600	4,751	849
Total Autism	255,956	54,205	310,161	309,312	849
Preschool Disabilities - Part-Time:					
Salaries of Teachers	100,648	4,607	105,255	104,288	967
Other Salaries for Instruction	76,013	(14,456)	61,557	60,692	865
General Supplies	800	(32)	768	768	-
Total Preschool Disabilities - Part-Time	177,461	(9,881)	167,580	165,747	1,832
Preschool Disabilities - Full-Time:					
Salaries of Teachers	152,981	12,939	165,920	133,648	32,272
Other Salaries for Instruction	74,345	55,956	130,301	128,886	1,414
General Supplies	10,970	5,500	16,470	15,189	1,281
Total Preschool Disabilities - Full-Time	238,296	74,395	312,691	277,724	33,686
Home Instruction:					
Salaries of Teachers	6,000	11,118	17,118	17,118	-
Other Purchased Services (400-500 series)	250	-	250	-	250
Total Home Instruction:	6,250	11,118	17,368	17,118	250
TOTAL SPECIAL EDUCATION - INSTRUCTION	3,121,848	77,131	3,198,979	3,152,962	44,736
Basic Skills/Remedial - Instruction					
Salaries of Teachers	599,137	(92,583)	506,554	502,620	3,933
General Supplies	1,200	-	1,200	616	584
Total Basic Skills/Remedial - Instruction	600,337	(92,583)	507,754	503,237	4,517
Bilingual Education - Instruction					
Salaries of Teachers	141,614	3,231	144,845	143,980	865
General Supplies	400	-	400	145	255
Total Bilingual Education - Instruction	142,014	3,231	145,245	144,125	1,120
School-Spon. Co/Extra Curr. Actvts. - Inst					
Salaries	100,000	(56)	99,944	74,996	24,948
Supplies and Materials	375	-	375	-	375
Total School-Spon. Co/Extra Curr. Actvts. - Inst	100,375	(56)	100,319	74,996	25,323
Before/After School Program - Instruction:					
Salaries of Teachers	-	56	56	56	-
Total Before/After School Program - Instruction	-	56	56	56	-
Total Instruction	9,293,619	(20,613)	9,273,006	9,135,522	136,203
Undistributed Expenditures - Instruction (Tuition)					
Tuition to Other LEAS Within the State - Regular	15,500	(3,512)	11,988	1,988	10,000
Tuition to Other LEAS Within the State - Special	28,500	(14,280)	14,220	14,220	-
Tuition to Priv.Sch. For the Disabled W/I State	778,422	(56,104)	722,318	627,820	94,497
Total Undistributed Expenditures - Instruction (Tuition)	822,422	(73,896)	748,526	644,028	104,497
Undistributed Expend. - Attend. & Social Work					
Salaries	15,011	67	15,078	15,078	-
Total Undistributed Expend. - Attend. & Social Work	15,011	67	15,078	15,078	-
Undist. Expenditures - Health Services					
Salaries	176,397	13,501	189,898	189,898	-
Purchased Professional and Technical Services	1,000	(720)	280	280	-
Supplies and Materials	6,000	2,226	8,226	3,997	4,229
Supplies - Munstrual Products	-	4,229	4,229	4,229	-
Total Undist. Expenditures - Health Services	183,397	19,235	202,632	198,403	4,229

WANAQUE BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.-Speech, OT, PT and Related Svcs					
Salaries	359,616	42,005	401,621	401,397	224
Purchased Professional - Educational Services	122,675	13,131	135,806	123,590	12,216
Supplies and Materials	1,200	2,591	3,791	3,163	628
Total Undist. Expend.-Speech, OT, PT and Related Svcs	483,491	57,727	541,218	528,150	13,068
Undist Expend-Oth Supp Serv Std-Extra Serv					
Purchased Professional - Educational Services	333,426	93,810	427,236	364,480	62,755
Total Undist Expend-Oth Supp Serv Std-Extra Serv	333,426	93,810	427,236	364,480	62,755
Undist. Expenditures - Guidance					
Salaries of Other Professional Staff	142,486	1,477	143,963	143,963	-
Supplies and Materials	1,170	(207)	963	963	-
Other Objects	9,551	(3,913)	5,638	5,638	-
Total Undist. Expenditures - Guidance	153,207	(2,643)	150,564	150,564	-
Undist. Expenditures - Child Study Teams					
Salaries of Other Professional Staff	555,538	(3,149)	552,389	552,389	-
Salaries of Secretarial and Clerical Assistants	25,201	2,534	27,735	27,735	-
Purchased Professional - Educational Services	5,000	(4,600)	400	400	-
Other Purchased Services (400-500 series)	1,000	(28)	972	823	148
Supplies and Materials	8,892	536	9,428	9,279	149
Other Objects	1,500	4,706	6,206	6,206	-
Total Undist. Expenditures - Child Study Teams	597,131	(1)	597,129	596,832	298
Undist. Expend.-Improv. Of Inst. Serv.					
Sal of Supervisor of Instruction	125,000	-	125,000	125,000	0
Sal of Secr and Clerical Assist.	54,190	1,559	55,749	55,749	-
Purchased Prof- Educational Services	25,000	(21,325)	3,675	3,675	-
Other Purch Services (400-500)	42,128	(2,453)	39,675	36,692	2,983
Supplies and Materials	1,200	(324)	876	750	126
Other Objects	-	3,160	3,160	3,160	-
Total Undist. Expend.-Improv. Of Inst. Serv	247,518	(19,384)	228,135	225,026	3,109
Undist. Expend.-Edu. Media Serv./Library					
Salaries	108,029	1,179	109,208	109,208	-
Other Purchased Services (400-500 Series)	500	-	500	-	500
Supplies and Materials	5,500	-	5,500	5,243	257
Total Undist. Expend.-Edu. Media Serv./Library	114,029	1,179	115,208	114,451	757
Undist. Expend.-Instr. Staff Training Serv.					
Other Purchased Services (400-500 series)	55,424	-	55,424	51,776	3,648
Total Undist. Expend.-Instr. Staff Training Serv.	55,424	-	55,424	51,776	3,648
Undist. Expend.-Support Serv.-Gen. Admin.					
Salaries	302,259	(51,419)	250,840	246,703	4,136
Legal Services	58,937	(11,500)	47,437	18,512	28,924
Audit Fees	49,250	-	49,250	24,250	25,000
Other Purchased Professional Services	10,000	6,924	16,924	16,742	182
Communications/Telephone	39,013	17,108	56,121	49,085	7,035
BOE Other Purchased Services	5,000	200	5,200	3,465	1,735
Misc. Purch Servv (400-500)[Other than 530 & 585]	67,653	7,719	75,372	73,536	1,836
General Supplies	2,500	1,362	3,862	3,802	60
Miscellaneous Expenditures	2,000	(1,580)	420	420	-
BOE Membership Dues and Fees	11,500	950	12,450	11,791	659
Total Undist. Expend.-Support Serv.-Gen. Admin.	548,112	(30,238)	517,874	448,306	69,568
Undist. Expend.-Support Serv.-School Admin.					
Salaries of Principals/Asst. Principals/Prog Dir	350,064	13,904	363,968	361,468	2,500
Salaries of Secretarial and Clerical Assistants	118,678	4,996	123,674	123,674	-
Other Purchased Services (400-500 series)	8,750	(1,040)	7,710	7,688	22
Supplies and Materials	5,568	3,162	8,730	7,440	1,291
Other Objects	3,500	8,121	11,621	11,401	220
Total Undist. Expend.-Support Serv.-School Admin.	486,560	29,143	515,703	511,670	4,033
Undist. Expend. - Central Services:					
Salaries	351,948	(39,244)	312,704	312,704	0
Purchased Technical Services	34,000	36,504	70,504	67,003	3,501
Misc. Purchased Services (400-500)[O/T 594]	5,600	2,540	8,140	7,438	702
Supplies and Materials	2,500	500	3,000	2,099	901
Miscellaneous Expenditures	3,200	200	3,400	3,283	117
Total Undist. Expend. - Central Services:	397,248	500	397,748	392,527	5,221

WANAQUE BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend.- Admin. Info Technology					
Salaries	128,565	5,860	134,425	134,425	-
Purchased Professional Services	500	-	500	-	500
Purchased Technical Services	12,100	4,500	16,600	15,178	1,422
Other Purchased Services (400-500 series)	35,750	(808)	34,942	25,067	9,875
Supplies and Materials	10,000	11,978	21,978	11,759	10,219
Other Objects	1,140	1,860	3,000	2,502	498
Total Undist. Expend.- Admin. Info Technology	188,055	23,390	211,445	188,930	22,515
Undist. Expend.-Required Maint for Sch Fac.					
Salaries	159,700	2,910	162,610	156,920	5,690
Cleaning, Repair and Maintenance Services	206,798	(40,000)	166,798	155,171	11,627
General Supplies	25,227	2,000	27,227	24,263	2,963
Other Objects	7,205	(2,810)	4,395	3,563	832
Total Undist. Expend.-Required Maint for Sch Fac.	398,930	(37,900)	361,030	339,917	21,113
Undist. Expend. - Custodial Services					
Salaries	700	-	700	-	700
Salaries of Non-Insructional Aides	68,620	1,867	70,487	69,904	584
Cleaning, Repair and Maintenance Services	872,586	(219)	872,367	872,367	-
Other Purchased Property Services	23,000	643	23,643	23,329	314
Insurance	110,000	2,409	112,409	112,400	9
Miscellaneous Purchased Services	14,000	(200)	13,800	13,313	487
General Supplies	65,611	193	65,803	63,625	2,178
Energy (Natural Gas)	40,000	24,376	64,376	64,376	-
Energy (Electricity)	90,000	12,161	102,161	91,764	10,397
Interest - ESIP Bonds	28,062	-	28,062	28,062	0
Principal - ESIP Bonds	97,412	-	97,412	97,412	0
Total Undist. Expend. - Custodial Services	1,409,991	41,229	1,451,220	1,436,551	14,669
Undist Expend.-Care and Upkeep of Grounds					
Cleaning, Repair, and Maintenance Services	15,000	7,000	22,000	8,400	13,600
General Supplies	3,798	1,500	5,298	4,388	910
Total Undist Expend.-Care and Upkeep of Grounds	18,798	8,500	27,298	12,788	14,510
Security					
Purchased Professional and Technical Services	3,132	-	3,132	2,297	835
General Supplies	10,000	-	10,000	3,778	6,222
Total Security	13,132	-	13,132	6,075	7,057
Total Undist. Expend.-Oper. And Maint. Of Plant Serv.	1,840,851	11,829	1,852,680	1,795,331	57,349
Undist. Expend. - Student Transportation Serv.					
Management Fee - ESC & CTSA Trans. Program	50,000	-	50,000	41,273	8,727
Contract. Serv. - Aid in Lieu Pymts-NonPub Sch	50,000	-	50,000	41,691	8,309
Contract. Serv. - (Bet. Home and Sch) - Vendors	53,000	5,400	58,400	58,400	-
Contract. Serv. - (Reg. Students)-ESCs & CTSAs	90,000	5,000	95,000	89,138	5,862
Contract. Serv. - (Spl. Ed. Students)-ESCs & CTSAs	800,000	(50,400)	749,600	596,192	153,408
Total Undist. Expend. - Student Transportation Serv.	1,043,000	(40,000)	1,003,000	826,695	176,305
UNALLOCATED BENEFITS					
Group Insurance	6,000	-	6,000	5,078	922
Social Security Contributions	184,515	44,000	228,515	227,673	842
T.P.A.F. Contributions - ERIP	10,000	-	10,000	440	9,560
Other Retirement Contributions - PERS	307,000	-	307,000	290,638	16,362
Other Retirement Contributions - Regular	3,777	-	3,777	3,425	352
Unemployment Compensation	28,481	-	28,481	28,481	-
Workmen's Compensation	70,000	-	70,000	68,764	1,237
Health Benefits	2,806,518	(82,774)	2,723,744	2,614,403	109,341
Tuition Reimbursement	37,500	-	37,500	34,704	2,796
Other Employee Benefits	3,750	444	4,194	2,925	1,269
Unused Sick Payment to Terminated/Retired Staff	7,000	(7,000)	-	-	-
TOTAL UNALLOCATED BENEFITS	3,464,541	(45,330)	3,419,211	3,276,530	142,681
On-behalf TPAF Pension (non-budgeted)	-	-	-	3,027,982	(3,027,982)
On-behalf TPAF LTDI Contribution (non-budget)	-	-	-	1,471	(1,471)
On-behalf TPAF NCGI Premium (non-budget)	-	-	-	37,509	(37,509)
On-behalf TPAF Post Retirement Medical (non-budget)	-	-	-	895,739	(895,739)
TPAF Social Security (Reimbursed - Non-Budgeted)	-	-	-	639,396	(639,396)
TOTAL ON-BEHALF CONTRIBUTIONS	-	-	-	4,602,097	(4,602,097)
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	3,464,541	(45,330)	3,419,211	7,878,627	(4,459,416)

WANAQUE BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
TOTAL UNDISTRIBUTED EXPENDITURES	10,973,423	25,388	10,998,811	14,930,875	(3,932,064)
TOTAL GENERAL CURRENT EXPENSE	20,267,042	4,774	20,271,817	24,066,397	(3,794,580)
CAPITAL OUTLAY					
Assets Acquired Under Fiananced Purchase Agreements (non-budgeted)					
Equipment					
Admin Information Technology	-	-	-	89,318	(89,318)
TOTAL CAPITAL OUTLAY	-	-	-	89,318	(89,318)
TOTAL EXPENDITURES	20,267,042	4,774	20,271,817	24,155,715	(3,883,898)
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	(1,128,340)	(545)	(1,128,886)	(500,854)	628,032
Other Financing Sources (uses):					
Operating Transfers:					
Transfer from Other Funds	50,000	-	50,000	-	(50,000)
Capital Reserve - Transfer to Capital Projects	(300,000)	-	(300,000)	-	300,000
Financed Purchase (Non-budgeted)	-	-	-	89,318	89,318
Total Other Financing Sources (uses):	(250,000)	-	(250,000)	89,318	339,318
Excess (Deficiency) of Revenues and Other Financing					
Sources Over (Under) Expenditures and Other					
Financing Sources (Uses)	(1,378,340)	(545)	(1,378,886)	(411,536)	967,350
Fund Balance, July 1	3,509,566	-	3,509,566	3,509,566	-
Fund Balance, June 30	2,131,226	(545)	2,130,680	3,098,030	967,350
Recapitulation of excess/(deficiency) of revenues under expenditures:					
Adjustment for prior year encumbrances	(306,013)	-	(306,013)	(306,013)	-
Budgeted Fund Balance	(461,791)	(545)	(462,336)	219,517	681,853
Increase in Capital Reserve:					
Interest	1,500	-	1,500	32,417	30,917
Principal	-	-	-	154,680	154,680
Increase in Maintenance Reserve:					
Interest	100	-	100	-	(100)
Principal	-	-	-	100,000	100,000
Budgeted Withdrawal Maintenance Reserve Account	(312,136)	-	(312,136)	(312,136)	-
Budgeted Withdrawal from Capital Reserve Account	(300,000)	-	(300,000)	(300,000)	-
	(1,378,340)	(545)	(1,378,886)	(411,536)	967,350

Recapitulation:

Assigned:	
Year End Encumbrances	261,108
Restricted:	
Excess Surplus:	
Prior Year - Designated for Subsequent Year's Expenditures	450,000
Current Year	450,000
Capital Reserve	827,802
Maintenance Reserve	491,983
Current Expense Emergency Reserve	75,000
Unemployment Compensation	136,973
Unassigned	405,164
	3,098,030
Reconciliation to Government Fund Statements (GAAP):	
Less: State Aid Payment not Recognized on GAAP Basis	(138,969)
Fund Balance per Governmental Funds (GAAP)	2,959,061

Exhibit C-2

WANAQUE BOROUGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Original Budget	Budget Transfers/ Adjustments	Final Budget	Actual	Variance Final to Actual	
REVENUES:						
Local Sources	-	14,496	14,496	123,215	108,719	Note 1
Federal Sources	459,069	4,324	463,393	461,845	(1,548)	
Total Revenues	459,069	18,820	477,889	585,060	107,171	
EXPENDITURES:						
Instruction						
Salaries of Teachers	130,570	(6,576)	123,994	123,994	-	
Other Salaries for Instruction	-	14,419	14,419	14,419	-	
Purchased Services	-	3,498	3,498	3,498	-	
Other Purchased Services	244,470	10,657	255,127	255,127	-	
Instructional Supplies	-	4,696	4,696	4,610	86	
Total Instruction	375,040	26,694	401,734	401,648	86	
Support Services						
Personnel Services - Salaries	51,703	(9,364)	42,339	41,434	905	
Purchased Tech. Services	22,950	535	23,485	23,373	112	
Supplies and Materials	1,264	4,067	5,331	4,800	531	
Student Activities	-	-	-	98,811	(98,811)	Note 1
Total Support Services	75,917	(4,762)	71,155	168,418	(97,263)	
Facilities Acquisition and Construction Services:						
Non-instructional Equipment	8,112	(3,112)	5,000	5,000	-	
Total Facilities Acquisition and Construction S	8,112	(3,112)	5,000	5,000	-	
Total Expenditures	459,069	18,820	477,889	575,066	(97,177)	
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (	-	-	-	9,994	9,994	
Fund Balance, July 1				77,744		
Fund Balance, June 30				87,738		
Recapitulation:						
Restricted:						
Student Activities				87,738		

Note 1 - Not Required to budget for these funds.

WANAQUE BOROUGH SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
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	[C-1]&[C-2]	23,654,861	585,060
Difference - budget to GAAP:			
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.			
Add: Prior Year Encumbrances		-	2,269
Less: Current Year Encumbrances		-	(6,864)
The last State Aid payment is 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).			
State Aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.		(138,969)	-
State Aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.		130,547	-
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - government funds.	[B-2]	23,646,439	580,465
Uses/outflows of resources			
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1]&[C-2]	24,155,715	575,066
Differences - budget to GAAP			
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.			
Add: Prior Year Encumbrances		-	2,269
Less: Current Year Encumbrances		-	(6,864)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - government fund	[B-2]	24,155,715	570,471

REQUIRED SUPPLEMENTARY INFORMATION - PART III

Exhibit L-1

WANAQUE BOROUGH SCHOOL DISTRICT
Schedules of Required Supplementary Information
Schedule of District's Proportionate Share of Net Pension Liability - PERS
Last 10 Fiscal Years*

Fiscal Year Ending June30,	District's Proportion Share of the Net Pension Liability (Asset)	District's Proportion Share of the Net Pension Liability (Asset)	District's Covered Payroll - PERS Employee's	Proportion Share of the Net Pension Liability (Asset) as a percentage of its Covered Payroll	Plan Fiduciary Net Position as a percentage of the total Pension Liability
2016	0.0155369383%	3,487,731	1,044,171	334.02%	47.93%
2017	0.0200370173%	5,934,390	1,193,795	497.10%	59.86%
2018	0.0165632692%	3,855,664	1,287,058	299.57%	48.10%
2019	0.0177770300%	3,500,208	1,358,262	257.70%	53.60%
2020	0.0190883070%	3,439,423	1,373,115	250.48%	56.27%
2021	0.0203271712%	3,314,830	1,543,965	214.70%	58.32%
2022	0.0190208278%	2,253,302	1,604,808	140.41%	70.33%
2023	0.0227375956%	3,431,416	1,636,407	209.69%	62.91%
2024	0.0220915808%	3,199,827	1,688,130	189.55%	65.23%
2025	0.0213589055%	2,902,258	1,758,025	165.09%	68.22%

Exhibit L-2

WANAQUE BOROUGH SCHOOL DISTRICT
Schedules of Required Supplementary Information
Schedule of District's Contributions - PERS
Last 10 Fiscal Years*

Fiscal Year Ending June30,	Contractually Required Contribution	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	District's PERS Covered-Employee Payroll	Contributions as a Percentage of PERS Covered-Employee Payroll
2016	133,576	133,576	-	1,044,171	12.79%
2017	178,006	178,006	-	1,193,795	14.91%
2018	153,441	153,441	-	1,287,058	11.92%
2019	176,824	176,824	-	1,358,262	13.02%
2020	185,673	185,673	-	1,373,115	13.52%
2021	222,369	222,369	-	1,543,965	14.40%
2022	222,756	222,756	-	1,604,808	13.88%
2023	286,732	286,732	-	1,636,407	17.52%
2024	295,260	295,260	-	1,688,130	17.49%
2025	290,635	290,635	-	1,758,025	16.53%

Exhibit L-3

WANAQUE BOROUGH SCHOOL DISTRICT
Schedules of Required Supplementary Information
Schedule of District's Proportionate Share of Net Pension Liability - TPAF
Last 10 Fiscal Years*

Fiscal Year Ending June30,	District's Proportion Share of the Net Pension Liability (Asset)	District's Proportion Share of the Net Pension Liability (Asset)	State's Proportionate Share of the Net Pension Liability Associated with the District (Asset)	District's Covered Payroll - TPAF Employee's	District's Proportion Share of the Net Pension Liability (Asset) as a percentage of its Covered Payroll	Plan Fiduciary Net Position as a percentage of the total Pension Liability
2016	0.0782494192%	-	49,749,310	8,945,080	0.00%	28.71%
2017	0.0755364828%	-	59,421,807	9,151,255	0.00%	28.75%
2018	0.0736874274%	-	49,682,721	9,483,587	0.00%	34.07%
2019	0.0741733512%	-	47,187,493	8,274,524	0.00%	26.49%
2020	0.0743176289%	-	45,609,430	8,127,374	0.00%	26.95%
2021	0.0763545125%	-	50,278,528	8,398,101	0.00%	24.60%
2022	0.0773396757%	-	37,181,195	8,819,286	0.00%	35.52%
2023	0.0713599284%	-	36,817,738	8,928,318	0.00%	32.29%
2024	0.0745349185%	-	38,037,159	8,747,209	0.00%	34.68%
2025	0.0747463818%	-	36,943,479	8,939,731	0.00%	37.99%

WANAQUE BOROUGH SCHOOL DISTRICT
Required Supplementary Information
Schedule of School District's Contribution - TPAF
For the fiscal year ended June 30, 2025

This schedule is not applicable.

The District is not required to make any contributions towards TPAF.

There is a special funding situation where the State of New Jersey pays 100% of the required contributions.

WANAQUE BOROUGH SCHOOL DISTRICT
Note to Required Schedules of 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

Assumptions used in calculating the net pension liability and statutorily required employer contribution are presented in Note 8 of the Notes to the Financial Statements.

TEACHERS PENSION AND ANNUITY FUND (TPAF)

Change in benefit terms

None

Change in assumptions

Assumptions used in calculating the net pension liability and statutorily required employer contribution are presented in Note 8 of the Notes to the Financial Statements.

Exhibit M-1

WANAQUE BOROUGH SCHOOL DISTRICT
Schedule of Required Supplementary Information
Schedule of Changes in the District's Proportionate Share of the State OPEB Liability
Last 10 Fiscal Years*

	2025	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability								
Service Costs	1,494,857	1,485,253	1,887,520	2,322,570	1,245,270	1,152,137	1,320,367	1,592,847
Interest Costs	1,211,853	1,175,180	865,782	970,000	923,245	1,083,624	1,177,724	1,012,087
Change of Benefit Terms	-	-	-	(39,800)	-	-	-	-
Difference Between Expected and Actual Experiences	(1,120,411)	(1,143,395)	2,117,901	(7,276,091)	7,481,515	(3,595,437)	(3,371,963)	
Changes in Assumptions	2,754,229	67,256	(8,763,929)	36,890	7,693,543	379,993	(3,124,141)	(4,240,031)
Contribution from the Member	31,690	30,116	27,512	24,798	22,225	23,191	25,160	27,229
Gross Benefit Payments	(925,512)	(916,072)	(857,583)	(764,088)	(733,243)	(782,333)	(727,972)	(739,457)
Net Changes in total Share of OPEB Liability	3,446,706	698,338	(4,722,797)	(4,725,721)	16,632,555	(1,738,825)	(4,700,825)	(2,347,325)
Total OPEB Liability - Beginning	33,367,996	32,669,658	37,392,455	42,118,176	25,485,621	27,224,446	31,925,271	34,272,596
Total OPEB Liability - Ending	36,814,702	33,367,996	32,669,658	37,392,455	42,118,176	25,485,621	27,224,446	31,925,271
District's Proportionate Share of OPEB Liability	-	-	-	-	-	-	-	-
State's Proportionate Share of OPEB Liability	36,814,702	33,367,996	32,669,658	37,392,455	42,118,176	25,485,621	27,224,446	31,925,271
Total OPEB Liability - Ending	36,814,702	33,367,996	32,669,658	37,392,455	42,118,176	25,485,621	27,224,446	31,925,271
District's Covered Employee Payroll	10,697,756	10,435,339	10,564,725	10,424,094	9,942,066	9,500,489	9,632,786	9,484,840
Districts' Proportionate Share of the Total OPEB Liability as a Percentage of its Covered Payroll	0%	0%	0%	0%	0%	0%	0%	0%

Notes to Schedule:

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

Change in benefit terms	Decreae in liability due to employers adopting provisions of Chapter 44.
Change in assumptions	Assumptions used in calculating the OPEB liability are presented in Note 9 of the Notes to Financial Statements.

* GASB requires that ten years of information be presented. However, since fiscal year 2018 was the first year of GASB 75 implementation ten years is not presented. Each year thereafter, an additional year will be included until ten years of data is presented.

Other Supplementary Information

SPECIAL REVENUE FUND

Exhibit E-1

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

	Total Brought Forward From (Ex. E-1a)	Title I Part - A Improving Basic Program	Title II Part - A Teacher / Principal Training & Recruiting	Title IV Student Support & Academic Enrichment	I.D.E.A. Part B Basic	I.D.E.A. Part B Preschool	Totals 2025
REVENUES:							
Federal Sources	5,786	156,303	19,221	10,989	255,127	14,419	461,845
Local Sources	123,215	-	-	-	-	-	123,215
Total Revenues	129,001	156,303	19,221	10,989	255,127	14,419	585,060
EXPENDITURES:							
Instruction:							
Salaries of Teachers	-	123,994	-	-	-	-	123,994
Other Salaries for Instruction	-	-	-		-	14,419	14,419
Purchased Services	3,498	-	-	-	-	-	3,498
Other Purchased Services	-	-	-	-	255,127	-	255,127
Instructional Supplies	4,610	-	-	-	-	-	4,610
Total instruction	8,108	123,994	-	-	255,127	14,419	401,648
Support Services:							
Personnel Services - Salaries	-	32,309	-	9,125	-	-	41,434
Professional Technical Services	2,288	-	19,221	1,864	-	-	23,373
Supplies and Materials	4,800	-	-	-	-	-	4,800
Student Activities	98,811	-	-	-	-	-	98,811
Total Support Services	105,899	32,309	19,221	10,989	-	-	168,418
Facilities Acquisition and Construction Services:							
Non-Instructional Equipment	5,000	-	-	-	-	-	5,000
Total Facilities Acquisition and Construction Services	5,000	-	-	-	-	-	5,000
Total Expenditures	119,007	156,303	19,221	10,989	255,127	14,419	575,066
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	9,994	-	-	-	-	-	9,994
Fund Balance, July 1	77,744	-	-	-	-	-	77,744
Fund Balance, June 30	87,738	-	-	-	-	-	87,738

Exhibit E-1a

WANAQUE BOROUGH SCHOOL DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF REVENUES AND EXPENDITURES - BUDG
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	A.R.P. Homeless Children and Youth	High Impact Tutoring	Local Grants and Donations	Student Activity Fund	Total Carried Forward To (Ex. E-1)
REVENUES:					
Federal Sources	2,288	3,498	-	-	5,786
Local Sources	-	-	14,410	108,805	123,215
Total Revenues	2,288	3,498	14,410	108,805	129,001
EXPENDITURES:					
Instruction:					
Salaries of Teachers	-	-	-	-	-
Other Salaries for Instruction	-	-	-	-	-
Purchased Services	-	3,498	-	-	3,498
Other Purchased Services	-	-	-	-	-
Instructional Supplies	-	-	4,610	-	4,610
Total instruction	-	3,498	4,610	-	8,108
Support Services:					
Salaries - Support	-	-	-	-	-
Professional Technical Services	2,288	-	-	-	2,288
Supplies and Materials	-	-	4,800	-	4,800
Student Activities	-	-	-	98,811	98,811
Total Support Services	2,288	-	4,800	98,811	105,899
Facilities Acquisition and Construction Services:					
Non-Instructional Equipment	-	-	5,000	-	5,000
Total Facilities Acquisition and Construction Services	-	-	5,000	-	5,000
Total Expenditures	2,288	3,498	14,410	98,811	119,007
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	9,994	9,994
Fund Balance, July 1	-	-	-	77,744	77,744
Fund Balance, June 30	-	-	-	87,738	87,738

CAPITAL PROJECTS FUND

Exhibit F-1

WANAQUE BOROUGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

PROJECT DESCRIPTION	STATE PLAN NUMBER	APPROPRIATION	EXPENDITURES PRIOR YEARS	EXPENDITURES CURRENT YEAR	CONTRACTS PAYABLE CANCELLED	UNEXPENDED BALANCE
HASKEL SCHOOL OFFICE RENOVATIONS		1,050,000	973,200	13,287	30,951	94,464
		1,050,000	973,200	13,287	30,951	94,464

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

Expenditures and Other Financing Uses:	
Purchased professional and technical services	8,792
Construction Services	940
Equipment Purchases	3,554
Total Expenditures	13,287
Excess (deficiency) of revenue over (under) expenditures	(13,287)
Other Financing Sources/(Uses)	
Operating Transfer Out:	
Contracts Payable Cancelled	30,951
Total Other Financing Sources/(Uses):	30,951
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and other Financing Sources (Uses)	17,664
Fund balance - beginning	76,800
Fund balance - ending	94,464

WANAQUE BOROUGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND AND PROJECT STATUS - BUDGETARY BASIS
HASKELL SCHOOL OFFICE RENOVATIONS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources				
Transfer From Capital Reserve	1,050,000	-	1,050,000	1,050,000
Total Revenues	1,050,000	-	1,050,000	1,050,000
Expenditures and Other Financing Uses				
Purchase Professional and Technical Services	60,913	8,792	69,706	72,158
Constructions services	876,666	940	877,606	938,639
Equipment purchases	35,621	3,554	39,175	39,203
Total Expenditures	973,200	13,287	986,487	1,050,000
Contracts Payable Cancelled	-	30,951	30,951	-
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	76,800	17,664	94,464	-
Additional project information:				
Original Authorized Cost			800,000	
Additional Authorized Cost			250,000	
Revised Authorized Cost			1,050,000	
Percentage Increase / (Decrease) in Original Authorized Cost		31.25%		
Percentage completion		91.00%		
Est. Original target completion date		6/30/2025		
Est. Revised target completion date		6/30/2025		

PROPRIETARY FUNDS

WANAQUE BOROUGH SCHOOL DISTRICT
ENTERPRISE FUND
FOOD SERVICES
COMBINING STATEMENT OF NET POSITION
AS OF JUNE 30, 2025

ASSETS	
CURRENT ASSETS:	
Cash and cash equivalents	179,863
Accounts receivable:	
State	717
Federal	14,081
Other	6,211
Inventories	7,655
Total current assets	208,527
FIXED ASSETS:	
Equipment	222,980
Less: accumulated depreciation	(112,848)
Total fixed assets	110,132
TOTAL ASSETS	318,659
LIABILITIES AND NET POSITION	
CURRENT LIABILITIES:	
Accounts payable	20,531
Prepaid Sales	5,794
Food Distribution Program	5,786
Total Current Liabilities	32,112
NET POSITION	
Invested in Capital Assets Net of Related Debt	110,132
Unrestricted	176,415
Total Net Position	286,547
TOTAL LIABILITIES AND NET POSITION	318,659

WANAQUE BOROUGH SCHOOL DISTRICT
ENTERPRISE FUND
FOOD SERVICES
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

OPERATING REVENUES:	
Charges for services:	
Daily sales reimbursable programs	148,214
Daily sales non- reimbursable programs	93,132
Special functions/miscellaneous	12,759
Total operating revenues	254,105
OPERATING EXPENSES:	
Salaries	28,036
Employee benefits	
Purchased professional/technical services	198,993
Purchased property services	47,497
Other purchased services	18,179
Supplies and materials	19,369
Depreciation	13,382
Cost of sales - reimbursable	159,404
Cost of sales - non-reimbursable	33,008
Misc. expenditures	2,383
Total operating expenses	520,251
OPERATING INCOME (LOSS)	(266,146)
NON-OPERATING REVENUES (EXPENSES):	
State sources:	
State school lunch program	9,087
State school breakfast program	1,080
Federal sources:	
National school lunch program	160,749
National school breakfast program	35,392
Special milk program	208
Pandemic market volatility assistance program	2,772
Food distribution program	46,392
Interest	6,582
Total non-operating revenues (expenses)	262,263
Net Income (Loss) Before Operating Transfers	(3,883)
Total Net Position - Beginning of Year	290,430
Total Net Position - Ending	286,547

WANAQUE BOROUGH SCHOOL DISTRICT
ENTERPRISE FUND
FOOD SERVICES
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

CASH FLOWS USED BY OPERATING ACTIVITIES:	
Cash receipts from customers	263,261
Payments to suppliers for goods and services	(486,863)
Payments to employees	(28,036)
Net cash provided by (used for) operating activities	(251,637)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
State Sources	9,958
Federal Sources	245,240
Net cash used by noncapital financing activities	255,198
CASH FLOW FROM CAPITAL AND RELATED FINANCING ACTIVITIES:	
Purchase of equipment	(24,713)
Net cash provided by (used for) capital and related financing activities	(24,713)
CASH FLOW FROM INVESTING ACTIVITIES:	
Interest on cash equivalents	6,582
Net cash provided by (used for) investing activities	6,582
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(14,570)
CASH AND CASH EQUIVALENTS, July 1	194,433
CASH AND CASH EQUIVALENTS, June 30	179,863
Reconciliation of operating (loss) to net cash provided (for) by operating activities:	
Operating Income (loss)	(266,146)
Adjustments to reconcile operating (loss) to net cash provided (for) for operating activities:	
Depreciation	13,382
Changes in assets and liabilities:	
(Increase)/decrease in accounts receivable	9,171
(Increase)/decrease in inventory	(6,044)
Increase/(decrease) in accounts payable	(1,986)
Increase/(decrease) in unearned revenue	(16)
Total adjustments	14,509
Net cash provided by (used for) operating activities	(251,637)

LONG-TERM DEBT

Exhibit I-1

WANAQUE BOROUGH SCHOOL DISTRICT
GENERAL LONG TERM DEBT ACCOUNT GROUP
SCHEDULE OF SERIAL BONDS
AS OF JUNE 30, 2025

Issue	Date of Issue	Amount of Issue	Annual Maturities Date	Annual Maturities Amount	Interest Rate	Balance July 1, 2024	Retired	Balance June 30, 2025
2014 Refunding Bonds	08/05/14	12,430,000	9/1/2025	850,000	5.000%			
			9/1/2026	875,000	5.000%			
			9/1/2027	890,000	5.000%			
			9/1/2028	905,000	3.250%			
			9/1/2029	890,000	3.375%			
			9/1/2030	880,000	3.500%			
			9/1/2031	850,000	3.500%	6,975,000	835,000	6,140,000

Exhibit I-2

WANAQUE BOROUGH SCHOOL DISTRICT
GENERAL LONG TERM DEBT ACCOUNT GROUP
SCHEDULE OF OBLIGATIONS UNDER FINANCED PURCHASES
AS OF JUNE 30, 2025

Purpose	Date of Issue	Term of Issue	Amount of Original Issue	Balance July 1, 2024	Additions Current Year	Retired Current Year	Balance June 30, 2025
ESIP - Boilers, LED Lighting & Equipment	12/15/2020	15 Years	1,600,000	1,305,195	-	97,412	1,207,784
Technology Equipment	08/05/2021	5 Years	93,921	38,138	-	18,765	19,373
Technology Equipment	10/4/2022	4 Years	90,000	47,554	-	23,321	24,233
Technology Equipment	10/2/2023	5 Years	89,612	69,612	-	15,959	53,653
Technology Equipment	12/15/2024	5 Years	89,318	-	89,318	20,000	69,318
			1,962,851	1,460,500	89,318	175,456	1,374,361

Exhibit I-3

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:					
Local sources:					
Local tax levy	730,372	-	730,372	730,372	-
Total revenues - local sources	730,372	-	730,372	730,372	-
State sources:					
Debt service aid type II	376,253	-	376,253	376,253	-
Total state sources	376,253	-	376,253	376,253	-
TOTAL REVENUES	1,106,625	-	1,106,625	1,106,625	-
EXPENDITURES					
Regular debt service:					
Interest on Bonds	271,625	-	271,625	271,625	-
Redemption of principal	835,000	-	835,000	835,000	-
Total regular debt service	1,106,625	-	1,106,625	1,106,625	-
TOTAL EXPENDITURES	1,106,625	-	1,106,625	1,106,625	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	-	-	-
Fund balance - July 1	1	-	1	1	-
Fund balance - June 30	1	-	1	1	-

Recapitulation:

Unassigned Fund Balance	1

STATISTICAL SECTION

STATISTICAL SECTION (UNAUDITED)

Introduction to the Statistical Section

Financial Trends

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Debt Capacity

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STATISTICAL SECTION (UNAUDITED) - INTRODUCTION

J SERIES

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Financial Trends

These schedules contain trend information to help the reader understand how the district's financial performance and well-being have changes over time. **J-1 to J-5**

Revenue Capacity

These schedules contain information to help the reader assess the district's most significant local revenue sources, the property tax. **J-6 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.

Wanaque Board of Education
Net Assets/Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental activities										
Invested in capital assets, net of related debt	$ 432,685	1,093,344	2,006,861	3,001,324	3,760,625	4,114,996	4,763,808	5,779,546	3,798,028	4,305,867
Restricted	2,141,985	2,220,464	1,989,096	1,500,144	2,275,686	3,115,451	3,784,577	3,792,653	3,231,134	2,875,071
Unrestricted	(4,110,419)	(4,444,559)	(4,404,991)	(4,365,647)	(4,635,183)	(3,969,723)	(3,686,834)	(2,507,556)	(3,038,297)	(2,970,216)
Total governmental activities net assets/position	$ (1,535,749)	(1,130,751)	(409,035)	135,821	1,401,128	3,260,724	4,861,551	7,064,644	3,990,865	4,210,722
Business-type activities										
Invested in capital assets, net of related debt	$ 59,565	71,059	72,904	70,895	63,466	60,455	146,378	152,825	98,801	110,132
Unrestricted	87,108	76,936	102,605	86,160	69,079	217,735	135,318	146,404	191,629	176,415
Total business-type activities net assets/position	$ 146,673	147,995	175,509	157,055	132,545	278,189	281,696	299,229	290,430	286,547
District-wide										
Invested in capital assets, net of related debt	$ 492,251	1,164,403	2,079,765	3,072,219	3,824,091	4,175,451	4,910,186	5,932,371	3,896,829	4,415,999
Restricted	2,141,985	2,220,464	1,989,096	1,500,144	2,275,686	3,115,451	3,784,577	3,792,653	3,231,134	2,875,071
Unrestricted	(4,023,312)	(4,367,623)	(4,302,387)	(4,279,487)	(4,566,104)	(3,751,988)	(3,551,516)	(2,361,152)	(2,846,668)	(2,793,801)
Total district net assets/position	$ (1,389,076)	(982,756)	(233,526)	292,876	1,533,673	3,538,914	5,143,247	7,363,873	4,281,295	4,497,269

Source: ACFR Schedule A-1

Wanaque Board of Education
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses										
Governmental activities:										
Instruction:										
Regular	$ 8,564,352	9,097,615	8,902,490	8,769,645	8,514,853	10,137,435	8,709,449	8,626,823	8,607,467	8,278,967
Special education	4,356,912	5,352,918	5,470,736	5,195,365	4,822,561	5,327,654	4,495,427	4,324,306	4,038,444	4,420,487
Other special education	445,777	415,171	629,211	589,548	675,951	640,386	744,423	608,373	947,638	881,707
Other instruction	310,852	391,823	472,096	397,076	344,264	198,379	380,355	203,211	269,289	177,175
Support Services:										
Tuition	421,455	498,470	549,729	601,167	432,340	795,845	826,152	828,611	785,736	644,028
Student & instruction related services	2,498,269	2,676,239	2,906,209	2,649,446	2,613,902	2,731,839	3,034,639	3,375,060	2,983,907	3,178,024
General administrative services	535,336	547,644	705,257	694,035	588,154	664,858	672,619	598,924	652,506	536,025
School administrative services	784,716	865,450	960,598	823,278	755,313	878,329	784,507	592,855	777,178	749,510
Central services and admin. info. tech.	702,350	802,206	744,927	724,998	753,642	820,158	642,298	641,448	648,512	614,473
Plant operations and maintenance	1,369,309	1,521,854	1,589,999	1,518,843	1,419,628	1,394,715	1,539,351	1,694,296	1,962,450	1,934,380
Pupil transportation	509,546	664,614	763,669	861,835	679,694	558,299	788,152	1,025,233	936,513	826,695
Interest on long term debt	550,501	519,687	499,040	535,713	448,315	417,548	379,683	339,806	299,179	257,592
Total governmental activities expenses	21,049,375	23,353,691	24,193,961	23,360,949	22,048,617	24,565,445	22,997,055	22,858,945	22,908,819	22,499,063
Business-type activities:										
Food service	295,571	310,519	295,103	347,736	299,902	561,381	658,622	511,395	471,763	520,251
Total business-type activities expense	295,571	310,519	295,103	347,736	299,902	561,381	658,622	511,395	471,763	520,251
Total district expenses	$ 21,344,946	23,664,210	24,489,064	23,708,685	22,348,519	25,126,827	23,655,677	23,370,340	23,380,582	23,019,314
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction (tuition)										
Support services	$ -	-	-	-	-	24,716	93,328	97,336	103,565	108,805
Operating grants and contributions	418,075	407,037	378,536	399,717	451,589	658,595	1,016,570	1,043,331	877,649	471,659
Capital grants and contributions	-	-	-	-	-	-	-	392,816	23,272	-
Total governmental activities program revenues	418,075	407,037	378,536	399,717	451,589	683,311	1,109,898	1,533,483	1,004,486	580,464
Business-type activities:										
Charges for services:										
Food service	150,823	153,791	178,306	189,612	148,656	6,304	79,392	327,365	284,218	254,105
Operating grants and contributions	146,847	157,924	143,663	137,578	125,404	732,485	629,440	248,351	216,529	255,681
Total business type activities program revenues	297,670	311,715	321,969	327,190	274,060	738,790	708,832	575,716	500,747	509,786
Total district program revenues	$ 715,745	718,752	700,505	726,907	725,649	1,422,101	1,818,730	2,109,200	1,505,233	1,090,250
Net (Expense)/Revenue										
Governmental activities	$ (20,631,301)	(22,946,654)	(23,815,425)	(22,961,232)	(21,597,028)	(23,882,134)	(21,887,157)	(21,325,462)	(21,904,333)	(21,918,599)
Business-type activities	2,100	1,196	26,866	(20,546)	(25,842)	177,408	50,210	64,321	28,985	(10,465)
Total district-wide net expense	$ (20,629,201)	(22,945,458)	(23,788,559)	(22,981,778)	(21,622,870)	(23,704,726)	(21,836,947)	(21,261,140)	(21,875,348)	(21,929,064)

Wanaque Board of Education
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes levied for general purposes, net	$ 13,263,244	13,717,544	14,116,975	14,425,008	14,743,086	15,110,847	15,413,064	15,721,325	16,197,452	16,947,379
Taxes levied for debt service	835,700	792,324	820,809	811,849	807,576	790,614	777,397	761,145	744,397	730,372
Unrestricted grants and contributions	7,087,266	8,830,632	8,883,704	7,535,536	6,572,318	8,749,058	6,420,657	6,173,346	4,540,489	3,780,872
Restricted grants and contributions	-	-	442,341	421,858	416,024	407,286	467,777	392,105	707,389	376,253
Investment earnings	4,777	5,927	23,128	4,448	974	10,534	14,801	17,499	19,073	32,417
Miscellaneous income	594,521	5,226	250,184	307,389	322,357	383,550	347,250	413,133	153,753	271,162
Transfers	-	-	-	-	-	32,047	47,038	50,000	-	-
Total governmental activities	21,785,508	23,351,653	24,537,141	23,506,088	22,862,335	25,483,937	23,487,984	23,528,554	22,362,553	22,138,455
Business-type activities:										
Investment earnings	132	125	648	2,092	1,332	284	335	3,211	4,093	6,582
Miscellaneous income:										
Transfers	-	-	-	-	-	(32,047)	(47,038)	(50,000)	-	-
Total business-type activities	132	125	648	2,092	1,332	(31,764)	(46,703)	(46,789)	4,093	6,582
Total district-wide	$ 21,785,640	23,351,778	24,537,789	23,508,180	22,863,667	25,452,173	23,441,281	23,481,765	22,366,646	22,145,037
Change in Net Position										
Governmental activities	$ 1,154,208	404,999	721,716	544,856	1,265,307	1,601,803	1,600,827	2,203,092	458,220	219,857
Business-type activities	2,232	1,321	27,514	(18,454)	(24,510)	145,644	3,507	17,533	33,078	(3,883)
Total district	$ 1,156,439	406,320	749,230	526,402	1,240,797	1,747,447	1,604,334	2,220,625	491,298	215,974

Source: ACFR Schedule A-2

Wanaque Board of Education
Fund Balances - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund										
Restricted	$ 1,762,120	1,882,154	1,677,107	1,436,955	2,166,740	2,928,715	3,495,544	3,624,630	2,770,575	2,431,758
Assigned	113,056	233,558	199,526	31,977	85,425	71,267	212,822	86,975	317,804	261,108
Unassigned	150,242	159,578	232,426	356,415	131,465	785,760	670,315	1,487,221	290,640	266,195
Total General Fund	$ 2,025,418	2,275,290	2,109,059	1,825,347	2,383,630	3,785,742	4,378,681	5,198,826	3,379,019	2,959,061
All other governmental funds										
Restricted:										
Capital projects fund	$ 236,400	104,751	112,462	31,211	23,520	45,070	-	-	76,800	94,464
Student activities fund	-	-	-	-	-	70,397	76,210	81,047	77,744	87,738
Debt service fund	-	-	-	-	-	1	1	1	1	1
Unassigned, reported in:										
Debt service fund	30,409	1	1	1	1	-	-	-	-	-
Total all other governmental funds	$ 266,809	104,752	112,463	31,212	23,521	115,468	76,211	81,048	154,545	182,203

Source: ACFR Schedule B-1

Wanaque Board of Education
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues										
Tax levy	$ 14,098,944	14,509,868	14,937,784	15,236,857	15,550,662	15,901,461	16,190,461	16,482,470	16,941,849	17,677,751
Tuition charges	151,653	75,073	102,472	241,401	260,644	330,509	166,347	321,942	304,941	206,228
Miscellaneous	29,213	10,900	186,340	74,068	107,607	81,429	291,544	227,625	296,361	294,082
State sources	4,959,099	5,159,964	5,563,006	5,958,823	5,786,906	6,625,777	6,853,691	7,986,361	6,795,673	6,673,752
Federal sources	459,655	441,821	411,888	423,323	425,062	666,099	1,226,506	1,418,991	895,532	481,716
Total revenues	19,698,564	20,197,626	21,201,490	21,934,472	22,130,881	23,605,275	24,728,549	26,437,389	25,234,356	25,333,529
Expenditures										
Instruction:										
Regular instruction	5,189,524	4,939,343	4,730,662	5,202,378	5,127,534	5,600,170	5,737,024	5,784,138	5,942,761	5,664,063
Special education instruction	2,645,267	2,877,033	2,933,025	2,987,244	2,940,240	2,953,482	2,884,154	2,875,626	2,842,919	3,152,962
Other special instruction	293,765	254,305	369,824	368,779	433,314	384,805	524,791	450,555	691,429	647,362
Other instruction	165,934	180,551	224,073	200,037	176,015	70,163	188,170	82,840	129,878	75,052
Support Services:										
Tuition	421,455	498,470	549,729	601,167	432,340	795,845	826,152	828,611	785,736	644,028
Student & instruction related services	1,647,529	1,652,692	1,919,105	1,776,203	1,762,145	1,735,468	2,123,951	2,576,723	2,328,719	2,411,315
General administrative services	451,291	468,334	487,953	480,038	427,985	447,195	512,554	449,971	498,575	448,306
School Administrative services	483,202	469,234	518,395	478,016	451,133	474,984	495,231	392,553	522,751	511,670
Central services	527,828	555,688	584,492	621,759	627,805	542,460	561,913	567,816	575,309	581,458
Plant operations and maintenance	1,206,369	1,296,083	1,360,764	1,315,311	1,242,468	1,211,958	1,420,496	1,549,805	1,825,638	1,795,331
Pupil transportation	509,546	662,016	763,669	861,835	679,694	558,299	788,152	1,025,233	936,513	826,695
Unallocated employee benefits	4,153,414	4,601,638	5,050,596	5,629,173	5,690,136	6,273,531	6,872,695	7,442,375	7,774,591	7,878,627
Capital outlay	462,697	626,428	624,072	547,421	365,880	1,776,345	202,669	572,912	1,087,584	102,605
Debt Service:										
Principal	700,000	720,000	740,000	745,000	765,000	770,000	785,000	800,000	815,000	835,000
Interest and other charges	557,209	526,563	503,650	485,075	458,600	427,900	392,875	353,250	312,875	271,625
Total expenditures	19,415,030	20,328,378	21,360,009	22,299,436	21,580,289	24,022,605	24,315,827	25,752,407	27,070,278	25,846,097
Excess/(deficiency) of revenues over/(under) expenditures	283,534	(130,752)	(158,520)	(364,964)	550,592	(417,331)	412,722	684,982	(1,835,922)	(512,568)
Other financing sources (uses)										
Financed purchases (non-budgeted)	-	293,386	-	-	-	1,600,000	93,921	90,000	89,612	89,318
Cancellation of accounts payable	-	16,143	-	-	-	21,550	-	-	-	30,951
Cancellation of SDA grant receivables	-	(90,962)	-	-	-	-	-	-	-	-
Transfers in	450,000	536,830	685,000	687,462	420,611	32,047	92,108	50,000	1,050,000	-
Transfers out	(450,000)	(536,830)	(685,000)	(687,462)	(420,611)	-	(45,070)	-	(1,050,000)	-
Total other financing sources (uses)	-	218,567	-	-	-	1,653,597	140,959	140,000	89,612	120,269
Net change in fund balances	$ 283,534	87,815	(158,520)	(364,964)	550,592	1,236,267	553,681	824,982	(1,746,310)	(392,299)
Debt service as a percentage of noncapital expenditures	6.634%	6.327%	5.998%	5.655%	5.768%	5.385%	4.885%	4.580%	4.341%	4.299%

Source: ACFR Schedule B-2
Note: Noncapital expenditures are total expenditures less capital outlay.

Exhibit J-5

Wanaque Board of Education
General Fund - Other Local Revenue by Source
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Interest on Investments	Tuition Revenue	Misc.	Total
2016	$ 4,777	151,653	21,359	177,788
2017	5,927	75,073	4,973	85,973
2018	23,128	102,472	147,711	273,312
2019	4,448	241,401	65,988	311,837
2020	974	260,644	61,714	323,332
2021	10,216	330,509	31,811	372,535
2022	14,380	166,347	181,324	362,051
2023	13,969	321,942	94,721	430,632
2024	15,376	304,941	176,419	496,736
2025	32,417	206,228	143,450	382,095

Source: District Records

Wanaque Board of Education
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years
Unaudited

Year Ended December 31,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Net Valuation Taxable	Total Direct School Tax Rate [b]	Estimated Actual (County Equalized Value)
2016	$ 35,921,500	976,142,900	805,300	134,400	86,100,400	19,791,700	2,178,100	1,121,074,300	1,121,074,300	1.274	1,257,091,612
2017	33,925,800	988,682,600	805,300	7,700	72,102,400	19,349,700	2,178,100	1,117,051,600	1,117,051,600	1.320	1,282,640,487
2018	32,301,800	992,489,900	805,300	7,700	70,933,700	19,349,700	3,438,100	1,119,326,200	1,119,326,200	1.348	1,295,067,936
2019	31,423,400	991,182,000	805,300	7,700	70,309,900	19,394,900	6,035,900	1,119,159,100	1,119,159,100	1.376	1,363,664,067
2020	28,532,100	989,127,300	805,300	7,700	70,159,900	19,161,400	6,035,900	1,113,829,600	1,113,829,600	1.412	1,392,809,303
2021	28,670,300	990,694,500	805,300	7,700	70,822,800	19,011,400	6,035,900	1,116,047,900	1,116,047,900	1.438	1,489,056,571
2022	28,709,300	990,271,800	805,300	7,700	70,783,100	18,960,800	6,035,900	1,115,573,900	1,115,573,900	1.464	1,628,099,679
2023	28,958,100	990,442,400	805,300	7,700	70,467,200	18,960,800	6,035,900	1,115,677,400	1,115,677,400	1.497	1,744,881,764
2024	28,325,400	990,830,200	805,300	7,700	71,172,200	18,960,800	6,035,900	1,116,137,500	1,116,137,500	1.550	1,913,816,015
2025	28,716,100	991,382,100	805,300	7,700	68,671,000	18,960,800	6,035,900	1,114,578,900	1,114,578,900	1.617	2,048,481,713

Source: Passaic County, Abstract of Ratables and Municipal Tax Assessor

N 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

Wanaque Board of Education
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

Assessment Year	Wanaque Board of Education			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate [a]	General Obligation Debt Service [b]	Total Direct	Regional School District	Borough of Wanaque [c]	Passaic County	
2016	1.203	0.071	1.274	0.646	0.895	0.832	3.648
2017	1.246	0.074	1.320	0.685	0.903	0.832	3.740
2018	1.275	0.073	1.348	0.715	0.919	0.848	3.830
2019	1.304	0.072	1.376	0.745	0.958	0.828	3.907
2020	1.341	0.071	1.412	0.781	0.983	0.827	4.003
2021	1.368	0.070	1.438	0.782	1.000	0.828	4.048
2022	1.396	0.068	1.464	0.808	1.013	0.843	4.128
2023	1.430	0.067	1.497	0.831	1.084	0.815	4.227
2024	1.483	0.067	1.550	0.837	1.127	0.799	4.313
2025	1.553	0.064	1.617	0.869	1.227	0.828	4.541

Source: District Records and Municipal Tax Collector

Note:

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

c Includes Open Space and Library Tax

Exhibit J-8

Wanaque Board of Education
Principal Property Tax Payers
Current Year and Ten Years Ago

	2025			2016		
Taxpayer	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
North Jersey District Water Supply Comm.	$ 16,344,600	1	1.47%	$ 21,221,300	1	1.89%
Wanaque Real Property (Convalescent Center)	9,500,000	2	0.85%	16,537,000	2	1.47%
Wanaque Building Associates	6,200,000	3	0.56%	7,269,300	4	0.65%
Third Ave Property Investment LLC	5,135,700	4	0.46%			
Omni II LLC	5,000,000	5	0.45%	11,641,400	3	1.03%
Algonquin Gas Transmission	4,494,900	6	0.40%	4,494,900	6	0.40%
Bald Eagle Urban Renewal at Wanaque	4,379,600	7	0.39%			
1049 Ringwood Avenue LLC	3,857,800	8	0.35%			
Shree Hari Vallabh Realty, LLC	3,645,000	9	0.33%			
Haskell Town Center LLC	2,697,300	10	0.24%	2,697,300	9	0.24%
Arrow Shed LLC				5,201,400	5	0.46%
Shree Badha Shivan LLC				3,645,000	7	0.32%
Ringwood Park Plaza Realty				2,793,000	8	0.25%
Mountain Lakes Estates				2,625,000	10	0.23%
Total	$ 61,254,900		5.50%	$ 78,125,600		6.94%

Source: Municipal Tax Assessor office

Wanaque Board of Education
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy[a]		Collections in Subsequent Years
		Amount	Percentage of Levy	
2016	$ 14,098,944	14,098,944	100.00%	-
2017	14,509,868	14,509,868	100.00%	-
2018	14,937,784	14,937,784	100.00%	-
2019	15,236,857	15,236,857	100.00%	-
2020	15,550,662	15,550,662	100.00%	-
2021	15,901,461	15,901,461	100.00%	-
2022	16,190,461	16,190,461	100.00%	-
2023	16,482,470	16,482,470	100.00%	-
2024	16,941,849	16,941,849	100.00%	-
2025	17,677,751	17,677,751	100.00%	-

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

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

Exhibit J-10

Wanaque Board of Education
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Governmental Activities: General Obligation Bonds	Loans Payable	Capital Leases	Total District	Percentage of Personal Income	Per Capita [a]
2016 $	13,115,000	-	114,700	13,229,700	2.55%	1,133
2017	12,395,000	-	279,447	12,674,447	2.38%	1,080
2018	11,655,000	-	185,269	11,840,269	2.14%	1,009
2019	10,910,000	-	196,085	11,106,085	1.89%	944
2020	10,145,000	-	111,513	10,256,513	1.62%	875
2021	9,375,000	-	1,656,036	11,031,036	1.69%	986
2022	8,590,000	-	1,525,821	10,115,821	1.59%	916
2023	7,790,000	-	1,524,662	9,314,662	1.41%	843
2024	6,975,000	-	1,460,500	8,435,500	***	743
2025	6,140,000	-	1,374,361	7,514,361	***	***

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

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

Exhibit J-11

Wanaque Board of Education
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year Ended June 30,	General Bonded Debt Outstanding: General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value [a] of Property	Per Capita [b]
2016	$ 13,115,000	-	13,115,000	1.17%	1,123
2017	12,395,000	-	12,395,000	1.11%	1,056
2018	11,655,000	-	11,655,000	1.04%	993
2019	10,910,000	-	10,910,000	0.97%	927
2021	10,145,000	-	10,145,000	0.91%	866
2021	9,375,000	-	9,375,000	0.84%	838
2022	8,590,000	-	8,590,000	0.77%	778
2023	7,790,000	-	7,790,000	0.70%	705
2024	6,975,000	-	6,975,000	0.62%	615
2025	6,140,000	-	6,140,000	0.55%	***

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

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

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

*** Unable to be computed yet

Deductions are allowable for resources that are restricted to repaying the principal of debt outstanding

Wanaque Board of Education
Direct and Overlapping Governmental Activities Debt
Year Ended June 30, 2025

Governmental Unit	Debt Outstanding (1)	Estimated Percentage Applicable [a]	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Borough of Wanaque	$ 17,216,444	100.000%	$ 17,216,444
Other debt			
Passaic County	227,512,000	2.465%	5,607,122
Passaic County Utility Authority	34,725,000	2.465%	855,811
Subtotal, overlapping debt			23,679,377
Wanaque Borough School District direct debt			6,140,000
Total direct and overlapping debt			$ 29,819,377

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

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

(1) Debt information as of December 31, 2024

Wanaque Board of Education
Legal Debt Margin Information
Last Ten Fiscal Years

Equalized valuation basis		
2023		$ 1,744,881,764
2024		1,913,816,015
2025		2,048,481,713
	[A]	$ 5,707,179,492
Average equalized valuation of taxable property	[A/3]	$ 1,902,393,164
Debt limit (3 % of average equalization value)	[B]	$ 57,071,795
Net bonded school debt	[C]	6,140,000
Legal debt margin	[B-C]	$ 50,931,795

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Debt limit	$ 37,731,755	37,508,782	37,754,756	38,488,855	39,554,580	40,656,268	42,455,299	45,099,656	52,867,975	57,071,795
Total net debt applicable to limit	13,115,000	12,395,000	11,655,000	10,910,000	10,145,000	9,375,000	8,590,000	7,790,000	6,975,000	6,140,000
Legal debt margin	$ 24,616,755	25,113,782	26,099,756	27,578,855	29,409,580	31,281,268	33,865,299	37,309,656	45,892,975	50,931,795
Total net debt applicable to the limit as a percentage of debt limit	34.76%	33.05%	30.87%	28.35%	25.65%	23.06%	20.23%	17.27%	13.19%	10.76%

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

Exhibit J-14

Wanaque Board of Education
Demographic and Economic Statistics
Last Ten Fiscal Years

Year	Population [a]	Personal Income (thousands of dollars) [b]	Per Capita Personal Income [c]	Unemployment Rate [d]
2015	11,665	$ 512,501,775	43,935	6.2%
2016	11,681	517,970,583	44,343	5.0%
2017	11,741	531,644,221	45,281	4.3%
2018	11,738	553,188,464	47,128	3.8%
2019	11,763	588,291,156	50,012	3.1%
2020	11,717	631,874,376	53,928	8.2%
2021	11,190	652,041,300	58,270	5.7%
2022	11,041	634,978,951	57,511	3.4%
2023	11,048	662,902,096	60,002	3.7%
2024	11,346	***	***	3.7%

Source:

[a] U.S. Bureau of the Census, Population Division, (Estimates April 1, 2015 to July 1, 2024)

b Personal income of the District is based on the County Information.

[c] U.S. Department of Commerce, County Information 2014-2023.

[d] N.J. Department of Labor

*** Unable to be computed - Per capita Income for 2024 not available yet

Exhibit J-15

Wanaque Board of Education
Principal Employers,
Current Year and Ten Years Ago

	2024			2015		
Employer	Employees	Rank (Optional)	Percentage of Total Employment	Employees	Rank (Optional)	Percentage of Total Employment

*****Information is Not Available*****

Wanaque Board of Education
Full-time Equivalent District Employees by Function/Program
Last Ten Fiscal Years

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Function/Program										
Instruction:										
Regular	58.0	60.0	59.0	56.0	56.0	60.0	67.0	66.0	66.0	66.0
Special education	29.0	27.0	27.0	30.0	30.0	32.0	29.0	27.0	26.0	26.0
Other instruction	21.0	31.0	29.0	31.0	31.0	26.0	25.0	25.0	27.0	27.0
Support Services:										
Tuition										
Student & instruction related services	14.5	17.0	20.0	16.0	16.0	16.0	20.0	18.6	18.6	18.6
General administrative services	8.5	8.5	9.5	7.5	7.5	9.0	9.5	10.5	10.0	10.0
Business administrative services	4.0	4.0	4.0	4.0	4.0	5.0	4.0	4.0	4.0	4.0
Plant operations and maintenance	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Total	137.0	149.5	150.5	146.5	146.5	150.0	156.5	153.1	153.6	153.6

Source: District Personnel Records

Wanaque Board of Education
Operating Statistics
Last Ten Fiscal Years

Fiscal Year	Enrollment	Operating Expenditures[a]	Cost Per Pupil	Percentage Change	Teaching Staff[b]	Pupil/Teacher Ratio Elementary	Average Daily Enrollment (ADE)[c]	Average Daily Attendance (ADA)[c]	% Change in Average Daily Enrollment	Student Attendance Percentage
2015-2016	956	17,695,124	18,510	1.68%	87.0	10.99	947.6	908.7	-0.01%	95.90%
2016-2017	960	18,455,387	19,224	3.86%	87.0	11.03	945.1	902.7	-0.01%	95.52%
2017-2018	949	19,492,287	20,540	6.84%	86.0	11.03	900.8	864.4	-4.69%	96.02%
2018-2019	900	20,521,940	22,802	11.01%	86.0	10.47	886.8	849.3	-1.55%	95.76%
2019-2020	901	19,990,809	22,187	-2.70%	86.0	10.48	899.0	864.0	1.44%	96.44%
2020-2021	869	21,048,360	24,221	9.17%	92.0	9.45	863.8	838.0	-3.92%	97.01%
2021-2022	852	22,935,283	26,919	11.14%	117.0	7.28	845.5	790.5	-2.12%	93.49%
2022-2023	883	24,026,245	27,210	1.08%	117.0	7.55	875.7	820.3	3.57%	93.67%
2023-2024	881	24,854,819	28,212	3.68%	117.0	7.53	876.5	823.3	0.09%	93.93%
2024-2025	889	24,636,868	27,713	-1.77%	101.6	8.75	884.3	828.3	0.89%	93.67%

Sources: District records

Note: Enrollment based on annual October district count.

a Operating expenditures equal total expenditures J-4, 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) at June 30.

Wanaque Board of Education
School Building Information
Last Ten Fiscal Years

District Building	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Elementary										
Haskell School (1917)										
Square feet	70,255	70,255	70,255	70,255	70,255	70,255	70,255	70,255	70,225	70,225
Capacity (students)	469	469	469	469	469	469	469	469	469	469
Enrollment	432	436	410	386	396	391	367	377	375	375
Wanaque School (1971)										
Square feet	81,100	81,100	81,100	81,100	81,100	81,100	81,100	81,100	81,100	81,100
Capacity (students)	574	574	574	574	574	574	574	574	574	574
Enrollment	523	513	496	503	505	478	485	506	506	506
Other										
Central Administration (1917)										
Square feet	2,260	2,260	2,260	2,260	2,260	2,260	2,260	2,260	2,260	2,260

Number of Schools at June 30, 2025
Elementary = 2

Source: District Facilities Office
Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of additions.

Wanaque Board of Education
General Fund
Schedule of Required Maintenance by School Facility
Last Ten Fiscal Years

Undistributed Expenditures - Required Maintenance for School Facilities
11-000-261-XXX

*School Facilities		2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Haskell School	$	150,788	164,865	117,770	127,700	111,037	119,079	140,021	145,108	135,100	127,468
Wanaque School		189,129	201,501	143,942	162,529	136,346	145,542	171,000	163,701	157,044	138,090
Grand Total	$	339,917	366,366	261,712	290,229	247,383	264,621	311,021	308,808	292,144	265,558

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

Wanaque Board of Education
Insurance Schedule
June 30, 2025

	Coverage	Deductible
Package - New Jersey Schools Insurance Group		
Property	$ 52,879,900	$ 5,000
Crime coverage (Faithful Performance, Forgery & Alternation, & Computer Fraud)	250,000	1,000
Crime Coverage (Money & Securities, & Money Orders/Counterfeit)	25,000	500
Comprehensive general liability	11,000,000	N/A
School Leaders Errors & Omissions	11,000,000	5,000
Business auto coverage	11,000,000	-
Environmental Impairment- **Ironshore Specialty Group**	1,000,000	50,000
Boiler and Machinery - **New Jersey Schools Insurance Group**	100,000,000	25,000
Restart (Demolition & Rebuild)	5,000	N/A
Crisis Management	1,000,000	-
Excess Liability - **NJUEP (Hudson Excess, Allied World, Evanston)**	30,000,000	
Workers Compensation - **New Jersey Schools Insurance Group**	Part 1: Statutory	
Professional Payroll: $11,154,893	Part 2: $3,000,000	
Non-Professional: $54,500		
Supplemental Indemnity - **New Jersey Schools Insurance Group**	7 day waiting period	
Cyber Liability Insurance - **New Jersey Schools Insurance Group/Beazley**	2,000,000	Various
Public Officials Surety Bonds		
The Hartford Insurance Co.		
Book Keeper	250,000	N/A
Board Secretary	250,000	N/A
Student Accident Coverage - **Bollinger/Zurich**		
Mandatory & Voluntary Coverage	Various	
Catastrophic Aggregate Limit	5,000,000	Full Excess

Source: District Records

SINGLE AUDIT SECTION

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

Honorable President and
Members of the Board of Education
Borough of Wanaque School District
County of Passaic, New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities and each major fund and the aggregate remaining fund information of the Board of Education of the Borough of Wanaque School District, in the County of Passaic, New Jersey, 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 January 8, 2026.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

We noted certain matters that were required to be reported to the Board of Education of the Wanaque Borough School District in the separate Auditors' Management Report on Administrative Findings - Financial, Compliance and Performance dated January 8, 2026.

Purpose of this Report

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

Steven D. Wielkotz, C.P.A.
Licensed Public School Accountant
No. 816

WIELKOTZ & COMPANY, LLC
Certified Public Accountants
Pompton Lakes, New Jersey

January 8, 2026

WIELKOTZ & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE AS REQUIRED BY N.J. OMB CIRCULAR 15-08

Honorable President and
Members of the Board of Education
Borough of Wanaque School District
County of Passaic, New Jersey

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

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

In our opinion, the Borough of Wanaque Board of Education complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state program 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 audit requirements of N.J. OMB Circular 15-08. Our responsibilities under those standards and the N.J. OMB Circular 15-08 are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, and N.J. OMB Circular 15-08, we:

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

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

- Obtain an understanding of Borough of Wanaque Board of Education's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with N.J. OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of Borough of Wanaque Board of Education's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

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

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

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

Steven D. Wielkotz, C.P.A.
Licensed Public School Accountant
No. 816

WIELKOTZ & COMPANY, LLC
Certified Public Accountants
Pompton Lakes, New Jersey

January 8, 2026

BOROUGH OF WANAQUE SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
for the Fiscal Year Ending June 30, 2025

Schedule A
K-3

Federal Grantor/Pass- Through Grantor/ Program Title	Federal Assistance Listing Number	Federal FAIN Number	Program or Award Amount	Grant Period From / To	Balance at June 30, 2024 (Accounts Receivable)	Balance at June 30, 2024 Deferred Revenue	Balance at June 30, 2024 Due to Grantor	Cash Received	Budgetary Expenditures	Adjustment	Balance at June 30, 2025 (Accounts Receivable)	Balance at June 30, 2025 Deferred Revenue	Balance at June 30, 2025 Due to Grantor	MEMO Cumulative Total Expenditures
General Fund:														
U.S. Department of Health and Human Services:														
Passed-Through State Department Of Education:														
Medical Assistance Program	93.778	2505NJ5MAP	19,466	7/1/24-6/30/25	-	-	-	19,466	(19,466)	-	-	-	-	19,466
Total General Fund					-	-	-	19,466	(19,466)	-	-	-	-	19,466
Enterprise Fund:														
U.S. Department of Agriculture:														
Passed-Through State Department Of Agriculture:														
Food Distribution Program	10.550	251NJ304N1099		7/1/24-6/30/25	-	1,972	-		(46,392)	-	-	(44,420)	-	46,392
National School Lunch Program	10.555	241NJ304N1099	126,272	7/1/23-6/30/24	(7,694)	-	-	7,694	-	-	-	-	-	126,272
National School Lunch Program	10.555	251NJ304N1099	160,749	7/1/24-6/30/25	-	-	-	149,735	(160,749)	-	(11,014)	-	-	160,749
School Breakfast Program	10.553	241NJ304N1099	28,997	7/1/23-6/30/24	(2,273)	-	-	2,273	-	-	-	-	-	28,997
School Breakfast Program	10.553	251NJ304N1099	35,392	7/1/24-6/30/25	-	-	-	32,339	(35,392)	-	(3,053)	-	-	35,392
Special Milk Program	10.556	241NJ304N1099	333	7/1/23-6/30/24	(27)	-	-	27	-	1	-	-	-	333
Special Milk Program	10.556	251NJ304N1099	208	7/1/24-6/30/25	-	-	-	194	(208)	-	(14)	-	-	208
Local Food for School	10.185		2,772	7/1/24-6/30/25	-	-	-	2,772	(2,772)	-	-	-	-	2,772
Total Enterprise Fund					(9,994)	1,972	-	195,033	(245,513)	1	(14,081)	(44,420)	-	401,115
Special Revenue Fund:														
Federal Communication Commission:														
ECF Funding	32.009	ECOECF2290003606	179,850	7/1/23-6/30/24	(179,850)	-	-	179,850	-	-	-	-	-	179,850
U.S. Department of Education:														
Passed-Through State Department Of Education:														
Title I - Improving Basic Programs	84.010	S010A220030	171,933	9/1/23-8/31/24	(3,023)	-	-	3,023	-	-	-	-	-	171,933
Title I - Improving Basic Programs	84.010	S010A230030	156,303	9/1/24-8/31/25	-	-	-	149,041	(156,303)	-	(7,262)	-	-	156,303
					(3,023)	-	-	152,064	(156,303)	-	(7,262)	-	-	328,236
Title II - Part A - Teacher & Principal Training/Recruiting	84.367	S367A220029	21,847	9/1/23-8/31/24	(540)	-	-	540	-	-	-	-	-	21,847
Title II - Part A - Teacher & Principal Training/Recruiting	84.367	S367A230029	19,221	9/1/24-8/31/25	-	-	-	19,221	(19,221)	-	-	-	-	19,221
					(540)	-	-	19,761	(19,221)	-	-	-	-	41,068
Title III - English Language Acquisition (in Consortium with Lincoln Park BOE)	84.365	S365A180030	7,257	9/1/23-8/31/24	(7,257)	-	-	7,257	-	-	-	-	-	7,257
Title IV - Student Support and Academic Enrichment	84.424	S424A210031	14,004	9/1/23-8/31/24	(1,000)	-	-	1,000	-	-	-	-	-	14,004
Title IV - Student Support and Academic Enrichment	84.424	S424A200031	12,537	9/1/24-8/31/25	-	-	-	-	(10,989)	-	(10,989)	-	-	-
					(1,000)	-	-	1,000	(10,989)	-	(10,989)	-	-	14,004
I.D.E.A. Part B - Basic Regular	84.027	H027A230100	255,127	9/1/24-8/31/25	-	-	-	255,127	(255,127)	-	-	-	-	255,127
I.D.E.A. Part B, Preschool	84.173	H173A230114	14,419	9/1/24-8/31/25	-	-	-	14,419	(14,419)	-	-	-	-	14,419
					-	-	-	269,546	(269,546)	-	-	-	-	269,546
Middle Grades Career Awarenes and Exploration	84.048A	V048A220030	73,065	9/1/23-6/30/24	(47,604)	-	-	47,604	-	0	-	-	-	73,065
					(47,604)	-	-	47,604	-	0	-	-	-	73,065
A.R.P. - E.S.S.E.R.	84.425U	S425U210027	838,130	3/24/21-9/30/24	(1,481)	-	-	1,482	-	(1)	-	-	-	838,130
A.R.P. - E.S.S.E.R. - Beyond the School Day	84.425U	S425U210027	40,000	3/24/21-9/30/24	(2,100)	-	-	2,100	-	0	-	-	-	40,000
A.R.P. - E.S.S.E.R. - Mental Health Support	84.425U	S425U210027	45,000	3/24/21-9/30/24	(653)	-	-	653	-	0	-	-	-	45,000
					(4,235)	-	-	4,235	-	(0)	-	-	-	1,001,904
A.R.P. - Homless Children and Youth	84.425W	S425W221031	7,288	4/23/21-9/30/24	(2,667)	-	-	4,955	(2,288)	-	-	-	-	5,167
A.R.P. - G.E.E.R. - High-impact Tutoring	84.425V	S425V210031	3,498	10/11/24-8/31/25	-	-	-	-	(3,498)	-	(3,498)	-	-	3,498
Total Special Revenue Fund					(246,175)	-	-	686,272	(461,845)	0	(21,749)	-	-	1,923,595
Total Federal Financial Awards					(256,169)	1,972	-	900,771	(726,823)	1	(35,830)	(44,420)	-	2,344,176

Note: This schedule was not subjected to an audit in accordance with the Uniform Guidance.

BOROUGH OF WANAQUE SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance
for the Fiscal Year Ending June 30, 2025

Schedule B
K-4

State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From / To	Balance at June 30, 2024 Def. Rev. (Accts. Rec.)	Balance at June 30, 2024 Due to Grantor	Cash Received	Budgetary Expenditures	Balance at June 30, 2025 (Accounts Receivable)	Balance at June 30, 2025 Deferred Revenue	Balance at June 30, 2025 Due to Grantor	MEMO Budgetary Receivable	MEMO Cumulative Total Expenditures
State Department of Education:												
General Fund:												
Equalization Aid	495-034-5120-078	744,801	7/1/24-6/30/25	-	-	671,596	(744,801)	-	-	-	(73,205)	744,801
Special Education Categorical Aid	495-034-5120-089	633,966	7/1/24-6/30/25	-	-	571,655	(633,966)	-	-	-	(62,311)	633,966
Security Aid	495-034-5120-084	23,490	7/1/24-6/30/25	-	-	21,181	(23,490)	-	-	-	(2,309)	23,490
Total State Aid Public Cluster				-	-	1,264,432	(1,402,257)	-	-	-	(137,825)	1,402,257
Reimbursed TPAF Social Security	495-034-5094-003	627,676	7/1/23-6/30/24	(64,147)	-	64,147	-	-	-	-	-	627,676
Reimbursed TPAF Social Security	495-034-5094-003	639,396	7/1/24-6/30/25	-	-	606,590	(639,396)	(32,806)	-	-	-	639,396
Extraordinary Special Education Costs Aid	495-034-5120-044	299,232	7/1/23-6/30/24	(299,232)	-	299,232	-	-	-	-	-	299,232
Extraordinary Special Education Costs Aid	495-034-5120-044	269,818	7/1/24-6/30/25	-	-	-	(269,818)	(269,818)	-	-	-	269,818
Transportation Aid	495-034-5120-014	11,642	7/1/24-6/30/25	-	-	10,498	(11,642)	-	-	-	(1,144)	11,642
Homeless Tuition Reimbursement	495-034-5120-005	13,942	7/1/23-6/30/24	(13,942)	-	13,942	-	-	-	-	-	13,942
On-behalf TPAF Pension	495-034-5094-002	3,027,982	7/1/24-6/30/25	-	-	3,027,982	(3,027,982)	-	-	-	-	3,027,982
On-behalf TPAF NCGI Premium	495-034-5094-004	37,509	7/1/24-6/30/25	-	-	37,509	(37,509)	-	-	-	-	37,509
On-behalf TPAF Post Retirement Medical	495-034-5094-001	895,739	7/1/24-6/30/25	-	-	895,739	(895,739)	-	-	-	-	895,739
On-behalf TPAF Long-Term Disablilty Ins.	495-034-5094-002	1,471	7/1/24-6/30/25	-	-	1,471	(1,471)	-	-	-	-	1,471
Non Public Transportation Aid	495-034-5120-014	17,290	7/1/23-6/30/24	(17,290)	-	17,290	-	-	-	-	-	17,290
Non Public Transportation Aid	495-034-5120-014	15,878	7/1/24-6/30/25	-	-	-	(15,878)	(15,878)	-	-	-	15,878
Menstrual Product Reimbursement	N/A	4,229	7/1/24-6/30/25	-	-	-	(4,229)	(4,229)	-	-	-	4,229
Total General Fund				(394,611)	-	6,238,832	(6,305,921)	(322,731)	-	-	(138,969)	7,264,062
Debt Service Fund:												
Debt Service Aid	495-034-5120-075	376,253	7/1/24-6/30/25	-	-	376,253	(376,253)	-	-	-	-	376,253
Total Debt Service Fund				-	-	376,253	(376,253)	-	-	-	-	376,253
State Department of Agriculture												
Enterprise Fund:												
State School Lunch Program	100-010-3350-023	7,268	7/1/23-6/30/24	(444)	-	444	-	-	-	-	-	7,268
State School Lunch Program	100-010-3350-023	9,087	7/1/24-6/30/25	-	-	8,452	(9,087)	(635)	-	-	-	9,087
State School Breakfast Program	100-010-3350-023	862	7/1/23-6/30/24	(63)	-	63	-	-	-	-	-	862
State School Breakfast Program	100-010-3350-023	934	7/1/24-6/30/25	-	-	998	(1,080)	(82)	-	-	-	934
Total Enterprise Fund				(508)	-	9,958	(10,167)	(717)	-	-	-	18,151
TOTAL STATE FINANCIAL ASSISTANCE				(395,119)	-	6,625,044	(6,692,341)	(323,448)	-	-	(138,969)	7,658,466
Less: On-Behalf Pension and Annuity Aid												
On-behalf TPAF Pension	495-034-5094-002	3,027,982	7/1/24-6/30/25				(3,027,982)					
On-behalf TPAF NCGI Premium	495-034-5094-004	37,509	7/1/24-6/30/25				(37,509)					
On-behalf TPAF Post Retirement Medical	495-034-5094-001	895,739	7/1/24-6/30/25				(895,739)					
On-behalf TPAF Long-Term Disablilty Ins.	495-034-5094-002	1,471	7/1/24-6/30/25				(1,471)					
							(3,962,701)					
TOTAL STATE FINANCIAL ASSISTANCE SUBJECT TO SINGLUE AUDIT MAJOR PROGRAM DETERMINATION							(2,729,640)					

See accompanying notes to Schedule of Expenditures of Federal awards and State Financial Assistance.

NOTE 1. GENERAL

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance include the activity of all Federal and State Award programs of the Board of Education, Borough of Wanaque 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 federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the Schedule of Expenditures of Federal Awards and State Financial Assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of Federal Awards and State Financial Assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Notes 2 (C) and 2(D) to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for. Federal Awards* (Uniform Guidance) and N.J. OMB Circular 15-08. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 3. RELATIONSHIP TO GENERAL-PURPOSE FINANCIAL STATEMENTS

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

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

NOTE 3. RELATIONSHIP TO GENERAL-PURPOSE FINANCIAL STATEMENTS, (continued)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is $(8,422) for the general fund and $(4,595) for the special revenue fund. See Note for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

Additionally, as discussed further in Note 6, the State of New Jersey makes contributions on-behalf of the District for TPAF post-retirement medical and pension contributions. The total amount of these contributions during 2025 fiscal year was $3,962,701.

Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis present as follows:

	Federal	State	Total
General Fund	19,466	6,297,499	6,316,965
Special Revenue Fund	462,250	-0-	462,250
Debt Service Fund	-0-	376,253	376,253
Food Service Fund	245,513	10,167	255,380
Total Financial Awards	726,929	6,683,919	7,410,848

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

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively.

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

NOTE 6. ON-BEHALF PROGRAMS NOT SUBJECT TO STATE SINGLE AUDIT

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

NOTE 7. INDIRECT COST RATE

The Borough of Wanaque School District has elected not to use the 10 percent de minimis Indirect Cost Rate as allowed under the Uniform Guidance.

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

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

1) Material weakness(es) identified? _____ yes ___X___ no

Significant deficiencies identified? _____ yes ___X___ none reported

Noncompliance material to financial statements noted? _____ yes ___X___ no

Federal Awards

NOT APPLICABLE

State Awards Section

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

Auditee qualified as low-risk auditee? ___X___ yes _____ no

Internal Control over major state programs:

1) Material weakness(es) identified? _____ yes ___X___ no

2) Significant deficiencies identified that are not Considered to be material weaknesses? _____ yes ___X___ none reported

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

Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular letter 15-08, as applicable? _____ yes ___X___ no

BOROUGH OF WANAQUE DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
(CONTINUED)

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

State Awards Section, (continued)

Identification of major programs:

State Grant/Project Number(s)		Name of State Program
		State Aid – Public Cluster:
495-034-5120-078	(A)	Equalization Aid
495-034-5120-089	(A)	Special Education Categorical Aid
495-034-5120-084	(A)	Security Aid

Note: (A) Tested as Major Type A Program.

Section II - Schedule of Financial Statement Findings

NONE

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

No matters were reported.

BOROUGH OF WANAQUE SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Status of Prior Year Findings

There were no prior audit findings.