

Audited Financial Statements and
Other Financial Information

River Valley Technical Center

June 30, 2025



Proven Expertise & Integrity

RIVER VALLEY TECHNICAL CENTER

CONTENTS

JUNE 30, 2025

	PAGE
INDEPENDENT AUDITOR'S REPORT	1 - 4
MANAGEMENT'S DISCUSSION AND ANALYSIS	5 - 11

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

STATEMENT A - STATEMENT OF NET POSITION	12
STATEMENT B - STATEMENT OF ACTIVITIES	13 - 14

FUND FINANCIAL STATEMENTS

STATEMENT C - BALANCE SHEET - GOVERNMENTAL FUNDS	15
STATEMENT D - RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION	16
STATEMENT E - STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS	17
STATEMENT F - RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES	18
STATEMENT G - STATEMENT OF NET POSITION - PROPRIETARY FUNDS	19
STATEMENT H - STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - PROPRIETARY FUNDS	20
STATEMENT I - STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS	21
STATEMENT J - STATEMENT OF NET POSITION - FIDUCIARY FUNDS	22
STATEMENT K - STATEMENT OF CHANGES IN NET POSITION FIDUCIARY FUNDS	23

NOTES TO FINANCIAL STATEMENTS	24 - 64
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REQUIRED SUPPLEMENTARY INFORMATION

REQUIRED SUPPLEMENTARY INFORMATION DESCRIPTION	65
SCHEDULE 1 - BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS - BUDGET AND ACTUAL - GENERAL FUND	66
SCHEDULE 2 - SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY	67
SCHEDULE 3 - SCHEDULE OF CONTRIBUTIONS - PENSIONS	68
SCHEDULE 4 - SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET OPEB LIABILITY	69
SCHEDULE 5 - SCHEDULE OF CONTRIBUTIONS - OPEB	70
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION	71

OTHER SUPPLEMENTARY INFORMATION

OTHER SUPPLEMENTARY INFORMATION DESCRIPTION	72
SCHEDULE A - SCHEDULE OF DEPARTMENTAL OPERATIONS - GENERAL FUND	73
SCHEDULE B - COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS	74
SCHEDULE C - COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS	75
SPECIAL REVENUE FUNDS DESCRIPTION	76
SCHEDULE D - COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS	77 - 79
SCHEDULE E - COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS	80 - 82
PERMANENT FUNDS DESCRIPTION	83

SCHEDULE F - COMBINING BALANCE SHEET - NONMAJOR PERMANENT FUNDS	84
SCHEDULE G - COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - NONMAJOR PERMANENT FUNDS	85
ENTERPRISE FUNDS DESCRIPTION	86
SCHEDULE H - COMBINING SCHEDULE OF NET POSITION - NONMAJOR ENTERPRISE FUNDS	87 - 88
SCHEDULE I - COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - NONMAJOR ENTERPRISE FUNDS	89 - 90
SCHEDULE J - COMBINING SCHEDULE OF CASH FLOWS - NONMAJOR ENTERPRISE FUNDS	91 - 92
GENERAL CAPITAL ASSETS DESCRIPTION	93
SCHEDULE K - SCHEDULE OF GENERAL CAPITAL ASSETS BY FUNCTION	94
SCHEDULE L - SCHEDULE OF CHANGES IN GENERAL CAPITAL ASSETS BY FUNCTION	95
INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	96 - 97



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INDEPENDENT AUDITOR'S REPORT

School Board
River Valley Technical Center
Springfield, Vermont

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the River Valley Technical Center, as of and for the year ended June 30, 2025 and the related notes to the financial statements, which collectively comprise the River Valley Technical Center's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the River Valley Technical Center 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the River Valley Technical Center 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 River Valley Technical Center's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 GAAS and *Government Auditing Standards*, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatements 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 controls 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 River Valley Technical Center'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 doubt about the River Valley Technical Center's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, pension and OPEB information on pages 5 through 11 and 66 through 71 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the River Valley Technical Center's basic financial statements. The Schedule of Departmental Operations - General Fund, combining and individual nonmajor fund financial statements and capital asset schedules 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 Schedule of Departmental Operations - General Fund, combining and individual nonmajor

fund financial statements and capital asset schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 30, 2026 on our consideration of the River Valley Technical Center's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the effectiveness of the River Valley Technical Center'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 River Valley Technical Center's internal control over financial reporting and compliance.

RHR Smith & Company

Buxton, Maine
Vermont Registration No. 092.0000697
January 30, 2026

**REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

(UNAUDITED)

The following management's discussion and analysis of the River Valley Technical Center's financial performance provides an overview of the Technical Center's financial activities for the fiscal year ended June 30, 2025. Please read it in conjunction with the Technical Center's financial statements.

Financial Statement Overview

The Technical Center's basic financial statements include the following components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also includes required supplementary information which consists of the general fund budgetary comparison schedule, pension and OPEB information and other supplementary information which includes combining and other schedules.

Basic Financial Statements

The basic financial statements include financial information in two differing views: the government-wide financial statements and the fund financial statements. These basic financial statements also include the notes to financial statements that explain in more detail certain information in the financial statements and also provide the user with the accounting policies used in the preparation of the financial statements.

Government-Wide Financial Statements

The government-wide financial statements provide a broad view of the Technical Center's operations in a manner that is similar to private businesses. These statements provide both short-term as well as long-term information in regard to the Technical Center's financial position. These financial statements are prepared using the accrual basis of accounting. This measurement focus takes into account all revenues and expenses associated with the fiscal year regardless of when cash is received or paid. The government-wide financial statements include the following two statements:

The Statement of Net Position - this statement presents *all* of the government's assets, deferred outflows of resources, liabilities and deferred inflows of resources with the difference being reported as net position.

The Statement of Activities - this statement presents information that shows how the government's net position changed during the period. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows.

Both of the above-mentioned financial statements have separate columns for the two different types of Technical Center activities. The types of activities presented for the Technical Center are:

- *Governmental activities* - The activities in this section are mostly supported by intergovernmental revenues (federal and state grants), support from the town and charges for services. Most of the Technical Center's basic services are reported in governmental activities, which include direct services, support services, fiscal services, operations and maintenance, transportation and program expenses.
- *Business-type activities* - These activities are normally intended to recover all or a significant portion of their costs through user fees and/or charges to external users for goods and/or services. The activity for the Technical Center includes the Vermont Virtual Learning Cooperative and fifteen nonmajor enterprise funds.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Technical Center, like other local governments uses fund accounting to ensure and demonstrate compliance with financial related legal requirements. All of the funds of the Technical Center can be classified into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds: Most of the basic services provided by the Technical Center are financed through governmental funds. Governmental funds are used to account for essentially the same functions reported in governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, the governmental fund financial statements focus on near-term inflows and outflows of spendable resources. They also focus on the balance of spendable resources available at the end of the fiscal year. Such information will be useful in evaluating the government's near-term financing requirements. This approach is known as the current financial resource measurement focus and the modified accrual basis of accounting. Under this approach, revenues are recorded when cash is received or when susceptible to accrual. Expenditures are recorded when liabilities are incurred and due. These statements provide a detailed short-term view of the Technical Center's finances to assist in determining whether there will be adequate financial resources available to meet the current needs of the Technical Center.

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

expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. These reconciliations are presented on the page immediately following each governmental fund financial statement.

The Technical Center presents four columns in the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances. The Technical Center's major funds are the general fund and the flex pathways fund. The adult education fund moved to the nonmajor funds in the current fiscal year. All other funds are shown as nonmajor and are combined in the "Other Governmental Funds" column on these statements.

The general fund is the only fund for which the Technical Center legally adopted a budget. The Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund provides a comparison of the original and final budget and the actual expenditures for the current year.

Proprietary Funds: The Technical Center maintains sixteen proprietary funds, the Vermont Virtual Learning Cooperative fund and fifteen nonmajor funds. These funds are used to show activities that operate more like those of commercial enterprises. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Like the government-wide financial statements, proprietary fund financial statements use the accrual basis of accounting. No reconciliation is needed between the government-wide financial statements for business-type activities and the proprietary fund financial statements.

Fiduciary Funds: These funds are used to account for resources held for the benefit of parties outside the River Valley Technical Center. These funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support the Technical Center's own programs. The accounting used for fiduciary funds are much like that of proprietary funds. They use the accrual basis of accounting.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the Government-Wide and the Fund Financial Statements. The Notes to Financial Statements can be found following the Statement of Changes in Net Position - Fiduciary Funds.

Required Supplementary Information

The basic financial statements are followed by a section of required supplementary information, which includes a Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund, Schedule of Proportionate Share of the Net Pension Liability, Schedule of Contributions - Pensions, Schedule of the

Proportionate Share of the Net OPEB Liability, Schedule of Contributions - OPEB and Notes to Required Supplementary Information.

Other Supplementary Information

Other supplementary information follows the required supplementary information. These combining and other schedules provide information in regard to nonmajor funds, capital asset activity and other detailed budgetary information for the general fund.

Government-Wide Financial Analysis

Our analysis below focuses on the net position and changes in net position of the Technical Center's governmental and business-type activities. The Technical Center's total net position for governmental activities decreased by \$37,697 from \$312,200 to \$274,503. For business-type activities, the Technical Center's total net position decreased by \$178,194 from \$1,208,801 to \$1,030,607.

Unrestricted net position - the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements - decreased for governmental activities to a deficit balance of \$475,357 at the end of the fiscal year. The business-type activities do not have unrestricted net position.

Table 1
River Valley Technical Center
Net Position
June 30,

	Governmental Activities		Business-type Activities	
	2025	2024 (Restated)	2025	2024 (Restated)
Assets:				
Current Assets	\$ 594,664	\$ 739,271	\$ 1,151,571	\$ 1,300,017
Noncurrent Assets - Capital Assets	443,219	418,089	-	-
Total Assets	<u>1,037,883</u>	<u>1,157,360</u>	<u>1,151,571</u>	<u>1,300,017</u>
Deferred Outflows of Resources:				
Deferred Outflows Related to Pensions	206,330	270,774	-	-
Total Deferred Outflows of Resources	<u>206,330</u>	<u>270,774</u>	<u>-</u>	<u>-</u>
Liabilities:				
Current Liabilities	305,822	480,576	120,964	91,216
Noncurrent Liabilities	659,853	635,358	-	-
Total Liabilities	<u>965,675</u>	<u>1,115,934</u>	<u>120,964</u>	<u>91,216</u>
Net Position:				
Net Investment in Capital Assets	443,219	418,089	-	-
Restricted	306,641	273,701	1,030,607	1,208,801
Unrestricted (Deficit)	<u>(475,357)</u>	<u>(379,590)</u>	<u>-</u>	<u>-</u>
Total Net Position	<u>\$ 274,503</u>	<u>\$ 312,200</u>	<u>\$ 1,030,607</u>	<u>\$ 1,208,801</u>

Revenues and Expenses

Revenues for the Technical Center's governmental activities decreased by 15.86%, while total expenses decreased by 16.85%. The decrease in revenues was mainly due to an decrease in charges for services, operating grants and contributions and grants and contributions not restricted to specific programs. The largest decreases in expenses were in operations and maintenance, on-behalf payments and program expenses.

Revenues for the Technical Center's business-type activities increased by 59.11%, while total expenses increased by 173.76%. The increase in revenues was mainly due to an increase in charges for services. The increase in expenses was due to an increase in program expenses.

Table 2
River Valley Technical Center
Changes in Net Position
For the Years Ended June 30,

	Governmental Activities		Business-type Activities	
	2025	2024	2025	2024
Revenues				
<i>Program Revenues:</i>				
Charges for services	\$ 1,055,983	\$ 1,186,634	\$ 1,168,873	\$ 734,671
Operating grants and contributions	4,805,446	5,476,421	-	-
<i>General Revenues:</i>				
Grants and contributions not restricted to specific programs	1,790,243	2,605,461	-	-
Miscellaneous	256,494	129,799	8,354	5,224
Total Revenues	7,908,166	9,398,315	1,177,227	739,895
Expenses				
Direct services	1,651,431	1,481,859	-	-
Support services:				
Students	406,668	387,586	-	-
Instructional staff	137,886	139,357	-	-
General administration	60,177	71,006	-	-
Area administration	453,400	435,984	-	-
Fiscal services	60,227	54,085	-	-
Operations and maintenance	256,999	626,664	-	-
Transportation	15,601	10,750	-	-
On-behalf payments	2,144,864	2,743,041	-	-
Program expenses	2,758,610	3,570,310	1,355,421	495,117
Capital outlay	-	35,571	-	-
Total Expenses	7,945,863	9,556,213	1,355,421	495,117
Change in Net Position	(37,697)	(157,898)	(178,194)	244,778
Net Position - July 1, As Previously Reported	314,194	472,092	1,207,683	962,905
Change Within Financial Reporting Entity	(1,118)	-	1,118	-
Net Position Corrections	(876)	-	-	-
Net Position - July 1, As Restated	312,200	472,092	1,208,801	962,905
Net Position - June 30	\$ 274,503	\$ 314,194	\$ 1,030,607	\$ 1,207,683

Financial Analysis of the Technical Center's Fund Statements

Governmental funds: The financial reporting focus of the Technical Center's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information may be useful in assessing the Technical Center's financial requirements. In particular, unassigned fund balance may serve as a useful measure of a government's financial position at the end of the year and the net resources available for spending.

Table 3
River Valley Technical Center
Fund Balances - Governmental Funds
June 30,

	2025	2024 (Restated)	Increase/ (Decrease)
Major Fund:			
General Fund:			
Nonspendable	\$ -	\$ 619	\$ (619)
Unassigned (deficit)	777	(295)	1,072
Total General Fund	\$ 777	\$ 324	\$ 453
Nonmajor Funds:			
Special Revenue Funds:			
Restricted	\$ 232,949	\$ 192,859	\$ 40,090
Permanent Funds:			
Restricted	73,692	80,842	(7,150)
Total Nonmajor Funds	\$ 306,641	\$ 273,701	\$ 32,940

The changes to total fund balances for the general fund and the nonmajor funds occurred due to the regular activity of operations.

Budgetary Highlights

There was no difference between the original and final budget for the general fund.

The general fund actual revenues were under budgeted amounts by \$77,985. This is primarily due to all revenue categories coming in under budgeted amounts with the exception of intergovernmental - other, interest income, rental income and miscellaneous.

The general fund actual expenditures were under budgeted expenses by \$173,842. All expenditure categories were within or below budgeted amounts with the exception of direct services, support services - students, general administration, area administration and transportation.

Capital Asset and Long-Term Debt Activity

Capital Assets

As of June 30, 2025, the net book value of capital assets recorded by the Technical Center increased by \$25,130. This increase was due to current year capital additions of \$88,653 less current year depreciation expense of \$63,523.

Table 4
River Valley Technical Center
Capital Assets (Net of Depreciation)
June 30,

	<u>2025</u>	<u>2024</u>
Buildings, building improvements and land improvements	\$ 25,719	\$ 27,508
Machinery and equipment	<u>417,500</u>	<u>390,581</u>
Total	<u>\$ 443,219</u>	<u>\$ 418,089</u>

Debt

The Technical Center had no long-term debt as of June 30, 2025.

Currently Known Facts, Decisions or Conditions

Economic Factors and Next Year's Budgets and Rates

The 2025 - 2026 budget could be impacted by the reduction of funding from the State. There is no indication of reduced funding from the State for 2025 - 2026 as of the date of this report was issued.

Contacting the Technical Center's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers and creditors with a general overview of the Technical Center's finances and to show the Technical Center's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Technical Center at 307 South Street, Springfield, Vermont 05156.

STATEMENT A

RIVER VALLEY TECHNICAL CENTER

STATEMENT OF NET POSITION
JUNE 30, 2025

	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 1,431,566	\$ -	\$ 1,431,566
Accounts receivable (net of allowance for uncollectible accounts)	314,669	-	314,669
Internal balances	(1,151,571)	1,151,571	-
Total current assets	<u>594,664</u>	<u>1,151,571</u>	<u>1,746,235</u>
Noncurrent assets:			
Capital assets:			
Buildings, building improvements and other assets, net of accumulated depreciation	<u>443,219</u>	-	<u>443,219</u>
Total noncurrent assets	<u>443,219</u>	-	<u>443,219</u>
TOTAL ASSETS	<u>1,037,883</u>	<u>1,151,571</u>	<u>2,189,454</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	<u>206,330</u>	-	<u>206,330</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>206,330</u>	-	<u>206,330</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 1,244,213</u>	<u>\$ 1,151,571</u>	<u>\$ 2,395,784</u>
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 222,225	\$ 375	\$ 222,600
Accrued expenses	65,021	-	65,021
Other liabilities	-	120,589	120,589
Current portion of long-term obligations	<u>18,576</u>	-	<u>18,576</u>
Total current liabilities	<u>305,822</u>	<u>120,964</u>	<u>426,786</u>
Noncurrent liabilities:			
Noncurrent portion of long-term obligations:			
Accrued compensated absences	55,729	-	55,729
Net pension liability	<u>604,124</u>	-	<u>604,124</u>
Total noncurrent liabilities	<u>659,853</u>	-	<u>659,853</u>
TOTAL LIABILITIES	<u>965,675</u>	<u>120,964</u>	<u>1,086,639</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	<u>4,035</u>	-	<u>4,035</u>
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>4,035</u>	-	<u>4,035</u>
NET POSITION			
Net investment in capital assets	443,219	-	443,219
Restricted	306,641	1,030,607	1,337,248
Unrestricted (deficit)	<u>(475,357)</u>	-	<u>(475,357)</u>
TOTAL NET POSITION	<u>274,503</u>	<u>1,030,607</u>	<u>1,305,110</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	<u>\$ 1,244,213</u>	<u>\$ 1,151,571</u>	<u>\$ 2,395,784</u>

See accompanying independent auditor's report and notes to financial statements.

STATEMENT B

RIVER VALLEY TECHNICAL CENTER

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total
					Governmental Activities	Business-type Activities	
Governmental activities:							
Direct services	\$ 1,651,431	\$ 1,055,983	\$ -	\$ -	\$ (595,448)	\$ -	\$ (595,448)
Support services:							
Students	406,668	-	-	-	(406,668)	-	(406,668)
Instructional staff	137,886	-	-	-	(137,886)	-	(137,886)
General administration	60,177	-	-	-	(60,177)	-	(60,177)
Area administration	453,400	-	-	-	(453,400)	-	(453,400)
Fiscal services	60,227	-	-	-	(60,227)	-	(60,227)
Operations and maintenance	256,999	-	-	-	(256,999)	-	(256,999)
Transportation	15,601	-	-	-	(15,601)	-	(15,601)
On-behalf payments	2,144,864	-	2,144,864	-	-	-	-
Program expenses	2,758,610	-	2,660,582	-	(98,028)	-	(98,028)
Total governmental activities	7,945,863	1,055,983	4,805,446	-	(2,084,434)	-	(2,084,434)
Business-type activities:							
VT virtual learning cooperative	1,272,584	1,083,139	-	-	-	(189,445)	(189,445)
All other activities	82,837	85,734	-	-	-	2,897	2,897
Total business-type activities	1,355,421	1,168,873	-	-	-	(186,548)	(186,548)
Total government	\$ 9,301,284	\$ 2,224,856	\$ 4,805,446	\$ -	(2,084,434)	(186,548)	(2,270,982)

STATEMENT B (CONTINUED)
RIVER VALLEY TECHNICAL CENTER

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

	Governmental Activities	Business-type Activities	Total
Changes in net position:			
Net (expense) revenue	(2,084,434)	(186,548)	(2,270,982)
General revenues:			
Grants and contributions not restricted to specific programs	1,790,243	-	1,790,243
Miscellaneous	256,494	8,354	264,848
Total general revenues	2,046,737	8,354	2,055,091
Change in net position	(37,697)	(178,194)	(215,891)
NET POSITION - JULY 1, AS PREVIOUSLY REPORTED	314,194	1,207,683	1,521,877
CHANGE WITHIN FINANCIAL REPORTING ENTITY	(1,118)	1,118	-
NET POSITION CORRECTIONS	(876)	-	(876)
NET POSITION - JULY 1, AS RESTATED	312,200	1,208,801	1,521,001
NET POSITION - JUNE 30	\$ 274,503	\$ 1,030,607	\$ 1,305,110

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2025

	General Fund	Moved to Nonmajor Funds		Other Governmental Funds	Total Governmental Funds
		Adult Education Fund	Flex Pathways		
ASSETS					
Cash and cash equivalents	\$ 1,420,039	\$ -	\$ -	\$ 11,527	\$ 1,431,566
Accounts receivable (net of allowance for uncollectibles)	314,669	-	-	-	314,669
Due from other funds	-	-	22,865	315,927	338,792
TOTAL ASSETS	<u>\$ 1,734,708</u>	<u>\$ -</u>	<u>\$ 22,865</u>	<u>\$ 327,454</u>	<u>\$ 2,085,027</u>
LIABILITIES					
Accounts payable	\$ 178,547	\$ -	\$ 22,865	\$ 20,813	\$ 222,225
Accrued expenses	65,021	-	-	-	65,021
Due to other funds	1,490,363	-	-	-	1,490,363
TOTAL LIABILITIES	<u>1,733,931</u>	<u>-</u>	<u>22,865</u>	<u>20,813</u>	<u>1,777,609</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	306,641	306,641
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	777	-	-	-	777
TOTAL FUND BALANCES	<u>777</u>	<u>-</u>	<u>-</u>	<u>306,641</u>	<u>307,418</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,734,708</u>	<u>\$ -</u>	<u>\$ 22,865</u>	<u>\$ 327,454</u>	<u>\$ 2,085,027</u>

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2025

	<u>Total Governmental Funds</u>
Total Fund Balances	\$ 307,418
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds, net of accumulated depreciation	443,219
Deferred outflows of resources related to pensions are not financial resources and therefore are not reported in the funds	206,330
Long-term obligations shown below are not due and payable in the current period and therefore are not reported in the funds shown above:	
Accrued compensated absences	(74,305)
Net pension liability	(604,124)
Deferred inflows of resources related to pensions are not financial resources and therefore are not reported in the funds	<u>(4,035)</u>
Net position of governmental activities	<u>\$ 274,503</u>

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	General Fund	<i>Moved to</i> <u>Nonmajor Funds</u>		Other Governmental Funds	Total Governmental Funds
		Adult Education Fund	Flex Pathways		
REVENUES					
Intergovernmental revenues	\$ 2,562,773	\$ -	\$ 1,981,145	\$ 679,437	\$ 5,223,355
Tuition	1,044,791	-	-	-	1,044,791
Charges for services	-	-	-	11,192	11,192
Rental income	17,022	-	-	-	17,022
Interest income	32,140	-	-	-	32,140
Miscellaneous revenues	87,556	-	-	119,776	207,332
TOTAL REVENUES	<u>3,744,282</u>	<u>-</u>	<u>1,981,145</u>	<u>810,405</u>	<u>6,535,832</u>
EXPENDITURES					
Direct services	1,561,648	-	-	-	1,561,648
Support services:					
Students	393,683	-	-	-	393,683
Instructional staff	137,886	-	-	-	137,886
General administration	60,177	-	-	-	60,177
Area administration	453,400	-	-	-	453,400
Fiscal services	60,227	-	-	-	60,227
Operations and maintenance	253,106	-	-	-	253,106
Transportation	15,601	-	-	-	15,601
On-behalf payments	772,530	-	-	-	772,530
Program expenses	-	-	1,981,145	777,465	2,758,610
Capital outlay	35,571	-	-	-	35,571
TOTAL EXPENDITURES	<u>3,743,829</u>	<u>-</u>	<u>1,981,145</u>	<u>777,465</u>	<u>6,502,439</u>
NET CHANGE IN FUND BALANCES	<u>453</u>	<u>-</u>	<u>-</u>	<u>32,940</u>	<u>33,393</u>
FUND BALANCES - JULY 1, AS PREVIOUSLY REPORTED	1,200	36,350	-	238,469	276,019
FUND BALANCE CORRECTION	(876)	-	-	-	(876)
CHANGE WITHIN FINANCIAL REPORTING ENTITY	<u>-</u>	<u>(36,350)</u>	<u>-</u>	<u>35,232</u>	<u>(1,118)</u>
FUND BALANCES - JULY 1, AS RESTATED	<u>324</u>	<u>-</u>	<u>-</u>	<u>273,701</u>	<u>274,025</u>
FUND BALANCES - JUNE 30	<u>\$ 777</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 306,641</u>	<u>\$ 307,418</u>

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2025

Net change in fund balances - total governmental funds (Statement E)	<u>\$ 33,393</u>
<p>Amounts reported for governmental activities in the Statement of Activities (Statement B) are different because:</p>	
<p>Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense allocated to those expenditures over the life of the assets:</p>	
Capital asset acquisitions	88,653
Depreciation expense	<u>(63,523)</u>
	<u>25,130</u>
<p>Deferred outflows of resources are a consumption of net position by the government that are applicable to a future reporting period and therefore are not reported in the funds</p>	
	<u>(64,444)</u>
<p>Deferred inflows of resources are an acquisition of net position by the government that are applicable to a future reporting period and therefore are not reported in the funds</p>	
	<u>(4,035)</u>
<p>Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:</p>	
Accrued compensated absences	(12,985)
Net pension liability	<u>(14,756)</u>
	<u>(27,741)</u>
Change in net position of governmental activities (Statement B)	<u><u>\$ (37,697)</u></u>

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

STATEMENT OF NET POSITION - PROPRIETARY FUNDS
JUNE 30, 2025

	Enterprise Funds		
	VT Virtual Learning Cooperative	Nonmajor Funds	Total
ASSETS			
Current assets:			
Due from other funds	\$ 970,164	\$ 181,407	\$ 1,151,571
Total current assets	<u>970,164</u>	<u>181,407</u>	<u>1,151,571</u>
TOTAL ASSETS	<u>\$ 970,164</u>	<u>\$ 181,407</u>	<u>\$ 1,151,571</u>
LIABILITIES			
Current liabilities:			
Accounts payable	\$ -	\$ 375	\$ 375
Other liabilities	120,589	-	120,589
Total current liabilities	<u>120,589</u>	<u>375</u>	<u>120,964</u>
TOTAL LIABILITIES	<u>120,589</u>	<u>375</u>	<u>120,964</u>
NET POSITION			
Restricted	<u>849,575</u>	<u>181,032</u>	<u>1,030,607</u>
TOTAL NET POSITION	<u>849,575</u>	<u>181,032</u>	<u>1,030,607</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 970,164</u>	<u>\$ 181,407</u>	<u>\$ 1,151,571</u>

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

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

	Enterprise Funds		
	VT Virtual Learning Cooperative	Nonmajor Funds	Total
OPERATING REVENUES			
Charges for services	\$ 1,083,139	\$ 85,734	\$ 1,168,873
Miscellaneous	8,354	-	8,354
TOTAL OPERATING REVENUES	<u>1,091,493</u>	<u>85,734</u>	<u>1,177,227</u>
OPERATING EXPENSES			
Salaries and benefits	1,152,873	2,169	1,155,042
Professional services	74,346	2,464	76,810
Supplies and materials	9,582	74,269	83,851
Other	35,783	3,935	39,718
TOTAL OPERATING EXPENSES	<u>1,272,584</u>	<u>82,837</u>	<u>1,355,421</u>
CHANGES IN NET POSITION	<u>(181,091)</u>	<u>2,897</u>	<u>(178,194)</u>
NET POSITION - JULY 1, AS PREVIOUSLY REPORTED	1,030,666	177,017	1,207,683
CHANGE WITHIN FINANCIAL REPORTING ENTITY	<u>-</u>	<u>1,118</u>	<u>1,118</u>
NET POSITION - JULY 1, AS RESTATED	<u>1,030,666</u>	<u>178,135</u>	<u>1,208,801</u>
NET POSITION - JUNE 30	<u>\$ 849,575</u>	<u>\$ 181,032</u>	<u>\$ 1,030,607</u>

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Enterprise Funds		
	VT Virtual Learning Cooperative	Nonmajor Funds	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 1,131,976	\$ 85,734	\$ 1,217,710
Miscellaneous receipts	8,354	-	8,354
Internal activity - receipts (payments) from/to other funds	132,254	(3,272)	128,982
Payments to suppliers	(1,272,584)	(82,462)	(1,355,046)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>-</u>	<u>-</u>	<u>-</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	-	-	-
CASH AND CASH EQUIVALENTS - JULY 1	<u>-</u>	<u>-</u>	<u>-</u>
CASH AND CASH EQUIVALENTS - JUNE 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating income (loss)	\$ (181,091)	\$ 2,897	\$ (178,194)
Changes in operating assets, liabilities and deferred inflows of resources:			
(Increase) decrease in accounts receivable	19,464	-	19,464
(Increase) decrease in due from other funds	132,254	(3,272)	128,982
(Decrease) increase in other liabilities	29,373	375	29,748
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

STATEMENT OF NET POSITION - FIDUCIARY FUNDS
JUNE 30, 2025

	<u>Custodial Fund</u> <u>Campus</u> <u>Connection</u>
ASSETS	
Cash and cash equivalents	<u>\$ 6,757</u>
TOTAL ASSETS	<u><u>\$ 6,757</u></u>
NET POSITION	
Restricted	<u>\$ 6,757</u>
NET POSITION	<u><u>\$ 6,757</u></u>

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

STATEMENT OF CHANGES IN NET POSITION - FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	<u>Custodial Fund</u> <u>Campus</u> <u>Connection</u>
ADDITIONS	
Other	<u>\$ 25,034</u>
Total additions	<u>25,034</u>
DEDUCTIONS	
Distributions	<u>24,935</u>
Total deductions	<u>24,935</u>
Change in net position	99
NET POSITION - JULY 1	<u>6,658</u>
NET POSITION - JUNE 30	<u><u>\$ 6,757</u></u>

See accompanying independent auditor’s report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The River Valley Technical Center was incorporated under the laws in the State of Vermont. The Technical Center operates under the Board of Directors - superintendent form of government and provides the following services: direct services, support services, fiscal services, operations and maintenance, transportation and program expenses.

The Technical Center's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations).

The Technical Center's combined financial statements include all accounts and all operations of the Technical Center. We have determined that the Technical Center has no component units as described in GASB Statement No. 14 and amended by GASB Statements No. 39 and No. 61.

Implementation of New Accounting Standards

During the year ended June 30, 2025, the following statements of financial accounting standards issued by the Governmental Accounting Standards Board became effective:

Statement No. 101 "Compensated Absences". The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. Management has determined the impact of this Statement is not material to the financial statements.

Statement No. 102 "Certain Risk Disclosures". The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Additionally, this statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. A disclosure should be made in the notes to financial statements if a government determines that those criteria for disclosures have been met for a concentration or constraint. Management has determined the impact of this Statement is not material to the financial statements.

Government-Wide and Fund Financial Statements

The Technical Center's basic financial statements include both government-wide (reporting the Technical Center as a whole) and fund financial statements (reporting the Technical Center's major funds).

Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Technical Center's Vermont Virtual Learning Cooperative fund and fifteen nonmajor enterprise funds are categorized as business-type activities. All other activities of the Technical Center are categorized as governmental.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are (a) presented on a consolidated basis by column and (b) reported on a full accrual, economic resources basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Technical Center's net position is reported in three parts - net investment in capital assets; restricted net position and unrestricted net position. The Technical Center first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Technical Center's functions and business-type activities (instruction, administration, etc.) except for fiduciary activities. The functions are also supported by general government revenues (support from the Town, certain intergovernmental revenues, miscellaneous revenues, etc.). The Statement of Activities reduces gross expenses by related program revenues, operating and capital grants. Program revenues must be directly associated with the function or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. For the most part, the interfund activity has been eliminated from these government-wide financial statements.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The net costs (by function) are normally covered by general revenue (taxes, certain intergovernmental revenues and charges for services, etc.).

The Technical Center does not allocate indirect costs. All costs are charged directly to the corresponding departments.

The government-wide focus is more on the sustainability of the Technical Center as an entity and the change in the Technical Center's net position resulting from the current year's activities.

Measurement Focus - Basic Financial Statements and Fund Financial Statements

The financial transactions of the Technical Center are reported in the individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements. The following fund types are used by the Technical Center:

1. Governmental Funds:

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position (sources, uses and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Technical Center:

Major Funds:

- a. The General Fund is the general operating fund of the Technical Center. It is used to account for all financial resources except those required to be accounted for in another fund.
- b. The Flex Pathways Fund is used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The primary revenue source for this fund is intergovernmental revenues.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Nonmajor Funds:

- c. Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
- d. Permanent Funds are used to account for assets held by the Technical Center that are legally restricted and unless otherwise specified, only earnings and not principal, may be used for purposes that benefit the Technical Center or its citizenry. The Technical Center's policy for authorizing and spending investment income follows State statutes.

2. Proprietary Funds:

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. Operating revenues include charges for services, intergovernmental reimbursements and other miscellaneous fees which are a direct result of the proprietary activity. Nonoperating revenues are any revenues which are generated outside of the general proprietary activity, i.e. interest income. The following is a description of the proprietary funds of the Technical Center:

- a. Enterprise Funds are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) established fees and charges based on a pricing policy designed to recover similar costs.

3. Fiduciary Funds:

Fiduciary funds are used to report assets held in a trustee or custodial capacity for others and therefore are not available to support the Technical Center's programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds. Component units that are fiduciary in nature have been excluded from these financial statements.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The Technical Center's fiduciary funds are presented in the fiduciary fund financial statements by type (custodial). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide financial statements.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues or expenses of either the fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

1. Accrual

Governmental activities in the government-wide financial statements and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition

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

Nonexchange transactions, in which the Technical Center receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. Revenues from grants, entitlements and donations are 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 Technical Center must provide local resources to be used for a specified purpose and expenditure requirements, in which the resources are provided to the Technical Center on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Expenditure Recognition

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Most expenditures are measurable and are recorded when the related fund liability is incurred. However, principal and interest on long-term debt which has not matured are recognized when paid. Allocation of costs, such as depreciation, is not recognized in the governmental funds.

Budget

The Technical Center's policy is to adopt an annual budget for operations. The budget is presented on the modified accrual basis of accounting which is consistent with generally accepted accounting principles.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In accordance with Governmental Accounting Standards Board Statement No. 24, *Accounting and Reporting for Certain Grants and Other Financial Assistance*, payments made by the State of Vermont to the Vermont State Retirement System for teachers and certain other school employees are reported as offsetting revenues and expenditures of the general fund.

Revenues per budgetary basis	\$ 2,971,752
Add: On-behalf payments	<u>772,530</u>
Total GAAP basis	<u>\$ 3,744,282</u>
Expenditures per budgetary basis	\$ 2,971,299
Add: On-behalf payments	<u>772,530</u>
Total GAAP basis	<u>\$ 3,743,829</u>

The following procedures are followed in establishing budgetary data reflected in the financial statements:

1. The annual school budget is the planning management tool, which delineates the Technical Center's educational priorities and programs and forms the basis for voter review and approval of the budget according to applicable State of Vermont education finance laws.
2. The Board budget process includes input from school district administration and staff, educational priorities for the next school year, along with public hearings, which include the School Board and the general public.
3. The budget document itself is based upon the most current funding information available along with the projection of current revenues and expenditures for the next year. At the conclusion of the budget process, a final budget is approved by the School Board.

Deposits and Investments

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

It is the Technical Center's policy to value investments at fair value. None of the Technical Center's investments are reported at amortized cost. For purposes of the statement of cash flows, all highly liquid investments with a maturity of three months or

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

less when purchased are considered to be a cash equivalent. The Technical Center Treasurer is authorized by State Statutes to invest all excess funds in the following:

- Obligations of the U.S. Government, its agencies and instrumentalities
- Certificates of deposit and other evidence of deposits at banks, savings and loan associations and credit unions
- Repurchase agreements
- Money market mutual funds

The River Valley Technical Center has no formal investment policy but instead follows the State of Vermont Statutes.

Receivables

Receivables include amounts due from governmental agencies and local businesses. All receivables are current and therefore due within one year. Receivables are reported net of an allowance for uncollectible accounts and revenues net of uncollectibles. Allowances are reported when accounts are proven to be uncollectible. The allowance for uncollectible accounts is estimated to be \$0 as of June 30, 2025. Accounts receivable netted with allowances for uncollectible accounts were \$314,669 for the year ended June 30, 2025.

Interfund Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds". While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

Capital Assets

Capital assets purchased or acquired with an original cost of \$1,000 or more for land, \$20,000 or more for buildings and improvements, \$2,500 for furniture and equipment and \$5,000 for vehicles are reported at historical cost or estimated historical cost. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the estimated useful lives.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The assets are valued at historical cost when available and estimated historical cost where actual invoices or budgetary data was unavailable. Donated capital assets are reported at their fair market value on the date received. All retirements have been recorded by eliminating the net carrying values.

Estimated useful lives are as follows:

Buildings and improvements	20 - 50 years
Machinery and equipment	5 - 20 years
Vehicles	5 - 20 years

Long-term Obligations

The accounting treatment of long-term obligations depend on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in government-wide statements. The long-term obligations consist of accrued compensated absences and net pension liability.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for proprietary funds is the same in the fund statements as it is in the government-wide statements.

Pensions

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 Vermont State Teachers' Retirement System (VSTRS) and the Vermont Municipal Employees' Retirement System (VMERS) Plans and additions to/deductions from the VSTRS and VMERS Plans' fiduciary net position have been determined on the same basis as they are reported by the VSTRS and VMERS Plans. 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.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

OPEB

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, information about the fiduciary net position of the Vermont State Teachers' Retirement System (VSTRS) Plan and additions to/deductions from the VSTRS OPEB Plan's fiduciary net position have been determined on the same basis as they are reported by VSTRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms.

Net Position

Net position represents the difference between all other elements in a statement of financial position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for those assets and adding back unspent proceeds. Net position is reported as restricted when there are limitations imposed on its use either through enabling legislations adopted by the Technical Center or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Unrestricted net position is the net amount of the assets, deferred outflows of resources, liabilities and deferred inflows of resources that are not included in the determination of net investment in capital assets or restricted net position.

Fund Balance

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the Technical Center is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components - nonspendable, restricted, committed, assigned and unassigned.

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

Restricted - This includes amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors or the laws or regulations of other governments.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Committed - This includes amounts that can be used only for specific purposes determined by a formal action of the inhabitants of the Technical Center. The inhabitants of the Technical Center through Technical Center meetings are the highest level of decision-making authority of the Technical Center. Commitments may be established, modified or rescinded only through a Technical Center meeting vote.

Assigned - This includes amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. The authority for assigning fund balance is given through Vermont Statutes Annotated Title 16 §567 and is expressed by the Board of Directors.

Unassigned - This includes all other spendable amounts. The general fund is the only fund that reports a positive unassigned fund balance amount. Other governmental funds besides the general fund can only report a negative unassigned fund balance amount.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, the Technical Center considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned or unassigned fund balances are available, the Technical Center considers amounts to have been spent first out of committed funds, then assigned funds and finally unassigned funds, as needed, unless the Technical Center meeting vote has provided otherwise in its commitment or assignment actions.

Deferred Outflows and Inflows of Resources

In addition to assets, the statement of financial position and/or balance sheet will at times 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. The Technical Center currently has one type of this item, deferred outflows related to pensions. This item is reported in the statement of net position.

In addition to liabilities, the statement of financial position and or balance sheet will at times 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 Technical Center currently has one type of this item, deferred inflows related to pensions. This item is reported in the statement of net position.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Program Revenues

Program revenues include all directly related income items applicable to a particular program (charges to customers or applicants for goods, services or privileges provided, operating or capital grants and contributions, including special assessments).

Operating/Nonoperating Proprietary Fund Revenues

Operating revenues consist mainly of direct revenue sources and/or charges for services applicable to that fund's ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Encumbrance Accounting

Encumbrances are not liabilities and, therefore, are not recorded as expenditures until receipt of material or service. For budgetary purposes, appropriations lapse at fiscal year-end. The Technical Center does not utilize encumbrance accounting for its general fund.

Use of Estimates

During the preparation of the Technical Center's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosure of contingent items as of the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results may differ from these estimates.

NOTE 2 - DEPOSITS AND INVESTMENTS

Deposits:

The Technical Center's investment policies, which follow state statutes, authorize the Technical Center to invest in obligations of the U.S. Treasury, agencies and instrumentalities, other States and Canada, provided such securities are rated within the three highest grades by an approved rating service of the State of Vermont, corporate stocks and bonds within statutory limits, financial institutions, mutual funds and repurchase agreements. These investment policies apply to all Technical Center funds.

Custodial credit risk for deposits is the risk that, in the event of a failure of a depository financial institution, the Technical Center will not be able to recover its

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 2 - DEPOSITS AND INVESTMENTS (CONTINUED)

deposits or will not be able to recover collateral securities that are in possession of an outside party. The Technical Center does not have a policy covering custodial credit risk.

As of June 30, 2025, the Technical Center's cash balance of \$1,438,323 was comprised of bank deposits of \$1,521,224. The variance between the bank balances presented and the cash balances are reconciling items (i.e. deposits in transit, uncleared checks, etc.). Of these bank deposits, \$250,000 was fully insured by federal depository insurance and \$18,996 by the National Credit Union Administration and consequently was not exposed to custodial credit risk. The remaining balance of \$1,252,228 was collateralized with securities held by the financial institution in the Technical Center's name.

<u>Account Type</u>	<u>Bank Balance</u>
Checking accounts	\$ 1,520,487
Savings accounts	737
	<u>\$ 1,521,224</u>

Investments:

Custodial credit risk for investments is that, in the event of failure of the counterparty, the Technical Center will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. Currently, the Technical Center does not have a policy for custodial credit risk for investments.

Interest rate risk - is the risk that changes in interest rates will adversely affect the fair value of an investment. The Technical Center does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from fluctuations in interest rates.

As of June 30, 2025, the Technical Center had \$0 in investments.

Credit risk - Statutes for the State of Vermont authorize the Technical Center to invest in obligations of the U.S. Treasury, agencies and instrumentalities, other States and Canada, provided such securities are rated within the three highest grades by an approved rating service of the State of Vermont, corporate stocks and bonds within statutory limits, financial institutions, mutual funds and repurchase agreements. The Technical Center does not have an investment policy on credit risk. Generally, the Technical Center invests excess funds in savings accounts and various insured certificates of deposit.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 3 - INTERFUND RECEIVABLES AND PAYABLES

Interfund balances as of June 30, 2025 consisted of the following individual fund receivables and payables:

	Receivables (Due from)	Payables (Due to)
General Fund	\$ -	\$ 1,490,363
Flex Pathways	22,865	-
Major Enterprise Fund	970,164	-
Nonmajor Special Revenue Funds	242,235	-
Nonmajor Permanent Funds	73,692	-
Nonmajor Enterprise Funds	181,407	-
	<u>\$ 1,490,363</u>	<u>\$ 1,490,363</u>

The result of amounts owed between funds are considered to be in the course of normal operations by the Technical Center. Reconciliation of the amounts owed between funds may or may not be expected to be repaid within one year in their entirety due to the recurring nature of these transactions during operations.

NOTE 4 - CAPITAL ASSETS

The following is a summary of changes in capital assets for the year ended June 30, 2025:

	Balance, 7/1/24	Additions	Disposals	Balance, 6/30/25
<u>Governmental activities:</u>				
Depreciated assets:				
Building improvements	\$ 37,598	\$ -	\$ -	\$ 37,598
Machinery and equipment	878,367	88,653	(7,494)	959,526
Vehicles	69,855	-	-	69,855
	<u>985,820</u>	<u>88,653</u>	<u>(7,494)</u>	<u>1,066,979</u>
Less: accumulated depreciation	<u>(567,731)</u>	<u>(63,523)</u>	<u>7,494</u>	<u>(623,760)</u>
	<u>418,089</u>	<u>25,130</u>	<u>-</u>	<u>443,219</u>
Net governmental capital assets	<u>\$ 418,089</u>	<u>\$ 25,130</u>	<u>\$ -</u>	<u>\$ 443,219</u>
<u>Current year depreciation:</u>				
Direct services				\$ 59,630
Operations and maintenance				3,893
Total governmental activities depreciation				<u>\$ 63,523</u>

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 5 - OTHER LONG-TERM OBLIGATIONS

The following is a summary of changes in the other long-term obligations for the year ended June 30, 2025:

	Balance, 7/1/24	Additions	Deletions	Balance, 6/30/25	Current Year Portion
Accrued compensated absences	\$ 61,320	\$ 12,985	\$ -	\$ 74,305	\$ 18,576
Net pension liability	589,368	152,427	(137,671)	604,124	-
Total	<u>\$ 650,688</u>	<u>\$ 165,412</u>	<u>\$ (137,671)</u>	<u>\$ 678,429</u>	<u>\$ 18,576</u>

Refer to Notes 6 and 10 for more detailed information regarding long-term obligations.

NOTE 6 - ACCRUED COMPENSATED ABSENCES

The Technical Center's policies regarding vacation and sick time do permit employees to accumulate earned but unused vacation and sick leave. The liability for these compensated absences is recorded as a long-term obligation in the government-wide financial statements. In the fund financial statements, governmental funds report only the compensated absence liability payable from expendable available financial resources, while the proprietary funds report the liability as it is incurred. As of June 30, 2025, the Technical Center's liability for compensated absences is \$74,305, which represents a net increase of \$12,985 from the prior year.

NOTE 7 - NET INVESTMENT IN CAPITAL ASSETS

The following is the calculation of the net investment in capital assets for the Technical Center at June 30, 2025:

Invested in capital assets	\$ 1,066,979
Accumulated depreciation	<u>(623,760)</u>
	<u>\$ 443,219</u>

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 8 - RESTRICTED NET POSITION

As of June 30, 2025, the Technical Center had the following restricted net position:

Nonmajor special revenue funds:	
Town fair	\$ 4,575
HDEC	6,817
McFlure grant	1,000
Career blast	2,456
CNC grant	4,123
Student activities	11,527
HAAS foundation	6,681
WCC	55,815
Facilities reserve	49,525
Technology reserve	8,428
Capital equipment reserve	40,000
VSBIT safety	702
Robotics club	924
Adult education	26,638
Founders school	1,012
Robotics grant	10,892
Human resources grant	299
Keep driving grant	4
NCSW donation	1,531
Nonmajor permanent funds:	
Dutton school	4,535
Dechen scholarship	2,935
LaBonte scholarship	2,175
McNamara scholarship	500
Forrest scholarship	1,435
Leever foundation	60,234
Lawlor scholarship	1,878
Vermont Virtual Learning Cooperative	849,575
Nonmajor enterprise funds	181,032
	<u>\$ 1,337,248</u>

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 9 - RESTRICTED FUND BALANCES

As of June 30, 2025, the Technical Center had the following restricted fund balances:

Nonmajor special revenue funds	\$ 232,949
Nonmajor permanent funds	<u>73,692</u>
	<u>\$ 306,641</u>

NOTE 10 - DEFINED BENEFIT PENSION PLANS

VERMONT STATE TEACHERS' RETIREMENT SYSTEM

Plan Description

All of the teachers employed by the Technical Center participate in the Vermont State Teachers' Retirement System ("VSTRS"), a cost-sharing multiple-employer defined benefit pension plan with a special funding situation, covering nearly all public day school and nonsectarian private Technical Center teachers and administrators as well as teachers in schools and teacher training institutions within and supported by the State of Vermont that are controlled by the State Board of Education. Membership in the system for those covered classes is a condition of employment. During the year ended June 30, 2023 (the most recent period available), the retirement system consisted of 25,214 participating members.

The plan was established effective July 1, 1947 and is governed by *Title 16, V.S.A. Chapter 55*. Subsequent Vermont state legislation, *Act 74*, which became effective on July 1, 2010 and updated to reflect Act 114 and Act 173, effective on July 1, 2022 and contained numerous changes to the plan benefits available to current and future members, as well as a change in access to health care coverage after retirement, resulting from a multi-party agreement to provide sustainability of quality pension and retiree health benefits for Vermont teachers.

The general administration and responsibility for formulating administrative policy and procedures of the retirement System for its members and their beneficiaries is vested in the Board of Trustees consisting of six members. They are the Secretary of Education (ex-officio), the State Treasurer (ex-officio), the Commissioner of Financial Regulation (ex-officio), two members and one alternate elected by active members of the System under rules adopted by the Board and one retired member and one alternate elected by the board of directors of Association of Retired Teachers of Vermont. The Chair is elected by the Board and acts as executive officer of the Board.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

All assets are held in a single trust and are available to pay retirement benefits to all members. Benefits available to each group are based on average final compensation (AFC) and years of creditable service. The Vermont State Agency of Administration issues a publicly available Annual Comprehensive Financial Report that includes financial statements and required supplementary information for the VSTRS. That report may be viewed on the State’s Department of Finance and Management website at: [Annual Comprehensive Financial Report | Department of Finance and Management \(41ermont.gov\)](http://AnnualComprehensiveFinancialReport|DepartmentofFinanceandManagement(41ermont.gov).).

Benefits Provided

The VSTRS provides retirement and disability benefits, annual cost-of-living adjustments, health care and death benefits to plan members and beneficiaries. There are two levels of contributions and benefits in the System: Group A – for public school teachers employed within the State of Vermont prior to July 1, 1981 and elected to remain in Group A and Group C – for public school teachers employed within the State of Vermont on or after July 1, 1990. Group C also includes those teachers hired prior to July 1, 1990 and were in Group B on July 1, 1990. When Act 74 became effective on June 30, 2010, Group C was further bifurcated into Groups #1 and #2. Group #1 contains members who were at least 57 years of age or had at least 25 years of service and Group #2 contains members who were less than 57 years of age and had less than 25 years of service.

Benefits available to each group are based on average final compensation (AFC) and years of creditable service and are summarized below:

VSTRS	Group A	Group C – Group # 1	Group C – Group # 2
Normal service retirement eligibility (no reduction)	Age 60 or 30 years of service	Grandfathered: Age 62 or with 30 years of service	Non-grandfathered: Age 65 or when the sum of age and service equals 90
Average Final Compensation (AFC)	Highest 3 consecutive years, including unused annual leave, sick leave and bonus/incentives	Highest 3 consecutive years, excluding all payments for anything other than service actually performed	Highest 3 consecutive years, excluding all payments for anything other than service actually performed

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

VSTRS	Group A	Group C – Group # 1	Group C – Group # 2
Benefit formula – normal service retirement	1.67% x creditable service x AFC	1.25% x service prior to 7/1/90 x AFC + 1.67% x service after 7/1/90 x AFC	1.25% x service prior to 7/1/90 x AFC + 1.67% x service after 7/1/90 x AFC, 2.0% after attaining 20 years
Maximum Benefit Payable	100% of AFC	53.34% of AFC	60% of AFC
Post-Retirement COLA	Full CPI, up to a maximum of 5% after 12 months of retirement; minimum of 1%	50% CPI, up to a maximum of 5% after 12 months of retirement or with 30 years; minimum of 1%	50% CPI, up to a maximum of 5%, minimum of 1% after 12 months of normal retirement or age 65
Early Retirement Eligibility	Age 55 with 5 years of service	Age 55 with 5 years of service	Age 55 with 5 years of service
Early Retirement Reduction	Actuarial reduction	6% per year from age 62	Actuarial reduction

Other post-employment benefits are available to all plan members include the following:

VSTRS	Group A	Group C – Group # 1	Group C – Group # 2
Medical Benefits	Health subsidy based on member's service credit	Health subsidy based on member's service credit	Health subsidy based on member's service credit
Dental	Members pay full premium	Members pay full premium	Members pay full premium

Contributions

VSTRS is a cost-sharing public employee retirement system with one exception: all risks and costs are not shared by the Technical Center but are the liability of the State of Vermont. VSTRS is funded through State and employee contributions and trust fund investment earnings and the Technical Center has no legal obligation for paying benefits. Required contributions to the System are made by the State of Vermont based upon a valuation report prepared by the System's actuary, which varies by plan group. The Vermont State Teachers Retirement System estimates the contributions on

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

behalf of the Technical Center’s employees included in the teacher’s retirement plan which approximates \$772,530 or 25.64% of total payroll for employees covered under the plan.

Employee contribution rates by plan group follow:

VSTRS	Group A	Group C – Group # 1	Group C – Group # 2
Employee Contributions	5.5% of earnable compensation; contributions stop after 25 years of creditable service	5.0% of gross salary	Based on earnable compensation \$0-\$40K is 6.15%, \$40K-\$50K is 6.20%, \$50K-\$60K is 6.30%, \$60K-\$70K is 6.40%, \$70K-\$80K is 6.55%, \$80K-\$90K is 6.80%, \$90K-\$100K is 7.10%, \$100K+ is 7.35%

Employee contributions totaled \$200,452 during the year and were paid by the Technical Center to the State of Vermont. The Technical Center has no other liability under the plan. The Technical Center’s total payroll for all employees covered under this plan was \$3,012,987 for the year ended June 30, 2025.

VERMONT MUNICIPAL EMPLOYEES’ RETIREMENT SYSTEM

Plan Description

The Vermont Municipal Employees’ Retirement System (VMERS) is a cost sharing, multi-employer defined benefit pension plan that is administered by the State Treasurer and its Board of Trustees. The plan was established effective July 1, 1975 and is governed by Title 24, V.S.A. Chapter 125. It is designed for persons employed on a regular basis by a school district or by a supervisory union for no fewer than 1,040 hours in a year and for no fewer than 30 hours a week for the school year, as defined in 16 V.S.A. § 1071, or for no fewer than 1,040 hours in a year and for no fewer than 24 hours a week year-round; provided, however, that if a person who was employed on a regular basis by a school district as either a special education or transportation employee and who was transferred to and is working in a supervisory union in the same capacity pursuant to 16 V.S.A. § 261a(a)(6) or (8) and if that person is also employed on a regular basis by a school district within the supervisory union, then the person is an

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

“employee” if these criteria are met by the combined hours worked for the supervisory union and school district. The term shall also mean persons employed on a regular basis by a municipality other than a school district for no fewer than 1,040 hours in a year and for no fewer than 24 hours per week, including persons employed in a library at least one-half of whose operating expenses are met by municipal funding. For the year ended June 30, 2023 (the most recent data available), the retirement system consisted of 18,463 participating members.

The general administration and responsibility for formulating administrative policy and procedures of the Retirement System for its members and their beneficiaries is vested in the Board of Trustees consisting of five members. They are the State Treasurer, two employee representatives elected by the membership of the system and two employer representatives-one elected by the governing bodies of participating employers of the system and one selected by the Governor from a list of four nominees. The list of four nominees is jointly submitted by the Vermont League of Cities and Towns and the Vermont School Boards Association.

All assets are held in a single trust and are available to pay retirement benefits to all members. Benefits available to each group are based on average final compensation (AFC) and years of creditable service. VMERS does not issue stand-alone financial reports, but instead are included as part of the State of Vermont’s Annual Comprehensive Financial Report. That report may be viewed on the State’s Department of Finance and Management website at: [Annual Comprehensive Financial Report | Department of Finance and Management \(vermont.gov\)](#).

Benefits Provided

The pension plan is divided into four membership groups:

- Group A – general employees whose legislative bodies have not elected to become a member of Group B or Group C
- Groups B and C – general employees whose legislative bodies have elected to become members of Group B or Group C
- Group D – sworn police officers, firefighters and emergency medical personnel

The Technical Center participates in Group B. Benefits available to each group are based on average final compensation (AFC) and years of creditable service and are summarized below:

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

VMERS	Group A	Group B	Group C	Group D
Normal service retirement eligibility	Age 65 with 5 years of service, or age 55 with 35 years of service	Age 62 with 5 years of service, or age 55 with 30 years of service	Age 55 with 5 years of service	Age 55 with 5 years of service
Average Final Compensation (AFC)	Highest 5 consecutive years	Highest 3 consecutive years	Highest 3 consecutive years	Highest 2 consecutive years
Benefit formula – Normal Service Retirement (no reduction)	1.4% x creditable service x AFC	1.7% x creditable service x AFC + previous service; 1.4% x Group A service x AFC	2.5% x creditable service x AFC + previous service; 1.4% x Group A service x AFC; 1.7% x Group B x AFC	2.5% x creditable service x AFC + previous service; 1.4% x Group A service x AFC; 1.7% x Group B x AFC; 2.5% x Group C service x AFC
Maximum Benefit Payable	60% of AFC	60% of AFC	50% of AFC	50% of AFC
Post-Retirement COLA	50% of CPI, up to 2% per year	50% of CPI, up to 3% per year	50% of CPI, up to 3% per year	50% of CPI, up to 3% per year
Early Retirement Eligibility	Age 55 with 5 years of service	Age 55 with 5 years of service	N/A	Age 50 with 20 years of service
Early Retirement Reduction	6% per year from age 65 **	6% per year from age 62 **	N/A	No reduction

** - A special early retirement factor of 3% per year only for municipal police officers who have attained age 60

Members of all groups may qualify for vested deferred allowance, disability allowances and death benefit allowance subject to meeting various eligibility requirements. Benefits are based on AFC and service.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

Contributions

Title 24 VSA Chapter 125 of Vermont Statutes grants the authority to the Retirement Board to annually review the amount of municipalities' contributions as recommended by the actuary of the retirement system in order to achieve and preserve the financial integrity of the fund and to certify the rates of contributions payable by employers. The Board of Trustees also certifies the rates of contribution payable by employees. Contribution rates for each group as of July 1, 2024 are as follows:

VMERS	Group A	Group B	Group C	Group D
Employee Contributions	4.000% of gross salary	6.375% of gross salary	11.500% of gross salary	12.850% of gross salary
Employer Contributions	5.500% of gross salary	7.000% of gross salary	8.750% of gross salary	11.350% of gross salary

Employee contributions are withheld pre-income tax by the Technical Center and are remitted to the State of Vermont. Such withholdings for the year ended June 30, 2025 totaled \$63,013. The Technical Center contributed \$69,192 for the year ended June 30, 2025. The Technical Center's total payroll for the year ended June 30, 2025 for all employees covered under this plan was \$988,444.

Pension Liabilities

VSTRS Plan

The State is a nonemployer contributor and is required by statute to make all actuarially determined employer contributions on behalf of member employers. Therefore, these employers are considered to be in a special funding situation as defined in GASB No. 68 and the State is treated as a nonemployer to VSTRS. Since the Technical Center does not contribute directly to VSTRS, no net pension liability was recorded at June 30, 2025. The State's portion of the collective net pension liability that was associated with the Technical Center was as follows:

Technical Center's proportionate share of the net pension liability	\$ -
State's proportionate share of the net pension liability associated with the Technical Center	<u>6,139,866</u>
Total	<u>\$ 6,139,866</u>

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

The State of Vermont's proportionate share of the net pension liability associated with the Technical Center is equal to the collective net pension liability, actuarially measured as of June 30, 2024, multiplied by the Technical Center's proportionate share percentage. The Technical Center's proportionate share percentage was based on its reported salaries to the total reported salaries for all participating employers. At June 30, 2024, the Technical Center's proportion was 0.35022%, which was a decrease of 0.01425% from its proportion measured as of June 30, 2023.

VMERS Plan

At June 30, 2025, the Technical Center reported a liability of \$604,124 for its proportionate share of the net pension liabilities for each plan. The net pension liabilities were measured as of June 30, 2024 and the total pension liabilities used to calculate the net pension liabilities was determined by an actuarial valuation as of June 30, 2023. The Technical Center's proportion of the net pension liabilities were based on a projection of the Technical Center's long-term share of contributions to each pension plan relative to the projected contributions of all participating towns, actuarially determined.

At June 30, 2024, the Technical Center's proportion was 0.18189% for VMERS, which was a decrease of 0.00213% from its proportion measured as of June 30, 2023 for VMERS.

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

For the year ended June 30, 2025, the Technical Center recognized pension expense of \$943,736 and revenue of \$943,736 for support provided by the State of Vermont for the VSTRS plan. In the same period, the Technical Center recognized net pension expense of \$83,235 for the VMERS plan. At June 30, 2025, the Technical Center reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

	VSTRS		VMERS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ -	\$ 65,428	\$ -
Changes of assumptions	-	-	3,256	-
Net difference between projected and actual earnings on pension plan investments	-	-	14,902	-
Changes in proportion and differences between contributions and proportionate share of contributions	-	-	53,552	4,035
Contributions subsequent to the measurement date	-	-	69,192	-
Total	\$ -	\$ -	\$ 206,330	\$ 4,035

\$69,192 reported as deferred outflows of resources related to pensions resulting from Technical Center contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	VSTRS	VMERS
Plan year ended June 30:		
2025	\$ -	\$ 54,314
2026	-	86,055
2027	-	2,508
2028	-	(9,774)
2029	-	-
Thereafter	-	-

Significant Actuarial Assumptions and Methods

The total pension liability for the June 30, 2024 measurement date was determined by an actuarial valuation as of June 30, 2023 rolled forward to June 30, 2024 using the actuarial assumptions outlined below.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

Investment Rate of Return: For both plans, 7.00%, net of pension plan investment expenses, including inflation.

Inflation: For both plans, 2.30%.

Projected Salary Increases: For the VSTRS plan, increases ranging from 3.30% to 10.50%. For the VMERS plan, varying service-based rates ranging from 4.07% to 6.21%. Salary increases include an assumed inflation rate of 2.30%.

Deaths After Retirement:

The VSTRS plan's mortality rates were based on historical and current demographic data, adjusted to reflect health characteristics of the underlying groups and estimated future experience and professional judgment. The mortality tables were then adjusted to future years using the generational projection to reflect future mortality improvement between the measurement date and those years.

- *Pre-Retirement:* PubT-2010 Teacher Employee Amount-Weighted Table with generational projection using scale MP-2021.
- *Retiree Healthy Post-Retirement:* PubT-2010 Teacher Healthy Retiree Amount-Weighted Table, with credibility adjustments of 103% and 93% for the Male and Female tables, respectively, with generational projection using scale MP-2021.
- *Retiree Healthy Post-Retirement Beneficiaries:* Pub-2010 Contingent Survivor Amount-Weighted Table with generational projection using scale MP-2021.
- *Disabled Post-Retirement:* PubNS-2010 Non-Safety Disabled Retiree Amount-Weighted Mortality Table with generational projection using scale MP-2021.

The VMERS plan's mortality rates for pre-retirement, healthy retirees and disabled retirees for Groups A, B, C and D were based on historical and current demographic data, adjusted to reflect health characteristics of the underlying groups and estimated future experience and professional judgment. The mortality tables were then adjusted to future years using the generational projection to reflect future mortality improvement between the measurement date and those years.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

Pre-Retirement:

- Groups A/B - 60% PubG-2010 General Employee Amount-Weighted below-median and 40% of PubG-2010 General Employee Amount-Weighted, with generational projection using Scale MP-2021.
- Group C - PubG-2010 General Employee Amount-Weighted above-median, with generational projection using scale MP-2021.
- Group D - PubS-2010 Public Safety Employee Amount-Weighted Below-Median, with generational projection using scale MP-2021.

Healthy Post-Retirement - Retirees:

- Groups A/B - PubG-2010 General Healthy Retiree Amount-Weighted Below Median Table with credibility adjustments of 90% and 87% for the Male and Female tables, respectively, with generational projection using scale MP-2021.
- Group C - PubG-2010 General Healthy Retiree Amount-Weighted Table, with generational projection using scale MP-2021.
- Group D - PubS-2010 Public Safety Retiree Amount-Weighted Below-Median Table, with generational projection using scale MP-2021.

Healthy Post-Retirement - Beneficiaries:

- Pub-2010 Contingent Survivor Amount-Weighted Below-Median Table, with generational projection using scale MP-2021.

Disabled Post-Retirement:

- Group A/B/C - PubNS-2010 Non-Safety Disabled Retiree Amount-Weighted Table with generational projection using Scale MP-2021.
- Group D - PubS-2010 Safety Disabled Retiree Amount-Weighted Table with generational projection using Scale MP-2021.

Inactive Members: Valuation liability equals 100% of accumulated contributions. Valuation liability for those who are vested is based on accrued benefit and members are assumed to retire 10% of the time each year from their Early Retirement Age until their Normal Retirement Age, then 100% of the time at their Normal Retirement age, with a deferred vested benefit.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

Future Administrative Expenses: No provisions were made for the VSTRS plan as Systems expenses are paid for by the State. For the VMERS plan, an expense adjustment based on actual expenses for the previous year is reflected in the development of recommended employer contribution levels.

Unknown Data for Participants: For both plans, they are the same as those exhibited by participants with similar known characteristics. If not specified, participants are assumed to be male.

Percent Married: For both plans, 85% of male members are assumed to be married. 35% of female members for the VSTRS plan and 50% of female members for the VMERS plan are assumed to be married.

Spouse's Age: For both plans, husbands are assumed to be three years older than their wives.

Cost-of-Living Adjustments VSTRS:

For active Group C members who are first eligible for normal retirement on or after July 1, 2022:

- Assumed to occur on January 1 following two years of retirement at the rate of 1.20% per annum (beginning two years after the attainment of age 62 for members who elect reduced early retirement). The January 1, 2025, COLA is expected to be 1.90%*. The January 1, 2024, COLA was 1.10%.

*This amount was required to be calculated in 2023 as a result of Act 114 and Act 173; however, it will not be applied to any members in 2023.

For all other members:

- Group A - Assumed to occur on January 1 following one year of retirement at the rate of 1.20% per annum. The January 1, 2023, COLA was 1.35%. The January 1, 2025, COLA is expected to be 3.80%*. The January 1, 2024, COLA was 2.20%.
- Group B/C - Assumed to occur on January 1 following one year of retirement at the rate of 1.20% per annum (beginning one year after the attainment of age 62 or Group C members who elect reduced early retirement). The January 1, 2025, COLA is expected to be 1.90%*. The January 1, 2024, COLA was 1.10%.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

Cost-of-Living Adjustments VMERS:

Assumed to occur on January 1 following one year of retirement at the rate of 1.10% per annum for Group A members and 1.20% per annum for Groups B, C and D members (beginning at Normal Retirement eligibility age for members who elect reduced early retirement, at age 62 for members of Groups A, B and D who receive a disability retirement benefit and at age 55 for members of Group C who receive a disability retirement benefit). The January 1, 2025, COLA is expected to be 1.90% for Group A and 1.90% for Groups B, C and D. The January 1, 2024, COLA was 1.10% for Group A and 1.10% for Groups B, C and D.

Amortization Method: Amortization payments calculated to fully fund unfunded actuarial accrued liability with annual increases of 3% over a closed period. The amortization of unfunded actuarial accrued liability (UAAL) within the actuarially determined contribution rate calculation is based on the level percentage of pay required to amortize the UAAL over the 30-year closed period that began on July 1, 2008. As of July 1, 2023, the remaining amortization period is 15 years.

Actuarial Cost Method: For both plans is the Entry Age Actuarial Cost Method. Entry age is the age at date of employment or, if date is unknown, current age minus years of service. Normal Cost and Accrued Actuarial Liability are calculated on an individual basis and are allocated by salary, with Normal Cost determined using the plan of benefits applicable to each participant.

Asset Valuation Method VSTRS: The *asset valuation method* used equals the preliminary asset value plus 20% of the difference between the market and preliminary asset values. The preliminary asset value is equal to the previous year's asset value (for valuation purposes) adjusted for contributions less benefit payments and expenses and expected investment income. If necessary, a further adjustment is made to ensure that the valuation assets are within 20% of the market value.

Asset Valuation Method VMERS: The amount of the assets for valuation purposes equals the preliminary asset value plus 20% of the difference between market and preliminary asset values. The preliminary asset value is equal to the previous year's asset value (for valuation purposes) adjusted for contributions less benefit payments and expenses plus expected investment income. If necessary, a further adjustment is made to ensure that the valuation assets are within 20% of the market value.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

The *long-term expected rate of return* on both plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) developed for each major asset class. These best estimate ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

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

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Global Equities	44.00%	5.35%
Private Equity	10.00%	7.50%
Emerging Markets Debt	2.00%	5.00%
Private and Alternative Credit	10.00%	5.50%
Non-Core Real Estate	4.00%	5.50%
Core Fixed Income	19.00%	1.50%
Core Real Estate	4.00%	3.25%
US TIPS	2.00%	1.50%
Infrastructure/Farmland	5.00%	4.25%

Discount Rate

The discount rate used to measure the total pension liability was 7.00% for the VSTRS plan and the VMERS plan. The projection of cash flows used to determine the discount rate assumed that contributions will continue to be made in accordance with the current funding policy. Based on these assumptions, the fiduciary net position was projected to be available to make all projected future benefit payments to current System members. The assumed discount rate has been determined in accordance with the method prescribed by GASB 68.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 10 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

Sensitivity of the Technical Center's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the Technical Center's proportionate share of the net pension liability calculated using the discount rate of 7.00% for the VSTRS plan and the VMERS plan, as well as what the Technical Center's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.00%) or 1 percentage point higher (8.00%) than the current rate:

	1% Decrease	Discount Rate	1% Increase
<u>VSTRS:</u>			
Discount rate	6.00%	7.00%	8.00%
Technical Center's proportionate share of the net pension liability	\$ -	\$ -	\$ -
<u>VMERS:</u>			
Discount rate	6.00%	7.00%	8.00%
Technical Center's proportionate share of the net pension liability	\$ 923,617	\$ 604,124	\$ 341,892

Pension Plan Fiduciary Net Position

The schedule of employer allocations and schedule of pension amounts by employer are prepared on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles. The schedules present amounts that are elements of the financial statements of the VSTRS and VMERS or their participating employers. VSTRS and VMERS do not issue stand-alone financial reports, but instead are included as part of the State of Vermont's Annual Comprehensive Financial Report. That report can be viewed on the State's Department of Finance and Management website at: [Annual Comprehensive Financial Report | Department of Finance and Management \(vermont.gov\)](https://www.vermont.gov/annual-comprehensive-financial-report).

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 11 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN

VERMONT STATE TEACHERS' RETIREMENT SYSTEM

Plan Description

The Vermont State Teachers' Retirement System provides postemployment benefits to eligible VSTRS employees who retire from the System through a cost-sharing, multiple-employer postemployment benefit (OPEB) plan (the Plan).

The plan covers nearly all public day school and nonsectarian private high school teachers and administrators as well as teachers in schools and teacher training institutions within and supported by the State that are controlled by the State Board of Education. Membership in the system for those covered classes is a condition of employment. During the year ended June 30, 2023, the Plan consisted of 7,369 retired members or beneficiaries currently receiving benefits and 10,618 active members.

Vermont Statute Title 16 Chapter 55 assigns the authority to VSTRS to establish and amend the benefits provisions of the Plan and to establish maximum obligations of the Plan members to contribute to the Plan. Management of the Plan is vested in the Vermont State Teachers' Retirement System Board of Trustees, which consists of the Secretary of Education (es-officio), the State Treasurer (ex-officio), the Commissioner of Financial Regulation (ex-officio), two trustees and one alternate who are members of the system (each elected by the system under rules adopted by the Board) and one trustee and one alternate who are retired members of the system receiving retirement benefits (who are elected by the Association of Retired Teachers of Vermont).

All assets of the Plan are held in a single trust and are available to pay OPEB benefits to all members. The Vermont State Agency of Administration issues a publicly available Annual Comprehensive Financial Report that includes financial statements and required supplementary information for the VSTRS. That report may be viewed on the State's Department of Finance and Management website at: [Annual Comprehensive Financial Report | Department of Finance and Management \(vermont.gov\)](#).

Benefits Provided

VSTRS retirees and their spouses are eligible for medical, prescription drug and dental benefits on a lifetime basis if the retiree is eligible for pension benefits, as described in the Notes to Financial Statements for Defined Benefit Plan(s).

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 11 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (CONTINUED)

Contributions

Varying levels of contributions are required from retirees and spouses for medical and prescription drug coverage at the following premium subsidy rates:

	Retiree Subsidy		Spouse Subsidy*	
Retired before June 30, 2010	At least ten years of service - 80% of premium Less than ten years of service - 0% of premium		0% of premium	
Retired after June 30, 2010	10 years or more of service at June 30, 2010 - 80% of premium		Years of service at June 30, 2010 - 80% of premium if meet the following years of service at retirement requirement:	
	Less than 10 years of service at June 30, 2010:			
	Less than 15 years at retirement	0% of premium	Less than 10 years	25 years at retirement
	15-19.99 years at retirement	60% of premium	10-14.99 years	25 years at retirement
	20-24.99 years at retirement	70% of premium	15-24.99 years	10 additional years from June 30, 2010
	25 years or more at retirement	80% of premium	25-29.99 years	35 years at retirement
			30 or more years	5 additional years from June 30, 2010

* Spouses of retirees who do not meet the requirements for an 80% subsidy can receive unsubsidized coverage

Premium Reduction Option: Participants retiring on or after January 1, 2007 with a VSTRS premium subsidy have a one-time option to reduce the VSTRS subsidy percentage during the retiree's life so that a surviving spouse may continue to receive the same VSTRS subsidy for the spouse's lifetime. If the retiree elects the joint and survivor pension option but not the Premium Reduction Option, spouses are covered for the spouse's lifetime but pay 100% of the plan premium after the retiree's death.

Retirees pay full cost of dental benefits.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 11 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (CONTINUED)

OPEB Liabilities

The State is a nonemployer contributor and is required by statute to make all actuarially determined employer contributions on behalf of member employers. Therefore, these employers are considered to be in a special funding situation as defined in GASB No. 75 and the State is treated as a nonemployer to VSTRS. Since the Technical Center does not contribute directly to VSTRS, no net OPEB liability was recorded at June 30, 2025. The State's portion of the collective net OPEB liability that was associated with the Technical Center was as follows:

Technical Center's proportionate share of the net OPEB liability	\$	-
State's proportionate share of the net OPEB liability associated with the Technical Center		<u>3,537,134</u>
Total	\$	<u>3,537,134</u>

The State of Vermont's proportionate share of the net OPEB liability associated with the Technical Center is equal to the collective net OPEB liability, actuarially measured as of June 30, 2024, multiplied by the Technical Center's proportionate share percentage. The Technical Center's proportionate share percentage was based on its reported salaries to the total reported salaries for all participating employers. At June 30, 2024, the Technical Center's proportion was 0.41066% which was a decrease of 0.02158% from its proportion measured as of June 30, 2023.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2025, the Technical Center recognized total OPEB expense of \$428,598 and revenue of \$428,598 for support provided by the State of Vermont for the Plan. At June 30, 2025, the Technical Center reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 11 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (CONTINUED)

	<u>VSTRS OPEB Plan</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	-
Changes in proportion and differences between contributions and proportionate share of contributions	-	-
Contributions subsequent to the measurement date	-	-
Total	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

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

	<u>VSTRS OPEB Plan</u>	
Plan year ended June 30:		
2025	\$	-
2026		-
2027		-
2028		-
2029		-
Thereafter		-

Discount Rate

The discount rate is the single rate of return, that when applied to all projected benefit payments, results in an actuarial present value that is the sum of the actuarial present value of projected benefit payments projected to be funded by plan assets using a long term rate of return and the actuarial present value of projected benefit payments that are not included in (1) using a yield or index rate for 20 year tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The sensitivity of net OPEB liability to changes in discount rate are as follows:

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 11 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (CONTINUED)

	1% Decrease	Discount Rate	1% Increase
VSTRS OPEB Plan:			
Discount rate	6.00%	7.00%	8.00%
Technical Center's proportionate share of the net OPEB liability	\$ -	\$ -	\$ -

Healthcare Trend Rate

Health care trend measures the anticipated overall rate at which health plan costs are expected to increase in future years. The trend rate assumptions were developed using Segal's internal guidelines, which are established each year using data sources such as the 2024 Segal Health Trend Survey, internal client results, trends from other published surveys prepared by the S&P Dow Jones Indices, consulting firms and brokers and CPI statistics published by the Bureau of Labor Statistics. The sensitivity of net OPEB liability to changes in healthcare trend rates are as follows:

	1% Decrease	Healthcare Trend Rates	1% Increase
Technical Center's proportionate share of the net OPEB liability	\$ -	\$ -	\$ -

Actuarial Methods and Assumptions

The total OPEB liability for the Plan was determined by an actuarial valuation as of June 30, 2024, using the following methods and assumptions applied to all periods included in the measurement:

Actuarial Cost Method

The Entry Age Normal Actuarial Cost Method is used to determine costs. Under this funding method, a normal cost rate is determined as a level percent of pay for each active Plan member and then summed to produce the total normal cost for this Plan. The unfunded actuarial liability is the difference between the actuarial liability and the actuarial value of assets.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 11 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (CONTINUED)

Amortization

The total OPEB liability of this Plan is amortized on a closed 30-year period. The amortization method is a level percent of payroll method. As of July 1, 2024, there are 24 years remaining on the amortization period.

Asset Valuation Method

The Asset Valuation Method used is market value as of the measurement date.

The long-term expected rate of return on OPEB plan investments are developed for each major asset class. These returns 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.

The target allocation, long-term expected rates of return for each major asset class and expected inflation, as of June 30, 2024, are summarized below:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Global Equity	43.00%	5.25%
US Aggregate Fixed Income	19.00%	1.70%
Emerging Markets Debt (Hard)	2.00%	4.70%
TIPS	3.00%	1.70%
Private Credit	12.00%	5.70%
Real Estate	11.00%	3.45%
Private Equity	10.00%	8.45%
	100.00%	

Assumptions

The actuarial assumptions used to calculate the actuarially determined contribution rates can be found in the Report on the Actuarial Valuation of Post-Retirement Benefits of the Vermont State Teachers' Retirement System Prepared as of June 30, 2016 completed by Buck Consulting. As of June 30, 2022, they are as follows:

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 11 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (CONTINUED)

Discount Rate	7.00%
Salary Increase Rate	Varies by age
Non-Medicare	8.10% graded to 4.50% over 12 years
Medicare \$300 Comprehensive and JY Plan	8.44% graded to 4.50% over 12 years
Medicare VSTRS 65	5.50%
Retiree Contributions	Equal to health trend
Pre-retirement Mortality	PubT-2010 Teacher Employee Headcount-Weighted Table with generational projection using scale MP-2021
Post-retirement Mortality	Retirees: 103% for males and 93% for females of PubT-2010 Teacher Healthy Retiree Headcount-Weighted Table with generational projection using scale MP-2021 Spouses: Pub-2010 Contingent Survivor Headcount-Weighted Table, both Retirees and Spouses with generational projection using scale MP-2021
Disabled Mortality	PubNS-2010 Non-Safety Disabled Retiree Headcount-Weighted Mortality Table with generational projection using scale MP-2021

Changes in Net OPEB Liability

Changes in net OPEB liability are recognized in OPEB expense for the year ended June 30, 2024 with the following exceptions:

Changes in Assumptions

Differences due to changes in assumptions about future economic, demographic or claim and expense factors or other inputs are recognized in OPEB expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members in each plan. The first year is recognized as OPEB expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources. The amortization period remaining was twenty-four years as of July 1, 2024.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 11 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (CONTINUED)

OPEB Plan Fiduciary Net Position

The schedule of employer allocations and schedule of OPEB amounts by employer are prepared on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles. The schedules present amounts that are elements of the financial statements of VSTRS or their participating employers. VSTRS does not issue stand-alone financial reports, but instead are included as part of the State of Vermont's Annual Comprehensive Financial Report. That report can be viewed on the State's Department of Finance and Management website at: [Annual Comprehensive Financial Report | Department of Finance and Management \(vermont.gov\)](#).

NOTE 12 - DEFINED CONTRIBUTION PLAN

The River Valley Technical Center 403(b) Plan is a defined contribution pension plan established by the Board to provide benefits at retirement to administrators. At June 30, 2025, there were four plan members. Plan members are not required to contribute. The Technical Center is required to contribute 3% of annual covered payroll. Plan provisions and contribution requirements are established and may be amended by the Board.

Employee contributions are withheld by the Technical Center and remitted to the funding agent (Empower Funding Group). Such withholdings totaled \$71,340 during the year. The Technical Center contributed \$25,783 during the year. The Technical Center's total payroll for all employees was \$4,082,830 with \$859,444 of such amount being related to employees covered by the Plan.

There were no forfeitures for the year. The amount of liability under this plan at June 30, 2025 is \$0.

NOTE 13 - RISK MANAGEMENT

The Technical Center is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees, students and guests; as well as natural disasters for which the Technical Center either carries commercial insurance, participates in a public entity risk pool or is effectively self-insured. There have been no significant reductions in coverage from the prior year. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Technical Center.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 13 - RISK MANAGEMENT (CONTINUED)

The Technical Center is a member of the Vermont School Boards Association. The Association has set up two insurance Trusts: Vermont School Boards Insurance Trust, Inc. (VSBIT) for worker compensation, multi-line intermunicipal school program and unemployment compensation program and the Vermont Education Health Initiative (VEHI) for medical benefits. VSBIT and VEHI are nonprofit corporations formed to provide insurance and risk management programs for Vermont Technical Centers and is owned by the participating Technical Centers. The Trusts are not licensed insurance carriers and members are not protected by the Vermont Insurance Guaranty Association.

To provide insurance coverage, VEHI has established a self-funded fully insured program in conjunction with Blue Cross and Blue Shield (BCBS). A portion of member contributions is used to purchase reinsurance and to fund a reserve required by the reinsurance. Contributions in excess of claims requirements, reserve fund requirements, reinsurance and administrative costs are returned to participants. The pooling agreement does not permit the pool to make additional assessments to its members.

Multi-Line Intermunicipal School Program provides coverage for property; inland marine and boiler and machinery; crime; commercial general liability; automobile/garage keepers and educators legal liability. Annual contributions are based upon appropriate rates applicable to each member; such rates are set based on recommendations of a qualified actuary, plus a proportionate share of all operational and administrative cost including excess reinsurance premiums incurred by the trust. In the event that total contributions assessed to and made by all members result in an actual or projected financial deficit and VSBIT is unable to meet its required obligations, the program will be terminated with each member assessed their proportionate share of the deficit.

NOTE 14 - CONTINGENCIES

With regard to pending legal claims or any unasserted claims, it is not feasible at this time to predict or determine their outcome. Management believes, however, that settlement amounts, if any, will not have a material adverse effect on the Technical Center's financial position.

The Technical Center participates in various intergovernmental grant programs which may be subject to future program compliance audits by the grantors or their representatives. Accordingly, the Technical Center's compliance with applicable grant requirement may be established at some future date. The amount, if any, of any liabilities arising from the disallowance of expenditures or ineligibility of grant revenues cannot be determined at this time.

RIVER VALLEY TECHNICAL CENTER

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 15 - RESTATEMENTS

In fiscal year 2025, the Technical Center determined that certain transactions were omitted in the prior year. This required a restatement to the general fund balance and beginning net position for governmental activities. There was also a change within the financial reporting entity that changed the adult education fund from a major fund to a nonmajor fund. The changes are as follows:

	6/30/24 As Previously Reported	Change within Financial Reporting Entity	Net Position/ Fund Balance Corrections	6/30/24 As Restated
Governmental Activities	\$ 314,194	\$ (1,118)	\$ (876)	\$ 312,200
Business-Type Activities	1,207,683	1,118	-	1,208,801
	<u>\$ 1,521,877</u>	<u>\$ -</u>	<u>\$ (876)</u>	<u>\$ 1,521,001</u>
Governmental Funds				
Major Funds:				
General Fund	\$ 1,200	\$ -	\$ (876)	\$ 324
Adult Education Fund	36,350	(36,350)	-	-
Flex Pathways	-	-	-	-
Other Governmental Funds	238,469	35,232	-	273,701
	<u>\$ 276,019</u>	<u>\$ (1,118)</u>	<u>\$ (876)</u>	<u>\$ 274,025</u>
Enterprise Funds:				
Major Enterprise Fund:				
VT Virtual Learning Cooperative	\$ 1,030,666	\$ -	\$ -	\$ 1,030,666
Nonmajor Enterprise Funds	177,017	1,118	-	178,135
	<u>\$ 1,207,683</u>	<u>\$ 1,118</u>	<u>\$ -</u>	<u>\$ 1,208,801</u>

Required Supplementary Information

Required supplementary information includes financial information and disclosures that are required by the Governmental Accounting Standards Board but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund
- Schedule of Proportionate Share of the Net Pension Liability
- Schedule of Contributions - Pensions
- Schedule of Proportionate Share of the Net OPEB Liability
- Schedule of Contributions - OPEB
- Notes to Required Supplementary Information

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
 BUDGET AND ACTUAL - GENERAL FUND
 FOR THE YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual Amounts	Variance
	Original	Final		Positive (Negative)
Budgetary Fund Balance, July 1, Restated	\$ 324	\$ 324	\$ 324	\$ -
Resources (Inflows):				
Intergovernmental:				
General support grant	1,158,044	1,158,044	1,157,639	(405)
Tuition reduction	465,869	465,869	465,704	(165)
Other	159,883	159,883	166,900	7,017
Tuition	1,164,199	1,164,199	1,044,791	(119,408)
Interest income	12,300	12,300	32,140	19,840
Rental income	16,692	16,692	17,022	330
Miscellaneous	72,750	72,750	87,556	14,806
Amounts Available for Appropriation	<u>3,050,061</u>	<u>3,050,061</u>	<u>2,972,076</u>	<u>(77,985)</u>
Charges to Appropriations (Outflows):				
Direct services	1,557,887	1,557,887	1,561,648	(3,761)
Support services:				
Students	371,134	371,134	393,683	(22,549)
Instructional staff	141,786	141,786	137,886	3,900
General administration	56,110	56,110	60,177	(4,067)
Area administration	444,704	444,704	453,400	(8,696)
Fiscal services	63,713	63,713	60,227	3,486
Operations and maintenance	466,086	466,086	253,106	212,980
Transportation	8,150	8,150	15,601	(7,451)
Capital outlay	35,571	35,571	35,571	-
Total Charges to Appropriations	<u>3,145,141</u>	<u>3,145,141</u>	<u>2,971,299</u>	<u>173,842</u>
Budgetary Fund Balance, June 30	<u>\$ (95,080)</u>	<u>\$ (95,080)</u>	<u>\$ 777</u>	<u>\$ 95,857</u>
Utilization of assigned fund balance	<u>\$ 95,404</u>	<u>\$ 95,409</u>	<u>\$ -</u>	<u>\$ (95,409)</u>

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
LAST 10 FISCAL YEARS*

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
VSTRS:										
Proportion of the net pension liability	0.35%	0.36%	0.29%	0.22%	0.22%	0.21%	0.21%	0.22%	0.21%	0.20%
Proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the Technical Center	6,139,866	6,815,713	5,611,923	3,666,752	4,279,733	3,325,956	3,106,027	3,205,763	2,745,957	2,401,529
Total	<u>\$ 6,139,866</u>	<u>\$ 6,815,713</u>	<u>\$ 5,611,923</u>	<u>\$ 3,666,752</u>	<u>\$ 4,279,733</u>	<u>\$ 3,325,956</u>	<u>\$ 3,106,027</u>	<u>\$ 3,205,763</u>	<u>\$ 2,745,957</u>	<u>\$ 2,401,529</u>
Covered payroll	\$ 2,927,966	\$ 2,884,722	\$ 2,196,346	\$ 1,565,664	\$ 1,494,902	\$ 1,464,398	\$ 1,389,935	\$ 1,429,020	\$ 1,358,376	\$ 1,128,822
Proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	61.65%	57.48%	54.81%	58.83%	50.00%	54.96%	54.81%	53.98%	55.31%	58.22%
VMERS:										
Proportion of the net pension liability	0.18%	0.18%	0.17%	0.13%	0.10%	0.10%	0.09%	0.10%	0.10%	0.12%
Proportionate share of the net pension liability	\$ 604,124	\$ 589,368	\$ 503,901	\$ 197,639	\$ 259,936	\$ 166,303	\$ 131,909	\$ 117,676	\$ 132,604	\$ 94,867
Covered payroll	\$ 887,588	\$ 806,907	\$ 664,923	\$ 506,457	\$ 370,360	\$ 327,411	\$ 289,619	\$ 288,395	\$ 285,902	\$ 320,014
Proportionate share of the net pension liability as a percentage of its covered payroll	68.06%	73.04%	75.78%	39.02%	70.18%	50.79%	45.55%	40.80%	46.38%	29.64%
Plan fiduciary net position as a percentage of the total pension liability	75.22%	74.01%	73.60%	86.29%	74.52%	80.35%	82.60%	83.64%	80.95%	87.42%

* The amounts presented for each fiscal year were determined as of June 30.

See accompanying independent auditor's report and notes to financial statements.

SCHEDULE 3

RIVER VALLEY TECHNICAL CENTER

SCHEDULE OF CONTRIBUTIONS
LAST 10 FISCAL YEARS

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<u>VSTRS:</u>										
Contractually required contribution	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the contractually required contribution	-	-	-	-	-	-	-	-	-	-
Contribution deficiency (excess)	<u>\$ -</u>									
Covered payroll	\$ 3,012,987	\$ 2,927,966	\$ 2,884,722	\$ 2,196,346	\$ 1,565,664	\$ 1,494,902	\$ 1,464,398	\$ 1,389,935	\$ 1,429,020	\$ 1,358,376
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
<u>VMERS:</u>										
Contractually required contribution	\$ 69,192	\$ 59,912	\$ 52,449	\$ 41,558	\$ 30,388	\$ 21,296	\$ 18,417	\$ 16,424	\$ 15,862	\$ 15,660
Contributions in relation to the contractually required contribution	(69,192)	(59,912)	(52,449)	(41,558)	(30,388)	(21,296)	(18,417)	(16,424)	(15,862)	(15,660)
Contribution deficiency (excess)	<u>\$ -</u>									
Covered payroll	\$ 988,444	\$ 887,588	\$ 806,907	\$ 664,923	\$ 506,457	\$ 370,360	\$ 327,411	\$ 298,619	\$ 288,395	\$ 285,902
Contributions as a percentage of covered payroll	7.00%	6.75%	6.50%	6.25%	6.00%	5.75%	5.63%	5.50%	5.50%	5.48%

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
LAST 10 FISCAL YEARS*

	2025	2024	2023	2022	2021	2020	2019	2018
<u>VSTRS OPEB Plan:</u>								
Proportion of the net OPEB liability	0.41%	0.43%	0.40%	0.19%	0.21%	0.21%	0.20%	0.22%
Technical Center's proportionate share of the net OPEB liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net OPEB liability associated with the Technical Center	3,537,134	3,369,452	2,838,677	2,402,666	2,262,122	2,167,254	1,888,826	2,019,032
Total	<u>\$ 3,537,134</u>	<u>\$ 3,369,452</u>	<u>\$ 2,838,677</u>	<u>\$ 2,402,666</u>	<u>\$ 2,262,122</u>	<u>\$ 2,167,254</u>	<u>\$ 1,888,826</u>	<u>\$ 2,019,032</u>
Covered payroll	\$ 2,927,966	\$ 2,884,722	\$ 2,196,349	\$ 1,565,664	\$ 1,494,902	\$ 1,464,398	\$ 1,389,935	\$ 1,429,020
Proportionate share of the net OPEB liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total OPEB liability	11.62%	8.48%	5.34%	1.13%	0.69%	0.03%	-2.85%	-2.94%

* The amounts presented for each fiscal year were determined as of June 30 and are for those years for which information is available.

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

SCHEDULE OF CONTRIBUTIONS - OPEB
LAST 10 FISCAL YEARS*

	2025	2024	2023	2022	2021	2020	2019	2018
<u>VSTRS OPEB Plan:</u>								
Contractually required contribution	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the contractually required contribution	-	-	-	-	-	-	-	-
Contribution deficiency (excess)	<u>\$ -</u>							
Covered payroll	\$ 3,012,987	\$ 2,927,966	\$ 2,884,722	\$ 2,196,349	\$ 1,565,664	\$ 1,494,902	\$ 1,464,398	\$ 1,389,935
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

* The amounts presented for each fiscal year are for those years for which information is available.

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2025

Changes of Assumptions

VSTRS Pension Plan:

- No changes in actuarial assumptions/methods effective for the June 30, 2024, actuarial valuation that impact GASB.

VMERS Pension Plan:

- No changes in actuarial assumptions/methods effective for the June 30, 2024, actuarial valuation that impact GASB.

VSTRS OPEB Plan:

- The per capita valuation-year claims and retiree contribution rates were updated.
- The assumed health trend rates were modified.

See accompanying independent auditor's report and notes to financial statements.

Other Supplementary Information

Other supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

- Schedule of Departmental Operations - General Fund
- Combining Balance Sheet - Nonmajor Governmental Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds
- Combining Balance Sheet - Nonmajor Special Revenue Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds
- Combining Balance Sheet - Nonmajor Permanent Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Permanent Funds
- Combining Schedule of Net Position - Nonmajor Enterprise Funds
- Combining Schedule of Revenues, Expenses and Changes in Net Position - Nonmajor Enterprise Funds
- Combining Schedule of Cash Flows - Nonmajor Enterprise Funds
- Schedule of General Capital Assets by Function
- Schedule of Changes in General Capital Assets by Function

RIVER VALLEY TECHNICAL CENTER

SCHEDULE OF DEPARTMENTAL OPERATIONS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Direct services -				
Special education	\$ 124,034	\$ 124,034	\$ 123,457	\$ 577
General instruction	28,610	28,610	36,753	(8,143)
Health academy	110,844	110,844	106,251	4,593
Pre-tech	93,682	93,682	93,934	(252)
Forestry	136,330	136,330	136,885	(555)
Business management	125,415	125,415	127,350	(1,935)
Information technology	117,757	117,757	113,301	4,456
Human services	118,837	118,837	117,719	1,118
Culinary arts	145,833	145,833	129,249	16,584
Construction trades	91,441	91,441	97,373	(5,932)
Industrial trades	98,215	98,215	112,446	(14,231)
Electronics technology	93,424	93,424	92,469	955
Engineering design	149,728	149,728	134,262	15,466
Law enforcement	111,022	111,022	108,596	2,426
Co-curricular	12,715	12,715	29,735	(17,020)
Misc expense	-	-	1,868	(1,868)
	<u>1,557,887</u>	<u>1,557,887</u>	<u>1,561,648</u>	<u>(3,761)</u>
Support services -				
Students -				
Guidance	231,638	231,638	253,993	(22,355)
Co-op	139,496	139,496	139,690	(194)
Instructional staff -				
System administration	141,786	141,786	137,886	3,900
General administration -				
Superintendent	55,110	55,110	59,401	(4,291)
Board of education	1,000	1,000	776	224
Area administration -				
Director's office	444,704	444,704	453,400	(8,696)
	<u>1,013,734</u>	<u>1,013,734</u>	<u>1,045,146</u>	<u>(31,412)</u>
Fiscal services	<u>63,713</u>	<u>63,713</u>	<u>60,227</u>	<u>3,486</u>
Operations and maintenance	<u>466,086</u>	<u>466,086</u>	<u>253,106</u>	<u>212,980</u>
Transportation	<u>8,150</u>	<u>8,150</u>	<u>15,601</u>	<u>(7,451)</u>
Capital outlay -				
Facility improvement fund	35,571	35,571	35,571	-
	<u>35,571</u>	<u>35,571</u>	<u>35,571</u>	<u>-</u>
TOTAL DEPARTMENTAL OPERATIONS	<u>\$ 3,145,141</u>	<u>\$ 3,145,141</u>	<u>\$ 2,971,299</u>	<u>\$ 173,842</u>

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2025

	Special Revenue Funds	Permanent Funds	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and cash equivalents	\$ 11,527	\$ -	\$ 11,527
Due from other funds	242,235	73,692	315,927
TOTAL ASSETS	<u>\$ 253,762</u>	<u>\$ 73,692</u>	<u>\$ 327,454</u>
LIABILITIES			
Accounts payable	\$ 20,813	\$ -	\$ 20,813
TOTAL LIABILITIES	<u>20,813</u>	<u>-</u>	<u>20,813</u>
FUND BALANCES			
Nonspendable	-	-	-
Restricted	232,949	73,692	306,641
Committed	-	-	-
Assigned	-	-	-
Unassigned	-	-	-
TOTAL FUND BALANCES	<u>232,949</u>	<u>73,692</u>	<u>306,641</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 253,762</u>	<u>\$ 73,692</u>	<u>\$ 327,454</u>

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025

	Special Revenue Funds	Permanent Funds	Total Nonmajor Governmental Funds
REVENUES			
Intergovernmental	\$ 679,437	\$ -	\$ 679,437
Charges for services	11,192	-	11,192
Other	117,776	2,000	119,776
TOTAL REVENUES	<u>808,405</u>	<u>2,000</u>	<u>810,405</u>
EXPENDITURES			
Other	768,315	9,150	777,465
TOTAL EXPENDITURES	<u>768,315</u>	<u>9,150</u>	<u>777,465</u>
NET CHANGE IN FUND BALANCES	<u>40,090</u>	<u>(7,150)</u>	<u>32,940</u>
FUND BALANCES - JULY 1, AS PREVIOUSLY REPORTED	157,627	80,842	238,469
CHANGE WITHIN FINANCIAL REPORTING ENTITY	<u>35,232</u>	<u>-</u>	<u>35,232</u>
FUND BALANCES - JULY 1, AS RESTATED	<u>192,859</u>	<u>80,842</u>	<u>273,701</u>
FUND BALANCES - JUNE 30	<u>\$ 232,949</u>	<u>\$ 73,692</u>	<u>\$ 306,641</u>

See accompanying independent auditor's report and notes to financial statements.

Special Revenue Funds

Special revenue funds are established to account for the proceeds of specific revenue sources (other than fiduciary trusts or for major capital projects) that are legally restricted to expenditures for specific purposes.

RIVER VALLEY TECHNICAL CENTER

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2025

	Tools of the Trade	Town Fair	HDEC	Perkins Grant	McFlure Grant	Career Blast	CNC Grant	Student Activities
ASSETS								
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,527
Due from other funds	-	6,575	6,817	8,113	1,000	2,456	4,123	-
TOTAL ASSETS	<u>\$ -</u>	<u>\$ 6,575</u>	<u>\$ 6,817</u>	<u>\$ 8,113</u>	<u>\$ 1,000</u>	<u>\$ 2,456</u>	<u>\$ 4,123</u>	<u>\$ 11,527</u>
LIABILITIES								
Accounts payable	\$ -	\$ 2,000	\$ -	\$ 8,113	\$ -	\$ -	\$ -	\$ -
TOTAL LIABILITIES	<u>-</u>	<u>2,000</u>	<u>-</u>	<u>8,113</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	4,575	6,817	-	1,000	2,456	4,123	11,527
Committed	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>-</u>	<u>4,575</u>	<u>6,817</u>	<u>-</u>	<u>1,000</u>	<u>2,456</u>	<u>4,123</u>	<u>11,527</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ -</u>	<u>\$ 6,575</u>	<u>\$ 6,817</u>	<u>\$ 8,113</u>	<u>\$ 1,000</u>	<u>\$ 2,456</u>	<u>\$ 4,123</u>	<u>\$ 11,527</u>

RIVER VALLEY TECHNICAL CENTER

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2025

	ESSER II Grant	ATE Grant	HAAS Foundation	WCC	Facilities Reserve	Technology Reserve	Capital Equipment Reserve	VSBIT Safety	Robotics Club	Moved from Major Fund Adult Education
ASSETS										
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	-	-	17,381	55,815	49,525	8,428	40,000	702	924	26,638
TOTAL ASSETS	\$ -	\$ -	\$ 17,381	\$ 55,815	\$ 49,525	\$ 8,428	\$ 40,000	\$ 702	\$ 924	\$ 26,638
LIABILITIES										
Accounts payable	\$ -	\$ -	\$ 10,700	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL LIABILITIES	-	-	10,700	-	-	-	-	-	-	-
FUND BALANCES										
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	-	-	6,681	55,815	49,525	8,428	40,000	702	924	26,638
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-
TOTAL FUND BALANCES	-	-	6,681	55,815	49,525	8,428	40,000	702	924	26,638
TOTAL LIABILITIES AND FUND BALANCES	\$ -	\$ -	\$ 17,381	\$ 55,815	\$ 49,525	\$ 8,428	\$ 40,000	\$ 702	\$ 924	\$ 26,638

RIVER VALLEY TECHNICAL CENTER

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Founders School	Robotics Grant	Human Resources Grant	GEER Grant	Perkins Portfolio Grant	Vo-Ed Equipment Grant	Keep Driving Grant	NCSW Donation	Robotics Concessions	Total
ASSETS										
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,527
Due from other funds	1,012	10,892	299	-	-	-	4	1,531	-	242,235
TOTAL ASSETS	<u>\$ 1,012</u>	<u>\$ 10,892</u>	<u>\$ 299</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4</u>	<u>\$ 1,531</u>	<u>\$ -</u>	<u>\$ 253,762</u>
LIABILITIES										
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,813
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,813</u>
FUND BALANCES										
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	1,012	10,892	299	-	-	-	4	1,531	-	232,949
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>1,012</u>	<u>10,892</u>	<u>299</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4</u>	<u>1,531</u>	<u>-</u>	<u>232,949</u>
TOTAL LIABILITIES AND FUND BALANCES										
	<u>\$ 1,012</u>	<u>\$ 10,892</u>	<u>\$ 299</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4</u>	<u>\$ 1,531</u>	<u>\$ -</u>	<u>\$ 253,762</u>

See accompanying independent auditor’s report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025

	Tools of the Trade	Town Fair	HDEC	Perkins Grant	McFlure Grant	Career Blast	CNC Grant	Student Activities
REVENUES								
Intergovernmental	\$ 700	\$ 5,000	\$ -	\$ 146,309	\$ 2,500	\$ -	\$ -	\$ -
Charges for services	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	67,758
TOTAL REVENUES	<u>700</u>	<u>5,000</u>	<u>-</u>	<u>146,309</u>	<u>2,500</u>	<u>-</u>	<u>-</u>	<u>67,758</u>
EXPENDITURES								
Other	700	3,971	-	146,309	1,500	-	-	70,853
TOTAL EXPENDITURES	<u>700</u>	<u>3,971</u>	<u>-</u>	<u>146,309</u>	<u>1,500</u>	<u>-</u>	<u>-</u>	<u>70,853</u>
NET CHANGE IN FUND BALANCES	<u>-</u>	<u>1,029</u>	<u>-</u>	<u>-</u>	<u>1,000</u>	<u>-</u>	<u>-</u>	<u>(3,095)</u>
FUND BALANCES - JULY 1, AS PREVIOUSLY REPORTED	-	3,546	6,817	-	-	2,456	4,123	14,622
CHANGE WITHIN FINANCIAL REPORTING ENTITY	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - JULY 1, AS RESTATED	<u>-</u>	<u>3,546</u>	<u>6,817</u>	<u>-</u>	<u>-</u>	<u>2,456</u>	<u>4,123</u>	<u>14,622</u>
FUND BALANCES - JUNE 30	<u>\$ -</u>	<u>\$ 4,575</u>	<u>\$ 6,817</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 2,456</u>	<u>\$ 4,123</u>	<u>\$ 11,527</u>

RIVER VALLEY TECHNICAL CENTER

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025

	ESSER II Grant	ATE Grant	HAAS Foundation	WCC	Facilities Reserve	Technology Reserve	Capital Equipment Reserve	VSBIT Safety	Robotics Club	Moved from Major Fund Adult Education
REVENUES										
Intergovernmental	\$ 59,925	\$ 20,000	\$ 10,000	\$ 150,000	\$ -	\$ -	\$ -	\$ 10,064	\$ -	\$ -
Charges for services	-	-	-	-	-	-	-	-	7,848	3,344
Other	-	-	-	-	-	-	-	-	2,000	48,018
TOTAL REVENUES	<u>59,925</u>	<u>20,000</u>	<u>10,000</u>	<u>150,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,064</u>	<u>9,848</u>	<u>51,362</u>
EXPENDITURES										
Other	<u>59,925</u>	<u>20,000</u>	<u>12,125</u>	<u>98,631</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,602</u>	<u>10,843</u>	<u>61,074</u>
TOTAL EXPENDITURES	<u>59,925</u>	<u>20,000</u>	<u>12,125</u>	<u>98,631</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,602</u>	<u>10,843</u>	<u>61,074</u>
NET CHANGE IN FUND BALANCES	<u>-</u>	<u>-</u>	<u>(2,125)</u>	<u>51,369</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,538)</u>	<u>(995)</u>	<u>(9,712)</u>
FUND BALANCES - JULY 1, AS PREVIOUSLY REPORTED	-	-	8,806	4,446	49,525	8,428	40,000	2,240	1,919	-
CHANGE WITHIN FINANCIAL REPORTING ENTITY	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>36,350</u>
FUND BALANCES - JULY 1, AS RESTATED	<u>-</u>	<u>-</u>	<u>8,806</u>	<u>4,446</u>	<u>49,525</u>	<u>8,428</u>	<u>40,000</u>	<u>2,240</u>	<u>1,919</u>	<u>36,350</u>
FUND BALANCES - JUNE 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,681</u>	<u>\$ 55,815</u>	<u>\$ 49,525</u>	<u>\$ 8,428</u>	<u>\$ 40,000</u>	<u>\$ 702</u>	<u>\$ 924</u>	<u>\$ 26,638</u>

RIVER VALLEY TECHNICAL CENTER

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025

	Founders School	Robotics Grant	Human Resources Grant	GEER Grant	Perkins Portfolio Grant	Vo-Ed Equipment Grant	Keep Driving Grant	NCSW Donation	Robotics Concessions	Total
REVENUES										
Intergovernmental	\$ 835	\$ 22,353	\$ 1,162	\$ 80,000	\$ 10,936	\$ 153,603	\$ -	\$ 6,050	\$ -	\$ 679,437
Charges for services	-	-	-	-	-	-	-	-	-	11,192
Other	-	-	-	-	-	-	-	-	-	117,776
TOTAL REVENUES	<u>835</u>	<u>22,353</u>	<u>1,162</u>	<u>80,000</u>	<u>10,936</u>	<u>153,603</u>	<u>-</u>	<u>6,050</u>	<u>-</u>	<u>808,405</u>
EXPENDITURES										
Other	250	19,255	863	80,000	10,936	153,603	970	4,905	-	768,315
TOTAL EXPENDITURES	<u>250</u>	<u>19,255</u>	<u>863</u>	<u>80,000</u>	<u>10,936</u>	<u>153,603</u>	<u>970</u>	<u>4,905</u>	<u>-</u>	<u>768,315</u>
NET CHANGE IN FUND BALANCES	<u>585</u>	<u>3,098</u>	<u>299</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(970)</u>	<u>1,145</u>	<u>-</u>	<u>40,090</u>
FUND BALANCES - JULY 1, AS PREVIOUSLY REPORTED	427	7,794	-	-	-	-	974	386	1,118	157,627
CHANGE WITHIN FINANCIAL REPORTING ENTITY	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,118)</u>	<u>35,232</u>
FUND BALANCES - JULY 1, AS RESTATED	<u>427</u>	<u>7,794</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>974</u>	<u>386</u>	<u>-</u>	<u>192,859</u>
FUND BALANCES - JUNE 30	<u>\$ 1,012</u>	<u>\$ 10,892</u>	<u>\$ 299</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4</u>	<u>\$ 1,531</u>	<u>\$ -</u>	<u>\$ 232,949</u>

See accompanying independent auditor’s report and notes to financial statements.

Permanent Funds

Permanent Funds are used to account for assets held by the Technical Center that are legally restricted and unless otherwise specified, only earnings and not principal, may be used for purposes that benefit the Technical Center or its citizenry. The Technical Center's policy for authorizing and spending investment income follows State statutes.

RIVER VALLEY TECHNICAL CENTER

COMBINING BALANCE SHEET - NONMAJOR PERMANENT FUNDS
JUNE 30, 2025

	Dutton School	Dechen Scholarship	LaBonte Scholarship	Coca-Cola Scholarship	McNamara Scholarship	Forrest Scholarship	Bixby Scholarship	Leever Foundation	Lawlor Scholarship	Total
ASSETS										
Due from other funds	\$ 4,535	\$ 2,935	\$ 2,175	\$ -	\$ 500	\$ 1,435	\$ -	\$ 60,234	\$ 1,878	\$ 73,692
TOTAL ASSETS	<u>\$ 4,535</u>	<u>\$ 2,935</u>	<u>\$ 2,175</u>	<u>\$ -</u>	<u>\$ 500</u>	<u>\$ 1,435</u>	<u>\$ -</u>	<u>\$ 60,234</u>	<u>\$ 1,878</u>	<u>\$ 73,692</u>
LIABILITIES										
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES										
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	4,535	2,935	2,175	-	500	1,435	-	60,234	1,878	73,692
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>4,535</u>	<u>2,935</u>	<u>2,175</u>	<u>-</u>	<u>500</u>	<u>1,435</u>	<u>-</u>	<u>60,234</u>	<u>1,878</u>	<u>73,692</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 4,535</u>	<u>\$ 2,935</u>	<u>\$ 2,175</u>	<u>\$ -</u>	<u>\$ 500</u>	<u>\$ 1,435</u>	<u>\$ -</u>	<u>\$ 60,234</u>	<u>\$ 1,878</u>	<u>\$ 73,692</u>

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR PERMANENT FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Dutton School	Dechen Scholarship	LaBonte Scholarship	Coca-Cola Scholarship	McNamara Scholarship	Forrest Scholarship	Bixby Scholarship	Leever Foundation	Lawlor Scholarship	Total
REVENUES										
Other	\$ -	\$ 2,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,000
TOTAL REVENUES	-	2,000	-	-	-	-	-	-	-	2,000
EXPENDITURES										
Other	-	1,000	-	-	-	-	-	8,150	-	9,150
TOTAL EXPENDITURES	-	1,000	-	-	-	-	-	8,150	-	9,150
NET CHANGE IN FUND BALANCES	-	1,000	-	-	-	-	-	(8,150)	-	(7,150)
FUND BALANCES - JULY 1	4,535	1,935	2,175	-	500	1,435	-	68,384	1,878	80,842
FUND BALANCES - JUNE 30	\$ 4,535	\$ 2,935	\$ 2,175	\$ -	\$ 500	\$ 1,435	\$ -	\$ 60,234	\$ 1,878	\$ 73,692

See accompanying independent auditor's report and notes to financial statements.

Enterprise Funds

Enterprise Funds are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) established fees and charges based on a pricing policy designed to recover similar costs.

RIVER VALLEY TECHNICAL CENTER

COMBINING SCHEDULE OF NET POSITION - NONMAJOR ENTERPRISE FUNDS
 JUNE 30, 2025

	Co-op Job Fair	Project Adventure	Equipment Sales	Robotics Concessions	Event Manager	Horticulture	Technology Essentials	Culinary Arts
ASSETS								
Due from other funds	\$ 14,582	\$ 170	\$ -	1,000	\$ 375	\$ 10,950	\$ 64	\$ 65,283
TOTAL ASSETS	<u>\$ 14,582</u>	<u>\$ 170</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 375</u>	<u>\$ 10,950</u>	<u>\$ 64</u>	<u>\$ 65,283</u>
LIABILITIES								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 375	\$ -	\$ -
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>375</u>	<u>-</u>	<u>-</u>
NET POSITION								
Unrestricted	14,582	170	-	1,000	375	10,575	64	65,283
TOTAL NET POSITION	<u>14,582</u>	<u>170</u>	<u>-</u>	<u>1,000</u>	<u>375</u>	<u>10,575</u>	<u>64</u>	<u>65,283</u>
TOTAL LIABILITIES AND NET POSITION								
	<u>\$ 14,582</u>	<u>\$ 170</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 375</u>	<u>\$ 10,950</u>	<u>\$ 64</u>	<u>\$ 65,283</u>

SCHEDULE H (CONTINUED)

RIVER VALLEY TECHNICAL CENTER

COMBINING SCEHDULE OF NET POSITION - NONMAJOR ENTERPRISE FUNDS
 JUNE 30, 2025

	Building Trades	OBLC Conference	AVP	Graphics	Manufacturing Engineer	Law Enforcement	Wellness Program	Tech Camp	Industrial Trades	Total
ASSETS										
Due from other funds	\$ 64,210	\$ 4,297	\$ 4,578	\$ 10	\$ 62	\$ 623	\$ -	\$ 14,852	\$ 351	\$ 181,407
TOTAL ASSETS	<u>\$ 64,210</u>	<u>\$ 4,297</u>	<u>\$ 4,578</u>	<u>\$ 10</u>	<u>\$ 62</u>	<u>\$ 623</u>	<u>\$ -</u>	<u>\$ 14,852</u>	<u>\$ 351</u>	<u>\$ 181,407</u>
LIABILITIES										
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 375
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>375</u>
NET POSITION										
Unrestricted	64,210	4,297	4,578	10	62	623	-	14,852	351	181,032
TOTAL NET POSITION	<u>64,210</u>	<u>4,297</u>	<u>4,578</u>	<u>10</u>	<u>62</u>	<u>623</u>	<u>-</u>	<u>14,852</u>	<u>351</u>	<u>181,032</u>
TOTAL LIABILITIES AND NET POSITION										
	<u>\$ 64,210</u>	<u>\$ 4,297</u>	<u>\$ 4,578</u>	<u>\$ 10</u>	<u>\$ 62</u>	<u>\$ 623</u>	<u>\$ -</u>	<u>\$ 14,852</u>	<u>\$ 351</u>	<u>\$ 181,407</u>

See accompanying independent auditor’s report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Co-op Job Fair	Project Adventure	Equipment Sales	Robotics Concessions	Event Manager	Horticulture	Technology Essentials	Culinary Arts
OPERATING REVENUES								
Charges for services	\$ 5,154	\$ -	\$ 9,400	\$ 4,284	\$ -	\$ 5,051	\$ -	\$ 1,740
TOTAL OPERATING REVENUES	<u>5,154</u>	<u>-</u>	<u>9,400</u>	<u>4,284</u>	<u>-</u>	<u>5,051</u>	<u>-</u>	<u>1,740</u>
OPERATING EXPENSES								
Salaries and benefits	-	-	-	-	-	-	-	769
Professional services	1,079	-	-	-	-	375	-	-
Supplies and materials	541	-	9,400	4,402	-	2,815	-	1,132
Other	1,827	-	-	-	-	-	-	2,108
TOTAL OPERATING EXPENSES	<u>3,447</u>	<u>-</u>	<u>9,400</u>	<u>4,402</u>	<u>-</u>	<u>3,190</u>	<u>-</u>	<u>4,009</u>
CHANGES IN NET POSITION	<u>1,707</u>	<u>-</u>	<u>-</u>	<u>(118)</u>	<u>-</u>	<u>1,861</u>	<u>-</u>	<u>(2,269)</u>
NET POSITION - JULY 1, AS PREVIOUSLY REPORTED	12,875	170	-	-	375	8,714	64	67,552
CHANGE WITHIN FINANCIAL REPORTING ENTITY	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,118</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET POSITION - JULY 1, AS RESTATED	<u>12,875</u>	<u>170</u>	<u>-</u>	<u>1,118</u>	<u>375</u>	<u>8,714</u>	<u>64</u>	<u>67,552</u>
NET POSITION - JUNE 30	<u>\$ 14,582</u>	<u>\$ 170</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 375</u>	<u>\$ 10,575</u>	<u>\$ 64</u>	<u>\$ 65,283</u>

SCHEDULE I (CONTINUED)

RIVER VALLEY TECHNICAL CENTER

COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Building Trades	OBLC Conference	AVP	Graphics	Manufacturing Engineering	Law Enforcement	Wellness Program	Tech Camp	Industrial Trades	Total
OPERATING REVENUES										
Charges for services	\$ 39,250	\$ 19,105	\$ -	\$ -	\$ -	\$ -	\$ 1,750	\$ -	\$ -	\$ 85,734
TOTAL OPERATING REVENUES	<u>39,250</u>	<u>19,105</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,750</u>	<u>-</u>	<u>-</u>	<u>85,734</u>
OPERATING EXPENSES										
Salaries and benefits	-	-	-	-	-	-	1,400	-	-	2,169
Professional services	-	-	-	-	-	-	350	660	-	2,464
Supplies and materials	39,854	14,808	265	-	-	-	-	1,052	-	74,269
Other	-	-	-	-	-	-	-	-	-	3,935
TOTAL OPERATING EXPENSES	<u>39,854</u>	<u>14,808</u>	<u>265</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,750</u>	<u>1,712</u>	<u>-</u>	<u>82,837</u>
CHANGES IN NET POSITION	<u>(604)</u>	<u>4,297</u>	<u>(265)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,712)</u>	<u>-</u>	<u>2,897</u>
NET POSITION - JULY 1, AS PREVIOUSLY REPORTED	64,814	-	4,843	10	62	623	-	16,564	351	177,017
CHANGE WITHIN FINANCIAL REPORTING ENTITY	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,118</u>
NET POSITION - JULY 1, AS RESTATED	<u>64,814</u>	<u>-</u>	<u>4,843</u>	<u>10</u>	<u>62</u>	<u>623</u>	<u>-</u>	<u>16,564</u>	<u>351</u>	<u>178,135</u>
NET POSITION - JUNE 30	<u>\$ 64,210</u>	<u>\$ 4,297</u>	<u>\$ 4,578</u>	<u>\$ 10</u>	<u>\$ 62</u>	<u>\$ 623</u>	<u>\$ -</u>	<u>\$ 14,852</u>	<u>\$ 351</u>	<u>\$ 181,032</u>

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

COMBINING SCHEDULE OF CASH FLOWS - NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Co-Op Job Fair	Project Adventure	Equipment Sales	Robotics Concessions	Event Manager	Horticulture	Technology Essentials	Culinary Arts
CASH FLOWS FROM OPERATING ACTIVITIES								
Receipts from customers	\$ 5,154	\$ -	\$ 9,400	\$ 4,284	\$ -	\$ 5,051	\$ -	\$ 1,740
Internal activity - receipts (payments) from/to other funds	(1,707)	-	-	118	-	(2,236)	-	2,269
Payments to suppliers	(3,447)	-	(9,400)	(4,402)	-	(2,815)	-	(4,009)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS								
	-	-	-	-	-	-	-	-
CASH AND CASH EQUIVALENTS - JULY 1								
	-	-	-	-	-	-	-	-
CASH AND CASH EQUIVALENTS - JUNE 30								
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:								
Operating income (loss)	\$ 1,707	\$ -	\$ -	\$ (118)	\$ -	\$ 1,861	\$ -	\$ (2,269)
Changes in operating assets, liabilities and deferred inflows of resources:								
(Increase) decrease in prepaid items	-	-	-	-	-	-	-	-
(Increase) decrease in due from other funds	(1,707)	-	-	118	-	(2,236)	-	2,269
(Decrease) increase in accounts payable	-	-	-	-	-	375	-	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SCHEDULE J (CONTINUED)

RIVER VALLEY TECHNICAL CENTER

COMBINING SCHEDULE OF CASH FLOWS - NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Building Trades	OBLC Conference	AVP	Graphics	Manufacturing Engineering	Law Enforcement	Wellness Program	Tech Camp	Industrial Trades	Total
CASH FLOWS FROM OPERATING ACTIVITIES										
Receipts from customers	\$ 39,250	\$ 19,105	\$ -	\$ -	\$ -	\$ -	\$ 1,750	\$ -	\$ -	\$ 85,734
Internal activity - receipts (payments) from/to other funds	604	(4,297)	265	-	-	-	-	1,712	-	(3,272)
Payments to suppliers	(39,854)	(14,808)	(265)	-	-	-	(1,750)	(1,712)	-	(82,462)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	-	-	-	-	-	-	-	-	-	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS										
	-	-	-	-	-	-	-	-	-	-
CASH AND CASH EQUIVALENTS - JULY 1										
	-	-	-	-	-	-	-	-	-	-
CASH AND CASH EQUIVALENTS - JUNE 30										
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:										
Operating income (loss)	\$ (604)	\$ 4,297	\$ (265)	\$ -	\$ -	\$ -	\$ -	\$ (1,712)	\$ -	\$ 2,897
Changes in operating assets, liabilities and deferred inflows of resources:										
(Increase) decrease in prepaid items	-	-	-	-	-	-	-	-	-	-
(Increase) decrease in due from other funds	604	(4,297)	265	-	-	-	-	1,712	-	(3,272)
(Decrease) increase in accounts payable	-	-	-	-	-	-	-	-	-	375
(Decrease) increase in deferred revenue	-	-	-	-	-	-	-	-	-	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See accompanying independent auditor's report and notes to financial statements.

General Capital Assets

General capital assets are those assets related to activities reported in the governmental funds. These assets are reported in the governmental activities' column of the government-wide statement of net position.

RIVER VALLEY TECHNICAL CENTER

SCHEDULE OF GENERAL CAPITAL ASSETS BY FUNCTION
 JUNE 30, 2025

	Land and Non-depreciable Assets	Buildings, Building Improvements and Land Improvements	Machinery, Equipment and Vehicles	Infrastructure	Total
Direct Services	\$ -	\$ 13,988	\$ 882,202	\$ -	\$ 896,190
S.S. - Staff	-	-	10,980	-	10,980
S.S. - Students	-	-	12,935	-	12,935
Transportation	-	-	43,765	-	43,765
Operations and Maintenance	-	23,610	79,499	-	103,109
Total General Capital Assets	-	37,598	1,029,381	-	1,066,979
Less: Accumulated Depreciation	-	(11,879)	(611,881)	-	(623,760)
Net General Capital Assets	<u>\$ -</u>	<u>\$ 25,719</u>	<u>\$ 417,500</u>	<u>\$ -</u>	<u>\$ 443,219</u>

See accompanying independent auditor's report and notes to financial statements.

RIVER VALLEY TECHNICAL CENTER

SCHEDULE OF CHANGES IN GENERAL CAPITAL ASSETS BY FUNCTION
FOR THE YEAR ENDED JUNE 30, 2025

	General Capital Assets 7/1/24	Additions	Deletions	General Capital Assets 6/30/25
Direct Services	\$ 815,031	\$ 88,653	\$ (7,494)	\$ 896,190
S.S. - Staff	10,980	-	-	10,980
S.S. - Students	12,935	-	-	12,935
Transportation	43,765	-	-	43,765
Operations and Maintenance	103,109	-	-	103,109
Total General Capital Assets	985,820	88,653	(7,494)	1,066,979
Less: Accumulated Depreciation	(567,731)	(63,523)	7,494	(623,760)
Net General Capital Assets	<u>\$ 418,089</u>	<u>\$ 25,130</u>	<u>\$ -</u>	<u>\$ 443,219</u>

See accompanying independent auditor's report and notes to financial statements.



Proven Expertise & Integrity

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

School Board
River Valley Technical Center
Springfield, Vermont

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the River Valley Technical Center as of and for the year ended June 30, 2025 and the related notes to the financial statements, which collectively comprise the River Valley Technical Center's basic financial statements and have issued our report thereon dated January 30, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the River Valley Technical Center'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 River Valley Technical Center's internal control. Accordingly, we do not express an opinion on the effectiveness of the River Valley Technical Center'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the organization's financial statements will not be prevented or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the River Valley Technical Center'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*. We noted certain other matters that we reported to management of the River Valley Technical Center in a separate letter dated January 30, 2026.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing and not to provide an opinion on the effectiveness of the organization'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 organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

RHR Smith & Company

Buxton, Maine
Vermont Registration No. 092.0000697
January 30, 2026