

Annual Comprehensive Financial Report

of the

Freehold Regional High School District

County of Monmouth

Englishtown, New Jersey

For the Fiscal Year Ended June 30, 2025

Prepared by

FRHSD Business Office

TABLE OF CONTENTS

	PAGE
INTRODUCTORY SECTION	
Letter of Transmittal	1-4
Roster of Officials	5
Consultants and Advisors	6
Organizational Chart	7
FINANCIAL SECTION	
Independent Auditor's Report	8-11
REQUIRED SUPPLEMENTARY INFORMATION - Part I	12
Management's Discussion and Analysis (Unaudited)	13-23
BASIC FINANCIAL STATEMENTS	24
A. District-Wide Financial Statements:	25
A-1 Statement of Net Position	26
A-2 Statement of Activities	27
B. Major Fund Financial Statements:	28
Governmental Funds:	
B-1 Balance Sheet	29-30
B-2 Statement of Revenues, Expenditures, and Changes in Fund Balance	31
B-3 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	32
Other Funds:	33
Propriety Funds:	
B-4 Statement of Net Position	34
B-5 Statement of Revenues, Expenses, and Changes in Net Position	35
B-6 Statement of Cash Flows	36
Notes to the Financial Statements	37-89

TABLE OF CONTENTS (CONTINUED)

	PAGE
REQUIRED SUPPLEMENTARY INFORMATION - Part II	90
C. Budgetary Comparison Schedules:	91
C-1 General Fund	92-106
C-2 Special Revenue Fund	107
C-3 Budget to GAAP Reconciliation	108
REQUIRED SUPPLEMENTARY INFORMATION - Part III	109
L. Schedules Related to Accounting and Reporting for Pension (GASB 68)	110
L-1 Schedule of the District's Proportionate Share of the Net Pension Liability – Public Employees Retirement System – Last Ten Years	111
L-2 Schedule of the District's Contributions – Public Employees Retirement System – Last Ten Years	112
L-3 Schedule of the District's Proportionate Share of the Net Pension Liability Teachers Pension and Annuity Fund – Last Ten Years	113
L-4 Notes to Required Supplementary Information Part III for the Fiscal Year Ended June 30, 2025	114
REQUIRED SUPPLEMENTARY INFORMATION - Part IV	115
M. Schedule Related to Accounting and Reporting for Postemployment Benefits Other Than Pensions (GASB 75)	116
M-1 Schedule of Changes in the Total OPEB Liability and Related Ratios - Last Seven Years	117
M-2 Notes to the Required Supplementary Information Part IV	118
OTHER SUPPLEMENTARY INFORMATION	119
D. School Level Schedules	N/A
E. Special Revenue Fund:	120
E-1 Combining Schedule of Revenues and Expenditures - Budgetary Basis	121-124
E-2 Schedule of Preschool Educational Aid Expenditures - Budgetary Basis	N/A

TABLE OF CONTENTS (CONTINUED)

	PAGE
F. Capital Projects Fund	125
F-1 Summary Statement of Project Expenditures - Budgetary Basis	126
F-2 Summary Schedule of Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis	127
F-2a Summary Schedule of Project Revenues, Expenditures, Project Balance Project Status - Budgetary Basis - School Security Grant: Interior Door Security Upgrades - Districtwide	128
F-2b Summary Schedule of Project Revenues, Expenditures, Project Balance Project Status - Budgetary Basis – Roofing and Paving at Various Schools - Referendum	129
F-2c Summary Schedule of Project Revenues, Expenditures, Project Balance Project Status - Budgetary Basis – Boiler Replacement	130
G. Proprietary Funds	131
Enterprise Fund:	
G-1 Combining Statement of Net Position	132
G-2 Combining Statement of Revenues, Expenses and Changes in Fund Net Position	133
G-3 Combining Statement of Cash Flows	134
H. Fiduciary Fund	N/A
I. Long-Term Debt	135
I-1 Schedule of Serial Bonds	136
I-2 Schedule of Obligations Under Leases	137
I-3 Budgetary Comparison Schedule	138
I-4 Schedule of Obligations Under Installment Purchase Contracts	13+
I-5 Schedule of Obligations Under Subscription-Based Information Technology Agreements	140

TABLE OF CONTENTS (CONTINUED)

PAGE

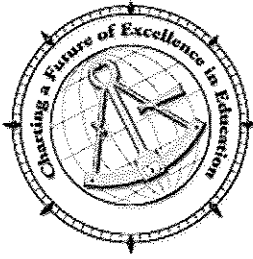
STATISTICAL SECTION - UNAUDITED

J-1	Net Position by Component	141
J-2	Changes in Net Position	142-143
J-3	Fund Balances - Governmental Funds	144
J-4	Changes in Fund Balances - Governmental Funds	145
J-5	General Fund Other Local Revenue by Source	146
J-6	Assessed Value and Actual Value of Taxable Property	147-149
J-7	Direct and Overlapping Property Tax Rates	150-152
J-8	Principal Property Taxpayers - Current Year and Nine Years Ago	153-156
J-9	Property Tax Levies and Collection	157
J-10	Ratios of Outstanding Debt by Type	158
J-11	Ratios of General Bonded Debt Outstanding	159
J-12	Ratios of Overlapping Governmental Activities Debt	160
J-13	Legal Debt Margin Information	161
J-14	Demographic and Economic Statistics	162-164
J-15	Principal Employers - Current Year and Nine Years Ago	165
J-16	Full-Time Equivalent District Employees by Function/Program	166
J-17	Operating Statistics	167
J-18	School Building Information	168
J-19	Schedule of Allowable Maintenance for School Facilities	169
J-20	Insurance Schedule	170

SINGLE AUDIT SECTION

K-1	Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Basic Financial Statements Performed in Accordance with Government Auditing Standards	171-172
K-2	Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Federal and State Financial Assistance Programs and on Internal Control Over Compliance in Accordance with the Uniform Guidance and New Jersey OMB Circular 15-08	173-175
K-3	Schedule of Expenditures of Federal Awards, Schedule A - Unaudited	176
K-4	Schedule of Expenditures of State Financial Assistance, Schedule B	177
K-5	Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance	178-179
K-6	Schedule of Findings and Questioned Costs	180-182
K-7	Schedule of Prior Year Audit Findings	183

INTRODUCTORY SECTION



FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

11 Pine Street
Englishtown, New Jersey 07726
Telephone: (732) 792-7300
Fax: (732) 446-5192
www.frhhsd.com

November 26, 2025

Honorable President and Members of the Board of Education
Freehold Regional High School District
County of Monmouth
Englishtown, New Jersey

Dear Board Members:

We are pleased to present to you the Annual Comprehensive Financial Report (ACFR) of the Freehold Regional High School District (District) for the fiscal year ended June 30, 2025. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (Board). 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 basic financial statements and results of operations of the District. This report will provide the taxpayers of the Freehold Regional High School District with comprehensive financial data in a format enabling them to gain an understanding of the School District's financial affairs.

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

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

Reporting Entity

The Freehold Regional High School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board's (GASB) as established by Statement No. 39. All funds of the District are included in this report. The Freehold Regional High School District Board of Education and its six high schools constitute the District's reporting entity.

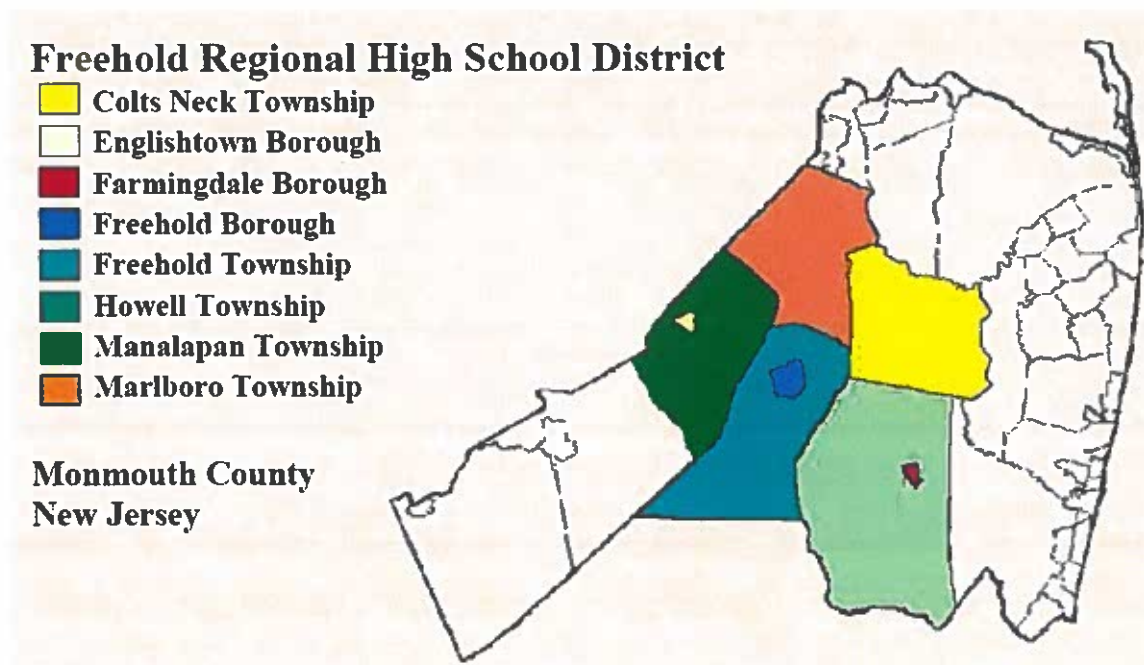
School District Organization

The Freehold Regional High School District, the largest limited-purpose regional high school district in the state, is one of 56 school districts in Monmouth County. The School District provides education to students in grades nine through twelve.

An elected nine-member Board of Education (the "Board") serves as the policy maker for the School District. The Board adopts an annual budget and directly approves all expenditures which serve as the basis for control over and authorization for all expenditures of School District tax money.

The Superintendent is the chief executive officer of the School District, responsible to the Board for total educational and support operations. The Assistant Superintendent for Business/Board Secretary is the chief financial officer of the School District, responsible to the Board for maintaining all financial records, issuing warrants in payment of liabilities incurred by the School District, acting as custodian of all School District funds, and investing idle funds as permitted by New Jersey law.

Geographically, the District is comprised of the Townships of Colts Neck, Freehold, Howell, Manalapan and Marlboro and the Boroughs of Englishtown, Farmingdale and Freehold. Established in 1953, the District's total area is 198 square miles. As of the October 2024 student count, there were 10,127 resident students. Of these resident students, 9,982 students are enrolled in one of the Freehold Regional High School District's six high schools. District enrollment continues to decline.



Economic Condition and Outlook

Monmouth County is steeped in history from pre-revolutionary times to the present day. Rich in natural resources, Monmouth's deep forests, rolling countryside and miles of beautiful sandy beaches offer a perfect backdrop for the vast variety of recreational, cultural and leisure opportunities in the area. The County has horse country and thriving agricultural industry in the west, beaches and seaside resorts in the east, and a booming business community throughout. The Freehold Regional High School District serves students from a wide range of socioeconomic backgrounds.

Monmouth County is located in the center of the state approximately 47 miles south of New York City and 55 miles east of Philadelphia. Newark Liberty International Airport is just 40 minutes away. The public and private transportation systems include more than 2,600 miles of rails and roads, making the County accessible to virtually all of New Jersey as well as nearby New York and Philadelphia.

The District's General Fund budgeted revenues are comprised primarily of the local tax levy and state aid. After years of enduring multi-million-dollar state aid cuts due to legislation commonly known as New Jersey Senate Bill 2, and having to make difficult logistical and educational program cuts, the revenue picture is stabilizing. Through the support of the local taxpayers, the district was able to increase the tax base by a considerable amount, representing a 8.66% increase year over year.

Educational Program

With the support of dedicated professionals, the District empowers students to explore their passions through diverse, specialized learning opportunities designed to prepare them for college and career success.

Rising ninth graders accepted into the District's competitive magnet programs commit to four years of focused study at their program's host school. Incoming 8th graders may apply to any of our twelve specialized programs:

Colts Neck High School

- Law & Public Service
- Naval Junior ROTC

Freehold High School

- Culinary Arts & Hospitality Management
- Computer Science
- Medical Sciences

Freehold Township High School

- Animal & Botanical Sciences
- Global Studies

Howell High School

- Fine & Performing Arts
- Humanities

Manalapan High School

- Science & Engineering
- Law Enforcement & Public Service

Marlboro High School

- Business Administration

Major Initiatives

Strategic Planning

Compass 3.0 was launched in 2023 and will continue to enhance the work commenced in the 2012-17 and 2018-2022 strategic plans. This updated plan for 2023-2028 focuses on building upon the core areas developed in the previous plans. The four core areas are: Whole Child; Equity and Opportunity; Student Growth and Learning; and Community Connections. View our plan mission, detailed information on each of the four core areas and implementation progress via The Compass Project link on the District's website.

Capital Planning

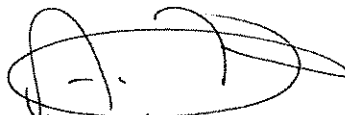
With long-term, responsible stewardship of our facilities in mind, the District had commissioned a comprehensive facility assessment in preparation for a bond referendum in 2025. During this process, the State, through the Appropriations Act for Fiscal Year 2026, included a provision authorizing certain school districts to apply to the Commissioner of Education to increase expenditures pursuant to N.J.S.A. 18A:7F-6. The District decided to pursue this approval and corresponding application for Tax Levy Incentive Aid, rather than the bond referendum that was originally planned. The Board of Education and administration are committed to funding critical infrastructure and other necessary capital projects prioritized in the comprehensive facility assessment through a practical multi-year plan with the additional tax levy money generated from this program. There will be significant investments made over the next several years.

Acknowledgements

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



Nicole Hazel
Superintendent of Schools



Alex Ferrelra
Assistant Superintendent for Business

**FREEHOLD REGIONAL HIGH SCHOOL BOARD OF EDUCATION
ENGLISHTOWN, NEW JERSEY**

**ROSTER OF OFFICIALS
JUNE 30, 2025**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Peter Bruno, President	2027
Michael Messinger, Vice President	2026
Carl Accettola	2026
Jamie Bruno	2027
Joan Butcher-Farkas	2025
Diana Cappiello	2025
Elizabeth Higley	2026
Kathie Lavin	2025
Amanda McCobb	2027

Other Officials

Nicole Hazel, Superintendent of Schools

Alex Ferreira, Assistant Superintendent for Business Administration/Board Secretary

Mark Toscano, Esq., Solicitor

**FREEHOLD REGIONAL HIGH SCHOOL BOARD OF EDUCATION
CONSULTANTS AND ADVISORS
JUNE 30, 2025**

Audit Firm

Suplee, Clooney & Company LLC
308 East Broad Street
Westfield, NJ 07090

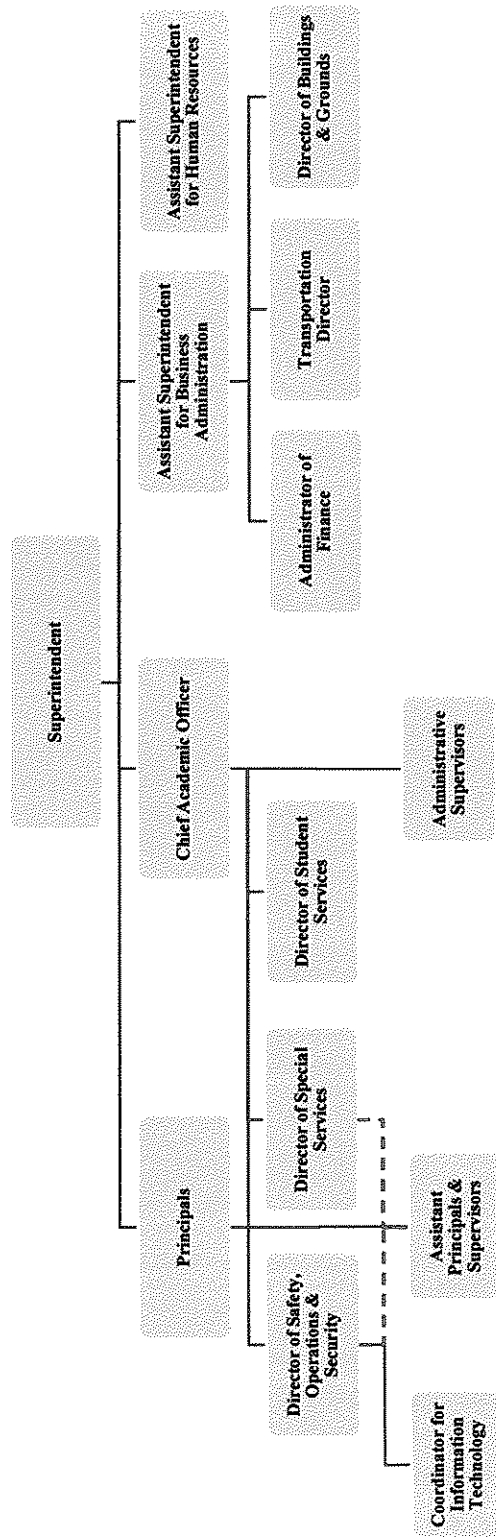
Attorney

Mark Toscano
Comegno Law Group, P.C.
521 Pleasant Valley Avenue
Moorestown, NJ 08057

Official Depository

Bank of America
510 West Main Street
Freehold, New Jersey 07728

Freehold Regional High School District
Organizational Chart
As of June 30, 2025



FINANCIAL SECTION



SUPLEE, CLOONEY & COMPANY LLC

CERTIFIED PUBLIC ACCOUNTANTS

308 East Broad Street, Westfield, New Jersey 07090-2122

Telephone 908-789-9300

Fax 908-789-8535

E-mail info@scnco.com

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Freehold Regional High School District
County of Monmouth
Englishtown, New Jersey

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Finance, Department of Education, State of New Jersey, the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (the "Uniform Guidance") the audit requirements of State of New Jersey OMB Circular 15-08 "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards and provisions are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

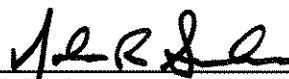
SUPLEE, CLOONEY & COMPANY LLC

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated November 26, 2025, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.



CERTIFIED PUBLIC ACCOUNTANTS



PUBLIC SCHOOL ACCOUNTANT NO. 2389

November 26, 2025

REQUIRED SUPPLEMENTARY INFORMATION – PART I

MANAGEMENT'S DISCUSSION AND ANALYSIS

**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
ENGLISHTOWN, NJ**

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

The discussion and analysis of Freehold Regional High School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2025. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the School District's financial performance. Certain comparative information between the current fiscal year (2024-2025) and the prior fiscal year (2023-2024) is presented in the MD&A. In fiscal year 2025 the District implemented GASB Statement No. 101-Compensated Absences.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2025 are as follows:

- For the FY25 budget year, legislation was adopted allowing districts that met certain criteria to increase the tax levy above the 2% cap. This legislation, P.L.2024, c.13, permitted Freehold Regional to increase the tax levy by \$10,175,000, or 8.55%, thus allowing the District to slightly recover from the devastating cuts in state aid funding under senate bill S2.
- Net Position of governmental activities slightly increased by \$768,433 which represents a 1.0% increase from 2024.
- Net Position of business-type activities increased \$152,662 mainly due to a profitable year for the Food Service Fund, despite a sharp increase in the number of negative balances.
- Property taxes continue to provide the majority of revenue for the Governmental Funds accounting for 65.6% in 2025. This percentage increased slightly due to the legislation discussed above.
- Governmental Fund expenses (exclusive of the Capital Projects Fund and on-behalf contributions) increased by \$3,806,932 which represents a 1.52% increase from 2024.

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 Freehold Regional High School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The focus of governmental accounting differs from that of business enterprises. In government, the financial statement user is concerned with determining accountability for funds, evaluating operating results, and assessing the level of service that can be provided by the government along with its ability to meet obligations as they become due. In comparison, the primary emphasis in the private sector from both an operational and reporting perspective is on the maximization of profits.

**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED (CONTINUED)**

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

The *Statement of Net Position* and *Statement of Activities* provide information about the activities of a whole school district, presenting both an aggregate view of a school district's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short term as well as what remains for future spending.

This document looks at all financial transactions and asks the question, "How did we do financially during 2025?" The *Statement of Net Position* and the *Statement of Activities* attempt to answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's Net Position and changes in those assets. This change in Net Position is important because it tells the reader that, for the District as a whole, the financial position of the District has improved or diminished. The causes of this change may be the result of many factors. Non-financial factors include the School District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs, and other factors.

In the *Statement of Net Position* and the *Statement of Activities*, the School 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, administration, operating maintenance of plant services, student transportation, and extracurricular activities.
- Business-Type Activities - This service is provided on a charge-for-goods-or-services basis to recover all the expenses of the goods or services provided. The Food Service and Extra Curricular funds are reported as a business activity.

Reporting the School District's Most Significant Funds

Fund Financial Statements

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

Governmental Funds

The School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in the future years. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the *Statement of Net Position* and the *Statement of Activities*) and governmental funds is reconciled in the financial statements.

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these statements are essentially the same as in private industry.

**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED (CONTINUED)**

Notes to the Basic Financial Statements

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

THE SCHOOL DISTRICT AS A WHOLE

Recall that the Statement of Net Position provides the perspective of the School District as a whole. Net Position may serve over time 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.

Table 1 provides a summary of the School District's Net Position for 2025 and 2024.

**TABLE 1
Net Position**

	2024-25			2023-24		
	Governmental Activities	Business Activities	Total	Governmental Activities (As Restated)	Business Activities	Total
ASSETS						
Current & Other Assets	\$54,665,910	\$1,769,040	\$56,434,950	\$55,710,095	\$1,640,908	\$57,351,003
Capital Assets	97,670,704	665,236	98,335,940	102,906,771	313,386	103,220,157
Total Assets	152,336,614	2,434,276	154,770,890	158,616,866	1,954,294	160,571,160
DEFERRED OUTFLOWS OF RESOURCES:						
Loss on Refunding of Long Term Debt	-	-	-	-	-	-
Pension Related	3,282,978		3,282,978	3,437,924		3,437,924
Total Deferred Outflow of Resources	3,282,978	-	3,282,978	3,437,924	-	3,437,924
LIABILITIES						
Long-Term Liabilities	50,683,092	-	50,683,092	58,310,259	-	58,310,259
Other Liabilities	21,132,179	423,923	21,556,102	21,244,625	96,603	21,341,228
Total Liabilities	71,815,271	423,923	72,239,194	79,554,884	96,603	79,651,487
DEFERRED INFLOWS OF RESOURCES:						
Pension Related	6,171,859		6,171,859	5,635,877		5,635,877
Total Deferred Inflow of Resources	6,171,859	-	6,171,859	5,635,877	-	5,635,877
NET POSITION						
Net Investment in Capital Assets	76,213,991	665,236	76,879,227	79,174,757	313,386	79,488,143
Restricted	35,657,965		35,657,965	36,629,227		36,629,227
Unrestricted (Deficit)						
Pension Related	(32,206,440)		(32,206,440)	(36,244,078)		(36,244,078)
Other	(2,033,054)	1,345,117	(687,937)	(2,695,877)	1,544,305	(1,151,572)
Total Net Position	\$77,632,462	\$2,010,353	\$79,642,815	\$76,864,029	\$1,857,691	\$78,721,720

**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED (CONTINUED)**

Table 2 details the changes in Net Position for fiscal year 2025 and 2024.

**TABLE 2
CHANGES IN NET POSITION**

	2024-25			2023-24		
	Governmental Activities	Business Activities	Total	Governmental Activities	Business Activities	Total
Revenues:						
Program Revenues:						
Charges for Services	\$3,537,139	\$2,513,383	\$6,050,522	\$3,255,632	\$2,444,490	\$5,700,122
Operating Grants & Contributions	21,090,899	1,084,491	22,175,390	29,729,013	1,076,124	30,805,137
General Revenues			-			-
Property Taxes	166,392,146		166,392,146	153,290,380		153,290,380
Grants (includes State Aid) and Entitlements	34,433,117		34,433,117	34,503,165		34,503,165
Other Revenues	2,366,214	-	2,366,214	1,881,578	-	1,881,578
	<u>227,819,515</u>	<u>3,597,874</u>	<u>231,417,389</u>	<u>222,659,768</u>	<u>3,520,614</u>	<u>226,180,382</u>
Expenses:						
Instruction	138,448,404		138,448,404	139,005,500		139,005,500
Tuition, Student and Instruction Related Services	29,046,399		29,046,399	30,385,801		30,385,801
General Administration, School Administration, Central Services			-			-
Information Technology & Maintenance	34,916,098		34,916,098	33,194,313		33,194,313
Transportation	18,772,580		18,772,580	20,675,284		20,675,284
Interest on Long-Term Debt	275,544		275,544	260,344		260,344
Business-Type		3,445,212	3,445,212		3,036,321	3,036,321
Other	5,592,057		5,592,057	5,027,380		5,027,380
Total Expenses	<u>227,051,082</u>	<u>3,445,212</u>	<u>230,496,294</u>	<u>228,548,622</u>	<u>3,036,321</u>	<u>231,584,943</u>
Change in Net Position	768,433	152,662	921,095	(5,888,854)	484,293	(5,404,561)
Net Position July 1, as restated	<u>76,864,029</u>	<u>1,857,691</u>	<u>78,721,720</u>	<u>82,752,883</u>	<u>1,373,398</u>	<u>84,126,281</u>
Net Position June 30,	<u>\$77,632,462</u>	<u>\$2,010,353</u>	<u>\$79,642,815</u>	<u>\$76,864,029</u>	<u>\$1,857,691</u>	<u>\$78,721,720</u>

The presentation of net position in the District's June 30, 2025 financial statements includes revenues from federal and state grant programs as well as the state's on-behalf contributions to the Teachers' Pension and Annuity Fund (TPAF) and actuarially calculated expense for the Public Employees Retirement System (PERS). Corresponding amounts have been appropriately assigned throughout governmental expenses.

Variances in both the revenues and expenditures are significantly affected by the actuarially calculated revenue and expense for TPAF and PERS Pension under GASB 68 and Postemployment Benefits under GASB 75.

**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED (CONTINUED)**

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services for the District. The net cost shows the financial burden that was placed on the District's taxpayers by each of these functions.

**TABLE 3
NET COST OF SERVICES**

	Total Cost of Services 2025	Total Cost of Services 2024	Net Cost of Services 2025	Net Cost of Services 2024
Instruction	\$138,448,404	\$139,005,500	\$121,653,214	\$115,809,075
Tuition, Student and Instruction Related Services	\$29,046,399	30,385,801	22,808,093	22,417,568
General Administration, School Administration, Central Services				
Information Technology & Maintenance	\$34,916,098	33,194,313	33,385,522	31,377,081
Transportation	\$18,772,580	20,675,284	18,708,614	20,672,529
Interest on Long-Term Debt	\$275,544	260,344	275,544	260,344
Business-Type	\$3,445,212	3,036,321	(152,662)	(484,293)
Other	\$5,592,057	5,791,983	5,592,057	5,791,983
Total Expenses	<u>\$230,496,294</u>	<u>\$232,349,546</u>	<u>\$202,270,382</u>	<u>\$195,844,287</u>

As noted above, the presentation of position in the District's June 30, 2025 financial statements includes the allocation of expenses funded by federal and state grant programs as well as the state's on-behalf contributions to the Teachers' Pension and Annuity Fund as well as the allocation of Postemployment Benefits under GASB 75. In 2025,

- Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student, including extracurricular activities.
- Tuition, 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.
- General administration, school administration, central services, information technology, and maintenance include expenses associated with administrative and financial supervision of the District, as well as costs associated with the upkeep of school grounds, buildings, and equipment in an effective working condition.
- Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by State law.
- Interest on long-term debt involves the transactions associated with the payment of interest and other related charges to debt of the School District.
- Business-type expenses include all expenses associated with the food service and extracurricular funds.
- "Other" includes depreciation on capital assets that is not allocated to a specific function mentioned above.

**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED (CONTINUED)**

Business-Type Activities

Revenues for the District's business-type activities (food service and extra-curricular programs) were comprised of charges for services and federal and state reimbursements. When factoring in reimbursements from the federal and state government for free and reduced eligible meals, the food service operation was profitable. Ongoing concerns for the food service program continue to be labor shortages and uncollectable student balances.

THE SCHOOL DISTRICT'S FUNDS

All governmental funds are accounted for using the modified accrual basis of accounting. Totals (excluding Capital Projects) for revenues amounted to \$253,817,245 and expenditures were \$253,716,619. The net change in fund balance was a decrease of \$41,382. 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 fiscal management. Governmental Funds Revenues and Expenditures (exclusive of Capital Projects) are summarized in Table 4 and Chart 1 below.

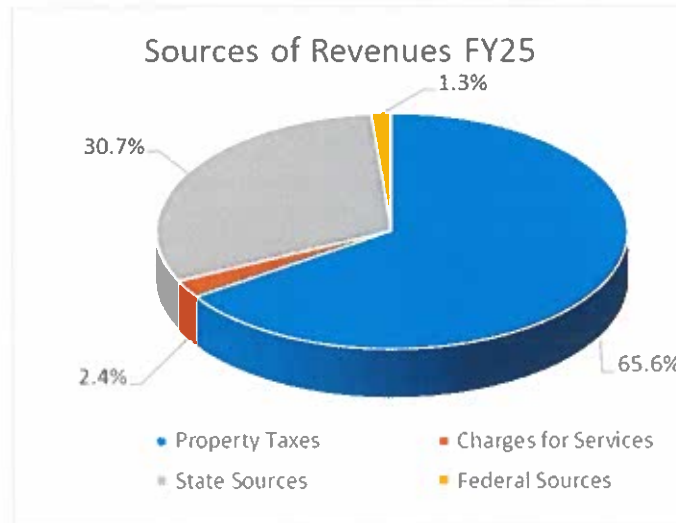
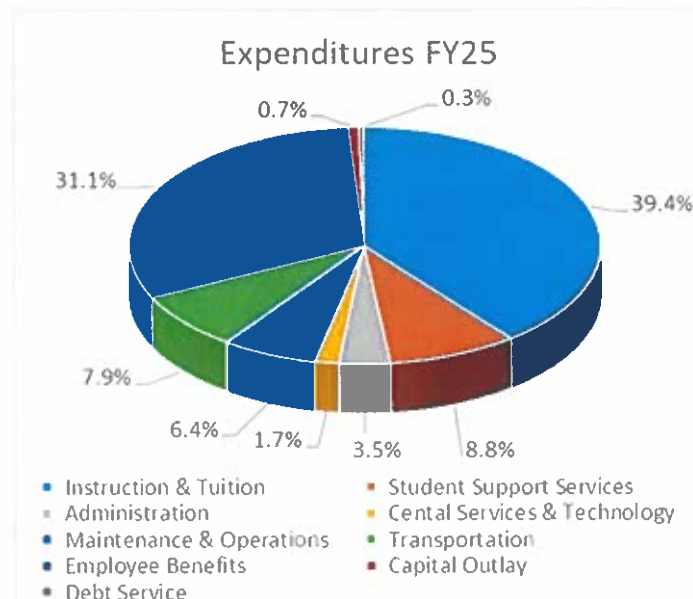
**Table 4
Governmental Funds Revenues and Expenditures
(Exclusive of Capital Projects)**

	<u>Amount</u>	<u>Percentage</u>	<u>Increase/(Decrease) from 2024</u>	<u>Percentage Change</u>
REVENUES:				
Property Taxes	\$166,392,146	65.57	\$13,101,766	8.55
Charges for Services	\$6,193,812	2.44	\$745,984	13.69
State Sources	77,816,770	30.66	\$530,980	0.69
Federal Sources	3,414,517	1.35	(3,194,701)	(48.34)
Total	\$253,817,245	100.01	\$11,184,029	4.61
EXPENDITURES:	<u>Amount</u>	<u>Percentage</u>	<u>Increase/(Decrease) from 2024</u>	<u>Percentage Change</u>
Instruction & Tuition	\$99,921,488	39.38	\$1,390,944	1.41
Student Support Services	22,378,864	8.82	(494,981)	(2.16)
Administration	8,919,020	3.52	176,597	2.02
Central Services & Technology	4,354,577	1.72	193,603	4.65
Maintenance & Operations	16,310,903	6.43	627,292	4.00
Transportation	20,166,962	7.95	(2,171,966)	(9.72)
Employee Benefits	78,963,683	31.12	3,182,183	4.20
Capital Outlay	1,855,040	0.73	896,922	93.61
Debt Service	846,082	0.33	6,338	0.75
Total	\$253,716,619	100.00	\$3,806,932	1.52

**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED (CONTINUED)**

**Chart 1
Governmental Funds Revenues and Expenditures
(Exclusive of Capital Projects)**



**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED (CONTINUED)**

Highlights include the following:

- The property tax increase of 8.55% is a result of the District being permitted through legislation P.L.2024, c.13 to increase the levy beyond the 2% cap. The increase in state revenue was mainly due to the District receiving a Teacher Climate & Culture Grant. The decrease in federal revenue was expected as the grant periods for pandemic-related funding, such as ARP ESSER, ended. The increase in Charges for Services results from increases in student activities and scholarships which are recorded now in the governmental funds as a result of GASB 84.
- Expenses for instruction slightly increased from FY24 mainly due to contractual increases in pay.
- Student support services decreased mainly due to decreases in related services and one-to-one nursing. These services are all IEP driven and can fluctuate greatly year to year based on student need.
- The Operations and Maintenance of Plant Services section of the budget increased by 6.43% primarily due to the District completing much needed maintenance projects previously put on hold during the years of S2 reductions in State Aid.
- Transportation costs decreased by 7.95% mainly due to CPI holding steady at 5.81%, down only slightly from 5.86% the previous year. When CPI rates are on the higher side, more contractors renew routes at CPI rather than forcing the District to go out to bid which results in over-inflated bid prices. Transportation is always an area of major concern for the future as the driver shortage continues and fears of inflation and gas price increases could continue to drive up costs.
- Excluding on-behalf payments, expenses for employee benefits increased by 9% in FY25. Health as well as workers compensation claims costs increased this year. Prescription benefits are included in medical claims and certain specialty drugs, specifically weight-loss medications, continue to significantly increase costs.
- Capital Outlay represents track rehabilitation at Colts Neck High School, stage lighting at Manalapan High School, technology infrastructure upgrades, and various equipment purchases.

Capital Projects and Planning

With long-term, responsible stewardship of our facilities in mind, the District had commissioned a comprehensive facility assessment in preparation for a bond referendum in 2025. During this process, the State, through the Appropriations Act for Fiscal Year 2026, included a provision authorizing certain school districts to apply to the Commissioner of Education to increase expenditures pursuant to N.J.S.A. 18A:7F-6. The District decided to pursue this approval and corresponding application for Tax Levy Incentive Aid, rather than the bond referendum that was originally planned. The Board of Education and administration committed to funding critical infrastructure and other necessary capital projects prioritized in the comprehensive facility assessment with the additional tax levy money generated from this program. There will be significant investments made over the next several years.

**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED (CONTINUED)**

CAPITAL ASSETS

The balance in Construction in Progress decreased as certain referendum projects were completed. It is anticipated that the remaining referendum and school security projects will be completed in FY26. The District made equipment purchases including various technology infrastructure/equipment upgrades, and buildings and grounds equipment. The District had a physical inventory performed and as a result, adjustments were made to assets and corresponding accumulated depreciation for items not inventoried by the outside firm. These assets had been carried on the inventory for many years and were fully-depreciated, thus resulting in no financial impact. Table 5 shows the FY25 Capital Asset activity of the District.

**Table 5
Capital Assets for the Fiscal Year Ended June 30, 2025**

	Beginning Balance	Additions	Transfers or Retirements	Ending Balance
Governmental activities:				
<i>Capital assets not being depreciated:</i>				
Land	\$ 446,488			\$ 446,488
Construction In Progress	6,990,203	\$ 300,341	\$ (4,144,000)	3,146,544
Total capital assets not being depreciated	7,436,691	300,341	(4,144,000)	3,593,032
<i>Capital assets being depreciated:</i>				
Site improvements	17,859,492	578,100	(198,541)	18,239,051
Building and improvements	241,889,647	80,737	3,839,534	245,809,918
Equipment	25,190,929	1,165,451	(11,313,309)	15,043,071
Total capital assets being depreciated	284,940,068	1,824,288	(7,672,316)	279,092,040
 Total Gross Assets (Memo Only)	 292,376,759	 2,124,629	 (11,816,316)	 282,685,072
 Less accumulated depreciation for:				
Site improvements	(13,173,311)	(884,309)	198,541	(13,859,079)
Building and improvements	(155,132,219)	(5,399,871)	304,466	(160,227,624)
Equipment	(21,164,458)	(1,076,516)	11,313,309	(10,927,665)
Total accumulated depreciation	(189,469,988)	(7,360,696)	11,816,316	(185,014,368)
Total capital assets being depreciated, net	95,470,080	(5,536,408)	4,144,000	94,077,672
Government activities capital assets, net	102,906,771	\$ (5,236,067)	\$ -	\$ 97,670,704
 Business-type activities:				
<i>Capital assets being depreciated:</i>				
Equipment	\$ 1,140,673	\$ 388,369		\$ 1,529,042
Less accumulated depreciation	(827,287)	(36,518)		(863,805)
Enterprise fund capital assets, net	\$ 313,386	\$ 351,851	\$ -	\$ 665,237

**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
ENGLISHTOWN, NJ**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025
UNAUDITED (CONCLUDED)**

DEBT ADMINISTRATION

Among the District's outstanding liabilities at June 30, 2025, \$12,815,000 is for bonds payable, \$3,342,006 is for compensated absences, \$368,347 is for leases, \$179,053 for subscription-based information technology agreements, and \$10,880,273 is for obligations under installment purchase contracts.

CONTACTING THE SCHOOL DISTRICT

This financial report is designed to provide the District's citizens, taxpayers, bond holders, and creditors with a general overview of the District's finances and to show the District's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Assistant Superintendent for Business Administration at Freehold Regional Board of Education, 11 Pine Street, Englishtown, NJ 07726.

Please visit our website at www.frhsd.com

BASIC FINANCIAL STATEMENTS

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

DISTRICT-WIDE FINANCIAL STATEMENTS

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

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

	<u>GOVERNMENTAL</u> <u>ACTIVITIES</u>	<u>BUSINESS-TYPE</u> <u>ACTIVITIES</u>	<u>TOTAL</u>
ASSETS:			
Cash and cash equivalents	\$ 37,230,805	\$ 820,969	\$ 38,051,774
Receivables, net	5,260,477	911,288	6,171,765
Inventory		36,783	36,783
Restricted assets:			
Restricted cash and cash equivalents	11,660,909		11,660,909
Right to Use Leased Assets,			
Net of Amortization	330,746		330,746
Intangible Asset, Net of Amortization	182,973		182,973
Capital assets:			
Land and construction in progress	3,593,032		3,593,032
Other capital assets, net of depreciation	94,077,672	665,236	94,742,908
Total Assets	152,336,614	2,434,276	154,770,890
DEFERRED OUTFLOW OF RESOURCES:			
Pension related	3,282,978		3,282,978
LIABILITIES:			
Accounts payable	4,358,339	245,004	4,603,343
Payroll deductions payable	4,357,833		4,357,833
Interfund payable	646,941	47,900	694,841
Payable to state government	15,025		15,025
Unearned revenue	333,373	131,019	464,392
Other current liabilities	12,337		12,337
Accrued interest payable	96,260		96,260
Accrued liability for insurance claims	7,810,000		7,810,000
Noncurrent liabilities:			
Due within one year:			
Compensated absences payable	367,621		367,621
Bonds, leases, installment purchase contracts payable, and SBITA's	3,134,450		3,134,450
Due beyond one year:			
Compensated absences payable	2,974,385		2,974,385
Bonds, leases, installment purchase contracts payable, and SBITA's	21,108,223		21,108,223
Net pension liability	26,600,484		26,600,484
Total liabilities	71,815,271	423,923	72,239,194
DEFERRED INFLOW OF RESOURCES:			
Pension related	6,171,859		6,171,859
NET POSITION:			
Net investment in capital assets	76,213,991	665,236	76,879,227
Restricted for:			
Capital projects fund	686,338		686,338
Debt service fund	102,764		102,764
Other purposes	34,868,863		34,868,863
Unrestricted (deficit)	(34,239,494)	1,345,117	(32,894,377)
Total net position	\$ 77,632,462	\$ 2,010,353	\$ 79,642,815

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
JUNE 30, 2025

Functions/Programs	Expenses	Indirect Cost Allocation	Programs Revenues		Net (Expense) Revenue and Changes in Net Position		
			Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
Instruction:							
Regular	\$ 49,459,955	\$ 44,845,850	\$ 153,426	\$ 10,967,287	\$ (83,183,792)	\$	\$ (83,183,792)
Special	24,664,347	9,979,926		4,621,862	(30,022,411)		(30,022,411)
Other instruction	5,189,481	4,310,145	64,001	988,614	(8,447,011)		(8,447,011)
Support services:							
Student & instruction related services	18,748,872	10,297,527	3,225,607	3,012,699	(22,808,093)		(22,808,093)
General administrative services	1,626,391	342,669		63,994	(1,905,066)		(1,905,066)
School administrative services	5,284,880	5,637,796		1,222,279	(9,700,397)		(9,700,397)
Central service	1,359,946	506,088		25,799	(1,840,235)		(1,840,235)
Admin information technology	2,244,279	640,632		16,080	(2,868,831)		(2,868,831)
Plant operations and maintenance	14,351,346	2,922,071	94,105	108,319	(17,070,993)		(17,070,993)
Pupil transportation	17,001,432	1,771,148		63,966	(18,708,614)		(18,708,614)
Unallocated benefits	79,485,213	(79,462,243)			(22,970)		(22,970)
Interest on long-term debt	275,544				(275,544)		(275,544)
Unallocated depreciation	7,360,696	(1,791,609)			(5,569,087)		(5,569,087)
Total governmental activities	227,051,082		3,537,139	21,090,899	(202,423,044)		(202,423,044)
Business-type activities							
Food service	3,115,755		2,183,926	1,084,491		152,662	152,662
Extra-curricular	329,457		329,457				
Total business-type activities	3,445,212		2,513,383	1,084,491		152,662	152,662
Total primary government	\$ 230,496,294		\$ 6,050,522	\$ 22,175,390	\$ (202,423,044)	\$ 152,662	\$ (202,270,382)
General Revenues:							
Taxes:							
Property taxes, levied for general purposes, net					\$ 165,968,438	\$	\$ 165,968,438
Taxes levied for debt service					423,708		423,708.00
Federal and state aid not restricted					34,231,456		34,231,456
Federal and state aid restricted					201,661		201,661
Miscellaneous income					2,366,214		2,366,214
Total general revenues					203,991,477		203,991,477
Change in net position					768,433	152,662	921,095
Net Position - beginning, as restated					76,864,029	1,857,691	78,721,720
Net Position ending					77,632,462	2,010,353	79,642,815

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

MAJOR FUND FINANCIAL STATEMENTS
--

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

FREEHOLD REGIONAL HIGH 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	\$ 45,217,381	\$ 1,995,049	\$ 1,548,924	\$	\$ 48,761,354
Cash with fiscal agents	130,360				130,360
Other receivables	187,611	5,556			193,167
Due from other funds	7,921,895		153,890	102,764	8,178,549
Receivables from other governments	4,614,641	452,669			5,067,310
Total assets	\$ 58,071,888	\$ 2,453,274	\$ 1,702,814	102,764	\$ 62,330,740
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Accounts payable	\$ 1,524,724	\$ 77,100	\$ 39,440	\$	\$ 1,641,264
Payroll deductions payable	4,357,833				4,357,833
Payable to state government	216	14,809			15,025
Interfund payables	8,675,367	47,359	102,764		8,825,490
Unearned revenue	14,416	318,957			333,373
Other current liabilities	12,337				12,337
Accrued liability for insurance claims	7,810,000				7,810,000
Total liabilities	22,394,893	458,225	142,204		22,995,322
Fund balances:					
Restricted:					
Capital reserve account	8,427,803				8,427,803
Emergency reserve account	8,900				8,900
Maintenance reserve account	3,093,846				3,093,846
Excess surplus designated for subsequent years expenditures	10,061,003				10,061,003
Excess surplus	9,453,351				9,453,351
Capital projects fund			686,338		686,338
Debt service fund				102,764	102,764
Committed:					
State unemployment insurance	1,015,249				1,015,249
Student activities		1,240,728			1,240,728
Scholarships		754,321			754,321
Assigned:					
Designated for subsequent years expenditures	1,500,000				1,500,000
Encumbrances	713,612		874,272		1,587,884
Unassigned	1,403,231				1,403,231
Total fund balances	35,676,995	1,995,049	1,560,610	102,764	39,335,418
Total liabilities and fund balances	\$ 58,071,888	\$ 2,453,274	\$ 1,702,814	\$ 102,764	\$ 62,330,740

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

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

Total Fund Balances (Brought Forward)	\$	39,335,418
---------------------------------------	----	------------

Amounts Reported for Governmental Activities in the Statement
of Net Position (A-1) are different because:

Capital assets used in governmental activities are not financial
resources and therefore are not reported in the funds.

Cost of Assets	\$	282,685,072	
Accumulated Depreciation		<u>(185,014,368)</u>	
			97,670,704

Intangible Assets used in governmental activities are not financial resources and therefore are not reported in the funds.	182,973
---	---------

Right to Use assets used in governmental activities are not financial resources and therefore are not reported in the funds.	330,746
---	---------

Long term liabilities, including bonds payable, and other related
amounts that are not due and payable in the current period
and therefore are not reported as liabilities in the funds.

Net Pension Expense	(26,600,484)	
Compensated Absences	(3,342,006)	
Leases Payable	(368,347)	
Subscription Based Information Technology Agreements	(179,053)	
Installment Purchase Contracts Payable	(10,880,273)	
Bonds Payable	<u>(12,815,000)</u>	
		(54,185,163)

Deferred Outflows and Inflows of resources are applicable
to future periods and therefore are not reported in the funds.

Deferred Outflows:

Pension related	619,179	
Employer Contribution related to pensions	<u>2,663,799</u>	
		3,282,978

Deferred Inflows:

Pension related	(6,171,859)
-----------------	-------------

Certain liabilities are not due and payable in the current period
and therefore, are not reported in the governmental funds.

Accounts Payable - Pension Related	(2,717,075)	
Accrued Interest Payable	<u>(96,260)</u>	
		<u>(2,813,335)</u>

Net Position of Governmental Activities	\$	<u><u>77,632,462</u></u>
---	----	--------------------------

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

FREEHOLD REGIONAL HIGH 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	\$ 165,968,438	\$	\$	\$ 423,708	\$ 166,392,146
Tuition From Individuals	300				300
Tuition -LEAs Within State	153,126				153,126
Unrestricted Miscellaneous Revenue	2,059,969		34,852		2,094,821
Interest Earned on Emergency Reserve	250				250
Interest Earned on Maintenance Reserve	42,913				42,913
Interest Earned on Capital Reserve Funds	228,230				228,230
Other Restricted Miscellaneous Revenue	158,106	3,550,918			3,709,024
Total - local sources	168,611,332	3,550,918	34,852	423,708	172,620,810
State sources	76,958,609	570,494		287,667	77,816,770
Federal sources	44,297	3,370,220			3,414,517
Total revenues	245,614,238	7,491,632	34,852	711,375	253,852,097
EXPENDITURES:					
Current expense:					
Regular instruction	58,975,811	985,860			59,961,671
Special instruction	13,305,496	2,390,889			15,696,385
Other instruction	6,732,743				6,732,743
Support services:					
Tuition	17,375,488				17,375,488
Student & instruction related services	18,465,642	3,913,222			22,378,864
General administrative services	1,726,021				1,726,021
School administrative services	7,192,999				7,192,999
Central service	1,821,086				1,821,086
Administrative information technology services	2,533,491				2,533,491
Plant operations and maintenance	16,310,903				16,310,903
Pupil transportation	20,166,962				20,166,962
Unallocated benefits	78,963,683				78,963,683
Charter Schools	155,201				155,201
Debt Service:					
Principal				585,000	585,000
Interest				261,082	261,082
Capital outlay	1,767,387	87,653	300,342		2,155,382
Total expenditures	245,492,913	7,377,624	300,342	846,082	254,016,961
Excess (deficiency) of revenues over (under) expenditures	121,325	114,008	(265,490)	(134,707)	(164,864)
Other financing sources (uses):					
State Unemployment Insurance	(22,970)				(22,970)
Transfer	(153,890)		119,038	34,852	
Total other financing sources (uses)	(176,860)		119,038	34,852	(22,970)
Net change in fund balances	(55,535)	114,008	(146,452)	(99,855)	(187,834)
Fund balances, July 1, 2024	35,732,530	1,881,041	1,707,062	202,619	39,523,252
Fund balances, June 30, 2025	\$ 35,676,995	\$ 1,995,049	\$ 1,560,610	\$ 102,764	\$ 39,335,418

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

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

Total net change in fund balances - governmental funds (from B-2)	\$	(187,834)
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays related to capital assets are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.		
Depreciation expense		(7,360,696)
Capital outlays, related to capital assets	\$ 2,155,382	
Less: Capital Outlays not capitalized	<u>(8,101)</u>	
		2,147,281
Capital outlays related to lease are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.		
Amortization Expense- Leases	(330,746)	
Amortization Expense- Subscription Based Information Technology Agreements	<u>(60,991)</u>	
		(391,737)
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of Net Position and is not reported in the statement of activities.		
		585,000
Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of Net Position and is not reported in the statement of activities.		
Payment of lease payable		354,763
Payment of Subscription Based Information Technology Agreements		55,430
Payment of installment purchase contracts payable		2,023,857
In the statement of activities, interest on long-term debt is accrued, regardless of when due. In governmental funds, interest is reported when due. The accrued interest is an addition in the reconciliation.		
		3,291
District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.		
District pension contributions	2,663,799	
Add: Pension benefit	<u>1,373,840</u>	
		4,037,639
In the statement of activities, certain expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-). When the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		
		<u>(498,561)</u>
Change in net position of governmental activities (A-2)	\$	<u>768,433</u>

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

OTHER FUNDS

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF NET POSITION
PROPRIETARY FUNDS - ENTERPRISE FUNDS
JUNE 30, 2025

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND</u>		
	<u>FOOD SERVICE</u>	<u>EXTRA-CURRICULAR</u>	<u>TOTAL</u>
	<u>FUND</u>	<u>FUND</u>	
ASSETS:			
Current assets:			
Cash and cash equivalents	\$ 820,969	\$	\$ 820,969
Accounts receivable:			
State	5,374		5,374
Federal	66,719		66,719
Other	96,376	47,978	144,354
Interfund receivable	694,841		694,841
Inventories	36,783		36,783
	<hr/>	<hr/>	<hr/>
Total current assets	1,721,062	47,978	1,769,040
Noncurrent assets:			
Furniture, machinery and equipment	1,529,042		1,529,042
Less accumulated depreciation	(863,806)		(863,806)
	<hr/>	<hr/>	<hr/>
Total noncurrent assets	665,236		665,236
	<hr/>	<hr/>	<hr/>
Total assets	2,386,298	47,978	2,434,276
LIABILITIES:			
Current liabilities:			
Accounts payable	244,926	78	245,004
Interfund Payables		47,900	47,900
Unearned revenue	131,019		131,019
	<hr/>	<hr/>	<hr/>
Total current liabilities	375,945	47,978	423,923
NET POSITION:			
Net investment in capital assets	665,236		665,236
Unrestricted	1,345,117		1,345,117
	<hr/>	<hr/>	<hr/>
Total net position	\$ 2,010,353	\$	\$ 2,010,353

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

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

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND</u>		
	<u>FOOD SERVICE</u>	<u>EXTRA-CURRICULAR</u>	
	<u>FUND</u>	<u>FUND</u>	<u>TOTAL</u>
OPERATING REVENUES:			
Charges for services:			
Daily sales - reimbursable programs	\$ 795,723	\$	\$ 795,723
Daily sales - non-reimbursable programs	1,333,684		1,333,684
Special functions	38,893		38,893
Miscellaneous	15,626		15,626
Fees - individuals		329,457	329,457
Total operating revenues	<u>2,183,926</u>	<u>329,457</u>	<u>2,513,383</u>
OPERATING EXPENSES:			
Cost of sales - reimbursable programs	805,609		805,609
Cost of sales - non-reimbursable programs	599,831		599,831
Salaries and benefits	1,292,823	126,259	1,419,082
Supplies and materials	146,780		146,780
Management fee	148,635		148,635
Miscellaneous	85,559	38,896	124,455
Depreciation	36,518		36,518
Total operating expenses	<u>3,115,755</u>	<u>329,457</u>	<u>3,445,212</u>
Operating (loss)	<u>(931,829)</u>		<u>(931,829)</u>
NONOPERATING REVENUES (EXPENSES):			
State Sources			
State school lunch program	54,413		54,413
State school breakfast program	2,126		2,126
P-EBT Administration	1,501		1,501
Federal Sources			
National school lunch program	783,307		783,307
HHFKA	31,150		31,150
School breakfast program	76,769		76,769
P-EBT Administration	1,501		1,501
Local Food for Schools	12,467		12,467
National food distribution commodities	121,257		121,257
Total nonoperating revenues (expenses)	<u>1,084,491</u>		<u>1,084,491</u>
Change in net position	152,662		152,662
Total net position - beginning	<u>1,857,691</u>		<u>1,857,691</u>
Total net position - ending	<u>\$ 2,010,353</u>	<u>\$</u>	<u>\$ 2,010,353</u>

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

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

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND</u>		
	<u>FOOD SERVICE</u>	<u>EXTRA-CURRICULAR</u>	<u>TOTAL</u>
	<u>FUND</u>	<u>FUND</u>	
Cash flows from operating activities:			
Receipts from customers	\$ 2,135,191	\$ 302,038	\$ 2,437,229
Payments to employees	(1,011,235)	(124,345)	(1,135,580)
Payments for employee benefits	(281,588)	(1,914)	(283,502)
Payments to suppliers	(1,645,070)	(203,198)	(1,848,268)
Net cash provided by (used for) operating activities	(802,702)	(27,419)	(830,121)
Cash flows from noncapital financing activities:			
State sources	62,315		62,315
Federal sources	976,259		976,259
Operating subsidies and transfers to other funds	271,276	27,419	298,695
Net cash provided by noncapital financing activities	1,309,850	27,419	1,337,269
Cash flows from capital and related financing activities:			
Purchases of capital assets	(204,810)		(204,810)
Net cash provided by (used for) capital and related financing activities	(204,810)		(204,810)
Net increase (decrease) in cash and cash equivalents	302,338		302,338
Cash and cash equivalents, July 1, 2024	518,631		518,631
Cash and cash equivalents, June 30, 2025	\$ 820,969	\$	\$ 820,969
Reconciliation of operating income (loss) to net cash provided (used) by operating activities			
Operating income (loss)	\$ (931,829)	\$	\$ (931,829)
Adjustments to reconciling operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation	36,518		36,518
Federal commodities	121,257		121,257
Change in assets and liabilities:			
(Increase) decrease in accounts receivable, net	(93,505)	(27,419)	(120,924)
Increase (decrease) in unearned revenue	44,295		44,295
Increase (decrease) in accounts payable	28,226		28,226
(Increase) decrease in inventories	(7,664)		(7,664)
	129,127	(27,419)	101,708
Net cash provided by (used for) operating activities	\$ (802,702)	\$ (27,419)	\$ (830,121)

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Reporting Entity

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

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

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

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government
2. The primary government, or its component unit, is entitled to, or has the ability to otherwise access, a majority of the economic resources of the organization
3. The economic resources received or held by an *individual organization* that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Reporting Entity (Continued)

The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District include six High Schools. 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.

Basis of Presentation

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

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

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (Continued)

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

Governmental Funds

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

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

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Projects Funds The capital projects fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

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 debt issued to finance major property acquisition, construction and improvement programs.

Proprietary Funds

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

Basis of Accounting-Measurement Focus

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

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting-Measurement Focus (Continued)

The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied. Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transactions can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from the issuance of long-term debt and acquisitions under leases and installment purchase contracts are reported as other financing sources.

Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for approval. In accordance with P.L. 2011, c. 202, which became effective January 17, 2012, the District elected to move the school Board election to the date of the November general election thereby eliminating the vote on the annual base budget. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2.2(f)1. Expenditures may not legally exceed budgeted appropriations at the line item level. All budget amendments and transfers must be approved by School Board resolution. There were no Budget amendments during the year ended June 30, 2025.

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

Appropriations, except remaining project appropriations, encumbrances, and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures. Formal budgetary integration into the accounting system is employed as a management control device during the fiscal year.

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles (GAAP) with the exception of the legally mandated (N.J.S.A. 18A:22-44.2) revenue recognition of one or more deferred State Aid payments for budgetary purposes only due to the State deferral of such payments into the subsequent budget year and the accounting treatment of encumbrances in the special revenue fund as described below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

Encumbrance Accounting

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

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

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

Interfunds

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Inventories and Prepaid Expenses

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

Inventories of food and/or supplies in the food service fund are recorded at cost on a first-in, first-out basis or, in the case of Food Distribution Commodities, at stated value which approximates market.

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

Capital Assets

The District has an established formal system of accounting for its capital assets. Capital Assets used for governmental purposes, which include land, buildings and improvements and furniture and equipment, are only reported in the district-wide financial statements. The District generally defines capital assets as assets with an initial cost of \$2,000 or more and an estimated useful life in excess of one year. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

In fiscal year 2016, the District implemented GASB 72. The objective of this Statement is to improve financial reporting by clarifying the definition of fair value for financial reporting purposes, establishing general principles for measuring fair value, providing additional fair value application guidance, and enhancing disclosures about fair value measurements. These improvements are based in part on the concepts and definitions established in Concepts Statement No. 6, Measurement of Elements of Financial Statements, and other relevant literature.

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

	<u>Estimated Life</u>
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office and computer equipment	10
Instructional equipment	10
Grounds equipment	15

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences

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

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

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy and/or collective bargaining unit contracts. Upon termination, employees are paid for accrued vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after four years of service.

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

For the district-wide statements, the current portion is the amount estimated to be used in the following year. For the governmental funds in the fund financial statements, a liability is reported only for to the extent of the amount actually due at year end as a result of employee resignations/retirements. Compensated absences are a reconciling item between the fund level and district-wide presentations.

Fund Equity

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

Unearned Revenue

Unearned revenue in the General, Special Revenue and Proprietary funds represents funds which have been received but not yet earned.

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accrued Liabilities and Long-Term Obligations

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

Net Position

In accordance with GASB 63, Net Position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

Fund Balance Reserves

The District has implemented GASB Statement 54, "Fund Balance Reporting and Governmental Fund Type Definitions". This statement modifies fund balance reporting and clarifies fund type definitions. This Statement aims to enhance the usefulness of fund balance information by providing clearer fund balance clarifications that can be applied more consistently.

Under the new standard, in the fund financial statements, governmental funds report the following classifications of fund balance:

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance Reserves (Continued)

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

Committed - includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District's highest level of decision making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Education. The District does not report any Fund Balance in this category

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

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

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

Revenues Exchange and Non-exchange Transactions

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenues Exchange and Non-exchange Transactions (Continued)

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, income taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from property taxes is recognized in the period in which the income is earned. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specific purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

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

Proprietary Funds Revenues and Expenses

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

Allocation of Indirect Expenses

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Extraordinary and Special Items

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

Management Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

Accounting and Financial Reporting for Pensions

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

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 one item that qualifies for reporting in this category, 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 as a Deferred Inflow. Deferred amounts related to pensions.

Leases

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

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

Right to Use Assets

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Recently Adopted Accounting Pronouncements

Beginning with the year ended June 30, 2025, the District has implemented GASB Statement 101, *Compensated Absences*.

NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS

The Board considers petty cash, change funds, cash in banks, and short term investments with original maturities of three months or less as cash and cash equivalents. Investments are stated at cost, which approximates market.

Deposits

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

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

Deposits

The Freehold Regional High School District had the following cash and cash equivalents at June 30, 2025:

<u>Fund Type</u>	<u>Amount</u>
Cash in Bank:	
Governmental Funds	\$ 52,159,532
Proprietary Funds	934,198
Total Cash in Bank	\$ 53,093,731
Less: Reconciling Items	(3,381,047)
	<u>\$ 49,712,684</u>

Custodial Credit Risk - Deposits - Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The District does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of June 30, 2025, based upon the coverage provided by FDIC and NJGUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on balance in the bank of \$53,093,731, \$500,000 was covered by Federal Depository Insurance, and \$52,593,931 was covered under the provisions of NJGUDPA.

Investments

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

1. Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a1 et seq., and operated in accordance with 17 C.F.R. § 270.2a7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:20-37. These funds are also required to be rated by a nationally recognized statistical rating organization.

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

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

Investments (Continued)

3. Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located.
5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Investment of the Department of Treasury for investment by School Districts;
6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:20-37. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.
7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 C. 52:18A-90.4); or
8. Agreements for the repurchase of fully collateralized securities if:
 - a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;
 - b. the custody of collateral is transferred to a third party;
 - c. the maturity of the agreement is not more than 30 days;
 - d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 C. 17:1941); and
 - e. a master repurchase agreement providing for the custody and security of collateral is executed.

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

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

Investments (Continued)

Based upon the limitations set forth by New Jersey Statutes 40A:5-15.1, the District is generally not exposed to credit risks and interest rate risks for its investments, nor is it exposed to foreign currency risk for its deposits and investments.

NOTE 3: RECEIVABLES

Receivables at June 30, 2025 are listed below. All receivables are considered collectible in full. A summary of the principal items of governmental receivables follows:

	<u>Governmental Financial Statements</u>	<u>District-Wide Financial Statements</u>
State Aid	\$ 3,539,828	\$ 3,539,828
Federal Aid	449,906	449,906
Interfunds	8,178,549	
Other	1,270,743	1,270,743
Gross Receivables	<u>13,439,026</u>	<u>5,260,477</u>
Less: Allowance for Uncollectibles	-	-
Total Receivables, Net	<u><u>\$13,439,026</u></u>	<u><u>\$5,260,477</u></u>

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 4: CAPITAL ASSETS

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

	Beginning Balance	Additions	Transfers or Retirements	Ending Balance
Governmental activities:				
<i>Capital assets not being depreciated:</i>				
Land	\$ 446,488			\$ 446,488
Construction In Progress	6,990,203	\$ 300,341	\$ (4,144,000)	3,146,544
Total capital assets not being depreciated	7,436,691	300,341	(4,144,000)	3,593,032
<i>Capital assets being depreciated:</i>				
Site improvements	17,859,492	578,100	(198,541)	18,239,051
Building and improvements	241,889,647	80,737	3,839,534	245,809,918
Equipment	25,190,929	1,165,451	(11,313,309)	15,043,071
Total capital assets being depreciated	284,940,068	1,824,288	(7,672,316)	279,092,040
Total Gross Assets (Memo Only)	292,376,759	2,124,629	(11,816,316)	282,685,072
Less accumulated depreciation for:				
Site improvements	(13,173,311)	(884,309)	198,541	(13,859,079)
Building and improvements	(155,132,219)	(5,399,871)	304,466	(160,227,624)
Equipment	(21,164,458)	(1,076,516)	11,313,309	(10,927,665)
Total accumulated depreciation	(189,469,988)	(7,360,696)	11,816,316	(185,014,368)
Total capital assets being depreciated, net	95,470,080	(5,536,408)	4,144,000	94,077,672
Government activities capital assets, net	\$ 102,906,771	\$ (5,236,067)	\$ -	\$ 97,670,704
Business-type activities:				
<i>Capital assets being depreciated:</i>				
Equipment	\$ 1,140,673	\$ 388,369		\$ 1,529,042
Less accumulated depreciation	(827,287)	(36,518)		(863,805)
Business-type capital assets, net	\$ 313,386	\$ 351,851	\$ -	\$ 665,237

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 4: CAPITAL ASSETS (CONTINUED)

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

<u>Function</u>	<u>Amount</u>
Regular Instruction	\$ 191,550
Other Instruction	9,792
Student & Instruction Related Services	46,763
General Administrative Services	1,141
School Administrative Services	39,022
Central Service	5,642
Administrative Technology	301,245
Plant, Operations & Maintenance	726,476
Pupil Transportation	469,978
Unallocated	<u>5,569,087</u>
	<u>\$ 7,360,696</u>

NOTE 5: RIGHT TO USE LEASED ASSETS

The District has recorded one right to use leased asset. The asset is a right to use asset for a leased building. The related lease is discussed in the Leases subsection of the Long-term liabilities section of these notes. The right to use lease asset is amortized on a straight-line basis over the terms of the related lease.

Right to use asset activity for the year ended June 30, 2025 was as follows:

	<u>Beginning Balances</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balances</u>
Governmental Activities:				
Right to Use Assets:				
Leased Buildings	\$1,322,995	_____	_____	\$1,322,995
Total Right to Use Assets	1,322,995	_____	_____	1,322,995
Less: Accumulated Amortization for:				
Leased Buildings	(661,503)	_____	\$330,746	(992,249)
Total Accumulated Amortization	(661,503)	_____	330,746	(992,249)
Governmental Activities - Right to Use assets, net	<u>\$661,492</u>	<u>_____</u>	<u>\$330,746</u>	<u>\$330,746</u>

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 6: INTANGIBLE ASSETS

The District has recorded the following intangible asset. The asset is for a subscription-based information technology agreement ("SBITA"). These agreements are discussed in the SBITAs subsection of the Long-term liabilities section of these notes. Intangible assets are amortized on a straight-line basis over the terms of the related agreement. Intangible asset activity for the Government Funds for the year ended June 30, 2025 was as follows:

	<u>Beginning Balances</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balances</u>
Governmental Activities:				
Subscription Assets:				
District Website Hosting	\$304,955	_____	_____	\$304,955
Total Subscription Assets	304,955	_____	-	304,955
Less: Accumulated Amortization for:				
District Website Hosting	(60,991)	_____	(\$60,991)	(121,982)
Total Accumulated Amortization	(60,991)	-	(60,991)	(121,982)
Governmental Activities -				
Subscription assets, net	<u>\$243,964</u>	_____	<u>(\$60,991)</u>	<u>\$182,973</u>

NOTE 7: LONG-TERM LIABILITIES

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

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 7: LONG-TERM LIABILITIES (CONTINUED)

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

Governmental Activities:

	Balance June 30, 2024 <u>(As restated)</u>	<u>Additions</u>	<u>Reductions</u>	Balance June 30, 2025	Amounts due Within <u>one year</u>
Bonds Payable	\$ 13,400,000	\$	\$ 585,000	\$ 12,815,000	\$ 600,000
Compensated Absences	2,843,446	498,560 *		3,342,006	367,621
Leases	723,110		354,763	368,347	368,347
Installment Purchase Contracts	12,904,130		2,023,857	10,880,273	2,108,584
Subscription-Based Information Technology Agreements	234,483		55,430	179,053	57,519
Pension Liability	<u>31,117,382</u>	<u></u>	<u>4,516,898</u>	<u>26,600,484</u>	<u></u>
Total	\$ <u>61,222,551</u>	\$ <u>498,560</u>	<u>7,535,948</u>	\$ <u>54,185,163</u>	\$ <u>3,502,071</u>

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

Bonds Authorized But Not Issued

As of June 30, 2025, the District had no Bonds Authorized but not issued.

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 7: LONG-TERM LIABILITIES (CONTINUED)

Installment Purchase Contracts Payable

The District is contracting for various equipment and improvements totaling \$21,955,000 as follows:

<u>Description</u>	<u>Date</u>	<u>Term</u>	<u>Interest Rate</u>	<u>Amount</u>
District Wide Energy Savings Improvement Plan	12/31/13	15 Years	2.690%	\$17,498,000
School Buses, Technology and Buildings and Grounds Equipment	7/15/21	5 Years	1.019%	\$2,160,000
Technology & Buildings & Grounds Vehicles	7/15/23	5 Years	4.444%	\$892,000
Technology, Buildings and Grounds Equipment, and Copiers	7/15/22	5 Years	2.988%	\$1,405,000

The following is a schedule of the future minimum contract payments under the contracts for Governmental Activities at June 30, 2025:

<u>Total Governmental Activities</u>			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
FY2026	\$ 2,108,584	\$ 283,873	\$ 2,392,456
FY2027	2,202,484	230,780	2,433,264
FY2028	1,856,593	175,055	2,031,647
FY2029	1,647,103	120,453	1,767,556
FY2030	1,537,902	72,204	1,610,106
FY2031	1,527,608	20,546	1,548,154
	<u>\$ 10,880,273</u>	<u>\$ 902,911</u>	<u>\$ 11,783,184</u>

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 7: LONG-TERM LIABILITIES (CONTINUED)

Bonds Payable

General obligation school bonds payable with their outstanding balances are comprised of the following bond issue:

<u>Issue</u>	<u>Amount Outstanding June 30, 2025</u>	<u>Bonds Authorized But Not Issued</u>
\$14,460,000 in School Bonds dated December 21, 2021, due in 20 annual installments on August 15th with interest ranging from .050%-2.125%	\$ 12,815,000	\$ -0-
	<u>\$ 12,815,000</u>	<u>\$ -0-</u>

Debt Service Requirements

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

<u>Fiscal Year June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 600,000	\$ 252,194	\$ 852,194
2027	615,000	241,544	856,544
2028	635,000	229,044	864,044
2029	650,000	216,194	866,194
2030	670,000	202,994	872,994
2031-2035	3,635,000	803,720	3,537,426
2036-2040	4,175,000	413,267	4,561,218
2041-2042	1,835,000	39,259	2,802,602
	<u>\$ 12,815,000</u>	<u>\$ 2,398,216</u>	<u>\$ 15,213,216</u>

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 7: LONG-TERM LIABILITIES (CONTINUED)

Leases:

The District has entered into an agreement to lease building space. The lease agreement qualifies as other than short-term leases under GASB 87 and therefore, has been recorded at the present value of the future minimum lease payments as of the date of inception.

The lease, dated July 1, 2021, has a term of 5 years with no rights to renew. The Fixed monthly payment under the agreement ranges from \$23,917 to \$30,792. There are no variable payment components of the leases. The lease liability is measured at a discount rate of .557%, which is the incremental borrowing rate to the District. The District has recorded this right to use assets with a net book value of \$330,746 at June 30, 2025. This asset is discussed in more detail in the right to use asset section of these notes.

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2025, were as follows:

Year Ended					
	<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
2026	\$	<u>368,347</u>	\$	<u>1,152</u>	\$ <u>369,499</u>
	\$	<u>368,347</u>	\$	<u>1,152</u>	\$ <u>369,499</u>

Subscription-Based Information Technology Agreements ("SBITAs"):

For the year ended 6/30/2025, the financial statements include the following SBITAs:

On 07/01/2023, Freehold Regional High School District, entered into a 60-month subscription for the use of AudioEye (FinalSite) for the District website. An initial subscription liability was recorded in the amount of \$295,755. As of 06/30/2025, the value of the subscription liability is \$179,053, and the value of the short-term subscription liability is \$57,519. Freehold Regional High School District is required to make annual fixed payments of \$61,272. The subscription has an interest rate of 2.7360%.

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 7: LONG-TERM LIABILITIES (CONTINUED)

Subscription-Based Information Technology Agreements ("SBITAs"):
(Continued):

The future minimum subscription obligations and the net present value of the subscription payments as of June 30, 2025, were as follows:

<u>Year Ended</u>			
<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 57,519	\$ 4,899	\$ 62,418
2027	59,665	3,325	62,990
2028	61,869	1,693	63,562
	<u>\$ 179,053</u>	<u>\$ 9,917</u>	<u>\$ 188,970</u>

NOTE 8: PENSION PLANS

Description of Plans

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 8: PENSION PLANS

Description of Plans (Continued)

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

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

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

Significant Legislation

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 8: PENSION PLANS (CONTINUED)

Pension Plan Design Changes

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

Funding Changes

Under the new legislation, the methodology for calculating the unfunded accrued liability payment portion of the employer's annual pension contribution to the PERS, and TPAF. The unfunded actuarial accrued liability (UAAL) will be amortized for each plan over an open-ended 30 year period and paid in level dollars. Beginning with the July 1, 2019 actuarial valuation (July 1, 2018 for PFRS), the UAAL will be amortized over a closed 30 year period until the remaining period reaches 20, when the amortization period will revert to an open-ended 20 year period.

COLA Suspension

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

Vesting and Benefit Provisions The vesting and benefit provisions of PERS are set by N.J.S.A. 43:15A and 43:3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after ten years of service, except for post-retirement healthcare benefits that vest after 25 years of service.

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

Contribution Requirements The contribution policy is set by N.J.S.A. 43:15A and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. As of April 1, 2018 employee contributions rates were increased to 7.50%

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 8: PENSION PLANS (CONTINUED)

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

Three Year Trend Information for PERS

<u>Year Ended June 30,</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
2025	\$2,663,799	100%	\$2,663,799
2024	\$2,871,317	100%	\$2,871,317
2023	\$2,808,360	100%	\$2,808,360

Three Year Trend Information for TPAF (On-Behalf)

<u>Year Ended June 30,</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
2025	\$28,706,161	100%	-0-
2024	\$28,986,652	100%	-0-
2023	\$28,780,732	100%	-0-

In accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District for the years ended June 30, 2025, 2024 and 2023 \$5,954,813, \$5,963,614, and \$5,902,896, respectively for the employer's share of social security contributions for TPAF members, as calculated on their base salaries.

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68

Public Employees Retirement System (PERS)

At June 30, 2025, the State reported a net pension liability of \$26,600,484 for the District's proportionate share of the total net pension liability. The total pension liability for the June 30, 2024 measurement date was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2024, the District's proportion was 0.1957638660 percent, which was a decrease of 0.0190702858 percent from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the District recognized a pension benefit of \$1,373,840 in the government-wide financial statements. This pension benefit was based on the pension plan's June 30, 2023 measurement date

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

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ 532,857	\$ 70,818
Changes of assumptions	33,046	302,652
Net difference between projected and actual earnings on pension plan investments		1,233,392
Changes in proportion and differences between District contributions and proportionate share of contributions		4,564,997
District contributions subsequent to the measurement date	<u>2,717,075</u>	
	\$ <u>3,282,978</u>	\$ <u>6,171,859</u>

The \$2,717,075 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.

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(Continued)

Public Employees Retirement System (PERS) (Continued)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	<u>Amount</u>
2025	(\$2,042,391.40)
2026	(39,110.40)
2027	(1,415,766.40)
2028	(1,203,242.40)
2029	(905,445.40)
	<u>(\$5,605,956.00)</u>

Actuarial Assumptions

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

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

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions (Continued)

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

Long-Term Rate of Return

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

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions (Continued)

Discount Rate

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

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

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

	June 30, 2024		
	1% Decrease <u>6.00%</u>	At Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
District's proportionate share of the pension liability	\$35,345,503.00	\$26,600,484.00	\$19,158,521.00

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Special Funding Situation

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

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

The non-employer contributing entities' total proportionate share of the non-employer contribution that is associated with the District as of the measurement date June 30, 2024 was 0.1966683085% which was a decrease of 0.0189815046 percent from its proportion measured as of June 30, 2023. The non-employer contributing entities' contribution and employer pension expense and related revenue for the measurement dates June 30, 2024 and June 30, 2023 was \$85,760 and \$97,043, respectively.

Pension Plan Fiduciary Net Position

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Teachers Pensions and Annuity Fund (TPAF)

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

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

Net Pension Liability:

Districts proportionate share	\$-0-
State's proportionate share associated with the District	<u>332,410,909</u>
	<u><u>\$332,410,909</u></u>

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2023 which was rolled forward to June 30, 2024. The net pension liability associated with the District was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2024, the proportion of the TPAF net pension liability associated with the District was .6725547645% which was a decrease of .0218306820 percent from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the District recognized on-behalf pension benefit and revenue of \$1,212,584 in the government-wide financial statements for contributions provided by the State. This pension benefit and revenue was based on the pension plans June 30, 2024 measurement date.

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Teachers Pensions and Annuity Fund (TPAF) (Continued)

Actuarial Assumptions

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

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

Mortality Rates

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

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Teachers Pensions and Annuity Fund (TPAF) (Continued)

Actuarial Assumptions (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:

<u>Assets Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00%	8.63%
Non-U.S. Developed Market Equity	12.75%	8.85%
International Small Cap Equity	1.25%	8.85%
Emerging 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%

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 8: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68
(CONTINUED)

Teachers Pensions and Annuity Fund (TPAF) (Continued)

Actuarial Assumptions (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 in determining the total pension liability.

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

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

Pension Plan Fiduciary Net Position

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75

Plan Description and Benefits Provided

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

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

Employees Covered by Benefit Terms

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

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

Total Non-Employer OPEB Liability

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

Total OPEB Liability:	
District's Proportionate Share	\$-0-
State's Proportionate Share associated with the District	<u>392,009,820</u>
	<u>\$392,009,820</u>

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

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

For the year ended June 30, 2025, the District recognized on-behalf post-employment expense and revenue of \$12,274,126 in the government-wide financial statements for contributions provided by the State. This expense and revenue was based on the plans June 30, 2024 measurement date.

At the June 30, 2024 measurement date, the District's proportion was .6571763224 percent, which was an increase of .0091505978 from its proportion measured as of June 30, 2023.

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

Actuarial Assumptions and Other Inputs

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

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

*- Based on Years of Service

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

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

Actuarial Assumptions and Other Input (Continued)

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 7.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend 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.

Changes in the Total Non-Employer OPEB Liability

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

Balance at 6/30/23		\$339,317,080
Changes for the year:		
Service cost	\$12,352,137	
Interest	12,904,035	
Differences between expected and actual experience	7,626,594	
Changes in assumptions or other inputs	29,327,548	
Membership Contributions	337,446	
Benefit payments - Net	(9,855,020)	
Net changes		<u>52,692,740</u>
Balance at 6/30/24		<u>\$392,009,820</u>

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

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

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

	<u>1.00%</u> <u>Decrease (2.93%)</u>	<u>At Discount</u> <u>Rate (3.93%)</u>	<u>1.00%</u> <u>Increase (4.93%)</u>
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	\$459,127,455	\$392,009,820	\$338,033,311

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

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

	<u>1.00%</u> <u>Decrease</u>	<u>Healthcare Cost</u> <u>Trend Rate</u>	<u>1.00%</u> <u>Increase</u>
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	\$326,547,034	\$392,009,820	\$477,279,419

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

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

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

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ 41,920,833	\$ 73,207,516
Changes of assumptions	65,750,347	76,643,898
Changes in proportion	<u>10,776,298</u>	<u>4,958,098</u>
	\$ <u>118,447,478</u>	\$ <u>154,809,512</u>

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:

<u>Measurement Period Ended June 30,</u>	<u>Amount</u>
2025	(\$12,741,406)
2026	(\$10,495,822)
2027	(\$4,374,234)
2028	\$2,619,090
2029	(\$8,941,929)
Total Thereafter	<u>(\$2,427,733)</u>
	<u>(\$36,362,034)</u>

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 9: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)

State Health Benefit Local Education Retired Employee Plan Information

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

NOTE 10: LITIGATION

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

NOTE 11: CONTINGENCIES

The District receives financial assistance from the State of New Jersey and the U.S. Government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. The State and Federal grants received and expended in the 2024-2025 fiscal year were subject to the Uniform Guidance and New Jersey OMB Circular 15-08 which mandates that grant revenues and expenditures be audited in conjunction with the District's annual audit if expenditures for federal or state programs exceed \$750,000. Findings and questioned costs, if any, relative to federal and state financial assistance programs are discussed in the Single Audit Section, Schedule of Findings and Questioned Costs. In addition, all grants and cost reimbursements are subject to financial and compliance audits by the grantors. The District's management does not believe any such audit would result in material amounts of disallowed costs.

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 12: RISK MANAGEMENT

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

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

New Jersey Unemployment Compensation Insurance - The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. Charges are applied to the Unemployment Compensation Claims Payable first, and any remaining charges are applied to the Unemployment Compensation budget appropriation. The following is a summary of District contributions, employee contributions, reimbursements to the State for benefits paid, and the ending balance of the District's unemployment fund for the current and previous two years:

Year Ended June 30,	Interest	Employee Contributions	Amount Reimbursed	Ending Balance	Analysis of Balance 06/30/25	
					State Unemployment Insurance Payable	Restricted Fund Balance
2025	\$ 23,104	\$ 480,200	\$ 526,274	\$ 1,015,249		\$ 1,015,249
2024	21,555	315,259	394,757	1,038,219		1,038,219
2023	14,409	332,250	520,910	1,096,162	23,482	1,072,680

Workers' Compensation Insurance - The Board is self-insured for workers' compensation insurance. Claims are managed by PMA Management Corp. through a service agreement for which competitive proposals were sought. The financial statements reflect the current expenses of the program as well as an accrued liability for future claims against the current fiscal year. At June 30, 2025, the amount was \$4,410,000.

Health Benefits - The District provides health benefits to employees through a self-insured policy administered by Horizon Blue Cross Blue Shield of New Jersey ("Horizon"). The incurred but not reported liability ("IBNR") actuarially computed by Horizon was \$3,400,000 at June 30, 2025. It was also noted that the entire IBNR is adjusted for changes in estimate at year end and such changes are reflected in the district's budget and the entire liability is treated as a liability for budgetary purposes.

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 13: COMPENSATED ABSENCES

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

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

The liability for vested compensated absences of the governmental fund types are recorded in the district - wide statement of net assets. As of June 30, 2025, a liability existed for compensated absences for governmental fund-types in the district- wide Statement of Net Position in the amount of \$3,342,006.

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

NOTE 14: FUND BALANCE

General Fund The table below reflects the District's Fund Balance at June 30, 2025 on both a GAAP (Exhibit B-1) and Budgetary (Exhibit C-1) basis including the required adjustment related to the last state aid payment which under GAAP is not recognized:

	<u>Budgetary</u> <u>Basis</u>	<u>Adjustment</u>	<u>GAAP</u> <u>Basis</u>
Restricted:			
Designated for Subsequent Year's Expenditures:			
Excess Surplus	\$ 10,061,003	\$	10,061,003
Excess Surplus Current Year	9,453,351		9,453,351
Maintenance Reserve	3,093,846		3,093,846
Capital Reserve	8,427,803		8,427,803
Emergency Reserve	8,900		8,900
State Unemployment Insurance	1,015,249		1,015,249
Assigned:			
Designated for Subsequent Year's Expenditures:	1,500,000		1,500,000
Encumbrances	713,612		713,612
Unassigned	4,355,378	(2,952,147)	1,403,231
	<u>\$ 38,629,142</u>	<u>\$ (2,952,147)</u>	<u>\$ 35,676,995</u>

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 15: CALCULATION OF EXCESS SURPLUS – BUDGETARY BASIS

Calculation of Excess Surplus In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2007, c73 (S1701), the Restricted Fund Balance- Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve General Fund balance at the fiscal year end of June 30 if the District did not appropriate a required minimum amount as budgeted fund balance in the subsequent year's budget.

General Fund Expenditures:		
Fiscal Year Ended, June 30, 2025	\$	245,492,913
Increased by:		
Transfer from Capital Outlay to Capital Projects		153,890
		<u>245,646,803</u>
Less:		
Installment Purchase Contracts (non-budgeted)		
Reimb. TPAF Social Security Contributions	5,954,813	
Reimb. TPAF Pension Contributions	<u>37,104,304</u>	
		43,059,117
Adjusted General Fund Expenditures		<u>202,587,686</u>
Excess Surplus Percentage		2.00%
		<u>4,051,754</u>
Increased by:		
Non-Public Transportation Aid (unbudgeted)		<u>303,624</u>
Maximum Unreserved/Undesignated		
General Fund Balance		4,355,378
Actual Unassigned - General Fund Balance		<u>13,808,729</u>
Excess Surplus	\$	<u><u>9,453,351</u></u>
Recapitulation of Excess Surplus, June 30, 2025:		
Restricted for Excess Surplus - Designated for		
Subsequent Year's Expenditure	\$	10,061,003
Restricted for Excess Surplus		<u>9,453,351</u>
	\$	<u><u>19,514,354</u></u>

As of June 30, 2025, \$10,061,003 is reported as Restricted Fund Balance Excess Surplus Designated for Subsequent Year's Expenditure and is required to be appropriated for property tax relief in the 2025-26 budget. \$9,453,351 is reported as Restricted Fund Balance Excess Surplus and is required to be appropriated for property tax relief in the 2026-27 budget.

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 16: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at June 30, 2025:

<u>Fund</u>	<u>Interfund Balance</u>	
	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ 7,921,895	\$ 8,675,367
Special Revenue Fund		47,359
Capital Projects Fund	153,890	102,764
Debt Service Fund	102,764	
Proprietary Funds	646,941	
	<u>\$ 8,825,490</u>	<u>\$ 8,825,490</u>

All balances resulted from the time lag between the dates that short-term loans were disbursed and payments between funds were received.

NOTE 17: CAPITAL RESERVE ACCOUNT

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

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

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 18: CAPITAL RESERVE ACCOUNT (CONTINUED)

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

Balance, July 1, 2024			\$ 7,849,573
Increased by:			
Deposit of Unexpended Appropriations - 6/30/25	\$ 1,000,000		
Budgeted Deposit	100,000		
Interest	228,230		
			<u>1,328,230</u>
			9,177,803
Decreased by:			
Budgeted Withdrawal - Colts Neck Track Rehabilitation	600,000		
Budgeted Withdrawal - Stage Lighting - Manalapan	150,000		
			<u>750,000</u>
Balance, June 30, 2025			\$ <u><u>8,427,803</u></u>

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 19: EMERGENCY RESERVE ACCOUNT

In accordance with N.J.S.A. 18A:7F-41c(1), an emergency reserve account was established by the District. The emergency reserve account is maintained in the general fund.

The funds in the reserve shall be used to finance unanticipated general fund current expense costs required for T&E. For the purpose of the emergency reserve account "unanticipated" shall mean reasonably unforeseeable and shall not include additional costs caused by poor planning or error.

The account balance is not to exceed \$250,000 or one percent of the district's general fund budget up to a maximum of \$1,000,000 whichever is greater. Withdrawals require approval by the Commissioner.

At June 30, 2025, the balance of the Emergency Reserve Account was \$8,900 and is within the statutory limitations.

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

Balance, July 1, 2024	\$	8,650
Increased by:		
Interest		<u>250</u>
Balance, June 30, 2025	\$	<u>8,900</u>

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 20: MAINTENANCE RESERVE ACCOUNT

In accordance with N.J.S.A. 18A:7G-13, a Maintenance reserve account was established by the District. The Maintenance reserve account is maintained in the general fund.

A district board of education or board of school estimate, as appropriate, may increase the balance in the maintenance reserve account by appropriating funds in the annual general fund budget certified for taxes.

A district board of education or board of school estimate, as appropriate, may by resolution withdraw such funds from the maintenance reserve account and appropriate into the required maintenance account lines at budget time or any time during the year for use on required maintenance activities for a school facility as reported in the comprehensive maintenance plan pursuant to N.J.A.C. 6A:26A-4.

The district board of education shall ensure that the maintenance reserve account balance does not, at any time, exceed four percent of the replacement cost of the school district's school facilities for the current year. If the account exceeds this maximum amount at June 30, the district board of education shall reserve and designate such excess in the subsequent year's budget. At June 30, 2025, the balance of the Maintenance Reserve Account was \$3,093,846 and is within the statutory limitations.

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

Balance, July 1, 2024	\$ 1,475,933
-----------------------	----------------

Increased by:

Deposit of Unexpended Appropriations - 6/30/25	\$ 1,650,000	
Budgeted Deposit	100,000	
Interest	42,913	
	<hr/>	1,792,913
		<hr/>

Decreased by:

Budgeted Withdrawal - Public Address System	\$ 125,000	
Budgeted Withdrawal - Emergency Generator Wiring	50,000	
	<hr/>	175,000
		<hr/>

Balance, June 30, 2025	\$ 3,093,846
------------------------	----------------

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 21: INVENTORY

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

Food and Supplies	<u>\$36,783</u>
-------------------	-----------------

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Amendments of 1996) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements.

NOTE 22: TAX ABATEMENTS

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

The District has identified tax abatement agreements that have been entered into that require disclosure under this statement. The gross dollar amount, on an accrual basis, by which the District's property tax revenues were potentially reduced during the reporting period as a result of tax abatement agreements totaled \$587,924. It is important to note that the District Tax Levy is guaranteed to be paid in full by the municipalities and that the District collected its full tax levy for FY25.

NOTE 23: SUBSEQUENT EVENTS

The Board of Education has evaluated subsequent events occurring after the financial statement date through November 26, 2025 which is the date the financial statements were available to be issued. The District has determined that there are no subsequent events that require disclosure.

Freehold Regional High School District
Notes to the Financial Statements
For the Fiscal Year Ending June 30, 2025

NOTE 24: PRIOR PERIOD ADJUSTMENTS

Net Position at June 30, 2024 has been adjusted to properly reflect Capital Assets and to reflect the effect of the implementation of GASB 101 on Compensated Absences and to adjust the prior year State Unemployment Fund balance:

District-Wide Financial Statements:

	Governmental <u>Activities</u>
Beginning Net Position 06/30/24	\$76,122,078
Adjustments:	
Compensated absences	764,603
Unemployment	(22,652)
Beginning Net Position 06/30/24 (As restated)	<hr/> \$76,864,029 <hr/>

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

REVENUES	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Local sources:					
Local Tax Levy	\$ 165,968,438	\$	\$ 165,968,438	\$ 165,968,438	\$
Tuition from Individuals	50,000		50,000	300	(49,700)
Tuition from LEA's Within State				153,126	153,126
Unrestricted Miscellaneous Revenue	1,880,000		1,880,000	2,059,969	179,969
Interest Earned on Emergency Reserve	500		500	250	(250)
Interest Earned on Maintenance Reserve	4,500		4,500	42,913	38,413
Interest Earned on Capital Reserve Funds	20,000		20,000	228,230	208,230
Other Restricted Miscellaneous Revenue	75,000		75,000	158,106	83,106
Total - local sources	167,998,438		167,998,438	168,611,332	612,894
State sources:					
Equalization Aid	20,968,046		20,968,046	20,968,046	
Categorical Transportation Aid	1,816,395		1,816,395	1,816,395	
Categorical Special Education Aid	7,030,185		7,030,185	7,030,185	
Security Aid	735,594		735,594	735,594	
Other State Aids Out of Cap				346,321	346,321
Extraordinary Aid	3,200,000		3,200,000	2,902,999	(297,001)
On-behalf TPAF Pension (non-budgeted)				28,354,919	28,354,919
On-behalf TPAF non-contributory insurance (non-budgeted)				351,242	351,242
On-behalf TPAF Post Retirement Contributions (non-budgeted)				8,387,963	8,387,963
On-behalf TPAF Long-Term Disability Insurance Contributions (non-budgeted)				10,180	10,180
Reimbursed TPAF Social Security Contributions (non-budgeted)				5,954,813	5,954,813
Total - state sources	33,750,220		33,750,220	76,858,657	43,108,437
Federal sources:					
Medicaid reimbursement	129,770		129,770	44,297	(85,473)
Total - federal sources	129,770		129,770	44,297	(85,473)
Total revenues	201,878,428		201,878,428	245,514,286	43,635,858

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
EXPENDITURES					
CURRENT EXPENSE:					
Instruction - regular programs:					
Salaries of teachers:					
Grades 9-12	\$ 55,553,213	\$ 470,023	\$ 56,023,236	\$ 56,023,215	\$ 21
Total Salaries of teachers:	55,553,213	470,023	56,023,236	56,023,215	21
Regular Programs - Home Instruction:					
Salaries of teachers	60,000	30,983	90,983	90,983	
Purchased professional educational services	140,000		140,000	133,645	6,355
Total Regular Programs - Home Instruction:	200,000	30,983	230,983	224,628	6,355
Regular programs - undistributed instruction:					
Purchased professional educational services	22,447	(3,132)	19,315	17,743	1,572
Purchased technical services	189,743	44,663	234,406	228,465	5,941
Other purchased services(400-500 series)	393,250	42,330	435,580	379,417	56,163
General supplies	2,297,711	(188,880)	2,108,831	2,053,632	55,199
Textbooks	85,950	(39,800)	46,150	38,171	7,979
Other Objects	13,990	(1,657)	12,333	10,540	1,793
Total Regular programs - undistributed instruction	3,003,091	(146,476)	2,856,615	2,727,968	128,647
Total Regular Programs - Instruction	58,756,304	354,530	59,110,834	58,975,811	135,023

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Special education:					
Cognitive - Mild:					
Salaries of teachers	\$ 167,440	\$	167,440	\$ 167,440	\$
Other salaries for instruction	162,419	(6,889)	155,530	102,515	53,015
General supplies	3,000	(128)	2,872	2,784	88
Total Cognitive - Mild	332,859	(7,017)	325,842	272,739	53,103
Cognitive - Moderate:					
Salaries of teachers	265,200		265,200	265,200	
Other salaries for instruction	54,904		54,904	54,904	
Other purchased services (400-500 series)	15,000		15,000		15,000
General supplies	8,000		8,000	6,555	1,445
Total Cognitive - Moderate	343,104		343,104	326,659	16,445
Learning and / or Language Disabilities:					
Salaries of teachers	953,370		953,370	888,726	64,644
Other salaries for instruction	119,588		119,588	115,187	4,401
General supplies	7,700	(2,047)	5,653	5,653	
Total Learning and / or Language Disabilities	1,080,658	(2,047)	1,078,611	1,009,566	69,045

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Behavioral Disabilities:					
Salaries of teachers	\$ 294,950	\$	\$ 294,950	\$ 294,706	\$ 244
Other salaries for instruction	59,904		59,904	59,904	
Purchased professional educational services	586,100		586,100	554,400	31,700
General supplies	2,000	(448)	1,552	1,552	
Total Behavioral Disabilities:	942,954	(448)	942,506	910,562	31,944
Resource room/resource center:					
Salaries of teachers	11,177,490	(708,654)	10,468,836	10,107,247	361,589
General supplies	23,800	(11,760)	12,040	11,888	152
Total Resource room/resource center	11,201,290	(720,414)	10,480,876	10,119,135	361,741
Autism:					
Salaries of teachers	269,760		269,760	269,760	
Other salaries for instruction	102,802		102,802	102,558	244
Other purchased services(400-500 series)	770	(121)	649		649
General supplies	6,230	1,725	7,955	7,908	47
Total Autism	379,562	1,604	381,166	380,226	940
Home Instruction:					
Salaries of teachers	100,000	23,362	123,362	119,059	4,303
Purchased professional - educational services	100,700	76,780	177,480	167,550	9,930
Total Home Instruction:	200,700	100,142	300,842	286,609	14,233
Total special education	14,481,127	(628,180)	13,852,947	13,305,496	547,451
Basic skills/remedial:					
Salaries of teachers	532,110	(78,414)	453,696	398,793	54,903
Total basic skills/remedial	532,110	(78,414)	453,696	398,793	54,903

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Bilingual education:					
Salaries of teachers	\$ 273,700	\$	273,700	194,300	\$ 79,400
Total bilingual education	273,700		273,700	194,300	79,400
School sponsored Co-curricular and Extra-Curricular activities:					
Salaries	1,085,888	20,387	1,106,275	1,106,275	
Purchased services (300-500 series)	23,311	18,569	41,880	41,880	
Supplies and Materials	12,100	(3,611)	8,489	8,489	
Other Objects	15,300	(3,288)	12,012	10,707	1,305
Total school sponsored Co-curricular and Extra-curricular activities	1,136,599	32,057	1,168,656	1,187,351	1,305
School sponsored athletics:					
Salaries	3,471,870	63,609	3,535,479	3,531,604	3,875
Purchased services (300-500 series)	594,059	10,178	604,237	584,433	19,804
Supplies and Materials	246,189	20,470	266,659	265,758	901
Other Objects	132,235	(6,984)	125,251	123,528	1,723
Total school sponsored athletics	4,444,353	87,273	4,531,626	4,505,323	26,303
Other instructional programs:					
Salaries	450,000	(96,000)	354,000	331,941	22,059
Other Salaries	43,500	96,000	139,500	126,197	13,303
Purchased services (300-500 series)		10,000	10,000	8,085	1,915
Supplies and Materials	68,500	(10,000)	58,500	753	57,747
Total other instructional programs	562,000		562,000	466,976	95,024
Total other instructional programs	6,948,762	40,916	6,989,678	6,732,743	256,935
Total - instruction	80,186,193	(232,734)	79,953,459	79,014,050	939,409

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Undistributed expenditures:					
Instruction:					
Tuition to other LEA's within the state-regular	\$ 250,000	(10,000)	\$ 240,000	\$ 174,379	\$ 65,621
Tuition to other LEA's within the state-special	1,863,555		1,863,555	1,678,406	185,149
Tuition to county vocational school district-regular	5,012,199	(1,733)	5,010,466	4,750,174	260,292
Tuition to county vocational school district-special	426,780	(76,780)	350,000	321,292	28,708
Tuition to CSSD and regional day schools	1,525,682	(165,000)	1,360,682	1,162,714	197,968
Tuition to private schools for the handicapped within state	10,164,341	(105,000)	10,059,341	8,911,019	1,148,322
Tuition to private schools for the handicapped - special, out-state	134,401		134,401	129,869	4,532
Tuition-state facilities	187,635		187,635	187,635	
Tuition-other		60,000	60,000	60,000	
Total undistributed expenditures - instruction	19,564,593	(298,513)	19,266,080	17,375,488	1,890,592
Attendance and social work services:					
Salaries	819,743		819,743	810,547	9,196
Supplies and Materials	650	(173)	477	477	
Total attendance and social work services	820,393	(173)	820,220	811,024	9,196
Health services:					
Salaries	1,254,127		1,254,127	1,234,698	19,429
Purchased professional and technical services	137,360	10,000	147,360	129,809	17,551
Other Purchased Services (400-500 series)	650	3,842	4,492	4,040	452
Supplies and materials	12,806	48,431	61,237	60,839	398
Other Objects	100	(100)			
Total health services	1,405,043	62,173	1,467,216	1,429,386	37,830
Other support services - speech, OT, PT & related services:					
Salaries	566,850		566,850	562,983	3,867
Purchased professional - Educational services	131,492		131,492	113,570	17,922
Supplies and materials	500	(500)			
Total other support services - speech, OT, PT & related services	698,842	(500)	698,342	676,553	21,789

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Other support services- Extraordinary Services					
Salaries	\$ 865,174	\$ (16,473)	\$ 848,701	\$ 848,701	\$ 470,622
Purchased Professional - Educational Services	4,068,000		4,068,000	3,597,378	
Total other support services - Extraordinary Services	4,933,174	(16,473)	4,916,701	4,446,079	470,622
Other support services - Guidance:					
Salaries of other professional staff	4,667,487	(178,000)	4,489,487	4,425,699	63,788
Salaries of secretarial and clerical assistants	655,438	128,000	783,438	780,724	2,714
Other Salaries	22,150		22,150	14,772	7,378
Other Purchased Professional and Technical Services	46,000		46,000	45,097	903
Other Purchased Services (400-500 series)	35,686	(5,101)	30,585	27,292	3,293
Supplies and Materials	15,550	5,444	20,994	20,942	52
Other objects	5,945	(775)	5,170	5,170	
Total other support services - Guidance	5,448,256	(50,432)	5,397,824	5,319,696	78,128
Other support services - child study teams:					
Salaries of other professional staff	2,761,214		2,761,214	2,598,631	162,583
Salaries of secretarial and clerical assistants	411,660	(4,347)	407,313	373,767	33,546
Purchased Professional - Educational Services	1,006,500	210,000	1,216,500	1,031,429	185,071
Other Purchased Professional and Technical Services	1,400		1,400		1,400
Other Purchased Services (400-500 series)	10,300	95	10,395	4,875	5,520
Supplies and Materials	73,700	(6,275)	67,425	67,355	70
Total other support services - child study teams	4,264,774	199,473	4,464,247	4,076,057	388,190

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Improvement of instructional services:					
Salaries of Supervisors of Instruction	\$ 652,116	\$	\$ 652,116	\$ 602,413	\$ 49,703
Salaries of secretarial and clerical assistants	246,356	2,845	249,201	249,201	
Other Salaries	142,650	5,400	148,050	117,550	30,500
Other Purchased Services (400-500)	35,600	(500)	35,100	14,598	20,502
Supplies and Materials	163,000	(151,771)	11,229	4,130	7,099
Other objects	34,166	1,571	35,737	35,262	475
Total Improvement of instructional services:	1,273,888	(142,455)	1,131,433	1,023,154	108,279
Educational media services/school library:					
Salaries	169,635		169,635	117,650	51,985
Purchased Professional and Technical Services	13,104	467	13,571	12,694	877
Other Purchased Services (400-500)	9,500	(5,104)	4,396	4,396	
Supplies and Materials	4,750	6,750	11,500	11,385	115
Total educational media services/school library	196,989	2,113	199,102	146,125	52,977
Instructional Staff Training Services:					
Salaries of Supervisors of Instruction	627,687	(25,000)	602,687	428,739	173,948
Salaries of secretarial and clerical assistants	38,796	1,502	40,298	40,298	
Purchased Professional - Educational Services	36,700	(1,754)	34,946	32,416	2,530
Other Purchased Services (400-500)	44,840	(6,584)	38,256	33,844	4,412
Supplies and Materials	5,500	(1,000)	4,500	1,381	3,119
Other objects	1,500	(600)	900	890	10
Total instructional staff training services:	755,023	(33,436)	721,587	537,568	184,019

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Support services general administration:					
Salaries	\$ 357,730	\$ 50,000	\$ 407,730	\$ 363,588	\$ 44,142
Legal services	600,000	43,000	643,000	389,072	253,928
Audit Fees	65,600		65,600	65,600	
Architectural/Engineering Services	79,560	72,700	152,260	144,220	8,040
Other purchased professional services	25,500		25,500	24,400	1,100
Purchased technical services	17,230	(1,630)	15,600	10,128	5,472
Communications/telephone	494,250	(109,000)	385,250	384,079	1,171
BOE Other purchased services(580-585)	5,000		5,000	2,577	2,423
Misc. purchased services (400-500 Series, other than 530 & 585)	239,481	(4,290)	235,191	222,169	13,022
General supplies	16,000	(2,488)	13,512	12,023	1,489
BOE in-house training/meeting supplies	1,000		1,000	75	925
Miscellaneous expenditures	16,100	71,810	87,910	80,351	7,559
BOE membership dues and fees	28,000		28,000	27,739	261
Total support services general administration	1,945,451	120,102	2,065,553	1,726,021	339,532
Support services school administration:					
Salaries of principals/asst. principals	3,861,912		3,861,912	3,736,973	124,939
Salaries of other professional staff	1,590,385	125,000	1,715,385	1,571,365	144,020
Salaries of secretarial and clerical assistants	1,682,554		1,682,554	1,536,173	146,381
Purchased Professional and Technical Services	500	541	1,041	1,041	
Other Purchased Services (400-500 series)	66,871	(6,895)	59,976	44,598	15,378
Supplies and Materials	128,100	29,693	157,793	157,520	273
Other objects	147,340	12,945	160,285	145,329	14,956
Total support services school administration	7,477,662	161,284	7,638,946	7,192,999	445,947

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Central Services:					
Salaries	\$ 1,572,782	\$ 139	\$ 1,572,921	\$ 1,572,921	\$ 2,650
Purchased professional services	21,500		21,500	18,850	69,500
Public Relations Costs		75,000	75,000	5,500	3,045
Purchased technical services	27,900	4,200	32,100	29,055	15,478
Misc. purchased services (400-500 series)	96,505	(500)	96,005	80,527	5,388
Supplies and materials	39,500	(3,785)	35,715	30,327	2,089
Interest on Lease Purchase Agreement	75,434		75,434	75,434	
Miscellaneous expenditures	10,700	(139)	10,561	8,472	
Total central services	1,844,321	74,915	1,919,236	1,821,086	98,150
Administrative Information Technology:					
Salaries	991,426		991,426	983,878	7,548
Purchased technical services	1,046,300	(23,500)	1,022,800	1,021,855	945
Other purchased services (400-500 series)	288,158	15,500	303,658	302,865	793
Supplies and Materials	190,000	39,099	229,099	224,893	4,206
Total Administrative Information Technology	2,515,884	31,099	2,546,983	2,533,491	13,492
Required Maintenance for School Facilities:					
Cleaning, Repair and Maintenance Services	3,119,762	(100,528)	3,019,234	2,032,422	986,812
Misc. purchased services (400-500 series)	4,500	(4,380)	120	120	
General supplies	326,201	8,000	334,201	317,595	16,606
Other objects	47,600	(6,350)	41,250	37,367	3,883
Total Required Maintenance for School Facilities	3,498,063	(103,258)	3,394,805	2,387,504	1,007,301

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Custodial Services :					
Salaries	\$ 5,523,361	\$	5,523,361	\$ 5,402,224	\$ 121,137
Purchased professional and technical services	53,000	7,000	60,000	59,035	965
Cleaning, repair and maintenance services	201,326	(9,000)	192,326	188,237	4,089
Rental of land and building - other than lease purchase agreement	386,000		386,000	384,027	1,973
Lease Purchase Payments-Energy Savings Improvement Prog.	1,401,838		1,401,838	1,401,838	
Other purchased property services	250,000	14,282	264,282	256,233	8,049
Insurance	517,328	10,828	528,156	522,063	6,093
General supplies	406,475	5,100	411,575	411,524	51
Energy (Natural Gas)	880,000	(15,232)	864,768	864,768	
Energy (Electricity)	1,700,000	(5,400)	1,694,600	1,694,495	105
Energy (Gasoline)	600,000		600,000	417,922	182,078
Total custodial services	11,919,328	7,578	11,926,906	11,602,366	324,540
Care & Upkeep of Grounds:					
Salaries	637,053		637,053	593,376	43,677
Cleaning, Repair and Maintenance Services	688,588	(87,120)	601,468	468,360	133,108
General supplies	219,417	(66,620)	152,797	138,453	14,344
Total Care and Upkeep of Grounds	1,545,058	(153,740)	1,391,318	1,200,189	191,129
Security:					
Salaries	617,410	(12,000)	605,410	595,829	9,581
Purchased Professional & Technical Services (300-500)	328,751	13,902	342,653	291,023	51,630
Cleaning, Repair and Maintenance Services	205,750	(20,776)	184,974	88,850	96,124
General Supplies	68,724	90,165	158,889	145,142	13,747
Total Security	1,220,635	71,291	1,291,926	1,120,844	171,082
Total operation and maintenance of plant services	18,183,084	(178,129)	18,004,955	16,310,903	1,694,052

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Student transportation services:					
Salaries of Non-Instructional Aides	\$ 183,414	\$ (12,660)	\$ 170,754	\$ 150,449	\$ 20,305
Salaries for pupil transportation (between home and school)-regular	2,401,207	269,491	2,670,698	2,670,698	
Salaries for pupil transportation (between home and school)-Special Ed	589,257	96,607	685,864	685,864	
Salaries for pupil transportation (other than between home & school)	400,000		400,000	386,766	13,234
Management Fee - ESC & CTSA transportation programs	340,000		340,000	236,574	103,426
Other Purchased professional and technical services	259,415	12,660	272,075	267,327	4,748
Cleaning, Repair and Maintenance Services	954,992		954,992	942,429	12,563
Lease Purchase Payments - School Buses	408,809		408,809	408,809	
Contracted Services - between home and school vendors	10,244,888	(618,439)	9,626,449	8,612,199	1,014,250
Contracted services (other than btw home & school)-vendors	223,870	264,175	488,045	378,807	109,238
Contract. Serv. (btw home and Sch) Joint Agreements		17,642	17,642	10,585	7,057
Contract. Serv. (spec ed students)-vendors	50,000		50,000	32,555	17,445
Contracted services (regular students) - ESCs & CTSA	200,000		200,000	169,291	30,709
Contracted services (spec ed students) - ESCs & CTSA	6,050,466	(34,757)	6,015,709	4,116,617	1,899,092
Contract. Serv - Aid in Lieu Pymts-Non-Public Schools	640,000		640,000	565,158	74,842
Travel	2,500	2,941	5,441	4,943	498
Miscellaneous purchased services - Transportation(580-590)	229,209		229,209	190,798	38,411
General supplies	5,000	655	5,655	5,655	
Transportation Supplies	719,555		719,555	330,037	389,518
Other objects	2,000		2,000	1,401	599
Total student transportation services	23,904,582	(1,685)	23,902,897	20,166,962	3,735,935

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Unallocated Benefits - Employee Benefits:					
Social Security Contributions	\$ 2,163,000	\$	2,163,000	\$ 2,052,421	110,579
Other retirement contributions - PERS	3,000,000	(219,897)	2,780,103	2,663,827	116,276
Unemployment Compensation	10,000		10,000	8,015	1,985
Workers Compensation	828,326	600,000	1,428,326	1,410,761	17,565
Health Benefits	32,412,837	(618,157)	31,794,680	29,363,556	2,431,124
Tuition Reimbursements	180,000		180,000	111,638	68,362
Other Employee Benefits	212,500	101,500	314,000	294,348	19,652
Total Unallocated Benefits - Employee Benefits:	38,806,663	(136,554)	38,670,109	35,904,566	2,765,543
On-behalf TPAF Non-Contributory Insurance (non-budgeted)					
On-behalf TPAF Pension (non-budgeted)				28,354,919	(28,354,919)
On-behalf TPAF non-contributory Insurance (non-budgeted)				351,242	(351,242)
On-behalf TPAF Post Retirement Contributions (non-budgeted)				8,387,963	(8,387,963)
On-behalf TPAF Long-Term Disability Insurance Contributions (non-budgeted)				10,180	(10,180)
Reimbursed TPAF Social Security Contributions (non-budgeted)				5,954,813	(5,954,813)
Total On-behalf contributions				43,059,117	(43,059,117)
Total personal services	38,806,663	(136,554)	38,670,109	78,963,683	(40,293,574)
Total Undistributed Expenditures	134,038,622	(207,191)	133,831,431	164,556,275	(30,724,844)
Interest Earned on Maintenance Reserve	4,500		4,500		4,500
Interest Earned on Emergency Reserve	500		500		500
TOTAL EXPENDITURES - GENERAL CURRENT EXPENSE FUND 11	214,229,815	(439,925)	213,789,890	243,570,325	(29,780,435)

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
CAPITAL OUTLAY:					
Equipment:					
Regular program - Instruction	\$ 9,000	\$ 209,251	\$ 218,251	\$ 196,375	\$ 21,876
Grades 9-12	26,507	42,261	68,768	59,484	9,284
School sponsored and other instructional program					
Undistributed Expenditures	26,700		26,700	24,650	2,050
Child Study Team	3,500	99	3,599		3,599
General Admin.		18,588	18,588	18,588	
School Admin.	540,000	9,901	549,901	549,901	
Administrative Information Technology	144,650	(37,337)	107,313	81,993	25,320
Maintenance of school facility		63,837	63,837	62,747	1,090
Care & upkeep grounds		6,400	6,400		
Security		313,000	1,063,357	1,000,138	63,219
Total Equipment	750,357				
Facilities acquisition and construction services:					
Construction services	1,615,160	(93,490)	1,521,670	759,148	762,522
Assessment for Debt Service on SDA Funding	8,101		8,101	8,101	
Total facilities acquis. and const. services	1,623,261	(93,490)	1,529,771	767,249	762,522
Capital Reserve Interest	20,000		20,000		20,000
TOTAL CAPITAL OUTLAY	2,393,618	219,510	2,613,128	1,767,387	845,741
Transfer of Funds to Charter School	\$ 92,184	\$ 66,525	\$ 158,709	\$ 155,201	\$ 3,508
TOTAL EXPENDITURES	\$ 216,715,617	\$ (153,890)	\$ 216,561,727	\$ 245,492,913	\$ (28,931,186)

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Excess (deficiency) of revenues over (under) expenditures	(14,837,189) \$	153,890 \$	(14,683,299) \$	21,373 \$	14,704,672
Other financing sources/(uses)					
Capital Reserve Transfer to Capital Projects	\$	(153,890) \$	(153,890) \$	(153,890) \$	
State Unemployment Insurance				(22,970)	(22,970)
Total other financing sources		(153,890)	(153,890)	(176,860)	(22,970)
Excess of Revenues and other Financing Sources Over Expenditures and Other Expenditures and other Financing Sources	(14,837,189)		(14,837,189)	(155,487)	14,681,702
Fund balances, July 1	38,784,629		38,784,629	38,784,629	
Fund balances, June 30	23,947,440		23,947,440 \$	38,629,142 \$	14,681,702
Recapitulation:					
Restricted:					
Excess Surplus - Designated for Subsequent Year's Expenditures				10,061,003	
Excess Surplus - Current Year				9,453,351	
Maintenance Reserve				3,093,846	
Capital Reserve				8,427,803	
Emergency Reserve				8,900	
State Unemployment Insurance				1,015,249	
Assigned:					
Designated for Subsequent Year's Expenditures				1,500,000	
Encumbrances				713,612	
Unassigned				4,355,378	
				38,629,142	
Reconciliation to Governmental Funds Statements (GAAP):					
Less: Last Two State Aid Payments not recognized on GAAP basis				2,952,147	
Fund Balance per Governmental Funds (GAAP)				35,676,995	

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	ORIGINAL BUDGET	BUDGET TRANSFERS/ AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FINAL TO ACTUAL
REVENUES:					
Federal sources	\$ 3,242,226	\$ 458,528	\$ 3,700,754	\$ 3,369,505	\$ (331,249)
State sources	147,549	241,673	389,222	350,078	(39,144)
Other sources	2,200,074	1,364,930	3,565,004	3,552,062	(12,942)
Total revenues	5,589,849	2,065,131	7,654,980	7,271,645	(383,335)
EXPENDITURES:					
Instruction:					
Salaries of teachers	80,000	(4,329)	75,671	51,453	24,218
Other salaries	361,549	43,964	405,513	305,188	100,325
Other purchased professional-educational services	200,000	104,922	304,922	263,905	41,017
Other purchased services	100,000	868	100,868	100,868	
Tuition	1,700,000	690,889	2,390,889	2,390,889	
Supplies and materials	200,000	95,115	295,115	238,933	56,182
Textbooks	22,240	6,779	29,019	16,712	12,307
Miscellaneous expenditures	4,000	24,173	28,173	1,752	26,421
Total instruction	2,667,789	962,381	3,630,170	3,369,700	260,470
Support services:					
Other salaries	150,000	(13,983)	136,017	92,166	43,851
Personal services - employee benefits	200,000	(72,340)	127,660	61,038	66,622
Purchased professional - educational services	100,000	54,335	154,335	153,559	776
Purchased technical services	122,060	(36,500)	85,560	84,776	784
Purchased property services	100,000	(21,520)	78,480	51,820	26,660
Other purchased services	100,000	(3,129)	96,871	84,554	12,317
Supplies and materials	100,000	5,805	105,805	49,945	55,860
Miscellaneous expenditures	2,050,000	1,120,000	3,170,000	3,145,078	24,922
Total support services	2,922,060	1,032,668	3,954,728	3,722,936	231,792
Facilities acquisition and construction services:					
Instructional equipment		70,082	70,082	65,001	5,081
Total facilities acquisition and construction serv.		70,082	70,082	65,001	5,081
Total expenditures	5,589,849	2,065,131	7,654,980	7,157,637	497,343
Excess (deficiency) of revenues over (under) expenditures	\$	\$	\$	\$ 114,008	\$ 114,008
Fund Balance, July 1				1,881,041	
Fund Balance, June 30				\$ 1,995,049	
<u>Analysis of Balance</u>					
Student activities				\$ 1,240,728	
Scholarships				754,321	
				\$ 1,995,049	

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
BUDGET TO GAAP RECONCILIATION
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

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

	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE FUND</u>
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule	\$ 245,514,286	\$ 7,271,645
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized		
Adjust for Encumbrances:		
Current Year		(81,259)
Prior Year		301,246
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year	(2,952,147)	
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	3,052,099	
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	<u>245,614,238</u>	<u>7,491,632</u>
Uses/outflows of resources		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule.	245,492,913	7,157,637
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.		
Adjust for Encumbrances:		
Current Year		(81,259)
Prior Year		301,246
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	\$ <u>245,492,913</u>	\$ <u>7,377,624</u>

REQUIRED SUPPLEMENTARY INFORMATION - PART III

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN YEARS

	Measurement Date Ending June 30, 2024	Measurement Date Ending June 30, 2023	Measurement Date Ending June 30, 2022	Measurement Date Ending June 30, 2021	Measurement Date Ending June 30, 2020	Measurement Date Ending June 30, 2019	Measurement Date Ending June 30, 2018	Measurement Date Ending June 30, 2017	Measurement Date Ending June 30, 2016	Measurement Date Ending June 30, 2015
District's proportion of the net pension liability (asset)	\$ 25,600,484	\$ 31,117,382	\$ 33,608,568	\$ 28,407,281	\$ 39,348,657	\$ 44,931,347	\$ 50,489,491	\$ 58,818,449	\$ 74,980,423	\$ 56,426,018
District's proportionate share of the net pension liability (asset)	0.1957638660%	0.2148341518%	0.2227004802%	0.2397947309%	0.2412934827%	0.249325419%	0.2564284900%	0.2526739183%	0.2531994782%	0.2513632728%
District's covered-employee payroll	\$ 15,240,541	\$ 15,262,673	\$ 15,763,356	\$ 16,346,754	\$ 17,377,580	\$ 17,147,638	\$ 17,759,374	\$ 17,667,039	\$ 17,291,154	\$ 17,223,313
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	174.54%	203.88%	213.21%	173.75%	226.43%	262.03%	284.30%	332.93%	433.69%	327.61%
Plan fiduciary net position as a percentage of the total pension liability	68.22%	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.92%

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN YEARS

	Fiscal Year Ending June 30, 2025	Fiscal Year Ending June 30, 2024	Fiscal Year Ending June 30, 2023	Fiscal Year Ending June 30, 2022	Fiscal Year Ending June 30, 2021	Fiscal Year Ending June 30, 2020	Fiscal Year Ending June 30, 2019	Fiscal Year Ending June 30, 2018	Fiscal Year Ending June 30, 2017	Fiscal Year Ending June 30, 2016
Contractually required contribution	\$ 2,663,799	\$ 2,871,319	\$ 2,808,360	\$ 2,808,275	\$ 2,639,631	\$ 2,425,563	\$ 2,550,635	\$ 2,340,754	\$ 2,249,388	\$ 2,161,050
Contributions in relation to the contractually required contribution	2,663,799	2,871,319	2,808,360	2,808,275	2,639,631	2,425,563	2,550,635	2,340,754	2,249,388	2,161,050
Contribution deficiency (excess)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
District's covered-employee payroll	15,240,541	15,262,673	15,763,356	16,256,234	16,349,754	17,377,580	17,147,638	17,759,374	17,667,039	17,291,154
Contributions as a percentage of covered-employee payroll	17.48%	18.81%	17.82%	17.28%	16.14%	13.96%	14.87%	13.18%	12.73%	12.50%

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS PENSION AND ANNUITY FUND
LAST TEN YEARS

	Measurement Date Ending June 30, 2024	Measurement Date Ending June 30, 2023	Measurement Date Ending June 30, 2022	Measurement Date Ending June 30, 2021	Measurement Date Ending June 30, 2020	Measurement Date Ending June 30, 2019	Measurement Date Ending June 30, 2018	Measurement Date Ending June 30, 2017	Measurement Date Ending June 30, 2016	Measurement Date Ending June 30, 2015
District's proportion of the net pension liability (asset)	0.6725547645%	0.6943954465%	0.7101415407%	0.7233908690%	0.7366738416%	0.7412775633%	0.7465411736%	0.7487609350%	0.7355013065%	0.7216320523%
State's proportionate share of the net pension liability (asset) associated with the District	\$332,410,909	\$354,363,430	\$366,393,379	\$347,771,525	\$485,090,861	\$454,929,037	\$474,933,459	\$504,841,622	\$578,592,157	\$456,102,273
District's covered-employee payroll	81,098,698	80,309,157	79,367,810	78,283,057	77,081,579	77,953,020	75,957,485	76,773,797	76,690,024	76,215,735
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
State's Proportionate Share of the Total Net Pension Liability associated with the District as a percentage of the District's Covered-Employee Payroll	409.88%	441.25%	461.64%	444.25%	629.32%	583.59%	625.26%	657.57%	754.46%	598.44%
Plan fiduciary net position as a percentage of the total pension liability	37.99%	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%

FREEHOLD REGIONAL TOWNSHIP SCHOOL DISTRICT
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION PART III
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)

Change in benefit terms:

None

Change in assumptions:

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

Measurement Date Ending	Discount Rate	Long-Term Expected Rate of Return	Actuarial Experience Study Period
June 30, 2024	7.00%	7.00%	07/01/21-06/30/24
2023	7.00%	7.00%	07/01/21-06/30/24
2022	7.00%	7.00%	07/01/18-06/30/21
2021	7.00%	7.00%	07/01/18-06/30/21
2020	7.00%	7.00%	07/01/14-06/30/18
2019	6.28%	7.00%	07/01/14-06/30/18
2018	5.66%	7.00%	07/01/11-06/30/14
2017	5.00%	7.00%	07/01/11-06/30/14
2016	3.98%	7.65%	07/01/11-06/30/14
2015	4.90%	7.90%	07/01/08-06/30/11

TEACHERS PENSION AND ANNUITY FUND (TPAF)

Change in benefit terms:

None

Change in assumptions:

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

Measurement Date Ending	Discount Rate	Long-Term Expected Rate of Return	Actuarial Experience Study Period
<u>June 30,</u> <u>2024</u>	7.00%	7.00%	07/01/21-06/30/24
2023	7.00%	7.00%	07/01/21-06/30/24
2022	7.00%	7.00%	07/01/18-06/30/21
2021	7.00%	7.00%	07/01/15-06/30/18
2020	5.40%	7.00%	07/01/15-06/30/18
2019	5.60%	7.00%	07/01/15-06/30/18
2018	4.86%	7.00%	07/01/12-06/30/15
2017	4.25%	7.00%	07/01/12-06/30/15
2016	3.22%	7.65%	07/01/12-06/30/15
2015	4.13%	7.90%	07/01/09-06/30/12

REQUIRED SUPPLEMENTARY INFORMATION - PART IV

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION PART IV
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Change in benefit terms: None

Change in assumptions:

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

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

OTHER SUPPLEMENTARY INFORMATION

**SPECIAL REVENUE FUND
DETAIL STATEMENTS**

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

	TITLE I	TITLE I PY	TITLE II A	TITLE II A PY	TITLE III	TITLE III PY	TITLE III IMMIGRANT
REVENUES:							
Federal sources	\$ 366,575	95,893	148,025	18,699	26,818	16,793	15,390
State sources							
Other sources							
Total revenues	\$ 366,575	\$ 95,893	\$ 148,025	\$ 18,699	\$ 26,818	\$ 16,793	\$ 15,390
EXPENDITURES:							
Instruction:							
Salaries of teachers	51,453						
Other salaries	6,207	31,950				15,600	
Other purchased professional-educational services	225,568	2,865			4,283		
Other purchased services							
Tuition	22,468	41,216			9,767		12,389
Supplies and materials							
Textbooks							
Miscellaneous expenditures							
Total instruction	305,696	76,031			14,050	15,600	12,389
Support services:							
Other Salaries	6,625	6,696	48,550	650	8,000		
Personal services - employee benefits	31,752	2,957	3,714	49	612	1,193	
Purchased professional - educational services			34,821	18,000	4,000		
Purchased technical services	15,785						
Purchased property services			53,545				3,001
Other purchased services	6,717		7,395		156		
Supplies and materials							
Miscellaneous expenditures							
Total support services	60,879	9,653	148,025	18,699	12,768	1,193	3,001
Facilities acquisition and construction serv:							
Instructional equipment		10,209					
Total facilities acquisition and construction serv.		10,209					
Total expenditures	\$ 366,575	\$ 95,893	\$ 148,025	\$ 18,699	\$ 26,818	\$ 16,793	\$ 15,390
Excess (Deficiency) of Revenues Over (Under) Expenditures							
Fund Balance, July 1							
Fund Balance, June 30							

(Continued on next page)

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

	TITLE IV	TITLE IV PY	IDEA PART B	CARL D. PERKINS	SUMMER LEARNING & ENRICHMENT	JROTC
REVENUES:						
Federal sources	\$ 59,388	4,902	2,390,889	106,020	24,335	95,778
State sources						
Other sources						
Total revenues	\$ 59,388	4,902	2,390,889	106,020	24,335	95,778
EXPENDITURES:						
Instruction:						
Salaries of teachers						
Other salaries		4,554		4,633	24,335	
Other purchased professional-educational services	5,450			25,739		95,778
Other purchased services						
Tuition			2,390,889			
Supplies and materials	9,021			56,020		
Textbooks						
Miscellaneous expenditures	1,290					
Total instruction	15,761	4,554	2,390,889	86,392	24,335	95,778
Support services:						
Other salaries						
Personal services - employee benefits		348		355		
Purchased professional - educational services	41,500					
Purchased technical services						
Purchased property services						
Other purchased services	2,127			2,470		
Supplies and materials						
Miscellaneous expenditures						
Total support services	43,627	348		2,825		
Facilities acquisition and construction serv:						
Instructional equipment						
				16,803		
Total facilities acquisition and construction serv.				16,803		
Total expenditures	\$ 59,388	4,902	2,390,889	106,020	24,335	95,778
Excess (Deficiency) of Revenues Over (Under) Expenditures						
Fund Balance, July 1						
Fund Balance, June 30						

(Continued on next page)

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

	TEACHER CLIMATE & CULTURE	NON - PUBLIC NURSING	NON - PUBLIC TEXTBOOKS	NON - PUBLIC TECHNOLOGY	NON - PUBLIC SECURITY	SUMMER PROGRAMS
REVENUES:						
Federal sources	185,709	50,626	9,831	20,060	83,852	124,700
State sources						
Other sources						
Total revenues	\$ 185,709	\$ 50,626	\$ 9,831	\$ 20,060	\$ 83,852	\$ 124,700
EXPENDITURES:						
Instruction:						
Salaries of teachers	96,720					100,384
Other salaries						
Other purchased professional-educational services						
Other purchased services						
Tuition						
Supplies and materials			9,831	20,060		2,390
Textbooks						
Miscellaneous Expenditures						
Total instruction	\$ 96,720		\$ 9,831	\$ 20,060		\$ 102,754
Support services:						
Other salaries	19,955					9,540
Personal services - employee benefits	8,925					
Purchased professional - educational services	59,238	50,626			30,150	
Purchased Technical Services					28,225	
Purchased property services						11,520
Other purchased services	871				25,477	886
Supplies and materials						
Miscellaneous expenditures						
Total support services	\$ 88,989	\$ 50,626			\$ 83,852	\$ 21,946
Facilities acquisition and construction serv:						
Instructional equipment						
Total facilities acquisition and construction serv.						
Total expenditures	\$ 185,709	\$ 50,626	\$ 9,831	\$ 20,060	\$ 83,852	\$ 124,700
Excess (Deficiency) of Revenues Over (Under) Expenditures						
Fund Balance, July 1						
Fund Balance, June 30						

(Continued on next page)

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

	OTHER LOCAL	COLLEGE APP. BOOTCAMP	COLLEGE FAIR	SAT PREP COURSE	STUDENT ACTIVITIES	SCHOLARSHIPS	TOTAL
REVENUES:							
Federal sources							
State sources	130,843	10,765	9,020	18,534	3,225,607	32,593	\$ 3,369,505
Other sources							350,078
							3,552,062
Total revenues	\$ 130,843	\$ 10,765	\$ 9,020	\$ 18,534	\$ 3,225,607	\$ 32,593	\$ 7,271,645
EXPENDITURES:							
Instruction:							
Salaries of teachers							51,453
Other salaries		10,000		10,825			305,188
Other purchased professional-educational services	5,090						263,905
Tuition							100,868
Supplies and materials	65,602						2,390,889
Textbooks				6,881			238,933
Miscellaneous Expenditures	462						16,712
							1,752
Total Instruction	71,154	10,000		17,706			3,369,700
Support services:							
Other salaries							92,166
Personal services - employee benefits		765	1,690	828			61,038
Purchased professional - educational services							153,559
Purchased Technical Services							84,776
Purchased property services	7,810						51,820
Other purchased services	13,500		3,862				84,554
Supplies and materials	390		3,468				49,945
Miscellaneous expenditures					3,102,092	42,100	3,145,078
Total support services	21,700	765	9,020	828	3,102,092	42,100	3,722,936
Facilities acquisition and construction serv:							
Instructional equipment	37,989						65,001
Total facilities acquisition and construction serv.	37,989						65,001
Total expenditures	\$ 130,843	\$ 10,765	\$ 9,020	\$ 18,534	\$ 3,102,092	\$ 42,100	\$ 7,157,637
Excess (Deficiency) of Revenues Over (Under) Expenditures				\$	123,515	\$ (9,507)	\$ 114,008
Fund Balance, July 1					1,117,213	763,828	1,881,041
Fund Balance, June 30					1,240,728	754,321	1,995,049

**CAPITAL PROJECTS FUND
DETAIL STATEMENTS**

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY STATEMENT OF PROJECT EXPENDITURES - BUDGETARY BASIS
AS OF JUNE 30, 2025

<u>ISSUE/PROJECT TITLE</u>	<u>ORIGINAL DATE</u>	<u>REVISED BUDGETARY APPROPRIATIONS</u>	<u>EXPENDITURES TO DATE</u>		<u>(MEMO ONLY) UNEXPENDED PROJECT BALANCE</u>
			<u>PRIOR YEAR</u>	<u>CURRENT YEAR</u>	
School Security Grant: Interior Door Security Upgrades - Districtwide	12/10/2020	\$ 936,207	\$ 786,082	\$ 75,122	\$ 75,003
Referendum: Roofing and Paving Districtwide	12/21/2021	14,460,000	12,903,063	225,220	1,331,717
Freehold Township High School - Boiler Replacement	1/3/2024	249,890			249,890
Totals		\$ 15,646,097	\$ 13,689,145	\$ 300,342	\$ 1,656,610
Fund balance - budgetary basis					1,656,610
Less: SDA Grant Not Recognized					(96,000)
Fund balance - GAAP basis					\$ 1,560,610

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

Revenues and Other Financing Sources:	
State Sources	\$ 96,000
Interest Earnings	34,852
Total revenues	<u>130,852</u>
 Expenditures and Other Financing Uses:	
Architectural/engineering services	8,774
Construction services	291,568
Total expenditures	<u>300,342</u>
 Excess (deficiency) of revenues over (under) expenditures	<u>(169,490)</u>
 Other financing sources (uses):	
Transfer from Capital Outlay	153,890
Transfers out	(34,852)
Total other financing sources (uses)	<u>119,038</u>
 Net change in fund balance	(50,452)
 Fund balance - beginning	<u>1,707,062</u>
 Fund balance - ending	\$ <u><u>1,656,610</u></u>
 Fund Balance - budgetary basis	\$ 1,656,610
SDA Grant not Recognized	<u>(96,000)</u>
 Fund Balance - GAAP basis (B-1)	\$ <u><u>1,560,610</u></u>

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
SCHOOL SECURITY GRANT: INTERIOR DOOR SECURITY UPGRADES - DISTRICTWIDE
FOR THE YEAR ENDED JUNE 30, 2025

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources:				
State Sources - School Security Grant	\$ 686,207 \$	\$	686,207 \$	686,207
Transfer from emergency reserve	250,000		250,000	250,000
Total revenues	<u>936,207</u>	<u>-</u>	<u>936,207</u>	<u>936,207</u>
Expenditures and Other Financing Uses:				
Architectural/engineering services	69,499	-	69,499	69,750
Construction services	716,583	75,122	791,705	866,457
Total expenditures	<u>786,082</u>	<u>75,122</u>	<u>861,204</u>	<u>936,207</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 150,125 \$</u>	<u>(75,122) \$</u>	<u>75,003 \$</u>	<u>-</u>

Additional project information:

Project Number	1650-XXX-21-1000
Grant Date	05/17/21
Lease Authorization Date	N/A
Lease Authorized	N/A
Lease Issued	N/A
Original Authorized Cost	\$936,207
Additional Authorized Cost	-
Revised Authorized Cost	\$936,207
Percentage Increase/(decrease) over Original Authorized Cost	0.00%
Percentage completion	98.00%
Original target completion date	FY22
Revised target completion date	FY26

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
ROOFING AND PAVING AT VARIOUS SCHOOLS - REFERENDUM
FOR THE YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Debt Issuance	\$ 14,460,000	\$ -	14,460,000	14,460,000
Total revenues	14,460,000	-	14,460,000	14,460,000
Expenditures and Other Financing Uses:				
Legal services	29,941		29,941	150,000
Architectural/engineering services	1,078,504	8,774	1,087,278	977,120
Other purchased professional and technical services	49,230		49,230	608,080
Construction services	11,745,388	216,446	11,961,834	12,724,800
Total expenditures	12,903,063	225,220	13,128,283	14,460,000
Excess (deficiency) of revenues over (under) expenditures	\$ 1,556,937	\$ (225,220)	1,331,717	-

Additional project information:

Project Number	N/A
Bond Authorization Date	12/21/21
Bonds Authorized	\$14,460,000
Bonds Issued	\$14,460,000
Lease Issued	N/A
Original Authorized Cost	\$14,460,000
Additional Authorized Cost	-
Revised Authorized Cost	\$14,460,000
Percentage Increase/(decrease) over Original Authorized Cost	0.00%
Percentage completion	90.00%
Original target completion date	FY24
Revised target completion date	FY26

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS - BUDGETARY BASIS
FREEHOLD TOWNSHIP HIGH SCHOOL - BOILER REPLACEMENT
FOR THE YEAR ENDED JUNE 30, 2025

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources - SDA Grant	\$	\$ 96,000	\$ 96,000	\$ 96,000
Transfer from capital outlay		153,890	153,890	153,890
Total revenues	-	249,890	249,890	249,890
Expenditures and Other Financing Uses:				
Legal services			-	
Architectural/engineering services			-	
Other purchased professional and technical services			-	
Construction services			-	249,890
Total expenditures	-	-	-	249,890
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ 249,890	\$ 249,890	

Additional project information:

Project Number	1650-055-23-R-501
Grant Date	01/03/24
Original Authorized Cost	\$244,000
Change in Authorized Cost	\$5,890
Revised Authorized Cost	\$249,890
Percentage Increase/(decrease) over Original Authorized Cost	2.41%
Percentage completion	0.00%
Original target completion date	FY26

PROPRIETARY FUND DETAIL STATEMENTS

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

FOOD SERVICES FUND:

This fund provides for the operation of Food services within the school district.

EXTRACURRICULAR FUND

This fund provides for the operation of an ice hockey program within the school district.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF NET POSITION
PROPRIETARY FUNDS - ENTERPRISE FUNDS
JUNE 30, 2025

	FOOD SERVICE FUND	EXTRA-CURRICULAR FUND - ICE HOCKEY RIHA	EXTRA-CURRICULAR FUND - HOWELL ONE VOICE	EXTRA-CURRICULAR FUND - MANALAPAN BOYS LACROSSE	EXTRA-CURRICULAR FUND TOTAL	TOTAL
ASSETS:						
Current assets:						
Cash and cash equivalents	\$ 820,969					\$ 820,969
Accounts receivable:						
State	5,374					5,374
Federal	66,719					66,719
Other	96,376	\$ 20,784	\$	27,194	\$ 47,978	144,354
Interfund receivable	694,841					694,841
Inventories	36,783					36,783
Total current assets	1,721,062	20,784		27,194	47,978	1,769,040
Noncurrent assets:						
Furniture, machinery and equipment	1,529,042					1,529,042
Less accumulated depreciation	(863,806)					(863,806)
Total noncurrent assets	665,236					665,236
Total assets	2,386,298	20,784		27,194	47,978	2,434,276
LIABILITIES:						
Current liabilities:						
Accounts payable	244,926	78			78	245,004
Interfund payable		20,706		27,194	47,900	47,900
Unearned revenue	131,019					131,019
Total current liabilities	375,945	20,784		27,194	47,978	423,923
Total liabilities	375,945	20,784		27,194	47,978	423,923
NET POSITION:						
Net investment in capital assets	665,236					665,236
Unrestricted	1,345,117					1,345,117
Total net position	2,010,353		\$	\$	\$	\$ 2,010,353

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS - ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND						
	FOOD SERVICE FUND	EXTRA-CURRICULAR FUND - ICE HOCKEY RIHA	EXTRA-CURRICULAR FUND - HOWELL ONE VOICE	EXTRA-CURRICULAR FUND - MANALAPAN BOYS LACROSSE	EXTRA-CURRICULAR FUND TOTAL	TOTAL	
OPERATING REVENUES:							
Charges for services:	\$					\$	
Daily sales - reimbursable programs	795,723						795,723
Daily sales - non-reimbursable programs	1,333,664						1,333,664
Special functions	38,893						38,893
Miscellaneous	15,626						15,626
Fees - individuals							329,457
	\$	293,436	8,827	27,194	329,457		
Total operating revenues	2,183,926	293,436	8,827	27,194	329,457		2,513,383
OPERATING EXPENSES:							
Cost of sales - reimbursable programs	805,609						805,609
Cost of sales - non-reimbursable programs	599,831						599,831
Salaries and benefits	1,292,823	99,315	8,827	18,117	126,259		1,419,082
Supplies and materials	146,780						146,780
Management fee	148,635						148,635
Miscellaneous	85,559	29,819		9,077	38,896		124,455
Depreciation	36,518						36,518
Facility rental		164,302			164,302		164,302
	3,115,755	293,436	8,827	27,194	329,457		3,445,212
Total operating expenses							
	(931,829)	-	-	-	-		(931,829)
Operating income (loss)							
NONOPERATING REVENUES (EXPENSES):							
State sources							
State school lunch program	54,413						54,413
State school breakfast program	2,126						2,126
P-EBT Administration	1,501						1,501
Federal sources							
National school lunch program	783,307						783,307
School breakfast program	76,769						76,769
HHFKA	31,150						31,150
P-EBT Administration	1,501						1,501
Local Food For Schools	12,467						12,467
National food distribution commodities	121,257						121,257
	1,084,491						1,084,491
Total nonoperating revenues (expenses)							
Change in net position	152,662						152,662
Total net position - beginning	1,857,691						1,857,691
Total net position - ending	2,010,353						2,010,353

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

	BUSINESS-TYPE ACTIVITIES					
	FOOD SERVICE FUND	EXTRA-CURRICULAR FUND - ICE HOCKEY	EXTRA-CURRICULAR FUND - HOWELL	EXTRA-CURRICULAR FUND - MANALAPAN	EXTRA-CURRICULAR FUND TOTAL	TOTAL
Cash flows from operating activities:						
Receipts from customers	\$ 2,135,191	\$ 293,211	\$ 8,827	\$ -	\$ 302,038	\$ 2,437,229
Payments to employees	(1,011,235)	(99,315)	(9,200)	(16,830)	(124,345)	(1,135,580)
Payments for employee benefits	(281,588)		(627)	(1,287)	(1,914)	(283,502)
Payments to suppliers	(1,845,070)	(194,121)		(9,077)	(203,198)	(1,848,268)
Net cash provided by (used for) operating activities	(802,702)	(225)	-	(27,194)	(27,419)	(830,121)
Cash flows from noncapital financing activities:						
State sources	62,315					62,315
Federal sources	976,259					976,259
Operating subsidies and transfers to other funds	271,276	225		27,194	27,419	298,695
Net cash provided by noncapital financing activities	1,309,850	225	-	27,194	27,419	1,337,269
Cash flows from capital and related financing activities:						
Installment purchase contract payments						
Purchases of capital assets	(204,810)					(204,810)
Net cash provided by (used for) capital and related financing activities	(204,810)					(204,810)
Net increase (decrease) in cash and cash equivalents	302,338	-	-	-	-	302,338
Cash and cash equivalents, July 1, 2024	518,631	-				518,631
Cash and cash equivalents, June 30, 2025	\$ 820,969	\$ -	\$ -	\$ -	\$ -	\$ 820,969
Reconciliation of operating income (loss) to net cash provided (used) by operating activities						
Operating income (loss)	\$ (931,829)	\$ -	\$ -	\$ -	\$ -	\$ (931,829)
Adjustments to reconciling operating income (loss) to net cash provided by (used for) operating activities:						
Depreciation	36,518					36,518
Federal commodities	121,257					121,257
Change in assets and liabilities:						
(Increase) decrease in accounts receivable, net	(93,505)	(225)		(27,194)	(27,419)	(120,924)
Increase (decrease) in unearned revenue	44,295					44,295
Increase (decrease) in accounts payable	28,226					28,226
(Increase) decrease in inventories	(7,664)					(7,664)
	129,127	(225)	-	(27,194)	(27,419)	101,708
Net cash provided by (used for) operating activities	\$ (802,702)	\$ (225)	\$ -	\$ (27,194)	\$ (27,419)	\$ (830,121)

LONG-TERM DEBT SCHEDULES

The Long-Term schedules are used to reflect the outstanding principal balances of the long-term liabilities of the District. This includes obligations under Serial Bonds, Lease, Installment Purchase Contracts and Subscription Based Information Technology Agreements.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
JUNE 30, 2025

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	MATURITIES		RATE OF INTEREST	BALANCE JULY 1, 2024	RETIRED	BALANCE JUNE 30, 2025
			DATE	AMOUNT				
Referendum: Roofing and Paving Districtwide	12/21/2021	\$14,460,000	8/15/2025	600,000	1.500%			
			8/15/2026	615,000	2.000%			
			8/15/2027	635,000	2.000%			
			8/15/2028	650,000	2.000%			
			8/15/2029	670,000	2.000%			
			8/15/2030	690,000	2.000%			
			8/15/2031	705,000	2.000%			
			8/15/2032	725,000	2.000%			
			8/15/2033	745,000	2.000%			
			8/15/2034	770,000	2.000%			
			8/15/2035	790,000	2.000%			
			8/15/2036	810,000	2.000%			
			8/15/2037	835,000	2.000%			
			8/15/2038	860,000	2.000%			
			8/15/2039	880,000	2.125%			
			8/15/2040	905,000	2.125%			
			8/15/2041	930,000	2.125%			
						\$ 13,400,000	\$ 585,000	\$ 12,815,000
						\$ 13,400,000	\$ 585,000	\$ 12,815,000

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF OBLIGATIONS UNDER LEASES
AS OF JUNE 30, 2025

<u>SERIES</u>	<u>TERM</u>	<u>INTEREST RATE PAYABLE</u>	<u>AMOUNT OF ORIGINAL LEASE</u>	<u>AMOUNT OUTSTANDING JUNE 30, 2024</u>	<u>DECREASE</u>	<u>AMOUNT OUTSTANDING JUNE 30, 2025</u>
<u>Governmental Funds:</u>						
Transportation Building Lease	5 Years	0.577%	1,653,744 \$	723,110 \$	354,763 \$	368,347
Grand Total			\$	723,110 \$	354,763 \$	368,347

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

	<u>BUDGET</u>	<u>BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
		<u>TRANSFERS</u>			
REVENUES:					
Local sources:					
Local tax levy	\$ 423,708	\$	\$ 423,708	\$ 423,708	\$ -
State sources:					
Debt service aid type II	287,667		287,667	287,667	-
Total revenues	711,375.00	-	711,375	711,375	-
EXPENDITURES:					
Regular debt service:					
Interest	261,082		261,082	261,082	-
Redemption of principal	585,000		585,000	585,000	-
Total regular debt service-expenditures	846,082	-	846,082	846,082	-
Excess (deficiency) of revenues over (under) expenditures	(134,707)	-	(134,707)	(134,707)	-
Other financing sources:					
Operating Transfers in - Capital Projects	(134,707)	-	(134,707)	34,852	34,852
Fund balance, July 1	202,619	\$	202,619	202,619	
Fund balance, June 30	67,912	\$	67,912	102,764	34,852

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF OBLIGATIONS UNDER INSTALLMENT PURCHASE CONTRACTS
AS OF JUNE 30, 2025

<u>SERIES</u>	<u>TERM</u>	<u>INTEREST RATE PAYABLE</u>	<u>AMOUNT OF ORIGINAL CONTRACT</u>	<u>AMOUNT OUTSTANDING JUNE 30, 2024</u>	<u>DECREASE</u>	<u>AMOUNT OUTSTANDING JUNE 30, 2025</u>
Governmental Funds: District Wide Energy Savings Improvement Plan (ESIP)	15 Years	2.690%	\$ 17,498,000	\$ 9,564,584	\$ 1,152,236	\$ 8,412,348
Technology & Buildings and Grounds Vehicles	5 Years	4.444%	892,000	892,000	167,032	724,968
School Buses, Technology & Buildings and Grounds Equipment	5 Years	1.019%	2,160,000	1,307,248	431,978	875,270
Technology, Buildings & Grounds Equipment, and Copiers	5 Years	2.988%	1,405,000	1,140,298	272,611	867,687
Grand Total - Governmental Funds			\$	<u>12,904,130</u>	<u>2,023,857</u>	<u>10,880,273</u>

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF OBLIGATIONS UNDER SUBSCRIPTION-BASED INFORMATION TECHNOLOGY AGREEMENTS
AS OF JUNE 30, 2025

<u>SERIES</u>	<u>TERM</u>	<u>INTEREST RATE PAYABLE</u>	<u>AMOUNT OF ORIGINAL ISSUE</u>	<u>AMOUNT OUTSTANDING JUNE 30, 2024</u>	<u>DECREASE</u>	<u>AMOUNT OUTSTANDING JUNE 30, 2025</u>
<u>Governmental Funds:</u>						
District Website	5 Years	2.736%	\$295,755 \$	234,483 \$	55,430 \$	179,053
Total Governmental Funds			\$	234,483 \$	55,430 \$	179,053

THIS PAGE INTENTIONALLY LEFT BLANK

STATISTICAL SECTION - UNAUDITED

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
STATISTICAL SECTION

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

Sources

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

(ACCRUAL BASIS OF ACCOUNTING)

(UNAUDITED)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Government Activities:										
Net Investment in capital assets	\$ 76,213,991	\$ 79,174,757	\$ 83,415,476	\$ 85,632,787	\$ 90,306,871	\$ 93,886,105	\$ 90,858,048	\$ 89,024,727	\$ 87,207,182	\$ 80,465,572
Restricted	35,657,965	36,629,227	38,578,857	41,689,247	40,677,885	33,624,268	28,130,955	28,112,090	27,648,406	28,446,908
Unrestricted (deficit)	(34,239,494)	(39,681,906)	(39,218,798)	(46,367,474)	(53,868,903)	(60,708,542)	(61,144,214)	(60,745,280)	(58,575,627)	(50,667,795)
Total Government Activities Net Position	\$ 77,632,462	\$ 76,122,078	\$ 82,775,535	\$ 80,954,560	\$ 77,115,853	\$ 66,801,831	\$ 57,844,789	\$ 54,391,537	\$ 56,279,961	\$ 58,244,685
Business-Type Activities:										
Net Investment in capital assets	\$ 665,236	\$ 313,386	\$ 232,983	\$ 145,890	\$ 96,991	\$ 61,045	\$ 38,228	\$ 493,155	\$ 154,865	\$ 182,315
Unrestricted	1,345,117	1,544,305	1,140,415	598,857	39,267	329,733	429,653	171,231	667,148	413,564
Total Business-Type Activities Net Position	\$ 2,010,353	\$ 1,857,691	\$ 1,373,398	\$ 744,747	\$ 136,258	\$ 390,778	\$ 467,881	\$ 664,386	\$ 822,013	\$ 595,899
District-wide:										
Net Investment in capital assets	\$ 76,879,227	\$ 79,488,143	\$ 83,648,459	\$ 85,778,677	\$ 90,403,862	\$ 93,947,150	\$ 90,896,276	\$ 89,517,882	\$ 87,362,047	\$ 80,647,887
Restricted	35,657,965	36,629,227	38,578,857	41,689,247	40,677,885	33,624,268	22,928,142	28,112,090	27,648,406	28,446,908
Unrestricted (deficit)	(32,894,377)	(38,137,601)	(38,078,383)	(45,768,617)	(53,828,636)	(60,378,609)	(55,511,748)	(60,574,049)	(57,908,479)	(50,254,211)
Total District Net Position	\$ 79,642,815	\$ 77,979,769	\$ 84,148,933	\$ 81,699,307	\$ 77,252,111	\$ 67,192,609	\$ 58,312,670	\$ 55,055,923	\$ 57,101,574	\$ 58,840,584

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	2025**	2024**	2023**	2022	2021	2020	2019	2018	2017	2016
Governmental Activities:										
Instruction:										
Regular	\$ 94,304,505	\$ 94,103,199	\$ 93,170,159	\$ 94,817,192	\$ 104,469,262	\$ 94,381,936	\$ 98,763,606	\$ 106,525,172	\$ 102,658,266	\$ 92,343,959
Special Education	34,644,273	36,051,844	34,873,195	23,716,724	26,584,929	24,537,780	24,953,884	27,318,294	27,929,566	25,759,425
Other Special Education	9,499,626	8,850,456	8,779,605	9,381,910	10,220,402	10,090,114	11,215,656	12,400,211	11,747,407	10,604,135
Support Services:										
Tuition	-	-	-	15,298,871	15,945,591	14,887,882	15,448,397	15,600,095	15,076,681	14,980,357
Student & instruction related services	29,046,399	30,385,801	31,237,875	29,280,265	30,945,020	27,900,105	29,530,211	32,227,254	30,730,390	27,893,131
General Administrative Services	1,969,060	1,614,335	2,123,071	2,149,596	1,936,692	1,926,591	2,278,719	1,835,507	1,893,982	1,716,518
School Administrative Services	10,922,676	11,161,320	11,235,905	11,357,949	13,135,988	11,409,076	12,261,778	12,800,205	12,330,132	11,230,302
Central Services/Admin. Information Technology	4,750,945	4,704,423	4,365,007	3,829,106	4,511,937	4,556,840	5,074,147	5,681,925	6,268,366	4,719,869
Plant Operations and Maintenance	17,273,417	15,714,235	13,759,059	14,029,186	14,496,372	15,927,843	17,844,146	19,473,749	20,976,707	17,069,282
Pupil Transportation Services	18,772,580	20,675,284	20,171,512	16,238,852	13,981,765	15,612,449	17,281,025	17,235,383	16,630,574	16,804,098
Interest on Long-Term Debt	275,544	280,344	180,168	316,205	8,101	192,408	445,263	741,084	936,851	1,159,719
Unallocated Depreciation and Amortization	5,569,087	5,757,522	4,808,117	5,612,880	5,678,590	5,978,678	5,884,013	5,324,671	4,917,067	4,887,161
	227,028,112	229,278,763	224,673,673	228,038,686	241,874,649	227,381,612	240,980,845	257,163,550	252,095,989	229,167,956
Food Service	3,115,755	2,722,076	2,765,355	3,029,102	402,686	1,896,771	2,723,536	3,583,671	3,201,580	3,167,975
Extra Curricular Fund	329,457	314,245	145,014	265,049	110,152	214,318	212,545	233,962	240,311	256,688
	3,445,212	3,036,321	2,930,369	3,294,151	512,838	2,111,089	2,936,081	3,817,633	3,441,891	3,424,663
	230,473,324	232,315,084	227,604,042	229,332,837	242,387,487	229,492,701	243,916,926	260,981,183	255,537,880	232,592,619
Governmental Activities:										
Charges for Services:										
Instruction	\$ 3,537,139	\$ 3,255,632	\$ 3,340,828	\$ 2,794,096	\$ 1,584,920	\$ 448,194	\$ 345,797	\$ 212,475	\$ 230,377	\$ 289,578
Operating Grants and Contributions	21,090,699	29,729,013	34,052,539	41,861,404	61,523,780	42,287,847	50,051,482	64,954,154	59,693,390	43,912,253
	24,628,038	32,984,644	37,393,367	44,655,500	63,108,700	42,736,041	50,397,279	65,166,629	59,923,767	44,201,841
Business-Type Activities:										
Charges for Services:										
Food Service	2,183,926	2,130,245	2,121,763	728,049	18,105	1,334,895	1,987,015	2,760,504	2,761,404	2,691,559
Extra Curricular Fund	329,457	314,245	145,014	265,049	110,152	214,318	212,545	233,962	240,311	256,688
Operating Grants and Contributions	1,084,491	1,076,124	1,292,243	2,909,542	130,061	484,773	540,016	665,540	666,290	636,106
	3,597,874	3,520,614	3,559,020	3,902,640	258,318	2,033,986	2,739,576	3,660,006	3,668,005	3,584,353
	28,225,912	36,505,258	40,952,387	49,568,140	63,367,018	44,770,027	53,136,855	68,826,635	63,591,772	47,786,194
Governmental Activities	\$ (202,400,074)	\$ (196,294,119)	\$ (187,280,306)	\$ (181,383,196)	\$ (178,785,949)	\$ (184,645,571)	\$ (190,583,566)	\$ (191,996,921)	\$ (192,172,222)	\$ (184,966,115)
Business-Type Activities	152,662	484,293	628,651	608,489	(254,550)	(77,103)	(196,505)	(157,527)	226,114	159,690
	(202,247,412)	(195,809,826)	(186,651,655)	(180,774,697)	(179,020,499)	(184,722,674)	(190,780,071)	(192,154,548)	(191,946,108)	(184,806,425)

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	2025**	2024**	2023**	2022	2021	2020	2019	2018	2017	2016
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 165,968,438	\$ 152,738,665	\$ 146,050,632	\$ 143,186,894	\$ 140,379,308	\$ 137,626,773	\$ 134,270,320	\$ 131,637,569	\$ 128,147,673	\$ 125,634,974
Taxes Levied for Debt Service	423,708,00	551,715,00	531,485,00	41,136,159	4,122,537	4,114,779	4,105,698	4,099,844	4,099,844	4,099,844
Unrestricted Grants and Contributions	34,231,456	34,295,125	40,163,193	40,347,800	45,440,258	49,855,468	53,480,921	54,362,826	54,709,469	54,224,317
Restricted Grants and Contributions	201,661	208,040	1,169,821	153,413	144,564	1,297,399	1,290,740	1,221,659	1,161,898	2,651,166
Miscellaneous Income	2,366,214	1,881,578	1,186,149	1,033,786	76,611	686,794	872,300	459,661	2,082,760	782,770
Change in State Unemployment Insurance	(22,970)	(34,461)								(42,920)
Gain/(Loss) on Sale of Equipment	203,168,507	189,640,662	189,101,281	184,721,893	186,040,741	183,602,613	194,036,818	191,796,494	190,207,488	187,349,951
	\$ 203,168,507	\$ 189,640,662	\$ 189,101,281	\$ 184,721,893	\$ 186,040,741	\$ 183,602,613	\$ 194,036,818	\$ 191,796,494	\$ 190,207,488	\$ 187,349,951
Governmental Activities	\$ 768,433	\$ (6,653,457)	\$ 1,920,975	\$ 3,338,707	\$ 7,274,792	\$ 8,957,042	\$ 3,453,252	\$ (200,427)	\$ (1,964,724)	\$ 2,383,836
Business-Type Activities	152,662	484,293	628,651	608,489	(254,520)	(77,103)	(196,505)	(157,627)	226,114	159,690
	\$ 921,095	\$ (6,169,164)	\$ 2,449,626	\$ 3,947,196	\$ 7,020,272	\$ 8,879,939	\$ 3,256,747	\$ (358,054)	\$ (1,738,610)	\$ 2,543,526

** Beginning in 2023 the District began allocating tuition costs to the associated instructional function. Prior Year have not been restated.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

FUND BALANCES, GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
General Fund:										
Restricted	\$ 32,060,152	\$ 30,045,571	\$ 30,615,798	\$ 34,048,926	\$ 36,432,413	\$ 32,631,926	\$ 27,299,540	\$ 25,235,695	\$ 26,892,872	\$ 27,823,998
Assigned	2,213,612	4,499,996	5,974,338	5,899,912	2,520,712	992,452	824,245	592,262	755,534	
Unassigned	1,403,231	1,186,963	5,983,667	4,864,238	4,554,755		7,170	284,133		
Total General Fund	\$ 35,676,995	\$ 35,732,530	\$ 42,573,803	\$ 44,813,076	\$ 43,507,880	\$ 33,624,378	\$ 28,130,955	\$ 26,112,090	\$ 27,648,406	\$ 27,823,998
All Other Governmental Funds:										
Restricted										
Special Revenue Fund	\$ 1,995,049	\$ 1,881,041	\$ 1,851,497	\$ 1,737,892	\$ 1,724,760	\$	\$	\$	\$	\$
Capital Projects Fund	1,560,610	1,707,062	4,342,082	12,820,753	293,764	1,357,394	1,357,460	1,677,239	2,218,778	5,975,849
Debt Service Fund	102,764	202,619	137,224	2,517						
Total All Other Governmental Funds	\$ 3,658,423	\$ 3,790,722	\$ 6,330,803	\$ 14,561,162	\$ 2,018,524	\$ 1,357,394	\$ 1,357,460	\$ 1,677,239	\$ 2,218,778	\$ 5,975,849

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Revenues:										
Tax Levy	\$ 186,392,146	\$ 153,290,380	\$ 146,582,118	\$ 143,186,894	\$ 140,379,308	\$ 141,762,932	\$ 138,392,857	\$ 135,752,348	\$ 132,253,371	\$ 129,734,618
Tuition Charges	153,426	21,393	59,130	136,301	145,788	251,164	197,903	50,275	66,286	70,929
Transportation Fees			21,724	33,097	75,536	94,101	844,978	450,268	2,074,962	776,317
Miscellaneous	6,075,238	5,494,347	4,742,080	3,874,451	1,841,632	951,407	347,725	422,844	385,828	451,783
State Sources	77,816,770	77,359,015	83,415,186	82,832,922	79,398,311	79,508,106	82,174,400	79,987,728	77,088,133	75,497,943
Federal Sources	3,414,517	6,609,218	8,588,322	5,840,097	4,590,047	3,127,516	3,211,211	3,243,784	3,211,622	3,172,682
Total Revenues	253,852,097	242,774,353	243,378,562	235,903,762	226,430,622	225,695,226	225,169,074	219,887,227	215,080,202	209,634,272
Expenditures:										
Instruction:										
Regular	59,961,671	58,637,513	58,370,972	58,818,185	56,630,881	56,620,517	56,726,361	56,202,993	55,138,134	54,420,588
Special	15,696,385	17,598,304	18,170,399	15,619,801	15,125,452	15,527,702	15,042,122	15,266,006	16,290,116	16,350,910
Other	6,732,743	6,052,827	5,993,759	6,044,924	5,761,604	6,262,519	6,711,149	6,863,471	6,046,105	6,543,186
Support Services:										
Tuition	17,375,488	16,205,066	14,540,247	15,298,871	15,945,591	14,887,892	15,448,397	15,800,095	15,076,681	14,980,357
Student & Instruction related services	22,378,864	22,873,845	23,594,590	20,159,938	18,881,771	18,155,244	18,506,187	18,587,291	18,249,119	17,927,006
School Administrative Services	7,192,959	7,271,597	7,384,521	6,999,187	6,960,656	6,821,962	6,877,808	6,713,490	6,600,419	6,607,803
General Administrative Services	1,726,021	1,470,828	1,864,925	1,807,561	1,835,642	1,825,983	2,151,455	1,835,198	1,642,388	1,556,498
Central Services/Admin. Information Tech	4,354,577	4,160,974	4,194,859	4,131,785	3,798,679	3,637,387	3,917,286	3,742,376	3,463,722	3,221,782
Plant Operations and Maintenance	16,310,903	15,683,611	14,764,976	15,134,376	13,314,931	14,285,710	15,516,081	16,221,433	16,848,948	14,593,778
Student Transportation Services	20,166,962	22,338,928	22,661,236	18,560,466	14,889,180	16,957,590	18,508,314	18,147,561	17,144,259	16,812,407
Unallocated Employee Benefits	78,963,683	75,781,500	71,600,746	71,433,127	63,411,394	57,904,007	57,863,911	55,407,404	51,122,265	47,637,366
Charter Schools	155,201	36,734								
Debt Service:										
Principal	585,000.00	570,000.00	490,000.00	-	-	5,205,000	4,940,000	4,695,000	4,460,000	4,240,000
Interest and Other Charges	261,082.00	269,744.00	315,281.00	-	-	260,250	507,250	742,000	965,000	1,177,000
Capital Outlay	2,155,382	3,696,363	10,915,086	6,133,725	2,369,439	1,870,096	2,367,613	4,219,752	7,876,851	21,698,940
Total Expenditures	254,016,961	252,617,932	254,861,597	240,141,946	218,925,220	220,201,869	224,885,934	224,044,070	221,524,007	227,768,621
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(164,864)	(9,843,580)	(11,483,035)	(4,238,184)	7,505,402	5,493,357	283,140	(4,156,843)	(6,443,805)	(18,134,349)
Other Financing Sources/(Uses):										
Installment Purchase Contracts (non-budgeted)	-	496,687	1,013,403	1,972,274	-	-	1,415,946	2,078,968	2,511,142	1,648,018
Leases (non-budgeted)	-	-	-	1,653,744	-	-	-	-	-	-
Bond Proceeds	-	-	-	14,460,000	-	-	-	-	-	-
State Unemployment Insurance	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources/(Uses)	(22,970)	462,226	1,013,403	18,086,018	-	-	1,415,946	2,078,968	2,511,142	1,648,018
Net Change in Fund Balances	(187,834)	(9,381,354)	(10,469,632)	13,847,834	7,505,402	5,493,357	1,659,086	(2,077,855)	(3,932,663)	(16,486,331)
Debt Service as a Percentage of Noncapital Expenditures	0.34%	0.34%	0.33%	N/A	N/A	2.50%	2.45%	2.47%	2.54%	2.63%

Source: District records

Note: Noncapital expenditures are total expenditures less Capital Outlay.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
 LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

Fiscal Year Ending June 30,	Restricted		Unrestricted		Annual Totals
	Athletic Fees	Facility Rental	Refund of Prior Year Expenditures	Miscellaneous	
2025	\$ 64,001	\$ 94,105	\$ 91,080	\$ 1,968,889	2,218,075
2024	60,547	47,755	137,186	1,422,098	1,667,586
2023	74,914	58,690	52,806	866,058	1,052,468
2022	77,479	33,970	685,085	344,606	1,141,140
2021*	-	-	58,886	215,138	274,024
2020	76,027	26,902	35,050	591,860	729,839
2019	77,756	70,138	196,905	644,396	989,195
2018	81,545	80,655	53,236	393,043	608,479
2017	77,378	86,713	1,498	2,072,765	2,238,354
2016	73,319	145,330	424,495	351,822	994,966

Source: District records

* No Athletic Fees or Facility Rental revenue in 2021 as a result of COVID-19

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
UNAUDITED

	Vacant Land	Residential	Farm Reg.	Ofarm	Commercial	Industrial	Apartment	Total Assessed Value	Tax-Exempt Property (3)	Public Utilities (1)	Net Valuation Taxable	Total Direct School Tax Rate (2)	Estimated Actual (County Equalized) Value
Colts Neck													
2025	\$ 48,339,400	\$ 4,026,355,400	\$ 241,833,100	\$ 3,403,800	\$ 191,442,300			\$ 4,511,374,000	\$ -	\$ 4,603,417	\$ 4,515,977,417	0.313	\$ 4,189,453,407
2024	43,428,500	3,559,588,500	213,800,300	3,335,800	181,287,100			4,001,440,200	-	4,597,071	4,006,037,271	0.326	3,865,783,017
2023	40,775,500	3,266,851,000	203,637,400	3,251,000	175,209,600	-	-	3,689,724,500	-	4,557,243	3,694,281,743	0.327	3,542,846,728
2022	40,597,500	2,892,838,700	189,924,100	3,289,800	171,035,900			3,297,685,800	-	4,557,243	3,302,243,043	0.344	3,305,514,679
2021	35,294,400	2,660,186,500	207,364,800	3,747,200	169,635,300			3,076,228,200	-	4,486,457	3,080,714,657	0.374	3,107,278,138
2020	34,048,800	2,575,335,800	219,344,800	3,913,700	167,485,400			3,000,128,500	-	4,241,007	3,004,369,507	0.394	3,046,816,984
2019	34,878,300	2,583,155,800	235,671,000	4,032,700	162,699,400			3,021,437,200	-	3,876,763	3,025,678,207	0.423	3,079,828,708
2018	39,970,600	2,574,100,700	241,579,500	4,069,600	161,479,800			3,021,200,000	-	3,077,794	2,998,518,694	0.466	3,015,171,174
2017	41,407,700	2,552,984,800	232,105,700	4,045,100	164,887,600			2,995,440,900	-	3,065,471	2,991,240,171	0.439	3,017,648,769
2016	41,748,200	2,534,198,600	244,132,600	4,203,100	163,892,200			2,986,174,700	-				
Englishtown													
2025	\$ 3,101,500	\$ 334,653,400		\$ 52,211,300	\$ 12,026,700	\$ 21,872,700		\$ 423,865,600	\$ -	-	\$ 423,865,600	0.321	\$ 393,889,211
2024	1,862,300	300,879,800		46,072,100	10,968,700	20,989,600		380,772,700	-	-	380,772,700	0.283	345,323,685
2023	1,586,700	286,351,000		-	9,692,200	17,561,300		357,218,400	-	-	357,218,400	0.297	317,035,903
2022	1,389,300	257,450,400		-	39,489,700	8,700,500		324,074,100	-	-	324,074,100	0.326	275,448,502
2021	1,315,500	213,226,400		-	37,974,100	7,639,100		276,798,200	-	-	276,798,200	0.362	259,441,744
2020	1,272,700	201,065,800		-	37,956,100	7,282,900		263,644,700	-	-	263,644,700	0.403	262,789,893
2019	1,583,000	195,430,000		-	36,967,300	6,865,300		256,456,600	-	-	256,456,600	0.422	257,909,176
2018	1,320,400	190,588,800		-	35,421,300	6,396,800		248,186,000	-	-	248,186,000	0.402	253,041,801
2017	1,348,800	185,500,700		-	36,071,000	6,393,900		242,616,500	-	-	242,616,500	0.414	238,858,085
2016	1,576,900	183,420,400		-	35,820,000	6,452,500		240,537,900	-	-	240,537,900	0.380	232,973,581
Farmingdale													
2025	\$ 1,887,900	\$ 206,924,600	\$ 43,800	\$ 18,500	\$ 37,245,300	\$ 11,379,000	\$ 30,520,500	\$ 288,019,600	\$ -	\$ -	\$ 288,019,600	0.277	\$ 275,584,505
2024	1,451,600	166,648,000	43,000	17,700	34,183,000	10,750,800	27,635,400	260,730,500	-	-	260,730,500	0.258	239,025,721
2023	1,114,600	158,123,700	30,900	16,300	30,520,500	9,490,000	23,874,500	221,170,500	-	-	221,170,500	0.262	205,477,655
2022	1,151,900	139,337,600	28,700	16,300	28,547,600	4,964,200	18,094,900	191,731,200	-	-	191,731,200	0.341	187,872,871
2021	1,085,100	125,358,200	26,400	16,300	27,368,900	4,564,200	19,083,000	177,502,100	-	-	177,502,100	0.377	175,392,966
2020	1,281,500	121,197,400	25,900	16,300	26,712,800	4,208,500	19,109,100	172,551,600	-	-	172,551,600	0.352	171,914,944
2019	973,500	119,715,300	-	17,500	26,880,000	3,273,400	15,485,200	166,344,900	-	-	166,344,900	0.354	159,094,861
2018	984,800	120,283,900	-	17,500	26,918,700	3,311,800	15,357,900	166,874,600	-	-	166,874,600	0.339	149,658,580
2017	3,226,700	108,525,800	584,700	2,700	26,700,800	3,311,800	15,321,400	155,673,900	-	-	155,673,900	0.345	146,043,388
2016	1,566,600	105,777,400	590,000	2,700	27,171,700	3,318,200	15,315,400	154,074,000	-	-	154,074,000	0.326	145,958,075

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
UNAUDITED

	Vacant Land	Residential	Farm Reg	Orlam	Commercial	Industrial	Apartment	Total Assessed Value	Tax-Exempt Property (3)	Public Utilities (1)	Net Valuation Taxable	Total Direct School Tax Rate (2)	Estimated Actual (County Equalized) Value
Freehold Boro													
2025	\$ 12,203,800	\$ 1,314,633,600			\$ 296,882,100	\$ 22,365,900	\$ 51,419,700	\$ 1,697,505,100	\$ 1,511,900	-	\$ 1,697,505,100	0.367	\$ 1,572,760,716
2024	12,172,400	1,206,225,900	-	-	287,169,500	26,904,100	48,939,000	1,581,410,900	1,522,500	-	1,581,410,900	0.333	1,450,135,512
2023	11,291,800	1,118,519,000	-	-	281,184,800	28,465,900	46,927,400	1,466,388,900	1,354,400	-	1,466,388,900	0.339	1,389,546,789
2022	9,457,000	950,045,300	-	-	257,186,100	26,783,900	43,943,200	1,287,415,100	1,354,400	-	1,287,415,100	0.363	1,226,447,510
2021	9,459,200	817,015,000	-	-	243,698,000	25,570,200	42,165,600	1,137,898,000	1,351,400	-	1,137,898,000	0.364	1,153,639,683
2020	8,676,000	790,539,300	-	-	239,787,500	25,327,700	41,548,500	1,105,879,000	2,265,900	-	1,105,879,000	0.374	1,110,626,704
2019	10,783,800	771,996,400	-	-	234,733,200	25,450,200	40,897,000	1,053,860,600	2,254,600	-	1,053,860,600	0.364	1,091,828,385
2018	9,600,100	754,455,600	-	-	233,786,500	25,411,800	32,216,500	1,055,470,500	2,369,500	-	1,055,470,500	0.342	1,049,932,001
2017	9,632,800	746,201,020	-	-	231,066,700	25,373,900	32,137,100	1,044,411,520	1,181,800	-	1,044,411,520	0.343	1,032,101,092
2016	10,627,200	739,568,800	-	-	229,822,500	25,353,000	22,454,100	1,027,825,600	1,128,800	-	1,027,825,600	0.320	986,304,992
Freehold Township													
2025	\$ 96,379,000	\$ 7,921,671,800	\$ 46,879,100	1,395,500	\$ 1,639,903,000	\$ 338,098,000	\$ 161,518,400	#####	-	-	#####	0.370	\$ 9,885,288,921
2024	95,450,100	7,080,898,225	40,332,400	1,359,900	1,578,749,000	277,410,000	159,396,700	9,213,596,325	-	-	9,213,596,325	0.362	9,489,611,917
2023	93,866,100	6,525,385,800	39,158,600	1,370,300	1,468,978,100	233,111,600	142,719,700	8,504,590,200	837,600	-	8,504,590,200	0.368	8,361,314,337
2022	72,531,700	5,698,466,100	34,120,300	1,445,000	1,384,100,100	186,609,000	103,968,000	7,462,540,200	837,600	-	7,462,540,200	0.391	7,284,810,775
2021	52,455,300	5,103,047,500	32,672,100	1,490,000	1,399,760,900	176,972,900	107,720,900	6,866,119,600	3,969,600	-	6,866,119,600	0.412	7,050,841,430
2020	54,964,900	4,883,717,000	32,314,100	1,508,500	1,492,227,500	154,144,100	98,559,900	6,717,431,900	3,969,600	-	6,717,431,900	0.406	6,710,556,699
2019	50,698,700	4,799,653,300	33,788,900	1,598,100	1,457,447,400	154,697,800	94,626,700	6,592,450,900	3,969,600	-	6,592,450,900	0.417	6,615,462,721
2018	48,609,600	4,588,492,600	31,227,800	1,535,200	1,417,161,400	154,713,700	84,626,700	6,326,367,000	3,612,600	-	6,326,367,000	0.441	6,510,731,901
2017	52,922,000	4,425,631,400	29,682,700	1,444,500	1,396,897,800	154,513,500	84,791,800	6,145,883,500	3,612,600	-	6,145,883,500	0.455	6,456,448,298
2016	51,370,300	4,325,582,200	30,003,400	1,456,900	1,387,324,000	153,241,300	78,612,500	6,027,500,600	3,612,600	-	6,027,500,600	0.482	6,589,292,604
Howell													
2025	\$ 233,453,150	\$ 10,556,615,900	\$ 134,725,400	2,010,000	\$ 900,474,200	\$ 249,765,100	\$ 99,438,700	#####	-	-	#####	0.367	\$ 11,634,856,401
2024	178,740,300	9,565,236,400	119,393,200	2,051,700	865,645,800	167,916,600	70,360,500	10,969,344,500	-	-	10,969,344,500	0.355	10,631,507,171
2023	166,276,700	8,545,155,300	110,875,800	2,122,100	813,006,700	160,374,400	60,785,600	9,858,596,600	-	-	9,858,596,600	0.358	9,441,290,247
2022	131,910,000	7,261,628,700	101,852,900	2,157,300	747,709,900	146,580,800	59,059,300	8,450,898,900	-	-	8,450,898,900	0.404	8,512,281,895
2021	113,286,200	6,448,143,300	103,553,500	2,349,700	713,280,800	124,396,400	40,138,000	7,546,137,900	-	-	7,546,137,900	0.428	7,754,650,084
2020	101,852,000	6,318,620,400	102,076,600	2,432,200	710,135,200	113,613,300	39,990,900	7,388,630,600	-	-	7,388,630,600	0.432	7,644,393,392
2019	112,105,800	6,149,486,400	98,207,200	2,699,500	682,217,500	111,137,700	39,843,400	7,195,667,500	-	-	7,195,667,500	0.448	7,493,685,010
2018	114,774,900	5,975,284,700	98,123,400	2,624,600	688,590,800	105,862,100	38,671,700	6,903,932,000	-	-	6,903,932,000	0.449	7,130,335,655
2017	118,523,800	5,654,440,800	98,312,200	2,397,100	626,784,300	104,635,300	37,293,500	6,642,287,000	-	-	6,642,287,000	0.436	6,760,028,111
2016	114,702,200	5,373,302,700	101,965,500	2,701,000	628,132,400	112,376,100	32,259,800	6,365,439,700	-	-	6,365,439,700	0.433	6,591,132,558

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS
UNAUDITED

	Vacant Land	Residential	Farm Reg	Claim	Commercial	Industrial	Apartment	Total Assessed Value	Tax-Exempt Property (3)	Public Utilities (1)	Net Valuation Taxable	Total Direct School Tax Rate (2)	Estimated Actual (County Equalized) Value
Manalapan													
2025	\$ 125,521,000	\$ 9,919,222,200	\$ 66,247,800	\$ 1,951,900	\$ 594,560,789	\$ 32,459,800	\$ 9,400,800	#####	\$ 111,111	-	#####	0.372	\$ 10,495,367,855
2024	103,033,300	8,991,940,700	55,444,400	1,954,800	585,084,489	31,273,500	-	9,768,731,289	-	-	9,768,731,289	0.347	9,473,641,875
2023	104,114,800	8,671,892,800	51,743,800	1,793,500	577,774,000	31,270,500	-	9,438,589,400	-	-	9,438,589,400	0.339	8,893,367,619
2022	62,548,100	7,708,575,500	47,521,700	1,740,000	562,635,200	26,881,900	-	8,409,902,400	-	-	8,409,902,400	0.358	7,810,466,972
2021	37,215,500	6,536,009,200	41,063,800	1,874,800	524,132,500	25,026,600	-	7,165,322,400	-	-	7,165,322,400	0.427	7,477,540,523
2020	34,613,800	6,436,526,600	40,985,400	1,838,300	518,889,000	25,187,400	-	7,058,050,500	-	-	7,058,050,500	0.418	7,324,554,784
2019	39,292,500	6,362,922,900	37,983,500	1,822,700	478,389,800	23,999,000	-	6,944,410,400	-	-	6,944,410,400	0.420	7,316,476,259
2018	38,604,600	6,071,386,900	37,918,200	1,895,900	467,772,800	23,587,100	-	6,641,165,500	-	-	6,641,165,500	0.415	6,592,396,754
2017	35,776,600	5,872,797,400	35,508,500	1,944,000	432,624,800	20,863,100	-	6,399,514,400	-	-	6,399,514,400	0.418	6,463,681,306
2016	34,938,600	5,786,849,680	33,999,000	1,956,900	423,168,000	20,454,000	-	6,301,366,160	-	-	6,301,366,160	0.414	6,385,559,229
Marlboro													
2025	\$ 49,140,200	\$ 6,719,731,170	\$ 32,610,200	\$ 927,900	\$ 526,641,800	\$ 81,161,800	\$ 84,058,000	\$ 7,494,271,070	\$ 48,000	-	\$ 7,494,271,070	0.581	\$ 11,201,792,342
2024	56,806,600	6,648,638,270	32,919,700	915,800	514,265,800	81,161,800	50,753,900	7,386,461,870	48,000	-	7,386,461,870	0.514	10,327,572,109
2023	60,443,700	6,611,024,970	31,937,000	842,300	513,969,400	81,161,800	50,753,900	7,350,133,070	48,000	-	7,350,133,070	0.486	9,492,389,912
2022	59,702,650	6,574,691,270	31,813,500	876,700	502,928,400	80,779,900	50,753,900	7,301,546,320	48,000	-	7,301,546,320	0.480	8,604,380,031
2021	53,868,350	6,566,454,270	31,805,300	905,600	497,299,500	80,779,900	50,753,900	7,281,686,820	48,000	-	7,281,686,820	0.472	8,223,019,294
2020	52,280,200	6,556,863,800	32,671,400	914,800	490,911,300	80,779,900	27,880,900	7,245,302,300	48,000	-	7,245,302,300	0.466	8,123,904,617
2019	73,126,400	6,527,605,100	37,138,400	976,900	465,858,300	80,779,900	13,253,900	7,198,738,900	48,000	-	7,198,738,900	0.474	7,995,685,880
2018	75,738,300	6,514,545,800	37,119,700	993,300	457,853,700	80,779,900	22,287,000	7,189,317,700	-	-	7,189,317,700	0.415	7,637,736,943
2017	62,232,800	6,511,414,300	38,867,800	1,079,700	457,480,800	79,030,300	22,287,000	7,172,392,700	-	-	7,172,392,700	0.456	7,460,307,716
2016	64,533,000	6,503,789,000	38,438,000	1,084,200	454,550,000	79,788,500	22,287,000	7,164,469,700	-	-	7,164,469,700	0.440	7,354,851,699

Source: County Board of Taxation

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

Reassessment occurs when ordered by the County Board of Taxation.

(1) Taxable Value of Machinery, Implements & Equipment of Telephone, Telegraph & Messenger System Companies.

(2) Tax rates are per \$100.

(3) Tax exempt property already excluded from assessed value by property class

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES

LAST TEN FISCAL YEARS
UNAUDITED

(RATE PER \$100 OF ASSESSED VALUATION)

	Freehold Regional			Overlapping Rates				
	General Obligation		Total	Elementary	Local	Library/	Monmouth	Total Direct &
	Basic Rate	Debt Service	Direct	School	Purpose	Other	County	Overlapping Tax Rate
Colts Neck								
2024	0.325	0.001	0.326	0.657	0.275	0.012	0.220	1.490
2023	0.326	0.001	0.327	0.714	0.274	0.012	0.229	1.556
2022	0.343	0.001	0.344	0.773	0.274	0.012	0.258	1.661
2021	0.374	-	0.374	0.813	0.269	0.012	0.278	1.746
2020	0.381	0.013	0.394	0.812	0.260	0.012	0.286	1.764
2019	0.410	0.013	0.423	0.776	0.260	0.012	0.290	1.761
2018	0.432	0.014	0.446	0.761	0.258	0.012	0.298	1.775
2017	0.452	0.014	0.466	0.749	0.250	0.012	0.292	1.769
2016	0.425	0.014	0.439	0.739	0.241	0.012	0.300	1.731
2015	0.440	0.014	0.454	0.730	0.228	0.012	0.311	1.735
Englishtown								
2024	0.282	0.001	0.283	0.818	0.524		0.213	1.838
2023	0.296	0.001	0.297	0.747	0.542		0.215	1.801
2022	0.325	0.001	0.326	0.762	0.548	-	0.223	1.859
2021	0.362	-	0.362	0.878	0.648	-	0.264	2.152
2020	0.391	0.012	0.403	0.906	0.631	-	0.286	2.226
2019	0.410	0.012	0.422	0.881	0.631	-	0.289	2.223
2018	0.389	0.013	0.402	0.998	0.632	-	0.308	2.340
2017	0.402	0.012	0.414	0.933	0.621	-	0.290	2.258
2016	0.368	0.012	0.380	0.913	0.621	-	0.283	2.197
2015	0.355	0.018	0.373	0.873	0.591	-	0.293	2.130
Farmingdale								
2024	0.257	0.001	0.258	1.039	0.256		0.213	1.766
2023	0.251	0.001	0.252	1.123	0.291		0.225	1.891
2022	0.340	0.001	0.341	1.246	0.308	-	0.257	2.152
2021	0.377	-	0.377	1.321	0.318	-	0.278	2.294
2020	0.342	0.010	0.352	1.320	0.311	-	0.286	2.269
2019	0.343	0.011	0.354	1.352	0.293	-	0.278	2.277
2018	0.328	0.011	0.339	1.228	0.261	-	0.287	2.115
2017	0.335	0.010	0.345	1.218	0.244	-	0.278	2.085
2016	0.316	0.010	0.326	1.192	0.241	-	0.288	2.047
2015	0.298	0.010	0.308	1.078	0.217	-	0.281	1.884

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES

LAST TEN FISCAL YEARS
UNAUDITED

(RATE PER \$100 OF ASSESSED VALUATION)

	Freehold Regional			Overlapping Rates				
	General Obligation							Total Direct &
	Basic Rate	Debt Service	Total Direct	Elementary School	Local Purpose	Library/ Other	Monmouth County	Overlapping Tax Rate
Freehold Borough								
2024	0.332	0.001	0.333	0.674	0.771	0.031	0.198	2.007
2023	0.338	0.001	0.339	0.702	0.817	0.031	0.208	2.097
2022	0.362	0.002	0.363	0.813	0.919	0.032	0.230	2.357
2021	0.364	-	0.364	0.941	1.022	0.034	0.262	2.623
2020	0.363	0.011	0.374	0.967	1.020	0.034	0.267	2.662
2019	0.354	0.010	0.364	0.990	0.992	0.034	0.270	2.650
2018	0.332	0.011	0.342	1.057	0.993	0.033	0.276	2.701
2017	0.333	0.010	0.343	1.093	0.974	0.033	0.269	2.712
2016	0.311	0.009	0.320	1.098	0.944	0.032	0.261	2.655
2015	0.286	0.009	0.295	1.032	0.913	0.031	0.263	2.534
Freehold Township								
2024	0.381	0.001	0.382	0.854	0.269	0.040	0.236	1.781
2023	0.367	0.002	0.368	0.898	0.286	0.040	0.233	1.825
2022	0.389	0.002	0.391	0.992	0.317	0.030	0.251	1.981
2021	0.412	-	0.412	1.060	0.335	0.030	0.284	2.121
2020	0.396	0.012	0.408	1.074	0.336	0.030	0.282	2.130
2019	0.403	0.014	0.417	1.074	0.332	0.030	0.286	2.139
2018	0.427	0.014	0.441	1.097	0.340	0.030	0.303	2.211
2017	0.440	0.015	0.455	1.107	0.346	0.030	0.305	2.243
2016	0.468	0.014	0.482	1.105	0.347	0.030	0.322	2.286
2015	0.438	0.014	0.452	1.113	0.344	0.030	0.319	2.258
Howell								
2024	0.354	0.001	0.355	0.796	0.302	0.030	0.228	1.711
2023	0.357	0.002	0.358	0.847	0.336	0.020	0.232	1.793
2022	0.402	0.002	0.404	0.974	0.358	0.020	0.264	2.020
2021	0.428	-	0.428	1.089	0.387	0.020	0.289	2.213
2020	0.419	0.013	0.432	1.095	0.395	0.020	0.298	2.240
2019	0.434	0.014	0.448	1.119	0.395	0.020	0.302	2.284
2018	0.436	0.013	0.449	1.127	0.388	0.020	0.311	2.295
2017	0.423	0.013	0.436	1.165	0.397	0.020	0.302	2.320
2016	0.419	0.014	0.433	1.185	0.399	0.020	0.313	2.350
2015	0.418	0.014	0.432	1.198	0.398	0.020	0.326	2.374

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES

LAST TEN FISCAL YEARS
UNAUDITED

(RATE PER \$100 OF ASSESSED VALUATION)

	<u>Freehold Regional</u>			<u>Overlapping Rates</u>				
	<u>General</u>							
	<u>Obligation</u>							
	<u>Debt</u>	<u>Total</u>	<u>Elementary</u>	<u>Local</u>	<u>Library/</u>	<u>Monmouth</u>	<u>Total Direct &</u>	
<u>Basic Rate</u>	<u>Service</u>	<u>Direct</u>	<u>School</u>	<u>Purpose</u>	<u>Other</u>	<u>County</u>	<u>Overlapping Tax</u>	<u>Rate</u>
Manalapan								
2024	0.346	0.001	0.347	0.780	0.279	0.020	0.222	1.648
2023	0.338	0.001	0.339	0.761	0.285	0.020	0.222	1.627
2022	0.357	0.002	0.358	0.826	0.307	0.020	0.239	1.750
2021	0.427	-	0.427	0.948	0.351	0.020	0.286	2.032
2020	0.404	0.012	0.416	0.945	0.334	0.020	0.293	2.008
2019	0.407	0.013	0.420	0.941	0.331	0.020	0.299	2.011
2018	0.402	0.013	0.415	0.954	0.337	0.020	0.297	2.023
2017	0.405	0.013	0.418	0.950	0.341	0.020	0.292	2.021
2016	0.401	0.013	0.414	0.933	0.338	0.020	0.299	2.004
2015	0.407	0.013	0.420	0.932	0.341	0.020	0.312	2.025
Marlboro								
2024	0.513	0.001	0.514	1.159	0.435	0.010	0.325	2.443
2023	0.484	0.002	0.486	1.128	0.407	0.010	0.312	2.343
2022	0.478	0.002	0.480	1.106	0.409	0.010	0.308	2.313
2021	0.472	-	0.472	1.088	0.401	0.010	0.316	2.287
2020	0.452	0.014	0.466	1.072	0.393	0.010	0.322	2.263
2019	0.460	0.014	0.474	1.082	0.378	0.010	0.321	2.265
2018	0.444	0.014	0.458	1.063	0.379	0.010	0.317	2.227
2017	0.442	0.014	0.456	1.045	0.366	0.010	0.306	2.183
2016	0.426	0.014	0.440	1.049	0.367	0.010	0.309	2.175
2015	0.431	0.014	0.445	1.014	0.356	0.010	0.317	2.142

Source: County Board of Taxation

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

		2025		2016	
		As a % of		As a % of	
Community/Taxpayer	Taxable Assessed Value	Community's Net Assessed Valuation		Taxable Assessed Value	Community's Net Assessed Valuation
Colts Neck					
Trump National Golf Club	\$ 32,085,800	0.71%		\$ 32,006,800	1.07%
Due Process Golf & Horse Stables, LLC	19,941,700	0.44%		22,941,700	0.77%
Wellspring Stables Florida, LLC	13,611,900	0.30%		12,339,400	0.41%
Individual Taxpayer 1	11,595,900	0.26%		11,535,900	0.39%
G & F Realty of Richmond, LLC	11,585,000	0.26%		9,185,500	0.31%
Individual Taxpayer 2	9,518,400	0.21%		7,997,500	0.27%
Individual Taxpayer 3	7,344,100	0.16%		6,465,700	0.22%
Land Banc Trust	6,886,900	0.15%		5,969,600	0.20%
Individual Taxpayer 4	6,709,100	0.15%		5,967,500	0.20%
Laird & Company, Inc	6,079,200	0.13%		5,609,700	0.19%
Total	\$ 125,358,000	2.78%		\$ 120,019,300	4.02%
Englishtown					
Stamford Square LLC	\$ 20,194,000	4.76%		\$ 12,271,500	5.10%
BAL Governor's Crossing LLC	6,104,700	1.44%		4,762,200	1.98%
Arbco Holding, LLC	5,319,100	1.25%		4,210,000	1.75%
Wemacs LLC	5,032,500	1.19%		3,100,000	1.29%
Three Corners Ventures LLC	4,679,400	1.10%		2,965,700	1.23%
Village Center Associates, LLC	4,186,000	0.99%		2,387,000	0.99%
Brooklawn Gardens, Inc	3,568,600	0.84%		1,987,000	0.83%
Five South Main Street LLC	3,424,700	0.81%		1,925,100	0.80%
DCD LLC	2,748,000	0.65%		1,850,000	0.77%
Degiacomo Realty LLC	2,484,500	0.59%		1,208,100	0.50%
Total	\$ 57,741,500	13.62%		\$ 36,666,600	15.24%

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

		2025		2016	
		As a % of		As a % of	
Community/Taxpayer	Taxable Assessed Value	Community's Net Assessed Valuation		Taxable Assessed Value	Community's Net Assessed Valuation
Farmingdale					
Farmingdale Garden Apartments, LLC	\$ 26,551,900	9.22%		\$ 12,799,200	8.31%
30 Southard Ave, Farmingdale LLC	10,062,400	3.49%		7,522,700	4.88%
32 Chestnut Realty LLC	9,225,100	3.20%		3,600,300	2.34%
Farmingdale Shopping Center, LLC	4,811,800	1.67%		2,387,200	1.55%
Academy Apartments LLC	2,321,600	0.81%		1,496,500	0.97%
Farmingdale BP	2,009,600	0.70%		1,386,200	0.90%
KP Farmingdale, LLC	1,769,000	0.61%		1,142,600	0.74%
30 Southard Ave, Farmingdale LLC	1,500,000	0.52%		1,011,900	0.66%
Bell Atlantic	1,369,800	0.48%		829,400	0.54%
Individual Taxpayer 1	1,160,500	0.40%		717,400	0.47%
Total	\$ 60,781,700	21.10%		\$ 32,893,400	21.35%
Freehold Borough					
VTR Mattison Crossing, LLC	\$ 20,031,100	1.18%		\$ 23,674,400	2.30%
Nestle USA	19,580,500	1.15%		21,225,300	2.07%
East Coast Post & Coach LLC	14,201,000	0.84%		15,076,000	1.47%
Freehold Racing Association	13,380,500	0.79%		6,760,000	0.66%
Freefern Associates	11,020,700	0.65%		5,412,400	0.53%
Tower Spring Terrace LLC	8,706,400	0.51%		5,330,000	0.52%
Monmouth Apartments LLC	5,746,100	0.34%		4,295,700	0.42%
18-20 E.Main Street LLC	5,608,700	0.33%		3,575,000	0.35%
Bio Investment Group, LLC	4,544,500	0.27%		2,631,000	0.26%
KPRFD2, LLC	4,073,400	0.24%		2,626,200	0.26%
Total	\$ 106,892,900	6.30%		\$ 90,606,000	8.82%

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

		2025		2016	
		As a % of		As a % of	
		Taxable	Community's	Taxable	Community's
		Assessed	Net Assessed	Assessed	Net Assessed
Community/Taxpayer	Value	Value	Valuation	Value	Valuation
Freehold Twp.					
Freemall Associates, LLC	\$ 275,000,000	\$ 343,160,500	2.69%	\$ 343,160,500	5.69%
100 Lambert LLC/Eagle Rock Advisors	81,182,400	60,585,800	0.80%	60,585,800	1.01%
Iron Mountain, Inc.	70,193,100	47,490,700	0.69%	47,490,700	0.79%
Applewood Village, Inc.	62,408,800	33,484,200	0.61%	33,484,200	0.56%
JSM at Eaton Commercial, LLC	51,336,000	30,000,000	0.50%	30,000,000	0.50%
Silver Shore Land Co, LLC	41,505,300	26,823,300	0.41%	26,823,300	0.45%
500 Halls Mill Holdings, LLC	37,195,600	25,852,100	0.36%	25,852,100	0.43%
New Jersey Bell Telephone	30,935,500	24,748,700	0.30%	24,748,700	0.41%
Freemall Associates, LLC	30,338,100	24,515,200	0.30%	24,515,200	0.41%
Ronardi Freehold Enterprises, LLC	30,308,300	24,039,600	0.30%	24,039,600	0.40%
Total	\$ 710,403,100	\$ 640,700,100	6.96%	\$ 640,700,100	10.63%
Howell					
Buffalo-Parkton & Feuerstein & Wainco	43,932,400	\$ 42,633,300	0.36%	\$ 42,633,300	0.67%
Howell Verdana LLC & Verdonna, LLC	43,360,700	32,259,800	0.36%	32,259,800	0.51%
Countryside North American Partners	26,999,800	20,259,600	0.22%	20,259,600	0.32%
Howell Friendship Real Estate Co.	23,389,800	15,687,400	0.19%	15,687,400	0.25%
Eagle Golf Enterprises, LLC	19,424,200	15,128,800	0.16%	15,128,800	0.24%
AARSH Property, LLC	19,127,200	14,861,300	0.16%	14,861,300	0.23%
2G Manzo, LLC	18,012,400	13,945,700	0.15%	13,945,700	0.22%
DS & DJ Realty, LLC	17,844,100	13,840,700	0.15%	13,840,700	0.22%
NJ American Water Co, Inc.	17,365,300	13,572,500	0.14%	13,572,500	0.21%
Hurley Fields 1, LLC	17,091,000	12,655,500	0.14%	12,655,500	0.20%
Total	\$ 246,546,900	\$ 194,844,600	2.02%	\$ 194,844,600	3.06%

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

	2025		Community/Taxpayer	2016	
	Taxable Assessed Value	As a % of Community's Net Assessed Valuation		Taxable Assessed Value	As a % of Community's Net Assessed Valuation
Manalapan			Manalapan		
Manalapan Realty	\$ 70,494,600	0.66%	Manalapan Realty	\$ 43,909,100	0.70%
Manalapan VF	38,150,000	0.35%	Manalapan VF	29,989,700	0.48%
U.S. Home, LLC	27,236,000	0.25%	Towne Pointe Associates	12,127,000	0.19%
Toll NJ I, LLC	24,648,900	0.23%	Trans Equity Realty, LLC	10,082,400	0.16%
Meridian Living at Manalapan LLC	22,064,600	0.21%	Taylor 9 South Associates LLC	8,102,300	0.13%
Towne Pointe Associates	18,371,700	0.17%	Lenine, LLC	7,257,300	0.12%
MSK Manalapan, LLC	17,299,600	0.16%	Pension Road Realty Associates	6,632,000	0.11%
K. Hovnanian at Manalapan Crossing	16,181,800	0.15%	Monmouth Investors LLC	6,174,000	0.10%
Trans Equity Realty, LLC	12,915,900	0.12%	Benbrooke Galleria	6,020,300	0.10%
Gordons Corner Realty, LLC	11,053,800	0.10%	HCRI NY-NJ Properties LLC	4,309,400	0.07%
Total	\$ 258,416,900	2.40%	Total	\$ 134,603,500	2.14%
Marlboro			Marlboro		
Marlboro Plaza	\$ 46,531,500	0.62%	Marlboro Plaza	\$ 45,843,100	0.64%
Camelot West At Marlboro	37,500,000	0.50%	Union Hill Nine Associates LLC	30,549,100	0.43%
Union Hill Nine Associates LLC	30,549,100	0.41%	TMC Marlboro LLC	22,500,000	0.31%
TMC Marlboro LLC	22,500,000	0.30%	American Plaza, LLC	20,927,500	0.29%
American Plaza, LLC	17,468,100	0.23%	CRP Royal Pines LLC	15,041,100	0.21%
480 Route 9 Realities, LLC	13,700,000	0.18%	Marlboro Commons LLC	12,713,100	0.18%
Marlboro Commons LLC	12,713,100	0.17%	Marlboro Lowe's	12,501,900	0.17%
Marlboro Lowe's	12,501,900	0.17%	Brooks Edge Plaza LLC	11,697,300	0.16%
Royal Pines LLC	12,132,100	0.16%	Triangle Business Park, LLC	11,043,800	0.15%
Brooks Edge Plaza, LLC	11,776,200	0.16%	Samuel Associates	8,801,000	0.12%
Total	\$ 217,372,000	2.90%	Total	\$ 191,617,900	2.67%

Source: Municipal Tax Assessors

FREEHOLD REGIONAL HIGH SCHOOL DISTRICTPROPERTY TAX LEVIES AND COLLECTIONLAST TEN FISCAL YEARSUNAUDITED

<u>Fiscal Year Ended</u> <u>June 30,</u>	<u>Taxes Levied for the</u> <u>Fiscal Year</u>	<u>Collected Within the Fiscal Year of the Levy</u>		<u>Collections in</u> <u>Subsequent Years</u>
		<u>Amount</u>	<u>Percentage of Levy</u>	
2025	\$ 166,392,146	\$ 153,290,380	100.00%	\$ -
2024	153,290,380	153,290,380	100.00%	-
2023	146,582,118	146,582,118	100.00%	-
2022	143,186,894	143,186,894	100.00%	-
2021	140,379,308	140,379,308	100.00%	-
2020	141,762,932	141,762,932	100.00%	-
2019	138,392,857	138,392,857	100.00%	-
2018	135,752,348	135,752,348	100.00%	-
2017	132,253,371	132,253,371	100.00%	-
2016	129,734,619	129,734,619	100.00%	-

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities					Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds	Leases	Installment Purchase Contracts	Subscription- Based Information Technology Agreements	Total District		
2025	\$ 12,815,000	\$ 368,347	\$ 10,880,273	\$ 179,053	\$ 24,242,673	N/A	N/A
2024	13,400,000	723,110	12,904,130	234,483	27,261,723	N/A	137
2023	13,970,000	1,065,862	14,096,406		29,132,268	0.15%	148
2022	14,460,000	1,374,752	14,962,494		30,797,246	0.17%	156
2021	-		15,195,704		15,195,704	0.08%	77
2020	-		17,553,355		17,553,355	0.11%	92
2019	5,205,000		20,900,189		26,105,189	0.17%	137
2018	10,145,000		23,203,372		33,348,372	0.22%	175
2017	14,840,000		24,833,670		39,673,670	0.27%	208
2016	19,300,000		26,275,418		45,575,418	0.33%	236

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

Source: District ACFR Schedules I-1, I-2, I-4, I-5

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

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

<u>Fiscal Year Ended June 30.</u>	<u>General Obligation Bonds</u>	<u>School District Population (b)</u>	<u>Net Assessed Value Taxable (a)</u>	<u>Percentage of Actual Taxable Value of Property</u>	<u>Per Capita</u>
2025	\$ 12,815,000	n/a	\$ 47,551,330,326	0.03%	n/a
2024	13,400,000	199,140	43,567,085,355	0.03%	\$ 67
2023	13,970,000	197,466	40,910,968,813	0.03%	71
2022	14,460,000	197,705	36,750,351,263	0.04%	73
2021	-	198,163	33,534,379,677	0.00%	-
2020	-	190,292	32,955,860,107	0.00%	-
2019	5,205,000	190,598	32,463,608,007	0.02%	27
2018	10,145,000	191,140	31,566,390,063	0.03%	53
2017	14,840,000	191,721	30,801,298,214	0.05%	77
2016	19,300,000	193,282	30,272,553,831	0.06%	100

Note: Details regarding the District's outstanding debt can be found in the Notes to the Basic Financial Statements.

n/a not available at the date the report was published

a See J-6 for property tax data.

b Population data can be found in J-14.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

AS OF DECEMBER 31, 2024
UNAUDITED

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (a)</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Colts Neck Township	\$ 30,667,902	100.000%	\$ 30,667,902
Englishtown Borough	2,602,117	100.000%	2,602,117
Borough of Farmingdale	802,365	100.000%	802,365
Borough of Freehold	20,040,099	100.000%	20,040,099
Freehold Township	74,326,234	100.000%	74,326,234
Howell Township	76,031,153	100.000%	76,031,153
Manalapan Township	18,865,000	100.000%	18,865,000
Marlboro Township	71,965,614	100.000%	71,965,614
Other debt			
Monmouth County	564,062,115		
	<u>Net Valuation</u>		
Colts Neck Township	4,515,977,417	2.298%	12,961,637
Englishtown Borough	423,865,600	0.216%	1,216,568
Borough of Farmingdale	288,019,600	0.147%	826,666
Borough of Freehold	1,697,505,100	0.864%	4,872,133
Freehold Township	10,205,844,800	5.193%	29,292,541
Howell Township	12,176,482,450	6.196%	34,948,612
Manalapan Township	10,749,364,289	5.470%	30,852,536
Marlboro Township	7,494,271,070	3.813%	21,509,855
Subtotal, overlapping debt			431,781,031
	<u>County Total Net Valuation</u>		
	196,525,472,445		
Freehold Regional High School District Direct Debt			<u>12,815,000</u>
Total Direct and Overlapping Debt			<u>\$ 444,596,031</u>

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 business of the regional district. 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 of 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 government unit's taxable value that is within the District's boundaries and dividing it by each unit's total taxable value

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

Fiscal Year Ended June 30,	Community	School District Population ^a	Personal Income ^b	Per Capita Personal Income ^c	Unemployment Rate ^{d, e}
2024	Colts Neck	9,961	N/A	N/A	3.2%
	Englishtown	2,343	N/A	N/A	4.8%
	Farmingdale	1,495	N/A	N/A	4.9%
	Freehold Borough	12,530	N/A	N/A	4.2%
	Freehold Twp.	35,800	N/A	N/A	4.0%
	Howell	54,397	N/A	N/A	4.1%
	Manalapan	40,762	N/A	N/A	3.8%
	Marlboro	41,852	N/A	N/A	3.5%
2023	Colts Neck	9,906	\$ 995,325,162	100,477	3.1%
	Englishtown	2,342	235,317,134	100,477	4.7%
	Farmingdale	1,491	149,811,207	100,477	4.8%
	Freehold Borough	12,430	1,248,929,110	100,477	3.8%
	Freehold Twp.	35,531	3,570,048,287	100,477	3.6%
	Howell	53,862	5,411,892,174	100,477	3.9%
	Manalapan	40,506	4,069,921,362	100,477	3.7%
	Marlboro	41,398	4,159,546,846	100,477	3.3%
2022	Colts Neck	9,937	\$ 937,863,997	94,381	2.9%
	Englishtown	2,349	221,700,969	94,381	3.3%
	Farmingdale	1,501	141,665,881	94,381	4.0%
	Freehold Borough	12,497	1,179,479,357	94,381	3.1%
	Freehold Twp.	35,576	3,357,698,456	94,381	3.1%
	Howell	53,706	5,068,825,986	94,381	3.4%
	Manalapan	40,661	3,837,625,841	94,381	3.0%
	Marlboro	41,478	3,914,735,118	94,381	2.8%
2021	Colts Neck	9,953	\$ 916,860,407	\$ 92,119	4.8%
	Englishtown	2,355	216,940,245	92,119	6.7%
	Farmingdale	1,502	138,362,738	92,119	6.3%
	Freehold Borough	12,532	1,154,435,308	92,119	5.1%
	Freehold Twp.	35,596	3,279,067,924	92,119	5.1%
	Howell	53,801	4,956,094,319	92,119	5.6%
	Manalapan	40,877	3,765,548,363	92,119	5.1%
	Marlboro	41,547	3,827,268,093	92,119	4.6%

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

Fiscal Year Ended June 30,	Community	School District Population ^a	Personal Income ^b	Per Capita Personal Income ^c	Unemployment Rate ^{d, e}
2020	Colts Neck	9,841	\$ 847,221,531	\$ 86,091	7.9%
	Englishtown	1,908	164,261,628	86,091	10.0%
	Farmingdale	1,351	116,308,941	86,091	10.6%
	Freehold Borough	11,658	1,003,648,878	86,091	7.8%
	Freehold Twp.	34,679	2,985,549,789	86,091	8.7%
	Howell	52,006	4,477,248,546	86,091	9.1%
	Manalapan	39,225	3,376,919,475	86,091	9.0%
	Marlboro	39,624	3,411,269,784	86,091	7.6%
2019	Colts Neck	9,831	\$ 808,796,370	\$ 82,270	2.7%
	Englishtown	1,914	157,464,780	82,270	2.9%
	Farmingdale	1,356	111,558,120	82,270	3.6%
	Freehold Borough	11,700	962,559,000	82,270	2.8%
	Freehold Twp.	34,685	2,853,534,950	82,270	2.9%
	Howell	52,029	4,280,425,830	82,270	3.2%
	Manalapan	39,384	3,240,121,680	82,270	2.8%
	Marlboro	39,699	3,266,036,730	82,270	2.7%
2018	Colts Neck	9,869	\$ 782,108,381	\$ 79,249	2.9%
	Englishtown	1,924	152,475,076	79,249	3.5%
	Farmingdale	1,321	104,687,929	79,249	4.9%
	Freehold Borough	11,759	931,888,991	79,249	3.3%
	Freehold Twp.	34,741	2,753,189,509	79,249	3.5%
	Howell	52,087	4,127,842,663	79,249	3.7%
	Manalapan	39,582	3,136,833,918	79,249	3.3%
	Marlboro	39,857	3,158,627,393	79,249	3.0%
2017	Colts Neck	9,898	\$ 751,020,648	\$ 75,876	3.3%
	Englishtown	1,931	146,516,556	75,876	4.2%
	Farmingdale	1,289	97,804,164	75,876	4.9%
	Freehold Borough	11,815	896,474,940	75,876	3.8%
	Freehold Twp.	34,851	2,644,354,476	75,876	3.9%
	Howell	52,125	3,955,036,500	75,876	4.1%
	Manalapan	39,773	3,017,816,148	75,876	3.7%
	Marlboro	40,039	3,037,999,164	75,876	3.4%

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

Fiscal Year Ended June 30,	Community	School District Population ^a	Personal Income ^b	Per Capita Personal Income ^c	Unemployment Rate ^{d, e}
2016	Colts Neck	9,927	\$ 725,405,598	\$ 73,074	3.7%
	Englishtown	1,931	141,105,894	73,074	4.5%
	Farmingdale	1,289	94,192,386	73,074	5.5%
	Freehold Borough	11,845	865,561,530	73,074	4.1%
	Freehold Twp.	35,208	2,572,789,392	73,074	4.1%
	Howell	52,022	3,801,455,628	73,074	4.5%
	Manalapan	39,891	2,914,994,934	73,074	4.1%
	Marlboro	41,169	3,008,383,506	73,074	3.8%
2015	Colts Neck	9,980	\$ 706,244,680	\$ 70,766	4.2%
	Englishtown	1,936	137,002,976	70,766	5.4%
	Farmingdale	1,293	91,500,438	70,766	6.5%
	Freehold Borough	11,875	840,346,250	70,766	4.4%
	Freehold Twp.	35,315	2,499,101,290	70,766	4.4%
	Howell	51,777	3,664,051,182	70,766	5.1%
	Manalapan	39,998	2,830,498,468	70,766	4.4%
	Marlboro	40,280	2,850,454,480	70,766	4.0%

^a Population information provided by the NJ Dept of Labor and Workforce Development

^b Personal income has been estimated based upon the municipal population and per capita personal income presented.

^c Per capita personal income is based on the County of Monmouth and was computed using Census Bureau midyear population estimates by the US Bureau of Economic Analysis.

^d Unemployment data provided by the NJ Dept of Labor and Workforce Development

^e The sharp rise in unemployment in 2020 was the result of the COVID-19 pandemic

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

PRINCIPAL EMPLOYERS

CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

	2025			2016		
	Employer	Employees	Percentage of Total Employment	Employer	Employees	Percentage of Total Employment
	Hackensack Meridian Health, Wall	12,794	3.93%	Meridian Health System Inc., Wall	10,684	3.41%
	Saker Shoprites Inc., Freehold	10,300	3.17%	Saker Shoprites Inc., Freehold	3,346	1.07%
	CentraState Healthcare Inc., Freehold	2,646	0.81%	CentraState Healthcare Inc., Freehold	2,672	0.85%
	Commvault, Tinton Falls	2,882	0.89%	Monmouth Medical Center, Long Branch	2,100	0.67%
	Visiting Nurse Assoc of Central Jersey, Red Bank	2,217	0.68%	Monmouth University, W. Long Branch	1,400	0.45%
	RWJ Barnabas - Monmouth Medical Center, Long Branch	1,920	0.59%	NJ Resources, Wall	1,020	0.33%
	NJ Resources, Wall	1,350	0.42%	Commvault, Tinton Falls	864	0.28%
	Monmouth University, West Long Branch	1,226	0.38%	Renaissance Gardens - Seabrook Village	850	0.27%
	Trinity Solar, Inc.	1,086	0.33%	Visiting Nurse Assoc of Central Jersey, Red Bank	782	0.25%
	Erickson Living - Seabrook Village, Tinton Falls	850	0.26%	Food Circus Supermarkets Inc., Middletown	750	0.24%
		37,271	11.46%		24,468	7.81%
Total Employment in County		325,289			313,327	

Most recent available data presented.

Source: Major employers provided by the Monmouth County Division of Economic Development. Total employment provided by the New Jersey Department of Labor and Workforce Development

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

LAST TEN FISCAL YEARS

(UNAUDITED)

<u>Function/Program</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Instruction										
Regular	540.6	545.6	565.6	566.4	587.6	590.8	593.2	596.2	597.6	616.0
Special education	143.8	143.8	148.8	141.8	151.4	156.4	157.4	170.0	193.6	180.0
Other instruction	20.4	20.4	20.4	23.9	21.7	21.7	21.7	21.7	12.5	4.0
Support Services:										
Student & Instruction Rel. Svcs	154.7	156.7	173.3	167.1	172.0	174.8	177.3	176.8	191.2	207.0
School Administrative Services	59.3	66.3	64.8	63.8	65.3	64.3	65.8	61.0	60.0	44.0
General and Central Services	28.1	28.1	28.0	28.0	28.1	28.1	28.0	31.3	31.3	36.0
Plant Operations & Maintenance	129.0	129.0	126.0	123.0	128.0	128.0	127.0	124.0	127.0	118.0
Pupil Transportation	92.0	92.0	113.0	123.0	140.0	141.0	141.0	142.0	142.0	143.0
Total	<u>1,167.8</u>	<u>1,181.8</u>	<u>1,239.9</u>	<u>1,237.0</u>	<u>1,294.1</u>	<u>1,305.0</u>	<u>1,311.4</u>	<u>1,323.0</u>	<u>1,355.2</u>	<u>1,348.0</u>

Source: District Records

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

OPERATING STATISTICS

LAST TEN FISCAL YEARS

(UNAUDITED)

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures a	Cost Per Pupil	Percentage Change	Teaching Staff b	Pupil/Teacher Ratio	Average Daily Enrollment (ADE) c	Average Daily Attendance (ADA) c	% Change in Average Daily Enrollment	Student Attendance Percentage
2025	9,702.5	251,015,497	25,871	8.40%	664	1.14.7	9,692.6	8,998.4	(2.15)	92.8%
2024	9,981.0	248,111,825	24,858	4.16%	678	1.14.8	9,906.0	9,122.7	(2.12)	92.1%
2023	10,188.0	243,141,230	23,865	4.93%	684	1.14.8	10,120.6	9,375.8	(1.49)	92.6%
2022	10,288.5	234,008,221	22,745	7.76%	685	1.15.1	10,273.5	9,502.3	0.33	92.5%
2021	10,260.0	216,555,781	21,107	3.61%	693	1.14.8	10,239.8	9,846.8	(1.70)	96.2%
2020	10,449.0	212,866,523	20,372	-1.15%	723	1.14.5	10,416.7	10,019.6	(0.45)	96.2%
2019	10,532.5	217,071,071	20,610	2.56%	734	1.14.4	10,463.8	9,853.9	(1.31)	94.2%
2018	10,668.5	214,387,318	20,095	2.91%	748	1.14.4	10,603.1	9,939.1	(1.76)	93.7%
2017	10,813.0	208,222,156	19,527	6.72%	750	1.14.4	10,792.7	10,135.7	(1.06)	93.9%
2016	10,966.0	200,651,681	18,298	6.54%	770	1.14.2	10,908.0	10,268.4	(1.43)	94.1%

Source: District records

Note: Enrollment based on Fall Enrollment Reports

- a Operating expenditures equal total expenditures less debt service and capital outlay.
b Teaching staff includes only full-time equivalents of certificated staff. Source: Certificated Staff Report
c Average daily enrollment & average daily attendance are obtained from the School Registers.

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

SCHOOL BUILDING INFORMATION

LAST TEN FISCAL YEARS

(UNAUDITED)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
District Building										
High Schools										
Colts Neck High School (1998)										
Square Feet	219,490	219,490	219,490	219,490	219,490	219,490	219,490	219,490	219,490	219,490
Capacity (students)	1,748	1,748	1,748	1,748	1,748	1,748	1,748	1,748	1,748	1,748
Enrollment	1,427	1,409	1,430	1,345	1,316	1,328	1,352	1,403	1,430	1,457
Freehold Borough High School (1954)										
Square Feet	187,256	187,256	187,256	187,256	187,256	187,256	187,256	187,256	187,256	187,256
Capacity (students)	1,564	1,564	1,564	1,564	1,564	1,564	1,564	1,564	1,564	1,564
Enrollment	1,348	1,371	1,376	1,376	1,314	1,357	1,377	1,361	1,422	1,451
Freehold Township High School (1968)										
Square Feet	258,840	258,840	258,840	258,840	258,840	258,840	258,840	258,840	258,840	258,840
Capacity (students)	2,224	2,224	2,224	2,224	2,224	2,224	2,224	2,224	2,224	2,224
Enrollment	1,806	1,891	1,916	2,001	1,996	2,021	2,034	2,047	2,041	2,062
Howell High School (1962)										
Square Feet	249,497	249,497	249,497	249,497	249,497	249,497	249,497	249,497	249,497	249,497
Capacity (students)	2,274	2,274	2,274	2,274	2,274	2,274	2,274	2,274	2,274	2,274
Enrollment	1,750	1,865	1,964	2,002	2,039	2,082	2,099	2,085	2,112	2,154
Manalapan High School (1968)										
Square Feet	256,293	256,293	256,293	256,293	256,293	256,293	256,293	256,293	256,293	256,293
Capacity (students)	2,341	2,341	2,341	2,341	2,341	2,341	2,341	2,341	2,341	2,341
Enrollment	1,676	1,710	1,691	1,730	1,805	1,850	1,853	1,923	1,890	1,908
Marlboro High School (1966)										
Square Feet	264,142	264,142	264,142	264,142	264,142	264,142	264,142	264,142	264,142	264,142
Capacity (students)	2,450	2,450	2,450	2,450	2,450	2,450	2,450	2,450	2,450	2,450
Enrollment	1,696	1,736	1,813	1,835	1,792	1,811	1,818	1,849	1,919	1,937
Other										
Administration Building (1982)										
Square Feet	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000	22,000
Transportation										
Square Feet	9,600	9,600	9,600	9,600	9,600	9,600	9,600	9,600	9,600	9,600
Maintenance Offices										
Square Feet	400	400	400	400	400	400	400	400	400	400
Number of Schools at June 30, 2025										
High School = 6										
Other = 3										

Source: District records, ASSA

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF ALLOWABLE MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS ENDING JUNE 30
UNAUDITED

School Facilities	Project (#)'s	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Colts Neck High School	NA	\$ 756,584	\$ 725,020	\$ 528,392	\$ 617,896	\$ 527,408	\$ 782,460	\$ 651,880	\$ 673,824	\$ 583,941	\$ 584,921
Freehold Borough High School	NA	289,912	445,216	304,437	434,098	290,398	340,255	417,559	379,280	317,779	311,401
Freehold Township High School	NA	309,920	285,626	480,650	425,052	385,000	416,266	427,907	389,203	435,215	374,632
Howell High School	NA	257,448	297,581	350,865	426,851	362,184	404,744	417,374	431,806	387,883	325,001
Manalapan-Englishtown High School	NA	348,026	249,923	425,857	384,541	395,715	364,038	384,036	364,386	366,303	326,996
Marlboro High School	NA	415,614	290,757	327,164	486,170	348,514	365,185	380,795	385,407	343,664	335,728
Total School Facilities		<u>2,387,504</u>	<u>2,294,123</u>	<u>2,417,365</u>	<u>2,774,408</u>	<u>2,309,219</u>	<u>2,672,948</u>	<u>2,679,551</u>	<u>2,623,906</u>	<u>2,434,785</u>	<u>2,258,679</u>
Other Facilities		-	-	-	-	-	-	-	-	-	-
Grand Total		<u>\$ 2,387,504</u>	<u>\$ 2,294,123</u>	<u>\$ 2,417,365</u>	<u>\$ 2,774,408</u>	<u>\$ 2,309,219</u>	<u>\$ 2,672,948</u>	<u>\$ 2,679,551</u>	<u>\$ 2,623,906</u>	<u>\$ 2,434,785</u>	<u>\$ 2,258,679</u>

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

Source: District records

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT

INSURANCE SCHEDULE

FOR THE YEAR ENDED JUNE 30, 2025
UNAUDITED

	Coverage	Deductible/Retention
USI Insurance Services		
Property		
Equipment Breakdown (Included in Property)	\$436,744,629	\$
General Liability	\$3,000,000 General Aggregate	-
School District and Educators Legal Liability	\$1,000,000 Each Wrongful Act or Offense / \$3,000,000 Aggregate	10,000
Employment Practices	\$1,000,000 per occurrence/aggregate	10,000
Cyber	\$250,000 limit	2,500
Commercial Umbrella/ Excess Liability	\$10,000,000	10,000
Crime	\$100K-\$400K, depending on type	1,000
Automobile	\$1,000,000	1,000
Environmental Impairment Liability	\$1,000,000 per occurrence/\$3,000,000 aggregate	50,000 or 75,000 depending on condition
Board Secretary	\$800,000	1,000
Workers Compensation - Self-Insured with PMA as TPA	Statutory	N/A

Source: District Records

SINGLE AUDIT SECTION



SUPLEE, CLOONEY & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS

308 East Broad Street, Westfield, New Jersey 07090-2122

Telephone 908-789-9300

Fax 908-789-8535

E-mail info@scnco.com

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

Honorable President and Members
 of the Board of Education
 Freehold Regional High School District
 County of Monmouth
 Englishtown, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and in compliance with audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities and each major fund of the Freehold Regional High School District (the "District") as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 26, 2025.

Internal Control Over Financial Reporting

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

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

SUPLEE, CLOONEY & COMPANY LLC

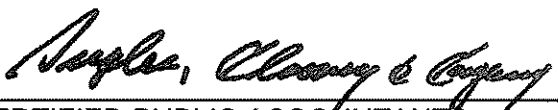
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters

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

Purpose of This Report

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


CERTIFIED PUBLIC ACCOUNTANTS


PUBLIC SCHOOL ACCOUNTANT NO. 2389

November 26, 2025



SUPLEE, CLOONEY & COMPANY LLC

CERTIFIED PUBLIC ACCOUNTANTS

308 East Broad Street, Westfield, New Jersey 07090-2122

Telephone 908-789-9300

Fax 908-789-8535

E-mail info@scnco.com

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL
AND STATE FINANCIAL ASSISTANCE PROGRAMS AND ON
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH THE UNIFORM GUIDANCE AND NEW JERSEY OMB CIRCULAR 15-08**

Honorable President and Members
of the Board of Education
Freehold Regional High School District
County of Monmouth
Englishtown, New Jersey

Report on Compliance for Each Major Federal and State Program

Opinion on Each Major Federal and State Program

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

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

Basis for Opinion on Each Major Federal and 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; the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and the *New Jersey OMB State Grant Compliance Supplement*. Our responsibilities under those standards, the Uniform Guidance and the New Jersey OMB State Grant Compliance Supplement are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

SUPLEE, CLOONEY & COMPANY LLC

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

SUPLEE, CLOONEY & COMPANY LLC

Report on Internal Control Over Compliance

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

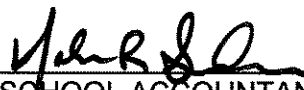
Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant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

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

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



CERTIFIED PUBLIC ACCOUNTANTS



PUBLIC SCHOOL ACCOUNTANT NO. 2389

November 26, 2026

**FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE FOR EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEARS ENDED JUNE 30, 2025**

FEDERAL ASSISTANCE LISTING	FEDERAL GRANT/PROGRAM TITLE GRANT/PROGRAM NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD		BALANCE AT JUNE 30, 2024	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS/REPAYMENT OF P/Y'S BALANCE	BALANCE JUNE 30, 2025	
					FROM	TO					UNEARNED REVENUE	DUE GRANITOR
93 778	General Fund U.S. Department of Health and Human Services Passed-through State Department of Education. Medical Assistance Program (SEM) Total General Fund	2025NURMAP	N/A	\$ 44,297	7/1/2024	6/30/2025	\$	\$ 44,297	\$ (44,297)	\$	\$	\$
84 027	Special Revenue Fund U.S. Department of Education Passed-through State Department of Education. Special Education Cluster	H027A230100 H027A240100	IDEA165023 IDEA165024	2,468,319 2,390,889	7/1/2023 7/1/2024	9/30/2024 9/30/2025	(428,761) (428,761)	428,761 2,616,015	(2,390,889) (2,390,889)		(203,635) (203,635)	
84 010	ESEA and Perkins Title I, Part A Basic	S010A230030	NCLB165023	917,578	7/1/2023	9/30/2024	(389,136)	475,461	(95,863)	9,568		
84 010	Title I, Part A Basic	S010A240030	NCLB165024	522,624	7/1/2024	9/30/2025		198,938	(366,575)		(167,537)	
84 367	Title II, Part A Teacher & Principal Training	S367A230029	NCLB165023	209,752	7/1/2023	9/30/2024	(76,719)	94,265	(18,699)	1,159		
84 367	Title II, Part A Teacher & Principal Training	S367A240029	NCLB165024	181,843	7/1/2024	9/30/2025		78,020	(148,025)		(70,005)	
84 365	Title III	S365A230030	NCLB165023	42,277	7/1/2023	9/30/2024	(13,960)	30,753	(16,793)			
84 365	Title III	S365A240030	NCLB165024	44,992	7/1/2024	9/30/2025		3,753	(26,818)		(23,065)	
84 365	Title III, Immigrant	S365A240030	NCLB165024	26,411	7/1/2024	9/30/2025		(15,390)	(4,902)	5,400	(15,390)	
84 424	Title IV	S424A230031	NCLB165023	38,065	7/1/2023	9/30/2024	(13,994)	13,498	(4,902)		(5,984)	
84 424	Title IV	S424A240031	NCLB165024	78,465	7/1/2024	9/30/2025	(17,903)	53,404	(50,388)			
84 048	Vocational Education - Perkins	V048A230030	N/A	109,284	7/1/2023	9/30/2024		17,903				
84 048	Vocational Education - Perkins	V048A240030	N/A	111,247	7/1/2024	9/30/2025	(511,712)	61,866	(106,020)	16,121	(44,194)	
	Total ESEA and Perkins							1,027,879	(858,503)		(325,215)	
	Education Stabilization Fund											
84 425U	ARP - ESSER	S425U210027	N/A	4,940,705	3/13/2020	9/30/2024	(769,188)	769,188				
84 425U	ARP - ESSER - Learning Acceleration	S425U210027	N/A	808,522	3/13/2020	9/30/2024	(131,467)	131,467				
84 425U	ARP - ESSER - Beyond the School Day Activities	S425U210027	N/A	55,124	3/13/2020	9/30/2024	(1,550)	1,550				
84 425U	ARP - ESSER - Evidence Based Summer Learning	S425U210027	N/A	55,124	3/13/2020	9/30/2024	(30,789)	55,124	(24,335)			
84 425U	ARP - ESSER - Mental Health	S425U210027	N/A	45,000	3/13/2020	9/30/2024	(4,500)	4,500				
	Total Education Stabilization Fund						(937,494)	961,828	(24,335)			
	U.S. Department of Treasury Passed-through State Department of Education. Coronavirus Relief Fund ACERS- Add or Complementary Special Ed & Rel. Srv ACERS- Add or Complementary Special Ed & Rel. Srv Total U.S. Department of Treasury	SLFRFDOE1SES SLFRFDOE1SES	N/A N/A	523,077 1,357,216	3/13/2020 3/13/2020	9/30/2024 9/30/2024	(228,821) 3,085	239,921 239,921		(3,085) (3,085)		
12 357	United States Department of Defense. JRCOTC Total Special Revenue Fund	N/A	N/A	95,778	7/1/2024	6/30/2025	(2,114,803)	95,778	(95,778)	13,036	(522,850)	
	Enterprise Fund U.S. Department of Agriculture Passed-through State Department of Education. Child Nutrition Cluster											
10 553	School Breakfast Program	241N1304H1099	N/A	60,793	7/1/2023	6/30/2024	(13,773)	13,773				
10 553	School Breakfast Program	251N1304H1099	N/A	78,769	7/1/2024	6/30/2025		70,023	(76,769)		(6,746)	
10 555	Commodity Supplemental Food Program	241N1304H1099	N/A	120,782	7/1/2024	6/30/2025		120,782	(119,856)		926	
10 555	Commodity Supplemental Food Program	241N1304H1099	N/A	99,983	7/1/2023	6/30/2024	1,401		(1,401)			
10 555	National School Lunch Program	251N1304H1099	N/A	601,676	7/1/2023	6/30/2024	(114,576)	114,576			(55,915)	
10 555	National School Lunch Program	251N1304H1099	N/A	783,307	7/1/2024	6/30/2025		727,392	(783,307)		(2,188)	
10 551	Healthy Hunger Free Kids Act	251N1304H1099	N/A	31,150	7/1/2024	6/30/2025		28,962	(31,150)			
10 551	Healthy Hunger Free Kids Act	241N1304H1099	N/A	24,949	7/1/2023	6/30/2024	(4,735)	4,735			926	
	Total Child Nutrition Cluster						(131,683)	1,080,283	(1,012,483)			
10 185	Local Food For Schools Cooperative	N/A	N/A	5,698	7/1/2023	6/30/2024	(3,142)	3,142				
10 185	Local Food For Schools Cooperative	N/A	N/A	12,467	7/1/2024	6/30/2025		12,078	(12,467)		(389)	
10 648	P-EBT Administrative Cost	2024215900941	N/A	1,556	7/1/2023	6/30/2024	(1,556)	1,556				
10 648	P-EBT Administrative Cost	2023215900941	N/A	1,501	7/1/2024	6/30/2025		1,097,039	(1,501)		(68,719)	
	Total Enterprise Fund						(136,381)	1,097,039	(1,026,451)		926	
	Total Federal Financial Assistance						(2,251,184)	6,082,758	(4,440,253)	13,036	(566,569)	926

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

FREEHOLD REGIONAL HIGH SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEARS ENDED JUNE 30, 2023

FEDERAL ASSISTANCE LISTING NUMBER	FEDERAL GRANTOR/PASS-THROUGH GRANTEE/PROGRAM/TITLE	FEDERAL AWARD IDENTIFICATION NUMBER	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD		BALANCE AT JUNE 30, 2024	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS/ REPAYMENT OF PAY'S BALANCE	BALANCE JUNE 30, 2025	
					FROM	TO					(ACCOUNTS RECEIVABLE)	UNEARNED REVENUE
93.778	General Fund U.S. Department of Health and Human Services Passed-through State Department of Education: Medical Assistance Program (SEMI) Total General Fund	2005NJSMAP	N/A	\$ 44,297	7/1/2024	6/30/2025	\$	44,297	(44,297)	\$	\$	\$
84.027	Special Revenue Fund U.S. Department of Education Passed-through State Department of Education: Special Education Cluster I.D.E.A. Part B Basic	H027A230100	IDEA165023	2,469,319	7/1/2023	9/30/2024	(428,761)	428,761	(2,390,889)		(203,635)	
84.027	I.D.E.A. Part B Basic	H027A240100	IDEA165024	2,390,889	7/1/2024	9/30/2025	(428,761)	2,161,015	(2,390,889)		(203,635)	
84.010	Total Special Education Cluster											
84.010	ESEA and Perkins Title I, Part A Basic	S010A230030	NCLB165023	917,578	7/1/2023	9/30/2024	(389,136)	475,461	(65,893)	9,568	(167,857)	
84.010	Title I, Part A Basic	S010A240030	NCLB165024	522,624	7/1/2024	9/30/2025		198,938	(366,575)			
84.357	Title II, Part A Teacher & Principal Training	S357A230029	NCLB165023	209,752	7/1/2023	9/30/2024	(76,719)	94,285	(18,699)	1,153	(70,005)	
84.357	Title II, Part A Teacher & Principal Training	S357A240029	NCLB165024	161,843	7/1/2024	9/30/2025		78,020	(148,025)			
84.385	Title III	S355A230030	NCLB165023	42,277	7/1/2023	9/30/2024	(13,980)	30,753	(28,818)		(23,065)	
84.385	Title III	S355A240030	NCLB165024	44,962	7/1/2024	9/30/2025		3,753	(15,390)			
84.385	Title III, Immigrant	S355A230031	NCLB165023	26,411	7/1/2023	9/30/2024	(13,984)	13,496	(4,902)	5,400	(5,984)	
84.324	Title IV	S424A230031	NCLB165023	38,065	7/1/2024	9/30/2025	(17,903)	53,404	(50,368)			
84.048	Vocational Education - Perkins	V048A230030	N/A	78,465	7/1/2023	9/30/2024		17,903	(108,020)		(44,134)	
84.048	Vocational Education - Perkins	V048A240030	N/A	108,294	7/1/2024	9/30/2025		61,886	(855,503)	16,121	(326,215)	
84.048	Total ESEA and Perkins			111,247	7/1/2024	9/30/2025	(511,712)	1,027,879	(855,503)			
84.425U	Education Stabilization Fund ARP - ESSER - Learning Acceleration	S425U210027	N/A	4,940,706	3/13/2020	9/30/2024	(768,188)	768,188				
84.425U	ARP - ESSER - Beyond the School Day Activities	S425U210027	N/A	809,522	3/13/2020	9/30/2024	(131,467)	131,467				
84.425U	ARP - ESSER - Evidence Based Summer Learning	S425U210027	N/A	55,124	3/13/2020	9/30/2024	(30,789)	55,124	(24,335)			
84.425U	ARP - ESSER - Mental Health	S425U210027	N/A	45,000	3/13/2020	9/30/2024	(4,500)	4,500	(24,335)			
84.425U	Total Education Stabilization Fund						(937,484)	961,829				
21.027	U.S. Department of Treasury Passed-through State Department of Education: Coronavirus Relief Fund ACRSERs - Add'l or Compensatory Special Ed & Rel	SLRFD0E1SES	N/A	523,277	3/13/2020	9/30/2024	(238,921)	238,921		(3,085)		
21.027	ACRSERs - Add'l or Compensatory Special Ed & Rel	SLRFD0E1SES	N/A	1,357,218	3/13/2020	9/30/2024	(238,921)	238,921		(3,085)		
12.357	Total U.S. Department of Treasury United States Department of Defense: JROTC Total Special Revenue Fund	N/A	N/A	95,778	7/1/2024	6/30/2025	(2,114,803)	95,778	(3,965,505)	13,036	(528,650)	
10.553	Enterprise Fund U.S. Department of Agriculture Passed-through State Department of Education: Child Nutrition Cluster School Breakfast Program	241NJ304N1099	N/A	60,783	7/1/2023	6/30/2024	(13,773)	13,773			(2,168)	926
10.553	School Breakfast Program	251NJ304N1099	N/A	31,150	7/1/2024	6/30/2025		28,962	(31,150)			
10.555	Commodity Supplemental Food Program	251NJ304N1099	N/A	120,782	7/1/2024	6/30/2025		120,782	(119,896)			
10.555	Commodity Supplemental Food Program	241NJ304N1099	N/A	58,983	7/1/2023	6/30/2024	1,401		(1,401)			
10.555	National School Lunch Program	251NJ304N1099	N/A	801,676	7/1/2024	6/30/2025	(114,576)	114,576	(78,307)		(55,915)	
10.551	Healthy Hunger Free Kids Act	251NJ304N1099	N/A	783,307	7/1/2024	6/30/2025		727,392	(76,789)		(6,746)	
10.551	Healthy Hunger Free Kids Act	241NJ304N1099	N/A	24,949	7/1/2023	6/30/2024	(4,735)	70,023	(76,789)			
10.185	Total Child Nutrition Cluster						(131,683)	4,735			(64,829)	926
10.185	Local Food For Schools Cooperative	N/A	N/A	5,998	7/1/2023	6/30/2024	(3,142)	1,080,283	(1,012,483)			
10.649	Local Food For Schools Cooperative	202421S000841	N/A	12,467	7/1/2024	6/30/2025		12,078	(12,467)		(389)	
10.649	P-EBT Administrative Cost	202521S000841	N/A	1,501	7/1/2023	6/30/2024	(1,596)	1,596			(1,501)	
10.649	Total Enterprise Fund						(138,381)	1,097,039	(1,026,451)		(66,719)	926
	Total Federal Financial Assistance			\$ 6,082,758			(2,251,184)	\$ 6,082,758	(4,440,253)	13,036	(598,569)	926

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

Freehold Regional High School District
Notes to the Schedules of Expenditures of Federal Awards
and State Financial Assistance
Year Ended June 30, 2025

NOTE 1: GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state activity of the Freehold Regional High School District ("the District"). The District is defined in Note 1 to the basic financial statements. All federal and state awards received directly from the federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state 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 exceptions of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 of the District's basic financial statements. The information in this schedule is presented in accordance with the requirements of 2 CFR 200 *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and State of New Jersey Circular 15-08-OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10 percent *de minimis* indirect cost rate as allowed under the Uniform Guidance.

NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

Freehold Regional High School District
Notes to the Schedules of Expenditures of Federal Awards
and State Financial Assistance
Year Ended June 30, 2025

NOTE 3: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$99,952 for the general fund and \$221,131 for the special revenue fund. See the notes to the required supplementary information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Federal awards and state financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$44,297	\$76,958,609	\$77,002,906
Special Revenue Fund	3,370,220.00	570,494.00	3,940,714.00
Capital Projects Fund			
Debt Service Fund		287,667.00	287,667.00
Food Service Fund	1,026,451.00	58,040.00	1,084,491.00
	<u>4,440,968</u>	<u>77,874,810</u>	<u>82,315,778</u>
GAAP Adjustments:			
State Aid		(99,952)	(99,952)
Encumbrances (net)	<u>(715)</u>	<u>(220,416)</u>	<u>(221,131)</u>
Total Awards &			
Financial Assistance	<u>\$4,440,253</u>	<u>\$77,554,442</u>	<u>\$81,994,695</u>

NOTE 4: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5: OTHER

Revenues and expenditures reported in the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF pension contributions, post-retirement benefits and long-term disability insurance represents the amount paid by the state on behalf of the district for the year ended June 30, 2025. TPAF Social Security contributions represent the amount reimbursed by the state for the employer's share of Social Security contributions for TPAF members for the year ended June 30, 2025.

Freehold Regional High School District
Monmouth County, New Jersey

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

Section I – Summary of Auditor's Results

Financial Statements

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

Federal Program(s)

- | | | |
|-----|--|------------|
| (1) | Internal Control Over Major Federal Programs: | |
| (a) | Material weaknesses identified? | No |
| (b) | Significant deficiencies identified that are not considered to be material weaknesses? | No |
| (2) | Type of Auditor's Report issued on compliance for major federal program(s)? | Unmodified |
| (3) | Any audit findings disclosed that are required to be reported in accordance with section .516(a) of Circular OMB Uniform Guidance? | No |
| (4) | Identification of Major Federal Program(s): | |

Program

AL#

I.D.E.A. Part B Basic

84.027

Freehold Regional High School District
Monmouth County, New Jersey

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

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

Federal Program(s) (Continued)

- (5) Program Threshold Determination:
 Type A Federal Program Threshold > \$750,000.00
 Type B Federal Program Threshold <= \$750,000.00
- (6) Auditee qualified as a low-risk auditee under OMB Circular Uniform Guidance? Yes

State Program(s)

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

<u>Program Title</u>	<u>Project Number</u>
Equalization Aid	495-034-5120-078
Categorical Special Education Aid	495-034-5120-089
Categorical Security Aid	495-034-5120-084
Categorical Transportation Aid	495-034-5120-014

- (5) Program Threshold Determination:
 Type A State Program Threshold > \$1,213,056.30
 Type B State Program Threshold <= \$1,213,056.30
- (6) Auditee qualified as a low-risk auditee under OMB Circular 15-08? Yes

Freehold Regional High School District
Monmouth County, New Jersey

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

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

Internal Control Findings – None Reported

Compliance Findings – None Reported

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

Federal Programs – None Reported

State Programs – None Reported

Freehold Regional High School District
Monmouth County, New Jersey

Schedule of Prior Year Audit Findings

Not Applicable

