

**BLOOMFIELD TOWNSHIP  
SCHOOL DISTRICT**

**Bloomfield Township School District  
Board of Education  
Bloomfield, New Jersey**

**Comprehensive Annual Financial Report  
For the Fiscal Year Ended June 30, 2015**

**Comprehensive Annual  
Financial Report**

**of the**

**Bloomfield Township School District  
Board of Education**

**Bloomfield, New Jersey**

**For the Fiscal Year Ended June 30, 2015**

**Prepared by**

**Bloomfield Township School District  
Board of Education**

**Finance Department**

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
TABLE OF CONTENTS  
FISCAL YEAR ENDED JUNE 30, 2015

INTRODUCTORY SECTION (Unaudited)

Letter of Transmittal.....	1
Organizational Chart .....	4
Roster of Officials .....	5
Consultants and Advisors .....	6

FINANCIAL SECTION.....7

Independent Auditors' Report .....	8
------------------------------------	---

Required Supplementary Information .....	11
--	----

Management's Discussion and Analysis (Unaudited) .....	12
--	----

Basic Financial Statements (Sections A. and B.) .....	22
---	----

A. District-Wide Financial Statements .....	23
---	----

A-1 Statement of Net Position .....	24
-------------------------------------	----

A-2 Statement of Activities .....	25
-----------------------------------	----

B. Fund Financial Statements .....	27
------------------------------------	----

B-1 Balance Sheet – Governmental Funds .....	28
--	----

B-2 Statement of Revenue, Expenditures and Changes in Fund Balance – Governmental Funds .....	29
--	----

B-3 Reconciliation of the Statement of Revenue, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	30
---	----

B-4 Statement of Net Position – Proprietary Funds .....	31
---	----

B-5 Statement of Revenue, Expenses and Changes in Fund Net Position – Proprietary Funds .....	32
--	----

B-6 Statement of Cash Flows – Proprietary Funds .....	33
---	----

B-7 Statement of Fiduciary Net Position – Fiduciary Funds .....	34
---	----

B-8 Statement of Changes in Fiduciary Net Position – Fiduciary Funds .....	35
--	----

Notes to the Basic Financial Statements .....	36
---	----

Required Supplementary Information (Unaudited)

L. Schedules Related to Accounting and Reporting for Pensions (GASB 68) (Unaudited) .....	72
---	----

L-1 Schedule of District's Proportionate Share of the Net Pension Liability – Public Employees' Retirement System .....	72
--	----

L-2 Schedule of District Contributions – Public Employees' Retirement System .....	73
--	----

L-3 Schedule of District's Proportionate Share of the Net Pension Liability – Teachers' Pension and Annuity Fund .....	74
---	----

L-4 Schedule of District's Proportionate Share of the Net Pension Liability – Board of Education Employees' Pension Fund of Essex County .....	75
---	----

L-5 Schedule of District Contributions – Board of Education Employees' Pension Fund of Essex County .....	76
--	----

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
TABLE OF CONTENTS  
FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

FINANCIAL SECTION (Cont'd)

Required Supplementary Information (Unaudited) (Cont'd)

Notes to Required Supplementary Information .....	77
C. Budgetary Comparison Schedules (Unaudited).....	78
C-1 Budgetary Comparison Schedule – General Fund .....	79
C-2 Budgetary Comparison Schedule – Special Revenue Fund .....	94
C-3 Budgetary Comparison Schedule – Note to Required Supplementary Information .....	95
Required Supplementary Schedules (Sections D. to I.)	
D. School Level Schedules (Not Applicable).....	97
E. Special Revenue Fund .....	98
E-1 Combining Schedule of Revenue and Expenditures Special Revenue Fund – Budgetary Basis .....	99
E-2 Preschool Education Aid Schedule of Expenditures Special Revenue Fund – Budgetary Basis (Not Applicable)	
F. Capital Projects Fund.....	102
F-1 Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance .....	103
F-1a Schedule of Project Revenues, Expenditures, Project Balance and Project Status - High School State Street Sidewalk .....	104
F-1b Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Berkeley and Watsessing Schools Roofing .....	105
F-1c Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Middle School Boiler Replacement and New Water Heaters.....	106
F-1d Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Berkeley School Door and Hardware Replacement .....	107
F-1e Schedule of Project Revenues, Expenditures, Project Balance and Project Status - District-Wide Door and Hardware Replacement.....	108
F-1f Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Foley Field Renovations .....	109
F-1g Schedule of Project Revenues, Expenditures, Project Balance and Project Status - High School Cornice Repair .....	110
F-1h Schedule of Project Revenues, Expenditures, Project Balance and Project Status - Franklin Elementary School Classroom Trailers.....	111
F-2 Schedule of Bond Anticipation Notes Payable .....	112
G. Proprietary Funds.....	113
Enterprise Funds:	
G-1 Combining Statement of Net Position.....	114
G-2 Combining Statement of Revenue, Expenses and Changes in Fund Net Position.....	115
G-3 Combining Statement of Cash Flows.....	116
H. Fiduciary Funds .....	117
H-1 Combining Statement of Fiduciary Net Position .....	118
H-2 Statement of Changes in Fiduciary Net Position .....	119
H-3 Student Activity Agency Fund Schedule of Receipts and Disbursements.....	120
H-4 Student Activity Agency Fund Statement of Activity .....	121
H-5 Payroll Agency Fund Schedule of Receipts and Disbursements .....	122

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
TABLE OF CONTENTS  
FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

FINANCIAL SECTION (Cont'd)

Required Supplementary Schedules (Sections D. to I.) (Cont'd)

I. Long-Term Debt .....	123
I-1 Schedule of Serial Bonds .....	124
I-2 Schedule of Obligations Under Capital Leases.....	125
I-3 Debt Service Fund Budgetary Comparison Schedule (Unaudited).....	126

Statistical Schedules

J. Statistical Section (Unaudited) .....	127
J-1 Net Position by Component .....	128
J-2 Changes in Net Position.....	129
J-3 Fund Balances - Governmental Funds .....	131
J-4 Changes in Fund Balances - Governmental Funds .....	132
J-5 General Fund Other Local Revenue by Source.....	134
J-6 Assessed Value and Estimated Actual Value of Taxable Property.....	135
J-7 Direct and Overlapping Property Tax Rates .....	136
J-8 Principal Property Taxpayers.....	137
J-9 Property Tax Levies and Collections .....	138
J-10 Ratios of Outstanding Debt by Type.....	139
J-11 Ratios of Net General Bonded Debt Outstanding .....	140
J-12 Ratios of Overlapping Governmental Activities Debt .....	141
J-13 Legal Debt Margin Information .....	142
J-14 Demographic and Economic Statistics.....	143
J-15 Principal Employers.....	144
J-16 Full-Time Equivalent District Employees by Function/Program .....	145
J-17 Operating Statistics .....	146
J-18 School Building Information.....	147
J-19 Schedule of Required Maintenance for School Facilities .....	149
J-20 Insurance Schedule .....	150
K. Single Audit Section .....	152
K-1 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> .....	153
K-2 Report on Compliance for Each Major Federal and State Program; Report on Internal Control over Compliance Required by OMB Circular A-133 and New Jersey's OMB Circulars 04-04 and 15-08 .....	155
Schedule of Expenditures of Federal Awards .....	157
Schedule of Expenditures of State Awards.....	159
Notes to Schedules of Expenditures of Federal and State Awards .....	161
Schedule of Findings and Questioned Costs .....	163
Summary Schedule of Prior Audit Findings .....	165

**INTRODUCTORY SECTION**

**B** BLOOMFIELD TOWNSHIP BOARD OF EDUCATION  
 Office of the Business Administrator  
 155 Broad Street  
 Bloomfield, New Jersey 07003  
[www.bloomfield.k12.nj.us](http://www.bloomfield.k12.nj.us)

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 Superintendent of Schools

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SHANE BERGER  
 President, Board of Education

November 16, 2015

The Honorable President and Members of  
 the Board of Education  
 Bloomfield Township School District  
 County of Essex, New Jersey

Dear Board Members:

It is with pleasure that we submit the Comprehensive Annual Financial Report (CAFR) of the Bloomfield Township School District (the "District") for the fiscal year ended June 30, 2015. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (the "Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the basic financial statements and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the Independent Auditors' Report, the management's discussion and analysis, the basic financial statements and notes providing an overview of the District's financial position and operating results, and supplementary schedules providing detailed budgetary information. The statistical section includes selected financial and demographic information, financial trends and the fiscal capacity of the District, generally presented on a multi- year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-profit Organizations*, and New Jersey's OMB Circulars 04-04 and 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditors' reports on the internal control and compliance with applicable laws, regulations, contracts and grants along with findings and questioned costs, is included in the single audit section of this report.

**1) REPORTING ENTITY AND ITS SERVICES:** The Bloomfield School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) in codification section 2100. All funds of the District are included in this report. The Bloomfield Board of Education and all of its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 12. These include regular, vocational and special education for handicapped youngsters. The District also offers a limited pre-school program.

The Honorable President and Members of  
 the Board of Education  
 Bloomfield Township School District  
 Page 2  
 November 16, 2015

2) ECONOMIC CONDITION AND OUTLOOK: The Township of Bloomfield continues to explore various opportunities to rejuvenate the Bloomfield “shopping center” of town. The Bloomfield “renewal” project has been centered on the construction of the New Jersey Transit Terminal at the Grove Street/Franklin Avenue junction. This development, it is hoped, will rekindle interest in the residential real estate as well as local small businesses. With the renewal of the center of town and the rejuvenation of the “south end” of town it is anticipated there will be a reverse in the trend of reduced ratables.

3) MAJOR INITIATIVES: In 2014-2015, the Superintendent, Board of Education, and District Administrators collaborated to identify a list of District goals for the year. Various Administrators chaired committees charged with examining aspects of the initiative, including:

- Calculation of the fiscal impact to the current budget; impact on successive years;
- Identification of classroom space; facilities issues;
- Determination of staffing needs;
- Revisions to existing curriculums

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

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

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

5) BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objectives of these budgetary controls are to ensure compliance with legal provisions embodied in the annual appropriated budget approved by a vote of the Board of Education. Annual appropriated budgets are adopted for the general fund, the special revenue fund and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at a year-end are either canceled or are included as re-appropriations of fund balance in the subsequent fiscal year. Those amounts to be re-appropriated are reported as restrictions, commitments and assignments of fund balance at June 30, 2015.

6) ACCOUNTING SYSTEM AND REPORTS: The District’s accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Boards (GASB). The accounting system of the district is organized on the basis of funds. These funds are explained in “Notes to the Basic Financial Statement”, Note 1.

The Honorable President and Members of  
the Board of Education  
Bloomfield Township School District  
Page 3  
November 16, 2015

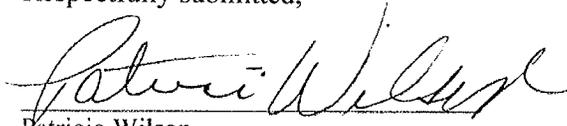
7) CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Basic Financial Statements", Note 3. The District has adopted a cash management plan, which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect government units from loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

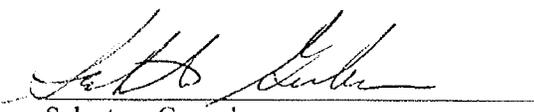
8) RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents and fidelity bonds. Workers' compensation insurance coverage is provided, in conjunction with a group of other school districts, through a joint insurance fund.

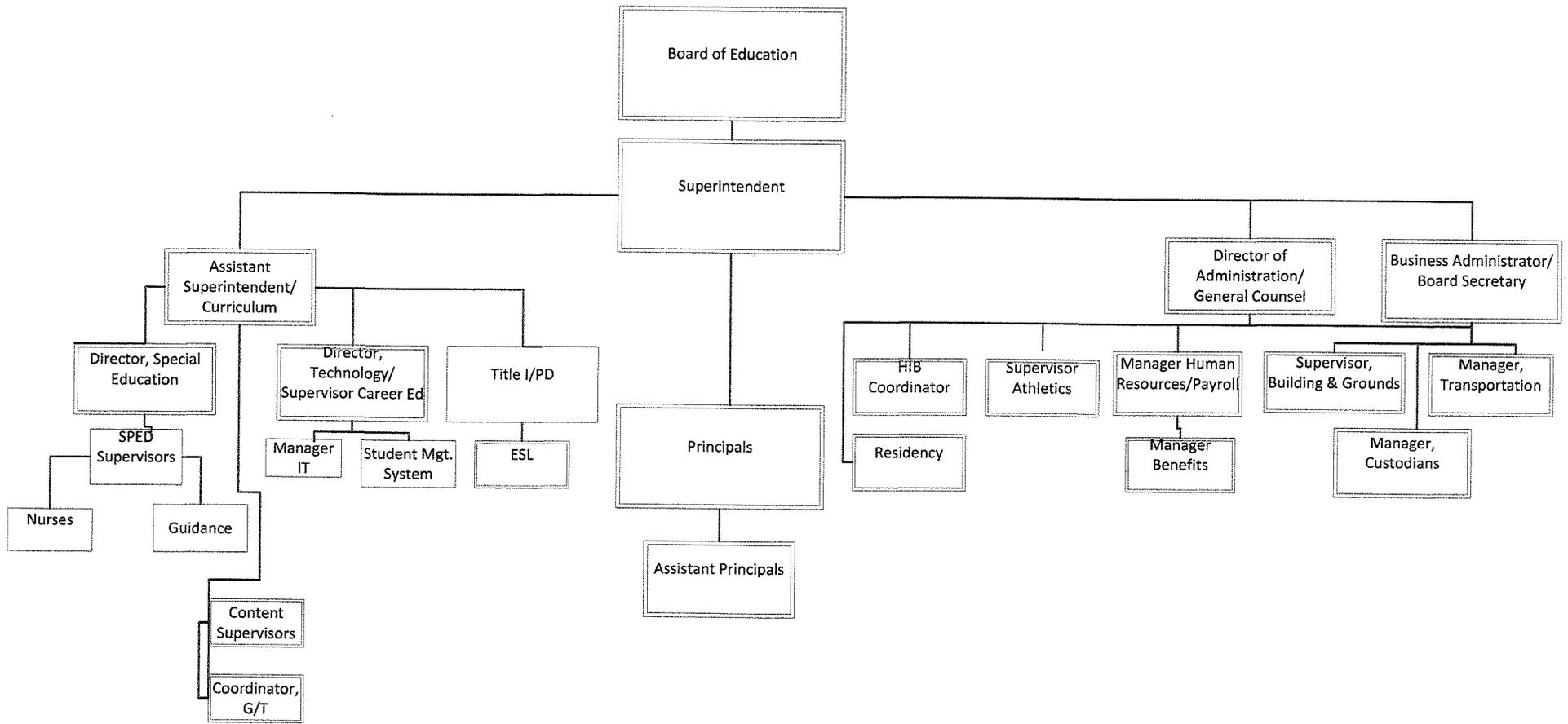
9) OTHER INFORMATION: Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia, LLP was appointed by the Board of Education for this purpose. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act Amendments of 1966 and the related OMB Circular A-133 and New Jersey's OMB Circulars 04-04 and 15-08. The auditor's report on the basic financial statements and specific required supplementary information is included in the financial section of this report. The auditor's reports related specifically to the single audit and *Government Auditing Standards* are included in the single audit section of this report.

10) ACKNOWLEDGMENTS: We would like to express our appreciation to the members of the Bloomfield Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby, contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,

  
Patricia Wilson  
School Business Administrator/Board Secretary

  
Salvatore Goncalves  
Superintendent of Schools



**BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
 ROSTER OF OFFICIALS  
 JUNE 30, 2015**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Daniel A. Anderson, President	2015
Jill Fischman, Vice President	2016
Shane Berger	2016
Dianna Fuller	2016
Michael Heller	2017
Ruth Hidalgo	2015
Ellen Rogers	2017
Emily M. Smith	2017
Kent Weisert	2015

<u>Other Officials</u>	<u>Title</u>
Salvatore Goncalves	Superintendent of Schools
Patricia Wilson	School Business Administrator/Board Secretary
Nicholas J. Dotoli, Ed.M. Esq.	Director of Human Resources; General Counsel
Kerry Keane	Treasurer

**BLOOMFIELD TOWNSHIP SCHOOL DISTRICT**  
**Consultants and Advisors**

**Audit Firm**

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**Official Depository**

Provident Bank  
11 Broad Street  
Bloomfield, NJ 07003

**FINANCIAL SECTION**



Mount Arlington Corporate Center  
 200 Valley Road, Suite 300  
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 973-328-1825 | 973-328-0507 Fax

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## Independent Auditors' Report

The Honorable President and Members  
 of the Board of Education  
 Bloomfield Township School District  
 County of Essex, New Jersey

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Township of Bloomfield School District (the "District") in the County of Essex, as of and for the fiscal year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise of the District's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditors' Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

The Honorable President and Members  
of the Board of Education  
Bloomfield Township School District  
Page 2

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Township of Bloomfield School District, in the County of Essex, as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Emphasis of Matter***

As discussed in Note 17 to the basic financial statements, the District implemented Governmental Accounting Standards Board (“GASB”) Statement No. 68, *Accounting and Financial Reporting for Pensions – An Amendment to GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68* during the fiscal year ended June 30, 2015. Our opinions are not modified with respect to this matter. The implementation resulted in the restatement of certain balances on the Statement of Net Position and the ending balance for Net Position for the Governmental Activities as of June 30, 2014 as detailed in Note 17 to the basic financial statements.

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis, which follows this report, the required supplementary information pension schedules and the budgetary comparison information in Exhibits C-1 through C-3 and I-3 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.

#### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District’s basic financial statements. The accompanying supplementary information such as the combining and individual non-major fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedules of expenditures of federal and state awards, as required by the U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and New Jersey’s OMB Circulars 04-04 and 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are also presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Honorable President and Members  
of the Board of Education  
Bloomfield Township School District  
Page 3

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

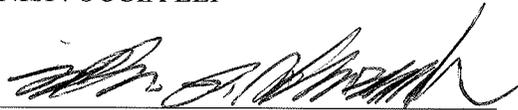
The accompanying other information such as the introductory and statistical sections has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 16, 2015 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

November 16, 2015  
Mount Arlington, New Jersey

NISIVOCCIA LLP



William F. Schroeder  
Licensed Public School Accountant #2112  
Certified Public Accountant

**REQUIRED SUPPLEMENTARY INFORMATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
(UNAUDITED)**

**Bloomfield Township School District  
Management's Discussion and Analysis  
Unaudited**

This section of the Bloomfield Township School District's annual financial report presents its discussion and analysis of the District's financial performance during the fiscal year ending June 30, 2015. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

**Financial Highlights**

- The District's financial status improved by \$8,864,800 on a District-wide basis.
- Overall revenue was \$117.05 million.
- Actual General Fund revenue (Net of on-behalf TPAF contributions) was \$843,517 higher than expected, primarily due to miscellaneous revenues and extraordinary special education costs aid.
- Overall expenditures were \$108.19 million.
- Net position from the District's governmental activities increased \$8,627,454.
- Net position from the District's business-type activities increased \$237,346

**Overview of the Financial Statements**

This annual report consists of three parts: management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are *district-wide financial statements* that provide both *short-term* and *long-term* information about the District's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District's operations in *more* detail than the District-wide statements.
- The *governmental funds statements* tell how basic services such as regular and special education were financed in the short-term as well as what remains for future spending.
- *Proprietary funds* statements offer *short-* and *long-term* financial information about the activities the District operates like a business, such as food services, summer arts program and innovation summer institute.
- *Fiduciary funds statements* provide information about the financial relationships in which the District acts solely as a trustee or agent for the benefit of others.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the District's budget for the fiscal year. Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

**Bloomfield Township School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2015  
(Unaudited)**

**Figure A-1  
Organization of Bloomfield Township School District's Financial Report**

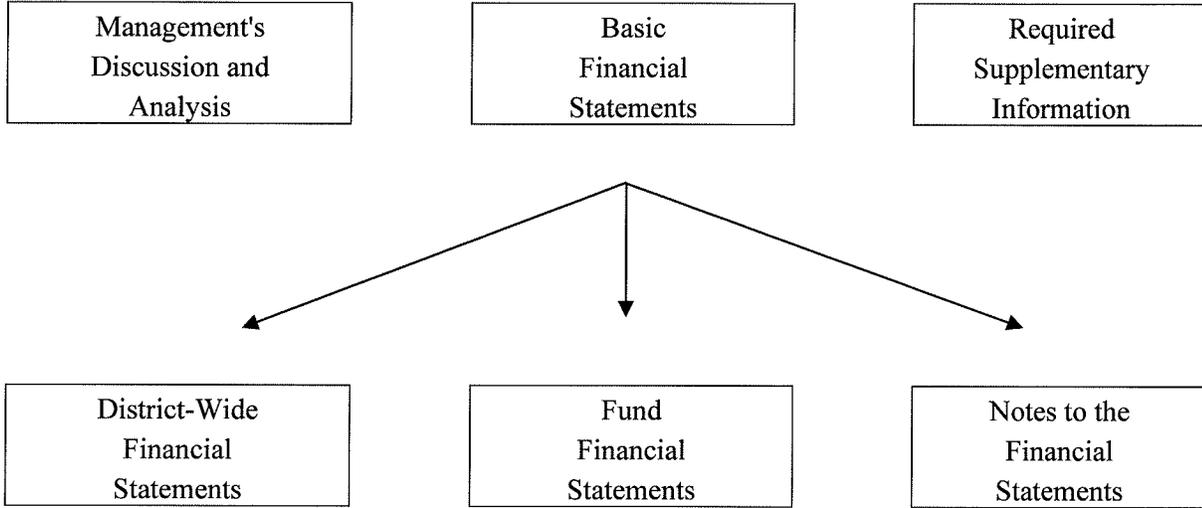


Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents of each of the statements.

**Bloomfield Township School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2015  
(Unaudited)**

Figure A-2

*Major Features of the District-Wide and Fund Financial Statements*

	District-Wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary, such as special education and building maintenance	Activities the District operates similar to private businesses: food services, summer arts program and innovation summer institute	Instances in which the District administers resources on behalf of someone else, such as scholarship programs and student activities
Required Financial Statements	<ul style="list-style-type: none"> <li>• Statement of net position</li> <li>• Statement of activities</li> </ul>	<ul style="list-style-type: none"> <li>• Balance sheet</li> <li>• Statement of revenue, expenditures, and changes in fund balances</li> </ul>	<ul style="list-style-type: none"> <li>• Statement of net position</li> <li>• Statement of revenue, expenses, and changes in net position</li> <li>• Statement of cash flows</li> </ul>	<ul style="list-style-type: none"> <li>• Statement of fiduciary net position</li> <li>• Statement of changes in fiduciary net position</li> </ul>
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of Asset/Liability Information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the fiscal year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of Inflow/Outflow Information	All revenue and expenses during the fiscal year, regardless of when cash is received or paid	Revenue for which cash is received during or soon after the end of the fiscal year; expenditures when goods or services have been received and the related liability is due and payable	All revenue and expenses during the fiscal year, regardless of when cash is received or paid	All additions and deductions during the fiscal year, regardless of when cash is received or paid

**Bloomfield Township School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2015  
(Unaudited)**

**District-wide Statements**

The District-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District's assets, deferred inflows and outflows, and liabilities. All of the current fiscal year's revenue and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two District-wide statements report the District's *net position* and how it has changed. Net position – the difference between the District's assets, deferred inflows and outflows, and liabilities – is one way to measure the District's financial health or *position*.

- Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the District's overall health, you need to consider additional nonfinancial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the District-wide financial statements, the District's activities are divided into two categories:

- *Governmental activities*: Most of the District's basic services are included here, such as regular and special education, transportation and administration. Property taxes and state formula aid finance most of these activities.
- *Business-type activities*: The District charges fees to help it cover the costs of certain services it provides. The District's food service and summer arts programs are included here.

**Fund Financial Statements**

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by state law and by bond covenants.
- The District establishes other funds to control and manage money for particular purposes (such as repaying its long-term debts) or to show that it is properly using certain revenue (such as federal grants).

The District has three kinds of funds:

- *Governmental funds*: Most of the District's basic services are included in governmental funds, which generally focus on {1} how cash and other financial assets that can readily be converted to cash flow in and out, and {2} the balances left at fiscal year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the District-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or difference) between them.
- *Proprietary funds*: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the District-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows.

**Bloomfield Township School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2015  
(Unaudited)**

**Fund Financial Statements**

- *Fiduciary funds:* The District is the trustee, or *fiduciary*, for assets that belong to others, such as scholarship funds and the student activities funds. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the District-wide financial statements because it cannot use these assets to finance its operations.

*Notes to the basic financial statements:* The notes provide additional information that is essential to a full understanding of the data provided in the District-wide and fund financial statements. The notes to the basic financial statements can be found immediately following the fund financial statements.

**Financial Analysis of the District as a Whole**

*Net Position.* The Statement of Net Position provides one perspective of the District as a whole. Figure A-3 provides a summary of the District's net position as of June 30, 2015 and 2014. The District's *combined* net position was \$52,594,767 on June 30, 2015, \$8,864,800 or 20.27% more than it was the fiscal year before. The net position of the governmental activities increased by \$8,627,454 and the net position of the business-type activities increased by \$237,346.

**Figure A-3  
Condensed Statement of Net Position**

	Governmental Activities		Business-Type Activities		Total School District		Percentage Change 2014/15
	2014/15	2013/14 (Restated)	2014/15	2013/14	2014/15	2013/14 (Restated)	
<b>Assets:</b>							
Current and Other Assets	\$ 15,091,951	\$ 11,750,019	\$ 612,347	\$ 389,427	\$ 15,704,298	\$ 12,139,446	29.37%
Capital Assets, Net	91,743,118	92,072,894	77,280	83,792	91,820,398	92,156,686	-0.36%
Total Assets	106,835,069	103,822,913	689,627	473,219	107,524,696	104,296,132	3.10%
Deferred Outflows of Resources	1,647,180	1,071,450			1,647,180	1,071,450	53.73%
<b>Liabilities:</b>							
Long-Term Debt Outstanding	50,966,922	53,227,052			50,966,922	53,227,052	-4.25%
Other Liabilities	4,370,172	8,370,150	19,475	40,413	4,389,647	8,410,563	-47.81%
Total Liabilities	55,337,094	61,597,202	19,475	40,413	55,356,569	61,637,615	-10.19%
Deferred Inflows of Resources	1,220,540				1,220,540		100.00%
<b>Net Position:</b>							
Net Investment in Capital Assets	62,775,996	61,342,894	77,280	83,792	62,853,276	61,426,686	2.32%
Restricted	9,042,935	5,760,970			9,042,935	5,760,970	56.97%
Unrestricted (Deficit)	(19,894,316)	(23,806,703)	592,872	349,014	(19,301,444)	(23,457,689)	17.72%
Total Net Position	\$ 51,924,615	\$ 43,297,161	\$ 670,152	\$ 432,806	\$ 52,594,767	\$ 43,729,967	20.27%

**Bloomfield Township School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2015  
(Unaudited)**

Figure A-4 represents the *Changes in Net Position*. The District's *combined* net position was \$52,594,767 on June 30, 2015, \$8,864,800 or 20.27% more than the prior fiscal year. (See Figure A-3). Net investment in capital assets increased \$1,426,590 primarily due to \$2,043,164 in capital assets additions and the retirement of \$2,255,000 of serial bonds payable, offset by \$2,379,452 of depreciation expense and capital leases of \$741,683. Restricted net position increased \$3,281,965 as a result of increases in excess surplus of \$2,207,910, capital reserve of \$1,015,127 and the debt service fund of \$58,928. Unrestricted net position (deficit) increased \$4,156,245 due to governmental fund increases in assigned fund balance for year end encumbrances of \$821,660 and total fund balance for capital projects of \$3,129,050, amortized bond premiums of \$84,864, decreases in governmental fund compensated absences of \$70,863 and accrued interest of \$24,371, a net increase in the food service fund unrestricted net position of \$243,858, changes in pension assumptions of \$645,431, changes in proportion in pensions of \$1,729 and the change in net pension liability of \$426,389, offset by investment gains in pensions of \$1,220,540, and amortized deferred interest of \$71,430.

Total revenue increased 11.94% to \$117,052,039 and total expenses increased 9.01% to \$108,187,239. It is important to note here that depreciation of the District's capital assets is computed into the expense total. The depreciation factored into the District's governmental and business-type net position for 2014/15 is \$2,370,359 and \$9,093, respectively.

**Figure A-4  
Changes in Net Position from Operating Results**

	Governmental Activities		Business-Type Activities		Total School District		Percentage
	2014/15	2013/14	2014/15	2013/14	2014/15	2013/14	Change 2014/15
Revenue:							
Program Revenue:							
Charges for Services	\$ 237,697	\$ 191,242	\$ 854,682	\$ 824,928	\$ 1,092,379	\$ 1,016,170	7.50%
Grants and Contributions:							
Operating	24,917,818	14,438,975	1,367,499	1,206,753	26,285,317	15,645,728	68.00%
General Revenue:							
Property Taxes	71,772,393	70,435,779			71,772,393	70,435,779	1.90%
Unrestricted State/ Federal Aid	17,111,512	16,891,209			17,111,512	16,891,209	1.30%
Other	790,438	576,982			790,438	576,982	37.00%
Total Revenue	<u>114,829,858</u>	<u>102,534,187</u>	<u>2,222,181</u>	<u>2,031,681</u>	<u>117,052,039</u>	<u>104,565,868</u>	11.94%
Expenses:							
Instruction	58,625,600	54,821,325			58,625,600	54,821,325	6.94%
Pupil and Instruction Services	17,734,300	13,814,120			17,734,300	13,814,120	28.38%
Administration and Business	11,966,454	11,954,961			11,966,454	11,954,961	0.10%
Maintenance and Operations	9,415,752	8,576,679			9,415,752	8,576,679	9.78%
Transportation	4,956,834	4,717,879			4,956,834	4,717,879	5.06%
Other	3,503,464	3,486,966	1,984,835	1,872,263	5,488,299	5,359,229	2.41%
Total Expenses	<u>106,202,404</u>	<u>97,371,930</u>	<u>1,984,835</u>	<u>1,872,263</u>	<u>108,187,239</u>	<u>99,244,193</u>	9.01%
Transfers		(244,946)				(244,946)	-100.00%
Increase/(Decrease) in Net Position	<u>\$ 8,627,454</u>	<u>\$ 4,917,311</u>	<u>\$ 237,346</u>	<u>\$ 159,418</u>	<u>\$ 8,864,800</u>	<u>\$ 5,076,729</u>	74.62%

**Bloomfield Township School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2015  
(Unaudited)**

*Revenue Sources.* The District's total revenue for the 2014/15 school year was \$117,052,039 (See Figure A-5). Property taxes and state formula aid accounted for most of the District's revenue, \$92,588,652 of the total, or 79.10 percent. Another 19.18 percent came from state and federal aid for specific programs and the remainder from charges for services and miscellaneous sources.

**Figure A-5  
Sources of Revenue for Fiscal Year 2015**

Sources of Income:	<u>Amount</u>	<u>Percentage</u>
State Formula Aid	\$ 20,816,259	17.78%
Property Taxes	71,772,393	61.32%
Federal and State Categorical Grants	22,450,695	19.18%
Charges for Services	1,092,379	0.93%
Other	920,313	0.79%
	<u>\$ 117,052,039</u>	<u>100.00%</u>

The total cost of all programs and services was \$108,187,239. The District's expenses are predominantly related to instructing, caring for pupil and instruction services and transporting students (75.16 percent) (See Figure A-6). The District's administrative and business activities accounted for 11.06 percent of total costs.

**Figure A-6  
Expenses for Fiscal Year 2015**

Expense Category:	<u>Amount</u>	<u>Percentage</u>
Instruction	\$ 58,625,600	54.19%
Pupil and Instruction Services	17,734,300	16.39%
Administration and Business	11,966,454	11.06%
Maintenance and Operations	9,415,752	8.71%
Transportation	4,956,834	4.58%
Other	5,488,299	5.07%
	<u>\$ 108,187,239</u>	<u>100.00%</u>

**Bloomfield Township School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2015  
(Unaudited)**

**Governmental Activities**

As discussed elsewhere in this commentary, the district-wide financial position of the District improved significantly from the prior fiscal year. However, maintaining existing programs with current regular pupil enrollment and the provision of a multitude of special programs and services for disabled pupils place great demands on the District's resources.

Careful management of expenses remains essential for the District to sustain its financial health.

It is crucial that the District examine its expenses carefully. Increasing parental and student demands for new activities and programs must be evaluated thoroughly.

Figure A-7 presents the cost of six major District activities: instruction, pupil and instructional services, administration and business, maintenance and operations, transportation, and other. The table also shows each activity's net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden placed on the District's taxpayers by each of these functions:

**Figure A-7  
Net Cost of Governmental Activities**

	Total Cost of Services		Net Cost of Services	
	2014/2015	2013/2014	2014/2015	2013/2014
Instruction	\$ 58,625,600	\$ 54,821,325	\$41,370,967	\$44,484,240
Pupil and Instruction Services	17,734,300	13,814,120	14,078,932	11,610,828
Administration and Business	11,966,454	11,954,961	9,978,685	11,121,647
Maintenance and Operations	9,415,752	8,576,679	8,240,086	8,113,252
Transportation	4,956,834	4,717,879	4,075,417	4,132,653
Other	3,503,464	3,486,966	3,302,802	3,279,093
	<u>\$ 106,202,404</u>	<u>\$ 97,371,930</u>	<u>\$ 81,046,889</u>	<u>\$ 82,741,713</u>

- The cost of all governmental activities this fiscal year was \$106.20 million.
- The federal and state governments subsidized certain programs with operating grants and contributions (\$24.918 million).
- Most of the District's costs, however, were financed by District taxpayers (\$71.772 million).
- A portion of governmental activities was financed with unrestricted state and federal grants and contributions (\$17.11 million).
- The remainder of funding came from charges for services and miscellaneous revenues (\$1.028 million).

**Business-Type Activities**

Net position from the District's business-type activity increased by \$237,346, primarily because of an increase in federal and state subsidy revenues in the current year. (Refer to Figure A-4).

**Bloomfield Township School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2015  
(Unaudited)**

**Financial Analysis of the District's Funds**

Although the financial position of the District improved significantly, difficult economic times have had a direct impact upon the District's revenue sources and planned expenditures. Ratables in the municipalities remain more or less stable, thus generating concern for the local tax levy in the future.

These factors are likely to continue for the near future. To maintain a stable financial position, the District must continue to practice sound fiscal management and carefully monitor expenditures.

**General Fund Budgetary Highlights**

Over the course of the fiscal year, the District revised the annual operating budget several times. These budget amendments fall into two categories:

- Changes made within budgetary line items for changes in school-based needs for programs, supplies and equipment.
- The preparation of the 2014/2015 budget was difficult as a result of rising costs and a lower than normal fund balance position for the District. This resulted in the need for line item transfers during the fiscal year.

**Capital Asset and Debt Administration**

The District's capital assets decreased by \$336,288 in the current fiscal year.

**Figure A-8  
Capital Assets (Net of Depreciation)**

	Governmental Activities		Business-Type Activities		Total School District		Percentage Change
	2014/15	2013/14	2014/15	2013/14	2014/15	2013/14	
Sites (Land)	\$ 15,902,555	\$ 15,902,555			\$ 15,902,555	\$ 15,902,555	0.00%
Buildings and Building Improvements	70,183,092	71,165,851			70,183,092	71,165,851	-1.38%
Land Improvements	3,890,230	4,201,449			3,890,230	4,201,449	-7.41%
Machinery and Equipment	1,767,241	803,039	\$ 77,280	\$ 83,792	1,844,521	886,831	107.99%
Total Capital Assets, Net of Depreciation	\$ 91,743,118	\$ 92,072,894	\$ 77,280	\$ 83,792	\$ 91,820,398	\$ 92,156,686	-0.36%

During the 2014/2015 school year, District additions totaled \$2,043,164 which were offset by \$2,379,452 in depreciation.

**Bloomfield Township School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2015  
(Unaudited)**

**Long-term Debt**

At fiscal year end, the District had \$28,475,000 of general obligation bonds outstanding – a decrease of \$2,255,000 from last fiscal year. In addition, the District has \$20,610,017 in net pension liability – a decrease of \$426,389, \$492,122 of capital leases payable – a net increase of \$492,122 and \$1,389,783 in compensated absences payable – a net decrease of \$70,863.

**Figure A-9  
Outstanding Long-Term Debt**

	Total School District		Total Percentage Change 2014/15
	2014/15	2013/14 (Restated)	
General Obligation Bonds, Net (Financed with Property Taxes)	\$ 28,475,000	\$ 30,730,000	-7.34%
Net Pension Liability	20,610,017	21,036,406	-2.03%
Other Long-Term Liabilities	1,881,905	1,460,646	28.84%
	<u>\$ 50,966,922</u>	<u>\$ 53,227,052</u>	<u>-4.25%</u>

- Principal payments of \$2,255,000 on the District's general obligation bonds were made during the fiscal year.
- The District's net pension liability decreased by \$426,389.
- The District's other long-term liabilities as of June 30, 2015 are comprised of compensated absences payable and capital leases payable.

**For the Future**

The Bloomfield Township School District is proud of its community support and student involvement in the public schools. Major concerns are the increased reliance on local property taxes, potential reductions in State aid and a 2% tax revenue cap.

**Contacting the District's Financial Management**

This financial report is designed to provide the District's citizens, taxpayers, customers and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Ms. Patricia Wilson, Business Administrator/Board Secretary at Bloomfield Township School District Board of Education, 155 Broad Street, Bloomfield, New Jersey 07003. Please visit our website at <http://www.bloomfield.k12.nj.us>.

**BASIC FINANCIAL STATEMENTS**

**DISTRICT-WIDE FINANCIAL STATEMENTS**

Exhibit A-1

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2015

	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 6,853,424	\$ 503,675	\$ 7,357,099
Receivables from State Government	831,869	2,749	834,618
Receivables from Federal Government	669,483	100,950	770,433
Other Receivables	197,492	285	197,777
Inventory		4,688	4,688
Restricted Assets - Cash and Cash Equivalents:			
Capital Reserve Account	6,539,683		6,539,683
Capital Assets, Net:			
Sites (Land)	15,902,555		15,902,555
Depreciable Buildings and Building Improvements, Land Improvements and Machinery and Equipment	75,840,563	77,280	75,917,843
Total Assets	106,835,069	689,627	107,524,696
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Amount on Refunding	1,000,020		1,000,020
Changes in Assumptions - Pensions	645,431		645,431
Changes in Proportion - Pensions	1,729		1,729
Total Deferred Outflows of Resources	1,647,180		1,647,180
<b>LIABILITIES</b>			
<b>Current Liabilities:</b>			
Payable to State Government	24,509		24,509
Payable to Federal Government	10,658		10,658
Accounts Payable	2,234,245		2,234,245
Notes Payable	509,000		509,000
Accrued Interest Payable	402,358		402,358
Unamortized Bond Premiums, Net	1,188,096		1,188,096
Unearned Revenue	1,306	19,475	20,781
<b>Noncurrent Liabilities:</b>			
Due Within One Year	2,474,757		2,474,757
Due Beyond One Year	48,492,165		48,492,165
Total Liabilities	55,337,094	19,475	55,356,569
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Investment Gains - Pensions	1,220,540		1,220,540
Total Deferred Inflows of Resources	1,220,540		1,220,540
<b>NET POSITION</b>			
Net Investment in Capital Assets	62,775,996	77,280	62,853,276
Restricted for:			
Capital Projects	6,539,683		6,539,683
Debt Service	114,418		114,418
Other Purposes	2,388,834		2,388,834
Unrestricted (Deficit)	(19,894,316)	592,872	(19,301,444)
Total Net Position	\$ 51,924,615	\$ 670,152	\$ 52,594,767

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE  
AN INTEGRAL PART OF THIS STATEMENT

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities
<b>Governmental Activities:</b>						
<b>Instruction:</b>						
Regular	\$ 40,340,460	\$ 237,697	\$ 8,166,417		\$ (31,936,346)	\$ (31,936,346)
Special Education	15,666,132		8,382,522		(7,283,610)	(7,283,610)
Other Special Instruction	996,635		201,984		(794,651)	(794,651)
Other Instruction	1,622,373		266,013		(1,356,360)	(1,356,360)
<b>Support Services:</b>						
Tuition	4,840,904		1,289,450		(3,551,454)	(3,551,454)
Student & Instruction Related Services	12,893,396		2,365,918		(10,527,478)	(10,527,478)
General Administrative Services	2,040,976		154,377		(1,886,599)	(1,886,599)
School Administrative Services	7,086,602		1,429,090		(5,657,512)	(5,657,512)
Central Services	1,294,968		248,126		(1,046,842)	(1,046,842)
Administrative Information Technology	1,543,908		156,176		(1,387,732)	(1,387,732)
Plant Operations and Maintenance	9,415,752		1,175,666		(8,240,086)	(8,240,086)
Pupil Transportation	4,956,834		881,417		(4,075,417)	(4,075,417)
Transfer of Funds to Charter Schools	214,522				(214,522)	(214,522)
Interest on Long-Term Debt	1,222,202		200,662		(1,021,540)	(1,021,540)
Unallocated Depreciation	2,066,740				(2,066,740)	(2,066,740)
<b>Total Governmental Activities</b>	<b>106,202,404</b>	<b>237,697</b>	<b>24,917,818</b>		<b>(81,046,889)</b>	<b>(81,046,889)</b>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Business-Type Activities:</b>							
Food Service	\$ 1,936,971	\$ 800,864	\$ 1,367,499		\$ 231,392	\$ 231,392	
Summer Arts Program	35,018	35,018					
Innovation Summer Institute	12,846	18,800			5,954	5,954	
<b>Total Business-Type Activities</b>	<b>1,984,835</b>	<b>854,682</b>	<b>1,367,499</b>		<b>237,346</b>	<b>237,346</b>	
<b>Total Primary Government</b>	<b>\$ 108,187,239</b>	<b>\$ 1,092,379</b>	<b>\$ 26,285,317</b>	<b>\$ -0-</b>	<b>\$ (81,046,889)</b>	<b>237,346</b>	<b>(80,809,543)</b>

<b>General Revenues:</b>			
<b>Taxes:</b>			
Property Taxes, Levied for General Purposes, Net		67,799,559	67,799,559
Taxes Levied for Debt Service		3,972,834	3,972,834
Federal and State Aid not Restricted		17,111,512	17,111,512
Miscellaneous Income		790,438	790,438
<b>Total General Revenues</b>		<b>89,674,343</b>	<b>89,674,343</b>
<b>Change in Net Position</b>		<b>8,627,454</b>	<b>8,864,800</b>
<b>Net Position - Beginning (Restated)</b>		<b>43,297,161</b>	<b>43,729,967</b>
<b>Net Position - Ending</b>		<b>\$ 51,924,615</b>	<b>\$ 52,594,767</b>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

**FUND FINANCIAL STATEMENTS**

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2015

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 3,822,433		\$ 2,916,573	\$ 114,418	\$ 6,853,424
Interfund Receivable	397,966				397,966
Receivables from State Government	831,869				831,869
Receivables from Federal Government	38,155	\$ 631,328			669,483
Other Receivables	74,347	123,145			197,492
Restricted Cash and Cash Equivalents	6,539,683				6,539,683
<b>Total Assets</b>	<b>\$ 11,704,453</b>	<b>\$ 754,473</b>	<b>\$ 2,916,573</b>	<b>\$ 114,418</b>	<b>\$ 15,489,917</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Interfund Payable		\$ 397,966			\$ 397,966
Payable to State Government		24,509			24,509
Payable to Federal Government		10,658			10,658
Accounts Payable	\$ 1,914,211	320,034			2,234,245
Notes Payable			\$ 509,000		509,000
Unearned Revenue		1,306			1,306
<b>Total Liabilities</b>	<b>1,914,211</b>	<b>754,473</b>	<b>509,000</b>		<b>3,177,684</b>
Fund Balances:					
Restricted:					
Capital Reserve Account	6,539,683				6,539,683
Excess Surplus - Designated for Subsequent Year's Expenditures	180,924				180,924
Excess Surplus	2,207,910				2,207,910
Debt Service Fund				\$ 114,418	114,418
Committed			2,913,718		2,913,718
Assigned:					
Year-End Encumbrances	861,725				861,725
Unassigned/(Deficit)			(506,145)		(506,145)
<b>Total Fund Balances</b>	<b>9,790,242</b>		<b>2,407,573</b>	<b>114,418</b>	<b>12,312,233</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 11,704,453</b>	<b>\$ 754,473</b>	<b>\$ 2,916,573</b>	<b>\$ 114,418</b>	<b>\$ 15,489,917</b>

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

Total Fund Balances (Above)	\$ 12,312,233
Capital Assets Used in Governmental Activities are not Financial Resources and therefore are not reported in the Funds. The cost of the assets is \$122,309,422 and the accumulated depreciation is \$30,566,304.	91,743,118
Deferred Interest Costs are not reported as expenditures in the Governmental Funds in the year of the expenditure. The Deferred Interest is \$1,285,738 and the accumulated amortization is \$285,718.	1,000,020
The Net Pension Liability for PERS is not Due and Payable in the Current Period and is not Reported in the Governmental Funds.	(20,525,487)
Certain Amounts Related to the Net Pension Liability are Deferred and Amortized in the Statement of Activities and are not Reported in the Governmental Funds:	
Changes in Assumptions - Pensions	645,431
Investment Gains - Pensions	(1,220,540)
Changes in Proportion - Pensions	1,729
Long-Term Liabilities, including Bonds Payable, are not due and payable in the current period and therefore are not reported as Liabilities in the Funds.	(30,441,435)
Interest on Long-Term Debt is not accrued in the Governmental Funds, but rather is recognized as an expenditure when due.	(402,358)
Bond Premiums are reported as revenue in the Funds. These premiums total \$1,527,559 and the accumulated amortization is \$339,463.	(1,188,096)
<b>Net Position of Governmental Activities</b>	<b>\$ 51,924,615</b>

Exhibit B-2

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>REVENUES</b>					
Local Sources:					
Local Tax Levy	\$ 67,799,559			\$ 3,972,834	\$ 71,772,393
Tuition	237,697				237,697
Miscellaneous Revenues	790,438	\$ 129,875			920,313
Total - Local Sources	68,827,694	129,875		3,972,834	72,930,403
State Sources	29,644,526	129,435		200,662	29,974,623
Federal Sources	177,677	2,575,638			2,753,315
Total Revenues	98,649,897	2,834,948		4,173,496	105,658,341
<b>EXPENDITURES</b>					
Current:					
Regular Instruction	25,842,469	184,595			26,027,064
Special Education Instruction	9,104,832	1,093,135			10,197,967
Other Special Instruction	628,334				628,334
Other Instruction	1,137,319				1,137,319
Support Services and Undistributed Costs:					
Tuition	3,551,454	1,289,450			4,840,904
Student & Instruction Related Services	8,809,893	226,524			9,036,417
General Administrative Services	1,736,558				1,736,558
School Administrative Services	4,462,186				4,462,186
Central Services	837,583				837,583
Administration Information Technology	1,117,727				1,117,727
Plant Operations and Maintenance	7,028,158				7,028,158
Pupil Transportation	3,697,330				3,697,330
Unallocated Benefits	22,238,437				22,238,437
Debt Service:					
Principal				2,855,000	2,855,000
Interest and Other Charges				1,259,665	1,259,665
Capital Outlay	2,055,631	41,244	\$ 355,400		2,452,275
Transfer of Funds to Charter Schools	214,522				214,522
Total Expenditures	92,462,433	2,834,948	355,400	4,114,665	99,767,446
Excess/(Deficiency) of Revenues					
Over/(Under) Expenditures	6,187,464		(355,400)	58,831	5,890,895
<b>OTHER FINANCING SOURCES/(USES)</b>					
Capital Leases (non-budgeted)	741,683				741,683
Notes Funded by Budget Appropriation			600,000		600,000
Premium on Temporary Note			97		97
Transfers In			2,884,450	97	2,884,547
Transfers Out	(2,884,450)		(97)		(2,884,547)
Total Other Financing Sources/(Uses)	(2,142,767)		3,484,450	97	1,341,780
Net Change in Fund Balances	4,044,697		3,129,050	58,928	7,232,675
Fund Balance/(Deficit) - July 1	5,745,545		(721,477)	55,490	5,079,558
Fund Balance - June 30	\$ 9,790,242	\$ -0-	\$ 2,407,573	\$ 114,418	\$ 12,312,233

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Total Net Change in Fund Balances - Governmental Funds (from B-2)		\$ 7,232,675
Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation differs from capital outlay in the period.		
	Depreciation expense	\$ (2,370,359)
	Capital outlays	<u>2,040,583</u> (329,776)
Capital leases entered into by the District are an other financing source in the governmental funds, but the acquisition increases long-term liabilities in the statement of net position and is not reported in the statement of activities.		(741,683)
Repayment of capital leases is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		249,561
Repayment of debt service principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		2,255,000
In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. When the accrued interest exceeds the interest paid, the difference is a reduction in the reconciliation (-); when the interest paid exceeds the accrued interest, the difference is an addition to the reconciliation (+).		24,371
The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:		
Change in Net Pension Liability		426,389
Deferred Outflows:		
Changes in Assumptions		645,431
Changes in Proportion		1,729
Deferred Inflows:		
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments		(1,220,540)
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used/(paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		70,863
The governmental funds report the effect of bond premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities (+)		84,864
The governmental funds report the effect of deferred bond interest when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities (-)		<u>(71,430)</u>
Change in Net Position of Governmental Activities (A-2)		<u>\$ 8,627,454</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

Exhibit B-4

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2015

		<u>Business-type Activities - Enterprise Funds Non-Major Funds</u>
<b>ASSETS:</b>		
Current Assets:		
Cash and Cash Equivalents	\$	503,675
Accounts Receivable:		
Federal		100,950
State		2,749
Other		285
Inventories		4,688
		<hr/>
Total Current Assets		612,347
		<hr/>
Non-Current Assets:		
Capital Assets		153,283
Less: Accumulated Depreciation		(76,003)
		<hr/>
Total Non-Current Assets		77,280
		<hr/>
Total Assets		689,627
		<hr/>
<b>LIABILITIES:</b>		
Current Liabilities:		
Unearned Revenue		19,475
		<hr/>
Total Current Liabilities		19,475
		<hr/>
Total Liabilities		19,475
		<hr/>
<b>NET POSITION:</b>		
Net Investment in Capital Assets		77,280
Unrestricted		592,872
		<hr/>
Total Net Position	\$	<u>670,152</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE  
AN INTEGRAL PART OF THIS STATEMENT

Exhibit B-5

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Business-type Activities - Enterprise Funds <u>Non-Major Funds</u>
Operating Revenue:	
Charges for Services:	
Daily Sales	\$ 796,166
Special Events	4,698
Program Fees	<u>53,818</u>
Total Operating Revenue	<u>854,682</u>
Operating Expenses:	
Cost of Sales	1,019,827
Salaries	522,476
Payroll Taxes	66,280
Employee Benefits	81,493
Purchased Property Services	133,511
Management Fee	86,540
Supplies and Materials	65,615
Depreciation Expense	<u>9,093</u>
Total Operating Expenses	<u>1,984,835</u>
Operating Loss	<u>(1,130,153)</u>
Non-Operating Revenue:	
Federal Sources:	
School Breakfast Program	87,516
National School Lunch Program	1,133,907
Food Distribution Program	120,130
State Sources:	
School Lunch Program	25,195
School Lunch Program - Supplemental	<u>751</u>
Total Non-Operating Revenue	<u>1,367,499</u>
Change in Net Position	237,346
Net Position - Beginning of Year	<u>432,806</u>
Net Position - End of Year	<u>\$ 670,152</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE  
AN INTEGRAL PART OF THIS STATEMENT

Exhibit B-6

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Business-type Activities - <u>Enterprise Funds</u> <u>Non-Major Funds</u>
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 833,474
Payments to Employees	(45,142)
Payments to Food Service Vendor	(1,777,896)
Payments to Suppliers	(35,533)
Net Cash Used for Operating Activities	<u>(1,025,097)</u>
Cash Flows from Capital Financing Activities:	
Acquisition of Capital Assets	(2,581)
Net Cash Used for Capital Financing Activities	<u>(2,581)</u>
Cash Flows from Noncapital Financing Activities:	
Federal Sources	1,183,118
State Sources	25,892
Net Cash Provided by Noncapital Financing Activities	<u>1,209,010</u>
Net Increase in Cash and Cash Equivalents	181,332
Cash and Cash Equivalents, July 1	<u>322,343</u>
Cash and Cash Equivalents, June 30	<u><u>\$ 503,675</u></u>
Reconciliation of Operating Loss to Net Cash Used for Operating Activities:	
Operating Loss	\$ (1,130,153)
Adjustment to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Depreciation	9,093
Federal Food Distribution Program	120,130
Changes in Assets and Liabilities:	
(Increase) in Other Accounts Receivable	(270)
(Increase) in Inventory	(2,959)
(Decrease) in Unearned Revenue	(20,938)
Net Cash Used for Operating Activities	<u><u>\$ (1,025,097)</u></u>

Non-Cash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received and utilized commodities from the Federal Food Distribution Program valued at \$120,130 for the fiscal year ended June 30, 2015.

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE  
AN INTEGRAL PART OF THIS STATEMENT

Exhibit B-7

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUND  
JUNE 30, 2015

	<u>Agency</u>	<u>Unemployment Compensation Trust</u>	<u>Private Purpose Scholarship Trust</u>
<b>ASSETS:</b>			
Cash and Cash Equivalents	\$ 954,789	\$ 599,227	\$ 96,123
Interfund Receivable		29,345	
<b>Total Assets</b>	<u>954,789</u>	<u>628,572</u>	<u>96,123</u>
<b>LIABILITIES:</b>			
Interfund Payable	29,345		
Payroll Deductions and Withholdings	645,422		
Due to Student Groups	280,022		
<b>Total Liabilities</b>	<u>954,789</u>	<u>-0-</u>	<u>-0-</u>
<b>NET POSITION:</b>			
Held in Trust for:			
Unemployment Claims		628,572	
Scholarships			96,123
<b>Total Net Position</b>	<u>\$ -0-</u>	<u>\$ 628,572</u>	<u>\$ 96,123</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

## Exhibit B-8

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Unemployment Compensation Trust	Private Purpose Scholarship Trust
ADDITIONS:		
Contributions:		
Plan Member	\$ 91,362	
Employer	215,110	
Other		\$ 4,808
	306,472	4,808
Total Contributions		
	306,472	4,808
Investment Earnings:		
Interest		35
		35
Net Investment Earnings		
		35
Total Additions	306,472	4,843
DEDUCTIONS:		
Quarterly Contribution Reports and Unemployment Claims	123,812	
Scholarships Awarded		16,067
	123,812	16,067
Total Deductions		
	123,812	16,067
Change in Net Position	182,660	(11,224)
Net Position - Beginning of the Year	445,912	107,347
Net Position - End of the Year	\$ 628,572	\$ 96,123

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity:

The Board is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

Governmental Accounting Standards Board publication, Codification of Governmental Accounting and Financial Reporting Standards, Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. The basic criterion for inclusion or exclusion from the financial reporting entity is the exercise of oversight responsibility over agencies, boards and commissions by the primary government. The exercise of oversight responsibility includes financial interdependency and a resulting financial benefit or burden relationship, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters. The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District include nine elementary schools, one middle school and one high school which comprise the Bloomfield Township School District. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation:

District-Wide Financial Statements:

The statement of net position and the statement of activities present financial information about the District's governmental and business type activities. These statements include the financial activities of the overall District in its entirety, except those that are fiduciary. Eliminations have been made to minimize the double counting of internal transactions. These statements distinguish between the governmental and business type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenue and other nonexchange transactions. Business type activities are financed in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function. Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements. Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses in the program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the District.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Presentation: (Cont'd)

Fund Financial Statements:

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

The District reports the following governmental funds:

General Fund: The General Fund is the general operating fund of the District and is used to account for and report all expendable financial resources not accounted for and reported in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the capital outlay subfund.

As required by the NJDOE, the District includes budgeted capital outlay in this fund. GAAP, as it pertains to governmental entities, states that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenue. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, District taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to current expenses by Board resolution.

Special Revenue Fund: The Special Revenue Fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Thus, the Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Governments (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted or committed to expenditures for specified purposes.

Capital Projects Fund: The Capital Projects Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election, funds appropriated from the General Fund, and from aid provided by the state to offset the cost of approved capital projects.

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

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Presentation: (Cont'd)

The District reports the following proprietary funds:

Enterprise Funds: The Enterprise Funds account for all revenue and expenses pertaining to the Board's cafeteria, Innovation Summer Institute and Summer Arts Program operations. The food service, Innovation Summer Institute and Summer Arts Program are utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e., expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

Additionally, the District reports the following fund type:

Fiduciary Funds: The Fiduciary Funds are used to account for assets held by the District on behalf of others and include the Student Activities Fund, Payroll Agency Fund, Unemployment Insurance Trust Fund (SUI), and the Private Purpose Scholarship Trust.

C. Measurement Focus and Basis of Accounting

The District-wide financial statements and the proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenue is recognized when measurable and available. The District considers all revenue reported in the governmental funds to be available if the revenue is collected within sixty days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of long-term debt and acquisitions under capital leases are reported as other financing sources.

It is the District's policy, that when an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, to apply restricted resources first followed by unrestricted resources. Similarly, within unrestricted fund balance, it is the District's policy to apply committed resources first followed by assigned resources and then unassigned resources when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants and general revenue. Therefore, when program expenses are incurred, both restricted and unrestricted net position may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenue.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budget for the fiscal year ended June 30, 2015 was submitted to the County office and was approved by the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the fiscal year).

Formal budgetary integration into the accounting system is employed as a management control device during the fiscal year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

The accounting records of the special revenue fund are maintained on the grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. Additionally, the special revenue budgetary revenue differs from the GAAP revenue due to a difference in the recognition of the last two state aid payments for the current fiscal year. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

The General Fund budgetary revenue differs from GAAP revenue due to a difference in recognition of the June state aid payments for the current fiscal year. Since the State is recording the June state aid payments in the subsequent fiscal year, the District cannot recognize these payments on the GAAP financial statements.

The Capital Projects Fund budgetary revenue differs from GAAP revenue due to a difference in the recognition of SDA grants. Grants are recognized in full on the budgetary basis in the year the grants are awarded, but are not recognized on the GAAP basis until they are expended and submitted for reimbursement.

	General Fund	Special Revenue Fund
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 98,659,452	\$ 2,803,254
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that the budgetary basis recognizes encumbrances as expenditures and revenue, whereas the GAAP basis does not.		
Current Year Encumbrances		(6,612)
Cancellation of Prior Year Encumbrances		(6,005)
Prior Year Encumbrances		44,311
Prior Year State aid payments recognized for GAAP statements, not recognized for budgetary purposes	1,996,503	
Current Year State aid payments recognized for budgetary purposes, not recognized for GAAP statements	(2,006,058)	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	\$ 98,649,897	\$ 2,834,948

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

D. Budgets/Budgetary Control: (Cont'd)

	General Fund	Special Revenue Fund
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 92,462,433	\$ 2,803,254
Differences - Budget to GAAP:		
Encumbrances for Supplies and Equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Current Year Encumbrances		(6,612)
Cancellation of Prior Year Encumbrances		(6,005)
Prior Year Encumbrances		44,311
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	\$ 92,462,433	\$ 2,834,948
	Capital Projects Fund	Fund
	Revenue	Balance
Summary Schedule of Revenue, Expenditures and Changes in Fund Balance (Budgetary Basis) (per Exhibit F-1)	\$ -0-	\$ 2,442,317
Reconciliation to Governmental Funds Statement (GAAP):		
SDA Grants are Recognized as Revenue on the Budgetary Basis when awarded but are not Recongized on the GAAP Basis until Expended.	-0-	(34,744)
Statement of Revenue, Expenditures and Changes in Fund Balances - Governmental Funds (GAAP Basis) (per Exhibit B-2)	\$ -0-	\$ 2,407,573

E. Cash and Cash Equivalents and Investments:

Cash and cash equivalents include petty cash and cash in banks. Certificates of deposit with maturities of one year or less when purchased are stated at cost.

New Jersey school districts are limited as to type of investments and types of financial institutions they may invest in. New Jersey Statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

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

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

F. Interfund Transactions:

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

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

G. Allowance for Uncollectible Accounts:

No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

H. Encumbrances:

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

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

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

I. Short-term Interfund Receivables/Payables:

Short-term interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the District and that are due within one year.

J. Inventories and Prepaid Expenses:

Inventories, which benefit future periods, other than those recorded in the enterprise fund, are recorded as an expenditure during the year of purchase.

Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. Prepaid expenses in the enterprise and general funds represent payments made to vendors for services that will benefit periods beyond June 30, 2015.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

K. Capital Assets:

During the fiscal year ended June 30, 1994, the District established a formal system of accounting for its capital assets. Capital assets acquired or constructed subsequent to June 30, 1994, are recorded at historical cost, including ancillary charges necessary to place the asset into service. Capital assets acquired or constructed prior to the establishment of the formal system are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Land has been recorded at estimated historical cost. Donated capital assets are valued at their estimated fair market value on the date received. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. Capital assets have been reviewed for impairment.

The capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is \$5,000. The depreciation method is straight-line. The estimated useful lives of capital assets reported in the District-wide statements and proprietary funds are as follows:

	<u>Estimated Useful Life</u>
Buildings and Improvements	20 to 50 years
Furniture and Equipment	5 to 20 years
Vehicles	8 years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures in the governmental fund upon acquisition. Capital assets are not capitalized and related depreciation is not reported in the fund financial statements.

L. Long Term Liabilities:

In the District-wide and enterprise fund statements of net position, long-term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or enterprise funds. Bond premium and discounts, are reported as deferred charges and amortized over the term of the related debt using the straight-line method of amortization. In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

M. Accrued Salaries and Wages:

The District does not allow employees who provide services over the ten-month academic year the option to have their salaries evenly distributed during the entire twelve-month year; therefore, there are no accrued salaries and wages as of June 30, 2015.

N. Compensated Absences:

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by Governmental Accounting Standards Board Statement No. 16 (GASB 16), *Accounting for Compensated Absences*. A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits. District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

N. Compensated Absences: (Cont'd)

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

In the District-wide *Statement of Net Position*, the liabilities whose average maturities are greater than one year should be reported in two components – the amount due within one year and the amount due beyond one year.

O. Unearned Revenue:

Unearned revenue in the special revenue fund represents cash which has been received but not yet earned. See Note 1(D) regarding the special revenue fund.

P. Fund Balance Appropriated:

General Fund: Of the \$9,790,242 General Fund balance at June 30, 2015, \$6,539,683 is reserved in the capital reserve account; \$2,388,834 is restricted for excess surplus in accordance with N.J.S.A. 18A:7F-7 as amended by P.L. 2004, C.73 (S1701) (\$180,924 is prior year excess surplus which is included as anticipated revenue for the fiscal year ending June 30, 2016 and \$2,207,910 is current year excess surplus which will be appropriated and included as anticipated revenue for the fiscal year ending June 30, 2017); and \$861,725 is assigned for encumbrances. The fund balance assigned for encumbrances is \$2,170 less than the actual assigned fund balance due to the final two state aid payments, which are not recognized on a GAAP Basis until the fiscal year ended June 30, 2016. Additionally, there is \$59,101 of assigned fund balance included as anticipated revenue for the fiscal year ending June 30, 2016 and \$1,944,787 of unassigned fund balance which are not reported on a GAAP basis for a total of \$2,006,058 less fund balance on the GAAP Basis due to the June state aid payments that are not recognized until the fiscal year ending June 30, 2016.

Capital Projects Fund: Of the \$2,407,573 Capital Projects Fund balance at June 30, 2015, \$(506,145) is a deficit in unassigned fund balances due to notes payable of \$509,000 and \$2,913,718 is committed, which is \$34,744 less on the GAAP basis due to SDA grants receivable which are not recognized on the GAAP basis of accounting until expended and submitted for reimbursement.

Debt Service Fund: The Debt Service Fund balance at June 30, 2015 of \$114,418 is restricted.

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7 as amended, the designation for Restricted Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent fiscal year's budget. The District has excess surplus at June 30, 2015 as outlined above.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

P. Fund Balance Appropriated: (Cont'd)

The District's fund balance in the General Fund is less on a GAAP basis than the budgetary basis by \$2,006,058 (\$1,944,787 in unassigned fund balance, \$59,101 in assigned fund balance included as anticipated revenue for the fiscal year ending June 30, 2016 and \$2,170 in fund balance assigned for year end encumbrances), as reported in the fund statements (modified accrual basis). P.L. 2003, C.97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last state aid payment as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the school district cannot recognize the June state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the June state aid payments and not the fund balance reported on the fund statement which excludes the June state aid payments.

Q. Fund Balance Restrictions, Commitments and Assignments:

The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. The committed fund balance classification includes amounts that can be used only for the specific purposes determined for a formal action of the District's highest level of decision-making authority. Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Unassigned fund balance is the residual classification for the District's General Fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classifications should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts have been restricted, committed or assigned.

Fund balance restrictions have been established for excess surplus, a capital reserve and the debt service fund.

The District Board of Education has the responsibility to formally commit resources for specific purposes through a motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body. The Board of Education must also utilize a formal motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body in order to remove or change the commitment of resources. The District has committed resources in the Capital Projects Fund at June 30, 2015.

The assignment of resources is generally made by the District Board of Education through a motion or a resolution passed by a majority of the Members of the Board of Education. These resources are intended to be used for a specific purpose. The process is not as restrictive as the commitment of resources and the Board of Education may allow an official of the District to assign resources through policies adopted by the Board of Education. The District has assigned resources for fiscal year-end encumbrances and amounts designated for subsequent year's expenditures in the General Fund on the budgetary basis at June 30, 2015.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

R. Deficit Net Position/Fund Balance:

The District has a \$19,894,316 deficit in unrestricted net position in governmental activities as of June 30, 2015 primarily due to the non-recognition of the June state aid payments as explained in Note 1P on the previous page, the accrual of \$1,389,783 in compensated absences payable, \$402,358 in accrued interest payable, notes payable of \$509,000, \$1,188,096 of unamortized bond premiums, investment gains in pensions of \$1,220,540, and net pension liability of \$20,610,017, offset by \$1,000,020 deferred amount on refunding, changes in pension assumptions of \$645,431, changes in proportion in pensions of \$1,729 and governmental funds committed, assigned and unassigned fund balances. The District's Capital Projects Fund has a deficit unassigned fund balance of \$(506,145) as of June 30, 2015, due to notes payable of \$509,000. These deficits do not indicate that the District is in financial difficulties and is a permitted practice under generally accepted accounting principles.

S. Net Position:

Net position is the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources.

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. The District had deferred outflows of resources at June 30, 2015 for the deferred amount on refunding of debt related to the District's 2011 refunding bonds, changes in assumptions in pensions and changes in proportion in pensions.

A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District had deferred inflows of resources at June 30, 2015 for the net difference between projected and actual investment earnings on pension plan investments.

Net position is displayed in three components - net investment in capital assets; restricted and unrestricted.

The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also would be included in this component of net position.

The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

The unrestricted component of 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 the restricted component of net position.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

T. Revenue - Exchange and Nonexchange Transactions:

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

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

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

U. Operating Revenue and Expenses:

Operating revenue are those revenues that are generated directly from the primary activities of the Enterprise Funds. For the School District, these revenues are sales for food service and fees for the innovation summer institute and summer arts program. Operating expenses are necessary costs incurred to provide the services that are the primary activities of the Enterprise Funds.

V. Management Estimates:

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

W. 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 State of New Jersey Public Employees' Retirement System (PERS) and the State of New Jersey Teachers' Pension and Annuity Fund (TPAF) and additions to/deductions from the PERS's and TPAF's net position have been determined on the same basis as they are reported by the PERS and the TPAF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Pension Plan investments are reported at fair value.

NOTE 2. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND DISTRICT-WIDE STATEMENTS

Due to the differences in the measurement focus and basis of accounting used on the government fund statements and District-wide statements, certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and cash equivalents include petty cash, change funds, amounts in deposits, money market accounts, and short-term investments with original maturities of three months or less.

Investments are stated at cost, which approximates market. The Board classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

GASB Statement No. 40, *Governmental Accounting Standards Board Deposit and Investment Risk Disclosures*, requires disclosure of the level of custodial credit risk assumed by the Board in its cash, cash equivalents and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk – In accordance with its cash management plan, the Board ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk – The Board limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed below and on the following page.

Deposits:

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey, which are insured by the Federal Deposit Insurance Corporation (FDIC) or by any other agencies of the United States that insure deposits or the State of New Jersey Cash Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed insurance limits as follows:

The market value of the collateral must equal 5% of the average daily balance of public funds on deposit, and

In addition to the above collateral requirement, if public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

All collateral must be deposited with the Federal Reserve Bank, the Federal Home Loan Bank Board or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

Investments:

New Jersey statutes permit the District to purchase the following types of securities:

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
 (Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

Investments: (Cont'd)

- (4) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, approved by the Division of Investment of the Department of the Treasury for investment by local units;
- (5) Local government investment pools;
- (6) Deposits with the State of New Jersey Cash Management Fund; or
- (7) Agreements for the repurchase of fully collateralized securities if:
  - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) above;
  - (b) the custody of collateral is transferred to a third party;
  - (c) the maturity of the agreement is not more than 30 days;
  - (d) the underlying securities are purchased through a public depository as defined in statute; and
  - (e) a master repurchase agreement providing for the custody and security of collateral is executed.

As of June 30, 2015, cash and cash equivalents of the District consisted of the following:

	Cash and Cash Equivalents		Total
		Restricted Capital Reserve Account	
Checking Accounts	\$ 9,007,238	\$ 6,539,683	\$ 15,546,921

During the period ended June 30, 2015, the District did not hold any investments. The carrying amount of the Board's cash and cash equivalents at June 30, 2015 was \$15,546,921 and the bank balance was \$16,352,149.

NOTE 4. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Board on September 26, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the State Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at fiscal year-end of any unanticipated revenue or unexpended line item appropriation amounts or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6:23A-5.1(d)7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 4. CAPITAL RESERVE ACCOUNT (Cont'd)

The activity of the capital reserve for the July 1, 2014 to June 30, 2015 fiscal year is as follows:

Beginning Balance, July 1, 2014	\$ 5,524,556
Increase Approved by Board Resolution June 24, 2015	4,000,000
Withdrawals Approved by Board Resolution :	
Capital Projects Fund	(2,884,450)
Capital Outlay	(114,000)
Unexpended Balance of Budgeted Withdrawal Returned - Capital Outlay	13,577
Ending Balance, June 30, 2015	\$ 6,539,683

The balance in the capital reserve account at June 30, 2015 does not exceed the balance of local support costs of uncompleted capital projects in the District's Long Range Facilities Plan ("LRFP"). Withdrawals from the capital reserve were for use in DOE approved facilities projects, consistent with the District's LRFP.

NOTE 5. RECEIVABLES FROM OTHER GOVERNMENTS

The following receivables due from other governments existed as of June 30, 2015:

	Governmental Activities			Business-Type Activities
	General Fund	Special Revenue Fund	Total Governmental Funds	Proprietary Funds
Federal	\$ 38,155	\$ 631,328	\$ 669,483	\$ 100,950
State	831,869		831,869	2,749
	\$ 870,024	\$ 631,328	\$ 1,501,352	\$ 103,699

NOTE 6: TRANSFERS TO CAPITAL OUTLAY

During the fiscal year ended June 30, 2015, the District transferred \$173,663 to the capital outlay accounts, comprised of \$59,663 for equipment purchases and \$114,000 (from the capital reserve account to supplement a previously approved capital project) for facilities acquisition and construction services.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 7. CAPITAL ASSETS

Capital asset balances and activity for the fiscal year ended June 30, 2015 were as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Adjustments/ Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets not Being Depreciated:				
Sites (Land)	\$ 15,902,555			\$ 15,902,555
Total Capital Assets Not Being Depreciated	<u>15,902,555</u>			<u>15,902,555</u>
Capital Assets Being Depreciated:				
Buildings and Building Improvements	94,985,332	\$ 772,762		95,758,094
Land Improvements	6,224,370			6,224,370
Machinery and Equipment	3,156,582	1,267,821		4,424,403
Total Capital Assets Being Depreciated	<u>104,366,284</u>	<u>2,040,583</u>		<u>106,406,867</u>
Governmental Activities Capital Assets	<u>120,268,839</u>	<u>2,040,583</u>		<u>122,309,422</u>
Less Accumulated Depreciation for:				
Buildings and Building Improvements	(23,819,481)	(1,755,521)		(25,575,002)
Land Improvements	(2,022,921)	(311,219)		(2,334,140)
Machinery and Equipment	(2,353,543)	(303,619)		(2,657,162)
	<u>(28,195,945)</u>	<u>(2,370,359)</u>		<u>(30,566,304)</u>
Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 92,072,894</u>	<u>\$ (329,776)</u>	<u>\$ -0-</u>	<u>\$ 91,743,118</u>
	<u>Beginning Balance</u>	<u>Increases</u>	<u>Adjustments/ Decreases</u>	<u>Ending Balance</u>
Business Type Activities:				
Capital Assets Being Depreciated:				
Machinery and Equipment	\$ 150,702	\$ 2,581		\$ 153,283
Less Accumulated Depreciation	(66,910)	(9,093)		(76,003)
Business Type Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 83,792</u>	<u>\$ (6,512)</u>	<u>\$ -0-</u>	<u>\$ 77,280</u>

The increases totaling \$2,043,164 represent current fiscal year capitalized expenditures in the general fund and the food service enterprise fund.

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 59,610
General Administrative Services	37,813
Administration Information Technology	3,012
Plant Operations and Maintenance	11,339
Pupil Transportation	191,845
Unallocated	2,066,740
	<u>\$ 2,370,359</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 8. LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2015, the following changes occurred in liabilities reported in the District-wide financial statements:

	Balance 6/30/2014 (Restated)	Issued/ Added	Retired/ Matured	Balance 6/30/2015
Serial Bonds Payable	\$ 30,730,000		\$ 2,255,000	\$ 28,475,000
Capital Leases Payable		\$ 741,683	249,561	492,122
Net Pension Liability	21,036,406		426,389	20,610,017
Compensated Absences Payable	1,460,646	23,644	94,507	1,389,783
	<u>\$ 53,227,052</u>	<u>\$ 765,327</u>	<u>\$ 3,025,457</u>	<u>\$ 50,966,922</u>

A. Bonds Payable:

Bonds are authorized in accordance with State law by the voters of the municipality through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds and will be liquidated through the debt service fund.

The District had bonds outstanding as of June 30, 2015 as follows:

Date of Issue	Final Maturity	Interest Rate	Amount
06/02/09	03/01/19	4.00%	\$ 2,580,000
09/02/11	09/01/28	3.00% - 5.00%	25,895,000
			<u>\$ 28,475,000</u>

Principal and interest due on the District's serial bonds outstanding is as follows:

Fiscal Year Ended June 30,	Principal	Interest	Total
2016	\$ 2,230,000	\$ 1,177,800	\$ 3,407,800
2017	2,255,000	1,103,850	3,358,850
2018	2,275,000	1,012,900	3,287,900
2019	2,315,000	912,450	3,227,450
2020	1,760,000	818,550	2,578,550
Thereafter:			
2021-2025	9,780,000	2,723,775	12,503,775
2026-2029	7,860,000	625,200	8,485,200
	<u>\$ 28,475,000</u>	<u>\$ 8,374,525</u>	<u>\$ 36,849,525</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 8. LONG-TERM LIABILITIES (Cont'd)

B. Bonds Authorized But Not Issued:

As of June 30, 2015, the Board had no bonds authorized but not issued.

C. Bond Anticipation Notes Payable:

As of June 30, 2015, the Board had bond anticipation notes payable as follows:

<u>Final Maturity</u>	<u>Description</u>	<u>Interest Rate</u>	<u>Amount</u>
7/16/2015	Foley Field Renovations	1.00%	<u>\$ 509,000</u>

The note was paid down by the Debt Service Fund when it matured on July 16, 2015.

D. Capital Leases Payable:

In fiscal year 2015, the District entered into a \$741,683 three year capital lease agreement for technology equipment. The following is a schedule of the future minimum lease payments under this capital lease, and the present value of the net minimum lease payments at June 30, 2015.

<u>Year</u>	<u>Amount</u>
2016	\$ 250,000
2017	<u>250,000</u>
	500,000
Less: Amount representing interest	<u>(7,878)</u>
Present value of net minimum lease payments	<u>\$ 492,122</u>

The current portion of capital lease payable at June 30, 2015 is \$244,757 and the long-term portion is \$247,365. Capital leases payable will be liquidated by the General Fund.

E. Compensated Absences:

The liability for compensated absences of the governmental fund types is recorded in the current and long-term liabilities and will be liquidated by the General Fund. The entire amount of compensated absences payable at June 30, 2015 of \$1,389,783 is a long-term liability. There is no current portion of the payable.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2015, no liability existed for compensated absences in the Proprietary Funds.

F. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in the current and long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2015 is \$-0- and the long-term portion is \$20,610,017. See Note 9 for further information on the PERS.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Continued)

NOTE 8. LONG-TERM LIABILITIES (Cont'd)

F. Net Pension Liability: (Cont'd)

The Board of Education Employees' Pension Fund of Essex County's (the Plan) net pension liability of the governmental fund types are recorded in the current and long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2015 is \$-0- and the long-term portion is \$84,530. See Note 9 for further information on the Plan.

NOTE 9. PENSION PLANS

Substantially all of the Board's employees participate in one of the two contributory, defined benefit public employee retirement systems: the Teachers' Pension and Annuity Fund (TPAF) or the Public Employee's Retirement System (PERS) of New Jersey; or the Defined Contribution Retirement Program (DCRP). A small number of the District's retirees participate in the Board of Education Employees' Pension Fund of Essex County (the "Plan").

A. Public Employees' Retirement System (PERS)

Plan Description

The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about the PERS, please refer to the Division's Comprehensive Annual Financial Report (CAFR) which can be found at [www.state.nj.us/treasury/pensions/annrpts.shtml](http://www.state.nj.us/treasury/pensions/annrpts.shtml).

Benefits Provided

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

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

Service retirement benefits of 1/55<sup>th</sup> of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60<sup>th</sup> of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 before age 62 with 25 or more years of service credit and Tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a members retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 50 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Contributions

The contribution policy for PERS is set by N.J.S.A. 15A and requires contributions by active members and contributing members. The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. District contributions to PERS amounted to \$916,607 for fiscal year 2015.

The employee contribution rate was 6.92% effective July 1, 2014. Subsequent increases after October 1, 2011 are being phased in over 7 years effective on each July 1<sup>st</sup> to bring the total pension contribution rate to 7.5% of base salary as of July 1, 2018.

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

At June 30, 2015, the District reported a liability of \$20,525,487 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2013 which was rolled forward to June 30, 2014. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2014, the District's proportion was 0.10963%, which was an increase of 0.00001% from its proportion measured as of June 30, 2013.

For the fiscal year ended June 30, 2015, the District recognized pension expense of \$1,057,721. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	\$ 645,131	
Changes in Proportion	1,729	
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments		\$ 1,223,207
	<u>\$ 646,860</u>	<u>\$ 1,223,207</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Amounts reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts including changes in proportion) related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Total</u>
2015	\$ (187,156)
2016	(187,156)
2017	(187,156)
2018	(187,156)
2019	118,645
Thereafter	<u>52,203</u>
	<u>\$ (577,776)</u>

Actuarial Assumptions

The total pension liability for the June 30, 2014 measurement date was determined by an actuarial valuation as of July 1, 2013 which was rolled forward to June 30, 2014. The total pension liability for the June 30, 2013 measurement date was determined by an actuarial valuation as of July 1, 2013. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate	3.01%
Salary Increases:	
2012-2021	2.15 – 4.40% based on age
Thereafter	3.15 – 5.40% based on age
Investment Rate of Return	7.90%

Mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback 1 year for females) with adjustments for mortality improvements from the base year of 2012 based on Projection Scale AA.

The actuarial assumptions used in the July 1, 2013 valuation were based on the results of an actuarial experience study for the period July 1, 2008 to June 30, 2011.

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. Best estimates of arithmetic real rates of return for each major asset class included in PERS' target asset allocation as of June 30, 2014 are summarized in the table on the following page.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Continued)

NOTE 9. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Long Term Expected Rate of Return (Cont'd)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	6.00%	0.80%
Core Bonds	1.00%	2.49%
Intermediate-Term Bonds	11.20%	2.26%
Mortgages	2.50%	2.17%
High Yield Bonds	5.50%	4.82%
Inflation-Indexed Bonds	2.50%	3.51%
Broad U.S. Equities	25.90%	8.22%
Developed Foreign Equities	12.70%	8.12%
Emerging Market Equities	6.50%	9.91%
Private Equity	8.25%	13.02%
Hedge Funds/Absolute Return	12.25%	4.92%
Real Estate (Property)	3.20%	5.80%
Commodities	2.50%	5.35%

Discount Rate

The discount rate used to measure the total pension liability was 5.39% as of June 30, 2014. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.9% and a municipal bond rate of 4.29% as of June 30, 2014 based on the Bond Buyer G.O. 20 Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based upon the average of the last five years of contributions made in relation to the last five years of recommended contributions. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2033. Therefore, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through 2033, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

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

The following presents the District's proportionate share of the collective net pension liability as of June 30, 2014 calculated using the discount rate as disclosed below, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>Fiscal Year Ended June 30, 2014</u>		
	<u>1% Decrease (4.39%)</u>	<u>Current Discount Rate (5.39%)</u>	<u>1% Increase (6.39%)</u>
District's proportionate share of the Net Pension Liability	\$ 25,821,761	\$ 20,525,487	\$ 16,077,964

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Pension plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial statements.

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF), is a cost-sharing multiple-employer defined benefit pension plan with a special funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. The TPAF is administered by the State of New Jersey Division of Pensions and Benefits (the Division).

For additional information about the TPAF, please refer to the Division's Comprehensive Annual Financial Report (CAFR) which can be found at [www.state.nj.us/treasury/pensions/annrprts.shtml](http://www.state.nj.us/treasury/pensions/annrprts.shtml).

Benefits Provided

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

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

Contributions

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which included the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2014, the State's pension contribution was less than the actuarially determined amount.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Contributions (Cont'd)

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers, such as the District. This note discloses the portion of the District's total proportionate share of the net pension liability that is associated with the District. During the fiscal year ended 2015, the State of New Jersey contributed \$2,034,090 to the TPAF for normal pension benefits on behalf of the District, which is less than the contractually required contribution of \$11,205,067.

The employee contribution rate was 6.92% effective July 1, 2014. Subsequent increases after October 1, 2011 are being phased in over 7 years effective on each July 1<sup>st</sup> to bring the total pension contribution rate to 7.5% of base salary as of July 1, 2018.

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

At June 30, 2015, the State's proportionate share of the net pension liability associated with the District was \$208,246,309. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2013 which was rolled forward to June 30, 2014. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2014, the District's proportion was 0.3896%, which was an increase of 0.0128% from its proportion measured as of June 30, 2013.

District's Proportionate Share of the Net Pension Liability	\$	-0-
State's Proportionate Share of the Net Pension Liability Associated with the District		
	\$	<u>208,246,309</u>
Total	\$	<u><u>208,246,309</u></u>

For the fiscal year ended June 30, 2014, the State recognized pension expense on behalf of the District in the amount of \$11,205,067 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2015 financial statements.

The State reported collective deferred outflows of resources and deferred inflows of resources related to pensions from the sources on the following page.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	\$ 2,306,623,861	
Difference Between Expected and Actual Experience		\$ 21,969,019
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments		1,741,236,574
	\$ 2,306,623,861	\$ 1,763,205,593

The \$2,306,623,861 reported as deferred outflows of resources related to pensions resulting from changes in assumptions will be amortized over a period of 8.5 years. The \$21,969,019 reported as deferred outflows of resources related to pensions resulting from the difference between expected and actual experience will be amortized over a period of 8.5 years. The \$1,741,236,574 reported as a deferred inflow of resources resulting from the difference between projected and actual investment earnings on pension plan investments will be amortized over 5 years.

Fiscal Year Ending June 30,	Total
2016	\$ (130,688,498)
2017	(130,688,498)
2018	(130,688,498)
2019	(130,688,496)
2020	304,620,646
Thereafter	761,551,612
	\$ 543,418,268

Actuarial Assumptions

The total pension liability for the June 30, 2014 measurement date was determined by an actuarial valuation as of July 1, 2013 which was rolled forward to June 30, 2014. The total pension liability for the June 30, 2013 measurement date was determined by an actuarial valuation as of July 1, 2013. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate	2.50%
Salary Increases:	
2012-2021	Varies based on experience
Thereafter	Varies based on experience
Investment Rate of Return	7.90%

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Long Term Expected Rate of Return (Cont'd)

Mortality rates were based on the RP-2000 Health Annuitant Mortality Tables for Males or Females, as appropriate, with adjustments for mortality improvements based on Scale AA. Pre-retirement mortality improvements for active members are projected using Scale AA from the base year of 2000 until the valuation date plus 15 years to account for future mortality improvement. Post-retirement mortality improvements for non-disabled annuitants are projected using Scale AA from the base year of 2000 for males and 2003 for females until the valuation date plus 7 years to account for future mortality improvement.

The actuarial assumptions used in the July 1, 2013 valuation were based on the results of an actuarial experience study for the period July 1, 2009 to June 30, 2012.

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2014 is summarized in the table on the following page:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	6.00%	0.50%
Core Fixed Income	0.00%	2.19%
Core Bonds	1.00%	1.38%
Short-Term Bonds	0.00%	1.00%
Intermediate-Term Bonds	11.20%	2.60%
Long-Term Bonds	0.00%	3.23%
Mortgages	2.50%	2.84%
High Yield Bonds	5.50%	4.15%
Non-U.S. Fixed Income	0.00%	1.41%
Inflation-Indexed Bonds	2.50%	1.30%
Broad U.S. Equities	25.90%	5.88%
Large CAP U.S. Equities	0.00%	5.62%
Mid CAP U.S. Equities	0.00%	6.39%
Small CAP U.S. Equities	0.00%	7.39%
Developed Foreign Equities	12.70%	6.05%
Emerging Market Equities	6.50%	8.90%
Private Equity	8.25%	9.15%
Hedge Funds/Absolute Return	12.25%	3.85%
Real Estate (Property)	3.20%	4.43%
Real Estate (REITS)	0.00%	5.58%
Commodities	2.50%	3.60%
Long Credit Bonds	0.00%	3.74%

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Discount Rate – TPAF

The discount rate used to measure the total pension liability was 4.68% as of June 30, 2014. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.9% and a municipal bond rate of 4.29% as of June 30, 2014 based on the Bond Buyer Go 20 Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based upon the average of the last five years. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2027. Therefore, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through 2027, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

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

The following presents the net pension liability of the State as of June 30, 2014 calculated using the discount rate as disclosed above, as well as what the State's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	Fiscal Year Ended June 30, 2014		
	1% Decrease (3.68%)	Current Discount Rate (4.68%)	1% Increase (5.68%)
Total Net Pension Liability	\$ 64,722,984,539	\$53,813,067,539	\$44,738,870,539

Pension Plan Fiduciary Net Position

Detailed information about the TPAF's fiduciary net position is available in the separately issued TPAF financial statements.

C. Defined Contribution Retirement Program (DCRP)

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

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

Employers are required to contribute at an actuarially determined rate. Employee contributions are based on percentages of 5.50% for DCRP of employees' annual compensation, as defined. The DCRP was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 and expanded under the provisions of Chapter 89, P.L. 2008. Employee contributions for DCRP are matched by a 3% employer contribution.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

C. Defined Contribution Retirement Program (DCRP) (Cont'd)

For DCRP, the District recognized pension expense of \$99,823 for the fiscal year ended June 30, 2015. Employee contributions to DCRP amounted to \$147,203 for the fiscal year ended June 30, 2015.

D. Board of Education Employees' Pension Fund of Essex County (the Plan)

Plan Description

The Board of Education Employees' Pension Fund of Essex County (the "Plan"), is a multiple-employer contributory defined benefit pension plan that provides pension and life insurance benefits to employees of the Boards of Education within Essex County employed before July 1, 1981, except temporary employees and employees eligible for coverage under any New Jersey State administered pension plan created under prior New Jersey laws. The ECPF became effective April 16, 1929. The Plan provides for retirement, service, and non-service connected death and disability benefits for its members. The Plan is governed by New Jersey Statutes under Title 18A, and is administered by a Board of Trustees for the Plan who is also responsible for the management and investment of Plan assets. The Board of Trustees consists of one active and five retired elected Plan members.

Pursuant to New Jersey Public Law enacted in 1980, members were given the option to transfer their membership in the Plan to the PERS. Approximately 2,775 members, 58% of the membership, elected to transfer to PERS effective July 1, 1981. The Plan is closed to new entrants.

Benefits Provided

Regular service retirement benefits are determined as  $1/45^{\text{th}}$  of the highest 3 year average salary multiplied by the member's years of credited service. A member may elect early retirement benefits if they are under age 60 and have at least 25 years of credited service. The Plan also offers a special veterans benefit, disability and deferred benefits. Group life insurance benefits and death benefits are available to be paid to beneficiaries if elected by the member.

For more complete information about the Plan agreement and vesting and benefit provisions, participants are referred to the pamphlet, *A Summary of Benefits*. Copies of this pamphlet are available from the Pension Fund Administration Office.

Contributions

Contributions are made by the members at 3%, the maximum contribution rate required by statute, of their annual compensation. Contributions made by the Boards are determined annually based upon actuarial valuations. The Boards are required to reimburse the Plan for administrative expenses and cost of living increases associated with its retirees. Plan provisions and contribution requirements are established by New Jersey state statute assets. District contributions to the Plan amounted to \$12,844 for fiscal year 2015.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

D. Board of Education Employees' Pension Fund of Essex County (the Plan) (Cont'd)

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

At June 30, 2015, the District reported a liability of \$84,530 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2015. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2015, the District's proportion was 0.219%, which was an increase of 0.003% from its proportion measured as of June 30, 2014.

For the fiscal year ended June 30, 2015, the District recognized pension expense of \$8,473. At June 30, 2015, the District reported deferred outflows of resources related to pensions from the following source. There were no deferred inflows of resources.

	<u>Deferred Outflows of Resources</u>
Net Difference Between Projected and Actual Investment	
Earnings on Pension Plan Investments	<u>\$ 2,667</u>
	<u><u>\$ 2,667</u></u>

The amounts reported as a deferred outflows of resource related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Total</u>
2016	\$ 533
2017	534
2018	533
2019	533
2020	<u>534</u>
	<u><u>\$ 2,667</u></u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

D. Board of Education Employees' Pension Fund of Essex County (the Plan) (Cont'd)

Actuarial Assumptions

The total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of June 30, 2015. The total pension liability for the June 30, 2014 measurement date was determined by an actuarial valuation as of June 30, 2014. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate	2.30%
Salary Increases	4.50%
Investment Rate of Return, net of Plan investment expense, including inflation	7.00%
Cost of Living Adjustments ("COLA")	3.00%

For active members, inactive members and healthy retirees, mortality rates were based on the RP-2000 separate annuitant and non-annuitant tables with static projections using Scale AA through the valuation year plus 7 years for annuitants and the valuation year plus 15 years for no annuitants. For disabled retirees, mortality rates are based on the 1994 Group Annuity Mortality Table set forward 10 years.

Long Term Expected Rate of Return

The long-term rate of return on pension 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 pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class including in the Plan's target asset allocation as of June 30, 2015 are summarized in the following table:

<u>Asset Class</u>	<u>Allocation</u>	<u>Long-Term Expected Real Rate of Return *</u>
U.S. Fixed Income	40.00%	1.60%
U.S. Large CAP Equities	50.00%	6.70%
U.S. Small CAP Equities	10.00%	6.70%

\* - Net of 2.6% inflation assumption

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2015. The projection of cash flows used to determine the discount rate assumed that contributions will be made at the actuarially determined amount, including the reimbursement of administrative expenses and COLA payments. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current Plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Continued)

NOTE 9. PENSION PLANS (Cont'd)

D. Board of Education Employees' Pension Fund of Essex County (the Plan) (Cont'd)

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

The following presents the District's proportionate share of the collective net pension liability as of June 30, 2015 calculated using the discount rate of 7%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	Fiscal Year Ended June 30, 2015		
	1% Decrease (4.39%)	Current Discount Rate (5.39%)	1% Increase (6.39%)
District's proportionate share of the Net Pension Liability	\$ 115,036	\$ 84,530	\$ 58,134

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Plan financial statements.

NOTE 10. POST-RETIREMENT BENEFITS

P.L. 1987, c.384 and P.L. 1990 c.6 required TPAF and PERS, respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. Chapter 103 of Public Law amended the law to eliminate the funding of post-retirement medical benefits through TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired State employees and retired educational employees. As of June 30, 2014, there were 103,432 retirees receiving post-retirement medical benefits, and the State contributed \$1.04 billion on their behalf. The cost of these benefits is funded through contributions by the State in accordance with P.L. 1994, c.62. Funding of post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning in fiscal year 1994.

The State is also responsible for the cost attributable to P.L. 1992 c. 126, which provides employer paid benefits to members of PERS and the Alternate Benefit Program who retired from a board of education or county college with 25 years of service. The State paid \$165.8 million toward Chapter 126 benefits for 18,122 eligible retired members in Fiscal Year 2014.

The State's on-behalf Post-Retirement Medical Contributions to TPAF for the District amounted to \$3,229,120, \$2,702,608 and \$2,753,070 for 2015, 2014 and 2013, respectively.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 11. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions; injuries to employees; and natural disasters. The District has health benefits coverage for its employees under the State of New Jersey Employees' Health Benefit Plan.

Property, Liability and Health Benefits - Insurance

A complete schedule of insurance coverage can be found in the statistical section of this Comprehensive Annual Financial Report.

The District is a member of the New Jersey Schools Insurance Group ("NJSIG"). This public entity risk management pool provided general liability, property and automobile coverage and workers' compensation for its members. A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report. The NJSIG is a risk-sharing public entity risk pool that is both an insured and self-administered group of school districts established for the purpose of providing low-cost insurance coverage for their members in order to keep local property taxes at a minimum. Each member appoints an official to represent their respective district for the purpose of creating a governing body from which officers for the NJSIG are elected.

As a member of this Group, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of the Group were to be exhausted, members would become responsible for their respective shares of the Group's liabilities. The Group can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided among the members in the same ratio as their individual assessment related to the total assessment of the membership body.

Property, Liability and Health Benefits – Insurance (Cont'd)

The June 30, 2015 audit was not available as of the date of this report. Selected, summarized financial information for the Group as of June 30, 2014 is as follows:

	<u>New Jersey Schools Insurance Group</u>
Total Assets	\$ 293,795,686
Net Position	\$ 66,169,762
Total Revenue	\$ 120,623,875
Total Expenses	\$ 119,843,435
Member Dividends	\$ -0-
Change in Net Position for the Year Ended June 30, 2014	\$ 780,440

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Continued)

NOTE 11. RISK MANAGEMENT (Cont'd)

Financial statements for the Group are available at the Group's Executive Director's Office:

New Jersey Schools Insurance Group  
 450 Veterans Drive  
 Burlington, NJ 08016  
 (609) 386-6060  
 www.njsig.org

Worker's Compensation Insurance

The Bloomfield Township School District is a member of the Diploma Joint Insurance Fund (the "Fund") through which the District is provided workers' compensation coverage. A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report. The Fund is a risk-sharing public entity risk pool that is an insured and self-administered groups of school boards established for the purpose of providing low-cost insurance for its respective members in order to keep local property taxes to a minimum. Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for the Fund are elected.

As a member of the Fund, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of the Fund were to be exhausted, members would become responsible for their respective shares of the Fund's liabilities. The Fund can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided among the members in the same ratio as their individual assessment related to the total assessment of the membership body.

The June 30, 2015 audit was not available as of the date of this report. Selected, summarized financial information for the Fund as of June 30, 2014 is as follows:

	<u>Diploma Joint Insurance Fund</u>
Total Assets	\$ 11,850,847
Net Position	\$ 4,673,557
Total Revenue	\$ 6,828,338
Total Expenses	\$ 7,780,187
Member Dividends	\$ -0-
Change in Net Position for the Year Ended June 30, 2014	\$ (951,849)

Financial statements for the Fund are available at the Fund's Executive Directors' Office:

RLM Agency (Risk & Loss Managers)  
 51 Everett Drive, Suite B40  
 West Windsor, NJ 078550

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Continued)

NOTE 11. RISK MANAGEMENT (Cont'd)

New Jersey Unemployment Compensation Insurance

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

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Interest Earned</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2014-2015	\$ 215,110	\$ -0-	\$ 91,362	\$ 123,812	\$ 628,572
2013-2014	311,517	-0-	83,138	188,411	445,912
2012-2013	100,000	-0-	86,782	161,581	239,668

NOTE 12. ECONOMIC DEPENDENCY

The Board of Education receives a substantial amount of its support from federal and state governments. A significant reduction in the level of support, if this were to occur, may have an effect on the Board of Education's programs and activities.

NOTE 13. INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at June 30, 2015:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 397,966	
Special Revenue Fund		\$ 397,966
Fiduciary Fund:		
Payroll Agency		29,345
Unemployment Compensation Trust	29,345	
	<u>\$ 427,311</u>	<u>\$ 427,311</u>

The General Fund interfund receivable of \$397,966 is an interfund loan due from the Special Revenue Fund due to the timing lag between requests for reimbursement and actual receipt of federal grant funds from the State. The Unemployment Compensation Trust receivable from Payroll Agency of \$29,345 is employee unemployment contributions not transferred as of June 30, 2015.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 14. DEFERRED COMPENSATION

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

The plan administrators are as follows:

403(b)

- The Variable Annuity Life Insurance Company
- Metropolitan Life Insurance Company
- First Investors Corporation
- Lincoln Financial Group
- AXA Equitable

NOTE 15. TAX CALENDAR

Property taxes are levied by the District's constituent municipality as of January 1 on property values assessed as of the previous calendar year. The tax levy is divided into two billings. The first billing is an estimate of the current year's levy based on the prior year's taxes. The second billing reflects adjustments to the current year's actual levy. The final tax bill is usually mailed on or before June 14th, along with the first half estimated tax bills for the subsequent year. The first half estimated taxes are divided into two due dates, February 1 and May 1. The final tax bills are also divided into two due dates, August 1 and November 1. A ten-day grace period is usually granted before the taxes are considered delinquent and there is an imposition of interest charges. A penalty may be assessed for any unpaid taxes in excess of \$10,000 at December 31 of the current year. Unpaid taxes of the current and prior year may be placed in lien at a tax sale held after December 10.

Taxes are collected by the constituent municipality and are remitted to the School District on a predetermined mutually agreed-upon schedule.

NOTE 16. ACCOUNTS PAYABLE

The following accounts payable balances existed as of June 30, 2015:

	Governmental Activities		
	General Fund	Special Revenue Fund	Total Governmental Funds
Salaries	\$ 192,021	\$ 32,640	\$ 224,661
Vendors	1,722,190	191,009	\$ 1,913,199
Due to Other Governmental Units		96,385	96,385
	\$ 1,914,211	\$ 320,034	\$ 2,234,245

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 17. PRIOR PERIOD ADJUSTMENTS

The District made a prior year adjustment in the District Wide Financial Statements to record the net pension liability as of June 30, 2014 as a result of implementing Governmental Accounting Standards Board ("GASB") Statement No. 68, *Accounting and Financial Reporting for Pensions – An Amendment to GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*.

	Balance 6/30/2014 as Previously Reported	Retroactive Adjustments	Balance 6/30/2014 Restated
<u>Statement of Net Position - Governmental Activities:</u>			
Liabilities:			
Noncurrent Liabilities:			
Due Beyond One Year	\$29,935,646	\$21,036,406	\$50,972,052
Total Liabilities	40,560,796	21,036,406	61,597,202
Net Position - Unrestricted (Deficit)	(2,770,297)	(21,036,406)	(23,806,703)
Total Net Position	64,333,567	(21,036,406)	43,297,161

NOTE 18. CONTINGENCIES

Litigation

The Board is periodically involved in claims and lawsuits arising in the normal course of business. The Board does not believe that the ultimate outcome of these claims will have a material adverse effect on the District's financial position.

Grant Programs

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

Encumbrances

At June 30, 2015, there were encumbrances as detailed below in the governmental funds. All of the governmental funds are considered to be major funds:

Governmental Funds			
General	Special Revenue	Capital Projects	Total
\$ 863,895	\$ 6,612	\$ 2,884,450	\$ 3,754,957

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(Continued)

NOTE 18. CONTINGENCIES (Cont'd)

On the District's Governmental Funds Balance Sheet as of June 30, 2015, \$861,725 is assigned for encumbrances in the General Fund, which is \$2,170 less than the actual encumbrances on a budgetary basis due to the final two state aid payments, which are not recognized on a GAAP Basis until the fiscal year ended June 30, 2016, and \$-0- is assigned for encumbrances in the Special Revenue Fund, which is \$6,612 less than the actual encumbrances on a budgetary basis. On the GAAP basis in the Special Revenue Fund, encumbrances are not recognized until paid and this non-recognition of encumbrances on a GAAP basis is also reflected as either a reduction in grants receivable or an increase in unearned revenue. The \$2,884,450 of fiscal year-end encumbrances in the Capital Projects Fund on a budgetary basis are included in the \$2,913,718 committed fund balance on a GAAP basis at June 30, 2015.

Arbitrage

The District may have a liability for arbitrage payable to the federal government relative to its school bond issues. The amount of liability at June 30, 2015, is any, is unknown.

SCHEDULES OF REQUIRED  
SUPPLEMENTARY INFORMATION

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
LAST TWO FISCAL YEARS  
UNAUDITED

	<u>Fiscal Year Ending June 30,</u>	
	<u>2014</u>	<u>2015</u>
District's proportion of the net pension liability	0.1096179681%	0.1096286768%
District's proportionate share of the net pension liability	\$ 20,950,172	\$ 20,525,487
District's covered employee payroll	\$ 7,034,885	\$ 7,018,022
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	297.80%	292.47%
Plan fiduciary net position as a percentage of the total pension liability	48.72%	52.08%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF DISTRICT CONTRIBUTIONS  
PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
LAST TWO FISCAL YEARS  
UNAUDITED

	<u>Fiscal Year Ending June 30,</u>	
	<u>2014</u>	<u>2015</u>
Contractually required contribution	\$ 825,949	\$ 903,763
Contributions in relation to the contractually required contribution	<u>(825,949)</u>	<u>(903,763)</u>
Contribution deficiency/(excess)	<u>\$ -0-</u>	<u>\$ -0-</u>
District's covered employee payroll	\$ 7,034,885	\$ 7,018,022
Contributions as a percentage of covered employee payroll	11.74%	12.88%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
TEACHERS' PENSION AND ANNUITY FUND  
LAST TWO FISCAL YEARS  
UNAUDITED

	Fiscal Year Ending June 30,	
	2014	2015
State's proportion of the net pension liability attributable to the District	0.3768033808%	0.3896332835%
State's proportionate share of the net pension liability attributable to the District	\$ 190,433,465	\$ 208,246,309
District's covered employee payroll	\$ 35,251,204	\$ 37,399,704
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	540.22%	556.81%
Plan fiduciary net position as a percentage of the total pension liability	33.76%	33.64%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

TOWNSHIP OF BLOOMFIELD SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
BOARD OF EDUCATION EMPLOYEES' PENSION FUND OF ESSEX COUNTY  
LAST TWO FISCAL YEARS  
UNAUDITED

	<u>Fiscal Year Ending June 30,</u>	
	<u>2014</u>	<u>2015</u>
District's Proportion of the Net Pension Liability	0.2163273%	0.2194514%
District's Proportionate Share of the Net Pension Liability	\$ 86,234	\$ 84,530
District's Covered Employee Payroll	\$ -0-	\$ -0-
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Employee Payroll	0.00%	0.00%
Plan Fiduciary Net Position (*) as a Percentage of the Total Pension Liability	75.92%	76.05%

\* - Fiduciary Net Position Excludes an Amount Designated for Insurance Benefits of \$18,914,961 for fiscal year ending June 30, 2014 and \$19,628,046 for the fiscal year ending June 30, 2015.

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

TOWNSHIP OF BLOOMFIELD SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF DISTRICT CONTRIBUTIONS  
BOARD OF EDUCATION EMPLOYEES' PENSION FUND OF ESSEX COUNTY  
LAST TWO FISCAL YEARS  
UNAUDITED

	<u>Fiscal Year Ending June 30,</u>	
	<u>2014</u>	<u>2015</u>
Contractually Required Contribution	\$ 10,192	\$ 12,844
Contributions in Relation to the Contractually Required Contribution	<u>(10,192)</u>	<u>(12,844)</u>
Contribution Deficiency (Excess)	<u>\$ -0-</u>	<u>\$ -0-</u>
District's Covered Employee Payroll	\$ -0-	\$ -0-
Contributions as a Percentage of Covered Employee Payroll	0.00%	0.00%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Assumptions

The discount rate changed from 5.55% as of June 30, 2013 to 5.39% as of June 30, 2014 in accordance with Paragraph 44 of GASB Statement No. 67.

B. TEACHERS PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Assumptions

The discount rate changed from 4.95% as of June 30, 2013 to 4.68% as of June 30, 2014 in accordance with Paragraph 44 of GASB Statement No. 67.

C. BOARD OF EDUCATION EMPLOYEES' PENSION FUND OF ESSEX COUNTY

Benefit Changes

There were none.

Changes of Assumptions

The inflation rate changed from 2.60% as of June 30, 2014 to 2.30% as of June 30, 2015.

**BUDGETARY COMPARISON SCHEDULES  
(UNAUDITED)**

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 67,799,559		\$ 67,799,559	\$ 67,799,559	
Tuition from Other LEA's	200,000		200,000	237,697	\$ 37,697
Other Restricted Miscellaneous Revenues	200,000		200,000	790,438	590,438
<b>Total - Local Sources</b>	<u>68,199,559</u>		<u>68,199,559</u>	<u>68,827,694</u>	<u>628,135</u>
State Sources:					
Transportation Aid	200,619		200,619	200,619	
Special Education Categorical Aid	3,681,307		3,681,307	3,681,307	
Equalization Aid	15,125,042		15,125,042	15,125,042	
Categorical Security Aid	1,192,046		1,192,046	1,192,046	
Nonpublic School Transportation Costs				84,564	84,564
Extraordinary Special Education Costs Aid	477,937		477,937	608,755	130,818
Under Adequacy Aid	500,000		500,000	500,000	
Per Pupil Growth Aid	63,400		63,400	63,400	
PARCC Readiness Aid	63,400		63,400	63,400	
On-Behalf TPAF Contributions:					
Post Retirement Medical (Non-Budgeted)				3,229,120	3,229,120
Pension (Non-Budgeted)				2,034,090	2,034,090
Reimbursed TPAF Social Security (Non-Budgeted)				2,871,738	2,871,738
<b>Total State Sources</b>	<u>21,303,751</u>		<u>21,303,751</u>	<u>29,654,081</u>	<u>8,350,330</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUES:					
Federal Sources:					
Medicaid Reimbursement (SEMI)	\$ 94,737		\$ 94,737	\$ 132,029	\$ 37,292
Medicaid Reimbursement (SEMI/ARRA)				45,648	45,648
Total Federal Sources	<u>94,737</u>		<u>94,737</u>	<u>177,677</u>	<u>82,940</u>
TOTAL REVENUES	<u>89,598,047</u>		<u>89,598,047</u>	<u>98,659,452</u>	<u>9,061,405</u>
EXPENDITURES:					
CURRENT EXPENSE					
Regular Programs - Instruction:					
Kindergarten - Salaries of Teachers	1,856,986	\$ (117,431)	1,739,555	1,719,444	20,111
Grades 1-5 - Salaries of Teachers	7,934,697	507,030	8,441,727	8,388,975	52,752
Grades 6-8 - Salaries of Teachers	5,105,431	(154,378)	4,951,053	4,938,462	12,591
Grades 9-12 - Salaries of Teachers	8,231,998	513,088	8,745,086	8,687,195	57,891
Regular Programs - Home Instruction:					
Salaries of Teachers	125,000	(17,968)	107,032	107,032	
Purchased Professional - Educational Services	103,062	(20,960)	82,102	69,437	12,665
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	338,257	(109,289)	228,968	202,912	26,056
Purchased Professional - Educational Services	42,400		42,400	35,450	6,950
Other Purchased Services (400-500 series)	503,329	86,827	590,156	572,632	17,524
General Supplies	1,860,737	(346,374)	1,514,363	1,060,178	454,185
Textbooks	138,830	295,200	434,030	59,499	374,531
Other Objects	10,202		10,202	1,253	8,949
Total Regular Programs - Instruction	<u>26,250,929</u>	<u>635,745</u>	<u>26,886,674</u>	<u>25,842,469</u>	<u>1,044,205</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

(UNAUDITED)

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES:					
CURRENT EXPENSE					
Special Education - Instruction:					
Cognitive - Mild:					
Salaries of Teachers	\$ 321,766	\$ (3,121)	\$ 318,645	\$ 318,645	
Other Salaries for Instruction	73,440	(53,621)	19,819	17,460	\$ 19,819
General Supplies	14,200	7,597	21,797	17,460	4,337
Total Cognitive - Mild	<u>409,406</u>	<u>(49,145)</u>	<u>360,261</u>	<u>336,105</u>	<u>24,156</u>
Learning and/or Language Disabilities:					
Salaries of Teachers	102,293	(45,850)	56,443	56,110	333
Other Salaries for Instruction	172,380	(88,300)	84,080	84,046	34
General Supplies	52,000	(47,455)	4,545	500	4,045
Total Learning and/or Language Disabilities	<u>326,673</u>	<u>(181,605)</u>	<u>145,068</u>	<u>140,656</u>	<u>4,412</u>
Behavioral Disabilities:					
Salaries of Teachers	922,162	(485,329)	436,833	327,689	109,144
Other Salaries for Instruction	274,380	25,180	299,560	116,117	183,443
General Supplies	35,580	(2,000)	33,580	13,082	20,498
Textbooks	1,200		1,200		1,200
Total Behavioral Disabilities	<u>1,233,322</u>	<u>(462,149)</u>	<u>771,173</u>	<u>456,888</u>	<u>314,285</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES:					
CURRENT EXPENSE					
Special Education - Instruction: (Cont'd)					
Multiple Disabilities:					
Salaries of Teachers	\$ 255,993	\$ 26,262	\$ 282,255	\$ 269,164	\$ 13,091
Other Salaries for Instruction	270,300	19,530	289,830	230,024	59,806
General Supplies	11,804	(4)	11,800	6,699	5,101
Total Multiple Disabilities	<u>538,097</u>	<u>45,788</u>	<u>583,885</u>	<u>505,887</u>	<u>77,998</u>
Resource Room/Resource Center:					
Salaries of Teachers	4,277,728	976,473	5,254,201	5,216,433	37,768
Other Salaries for Instruction	1,006,490	(103,205)	903,285	873,965	29,320
General Supplies	32,107	2,123	34,230	20,664	13,566
Total Resource Room/Resource Center	<u>5,316,325</u>	<u>875,391</u>	<u>6,191,716</u>	<u>6,111,062</u>	<u>80,654</u>
Autism:					
Salaries of Teachers	390,478	(5,946)	384,532	384,196	336
Other Salaries for Instruction	289,680	39,461	329,141	286,601	42,540
General Supplies	8,958	(261)	8,697	5,497	3,200
Total Autism	<u>689,116</u>	<u>33,254</u>	<u>722,370</u>	<u>676,294</u>	<u>46,076</u>
Preschool Disabilities - Part-Time:					
Salaries of Teachers	201,400	73,768	275,168	275,168	
Other Salaries for Instruction	366,792	(154,632)	212,160	192,204	19,956
General Supplies	45,000	(11,000)	34,000	7,346	26,654
Total Preschool Disabilities - Part-Time	<u>613,192</u>	<u>(91,864)</u>	<u>521,328</u>	<u>474,718</u>	<u>46,610</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES:					
CURRENT EXPENSE					
Special Education - Instruction: (Cont'd)					
Preschool Disabilities - Full-Time:					
Salaries of Teachers		\$ 136,920	\$ 136,920	\$ 136,920	
Other Salaries for Instruction	\$ 73,440	243,862	317,302	266,302	\$ 51,000
Total Preschool Disabilities - Full-Time	<u>73,440</u>	<u>380,782</u>	<u>454,222</u>	<u>403,222</u>	<u>51,000</u>
Total Special Education Instruction	<u>9,199,571</u>	<u>550,452</u>	<u>9,750,023</u>	<u>9,104,832</u>	<u>645,191</u>
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	50,000	(50,000)			
Purchased Professional - Educational Services	5,000		5,000		5,000
General Supplies	12,783	(1,575)	11,208	8,722	2,486
Total Basic Skills/Remedial - Instruction	<u>67,783</u>	<u>(51,575)</u>	<u>16,208</u>	<u>8,722</u>	<u>7,486</u>
Bilingual Education - Instruction:					
Salaries of Teachers	601,752	6,693	608,445	608,445	
General Supplies	18,182	(557)	17,625	11,167	6,458
Total Bilingual Education - Instruction	<u>619,934</u>	<u>6,136</u>	<u>626,070</u>	<u>619,612</u>	<u>6,458</u>
School-Sponsored Cocurricular Activities - Instruction:					
Salaries	195,233	5,072	200,305	197,934	2,371
Purchased Services (300-500 series)	8,600		8,600	6,999	1,601
Supplies and Materials	5,000	(68)	4,932	1,983	2,949
Total School-Sponsored Cocurricular Activities - Instruction	<u>208,833</u>	<u>5,004</u>	<u>213,837</u>	<u>206,916</u>	<u>6,921</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES:					
CURRENT EXPENSE					
School-Sponsored Cocurricular Athletics - Instruction:					
Salaries	\$ 490,446		\$ 490,446	\$ 448,391	\$ 42,055
Purchased Services (300-500 series)	277,426		277,426	235,854	41,572
Supplies and Materials	74,071	\$ 2,000	76,071	76,011	60
Other Objects	17,790	(2,000)	15,790	15,147	643
Total School-Sponsored Cocurricular Athletics - Instruction	<u>859,733</u>		<u>859,733</u>	<u>775,403</u>	<u>84,330</u>
Community Services Programs/Operations:					
Salaries		165,000	165,000	155,000	10,000
Purchased Services (300-500 series)	165,000	(165,000)			
Total Community Services Programs/Operations	<u>165,000</u>		<u>165,000</u>	<u>155,000</u>	<u>10,000</u>
Total Instruction	<u>37,371,783</u>	<u>1,145,762</u>	<u>38,517,545</u>	<u>36,712,954</u>	<u>1,804,591</u>
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEAs Within the State - Regular	111,000	53,485	164,485	132,524	31,961
Tuition to Other LEAs Within the State - Special	814,188	(28,000)	786,188	742,214	43,974
Tuition to County Vocational Schools - Regular	148,800		148,800	118,811	29,989
Tuition to County Vocational Schools - Special	261,180	(50,433)	210,747	186,176	24,571
Tuition to County Special Services Schools and Regional Day Schools	254,194	161,537	415,731	385,150	30,581
Tuition to Private Schools for the Disabled - Within the State	2,516,154	(490,917)	2,025,237	1,848,255	176,982
Tuition - State Facilities	133,724	4,600	138,324	138,324	
Total Undistributed Expenditures - Instruction	<u>4,239,240</u>	<u>(349,728)</u>	<u>3,889,512</u>	<u>3,551,454</u>	<u>338,058</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES:					
CURRENT EXPENSE					
Undistributed Expenditures:					
Health Services:					
Salaries	\$ 809,284	\$ (73,026)	\$ 736,258	\$ 736,258	
Purchased Professional and Technical Services	167,311	277,626	444,937	412,328	\$ 32,609
Supplies and Materials	21,907	(4,809)	17,098	13,261	3,837
Total Health Services	<u>998,502</u>	<u>199,791</u>	<u>1,198,293</u>	<u>1,161,847</u>	<u>36,446</u>
Undistributed Expenditures:					
Speech, OT, PT and Related Services:					
Salaries	495,279	30,742	526,021	525,838	183
Purchased Professional - Educational Services	1,460,576	(470,897)	989,679	982,176	7,503
Supplies and Materials	6,568	(95)	6,473	3,570	2,903
Total - Speech, OT, PT and Related Services	<u>1,962,423</u>	<u>(440,250)</u>	<u>1,522,173</u>	<u>1,511,584</u>	<u>10,589</u>
Other Support Services - Students - Extraordinary Services:					
Salaries		1,062,893	1,062,893	1,048,839	14,054
Purchased Professional - Educational Services	531,500	(97,006)	434,494	403,029	31,465
Total Other Support Services - Students - Extraordinary Services	<u>531,500</u>	<u>965,887</u>	<u>1,497,387</u>	<u>1,451,868</u>	<u>45,519</u>
Guidance:					
Salaries of Other Professional Staff	1,542,814	31,977	1,574,791	1,573,179	1,612
Salaries of Secretarial and Clerical Assistants	136,886	(12,408)	124,478	123,953	525
Other Salaries	81,897	26,716	108,613	105,213	3,400
Supplies and Materials	12,034	9	12,043	10,464	1,579
Total Guidance	<u>1,773,631</u>	<u>46,294</u>	<u>1,819,925</u>	<u>1,812,809</u>	<u>7,116</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES:					
CURRENT EXPENSE					
Undistributed Expenditures:					
Child Study Team:					
Salaries of Other Professional Staff	\$ 1,843,981	\$ (472,240)	\$ 1,371,741	\$ 1,358,663	\$ 13,078
Salaries of Secretarial and Clerical Assistants	141,375	31,080	172,455	172,455	
Purchased Professional - Educational Services		108,303	108,303	108,303	
Other Purchased Professional and Technical Services	49,784		49,784	15,817	33,967
Miscellaneous Purchased Services	8,000		8,000	5,587	2,413
Supplies and Materials	84,235	6,877	91,112	88,131	2,981
Other Objects	2,000		2,000	1,652	348
Total Child Study Team	<u>2,129,375</u>	<u>(325,980)</u>	<u>1,803,395</u>	<u>1,750,608</u>	<u>52,787</u>
Improvement of Instructional Services:					
Other Salaries		34,479	34,479	34,479	
Purchased Professional - Educational Services	150,925	3,750	154,675	140,463	14,212
Other Purchased Services (400-500 series)	1,000		1,000	48	952
Supplies and Materials	6,000	25,616	31,616	28,940	2,676
Total Improvement of Instructional Services	<u>157,925</u>	<u>63,845</u>	<u>221,770</u>	<u>203,930</u>	<u>17,840</u>
Educational Media Services/School Library:					
Salaries	688,416	(57,192)	631,224	631,223	1
Supplies and Materials	103,727	(19,746)	83,981	82,176	1,805
Total Educational Media Services/School Library	<u>792,143</u>	<u>(76,938)</u>	<u>715,205</u>	<u>713,399</u>	<u>1,806</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES:					
CURRENT EXPENSE					
Undistributed Expenditures:					
Instructional Staff Training Services:					
Other Salaries	\$ 30,000	\$ (19,095)	\$ 10,905	\$ 10,255	\$ 650
Purchased Professional - Educational Services	217,100	(35,109)	181,991	150,673	31,318
Other Purchased Services (400-500 series)	48,759	150	48,909	24,804	24,105
Supplies and Materials	1,000	18,000	19,000	18,116	884
Total Instructional Staff Training Services	<u>296,859</u>	<u>(36,054)</u>	<u>260,805</u>	<u>203,848</u>	<u>56,957</u>
Support Services - General Administration:					
Salaries	563,734	(78,920)	484,814	465,036	19,778
Legal Services	333,962	(138,677)	195,285	152,822	42,463
Audit Fees	123,560		123,560	63,560	60,000
Architect Fees	87,928	239,185	327,113	225,788	101,325
Other Purchased Professional Services	114,896	10,911	125,807	121,438	4,369
Communications/Telephone	747,000	(26,571)	720,429	636,303	84,126
BOE Other Purchased Services	28,000		28,000	26,663	1,337
Miscellaneous Purchased Services (400-500 series)	50,500	(13,256)	37,244	23,385	13,859
General Supplies	11,000	2,500	13,500	9,451	4,049
Miscellaneous Expenditures	10,500	2,900	13,400	12,112	1,288
Total Support Services - General Administration	<u>2,071,080</u>	<u>(1,928)</u>	<u>2,069,152</u>	<u>1,736,558</u>	<u>332,594</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES:					
CURRENT EXPENSE					
Undistributed Expenditures:					
Support Services - School Administration:					
Salaries of Principals/Assistant Principals	\$ 3,449,138	\$ 48,139	\$ 3,497,277	\$ 3,460,422	\$ 36,855
Salaries of Other Professional Staff	97,714		97,714	95,227	2,487
Salaries of Secretarial and Clerical Assistants	744,028	(19,546)	724,482	632,562	91,920
Other Salaries	87,018	29,686	116,704	116,704	
Purchased Professional and Technical Services	4,000		4,000		4,000
Other Purchased Services (400-500 series)	38,150		38,150	15,790	22,360
Supplies and Materials	139,020	1,048	140,068	123,001	17,067
Other Objects	25,000	675	25,675	18,480	7,195
Total Support Services - School Administration	<u>4,584,068</u>	<u>60,002</u>	<u>4,644,070</u>	<u>4,462,186</u>	<u>181,884</u>
Central Services:					
Salaries	806,795	(9,638)	797,157	747,443	49,714
Purchased Professional Services	57,700	2,516	60,216	60,216	
Miscellaneous Purchased Services (400-500 series)	22,500	156	22,656	1,027	21,629
Supplies and Materials	56,000		56,000	25,650	30,350
Miscellaneous Expenditures	4,390		4,390	3,247	1,143
Total Central Services	<u>947,385</u>	<u>(6,966)</u>	<u>940,419</u>	<u>837,583</u>	<u>102,836</u>
Administration Information Technology:					
Salaries	450,707	25,625	476,332	470,457	5,875
Purchased Technical Services	655,845	(60,950)	594,895	565,363	29,532
Other Purchased Services (400-500 series)	750	453	1,203	1,203	
Supplies and Materials	84,022	(453)	83,569	80,704	2,865
Total Administration Information Technology	<u>1,191,324</u>	<u>(35,325)</u>	<u>1,155,999</u>	<u>1,117,727</u>	<u>38,272</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES:					
CURRENT EXPENSE					
Undistributed Expenditures:					
Required Maintenance for School Facilities:					
Salaries	\$ 691,529	\$ (22,161)	\$ 669,368	\$ 661,992	\$ 7,376
Cleaning, Repair and Maintenance Services	984,614	(63,373)	921,241	597,405	323,836
General Supplies	242,630	(10,420)	232,210	182,832	49,378
Total Required Maintenance for School Facilities	<u>1,918,773</u>	<u>(95,954)</u>	<u>1,822,819</u>	<u>1,442,229</u>	<u>380,590</u>
Custodial Services:					
Salaries	2,578,342	(3,626)	2,574,716	2,544,426	30,290
Purchased Professional and Technical Services	60,000		60,000	52,918	7,082
Cleaning, Repair and Maintenance Services	89,500	6,996	96,496	77,492	19,004
Rental of Land and Buildings Other Than Lease Purchase					
Agreements	11,000	197,815	208,815	130,667	78,148
Insurance	630,218	(9,856)	620,362	618,272	2,090
Miscellaneous Purchased Services	500		500		500
General Supplies	229,866	7,168	237,034	172,822	64,212
Energy (Natural Gas)	520,000	(16,500)	503,500	447,153	56,347
Energy (Electricity)	1,300,150	(87,598)	1,212,552	1,171,566	40,986
Other Objects	25,000	6,389	31,389	29,208	2,181
Total Custodial Services	<u>5,444,576</u>	<u>100,788</u>	<u>5,545,364</u>	<u>5,244,524</u>	<u>300,840</u>
Care and Upkeep of Grounds:					
Salaries	154,238	816	155,054	155,054	
General Supplies	10,000		10,000	6,309	3,691
Total Care and Upkeep of Grounds	<u>164,238</u>	<u>816</u>	<u>165,054</u>	<u>161,363</u>	<u>3,691</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES:					
CURRENT EXPENSE					
Undistributed Expenditures:					
Security:					
Purchased Professional and Technical Services	\$ 191,415		\$ 191,415	\$ 180,042	\$ 11,373
Total Security	<u>191,415</u>		<u>191,415</u>	<u>180,042</u>	<u>11,373</u>
Student Transportation Services:					
Salaries for Pupil Transportation:					
Between Home and School - Regular	366,572	\$ 156,850	523,422	523,422	
Between Home and School - Special	611,034	347,911	958,945	958,945	
Other Than Between Home and School - Regular	311,644	6,489	318,133	313,620	4,513
Other Purchased Professional and Technical Services		18,468	18,468	18,468	
Cleaning, Repair and Maintenance Services	120,000	60,754	180,754	160,860	19,894
Contracted Services:					
Between Home and School - Vendors	15,000		15,000	4,927	10,073
Other Than Between Home and School - Vendors	12,000		12,000		12,000
Special Education Students - Joint Agreements	90,000		90,000	32,220	57,780
Special Education Students - ESCs & CTSAs	1,303,500	(72,650)	1,230,850	1,124,907	105,943
Aid in Lieu Payments - Nonpublic Schools	486,200		486,200	390,212	95,988
Miscellaneous Purchased Services	2,000		2,000		2,000
General Supplies	300,000	(70,549)	229,451	164,822	64,629
Other Objects	9,000		9,000	4,927	4,073
Total Student Transportation Services	<u>3,626,950</u>	<u>447,273</u>	<u>4,074,223</u>	<u>3,697,330</u>	<u>376,893</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES:					
CURRENT EXPENSE					
Undistributed Expenditures:					
Unallocated Benefits:					
Social Security Contributions	\$ 1,150,000		\$ 1,150,000	\$ 1,081,937	\$ 68,063
Other Retirement Contributions - PERS	1,154,844	\$ (238,237)	916,607	916,607	
Other Retirement Contributions - Regular		99,823	99,823	99,823	
Unemployment Compensation	250,000	(34,890)	215,110	215,110	
Workmen's Compensation	573,064	(20,708)	552,356	552,356	
Health Benefits	13,665,907	(1,412,761)	12,253,146	11,103,340	1,149,806
Tuition Reimbursement	70,000		70,000	54,330	15,670
Other Employee Benefits	226,000	(100,000)	126,000	79,986	46,014
<b>Total Unallocated Benefits</b>	<u>17,089,815</u>	<u>(1,706,773)</u>	<u>15,383,042</u>	<u>14,103,489</u>	<u>1,279,553</u>
On-Behalf TPAF Contributions:					
Post Retirement Medical (non-budgeted)				3,229,120	(3,229,120)
Pension (non-budgeted)				2,034,090	(2,034,090)
Reimbursed TPAF Social Security Contributions (non-budgeted)				2,871,738	(2,871,738)
<b>Total On-Behalf and Reimbursed Contributions</b>				<u>8,134,948</u>	<u>(8,134,948)</u>
<b>Total Personal Services - Employee Benefits</b>	<u>17,089,815</u>	<u>(1,706,773)</u>	<u>15,383,042</u>	<u>22,238,437</u>	<u>(6,855,395)</u>
<b>Total Undistributed Expenses</b>	<u>50,111,222</u>	<u>(1,191,200)</u>	<u>48,920,022</u>	<u>53,479,326</u>	<u>(4,559,304)</u>
<b>TOTAL GENERAL CURRENT EXPENSE</b>	<u>87,483,005</u>	<u>(45,438)</u>	<u>87,437,567</u>	<u>90,192,280</u>	<u>(2,754,713)</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
EXPENDITURES:					
CAPITAL OUTLAY					
Equipment:					
Regular Programs - Instruction:		\$ 14,931	\$ 14,931	\$ 13,485	\$ 1,446
Grades 9-12	\$ 4,000		4,000		4,000
School Sponsored and Other Instructional Programs					
Undistributed Expenditures:	964,901		964,901	180,560	784,341
Administration Information Technology		6,900	6,900		6,900
Required Maintenance of School Facilities	27,632	37,832	65,464	25,738	39,726
Care and Upkeep of Grounds	58,000		58,000	47,020	10,980
School Buses - Special					
	<u>1,054,533</u>	<u>59,663</u>	<u>1,114,196</u>	<u>266,803</u>	<u>847,393</u>
Total Equipment					
Facilities Acquisition and Construction Services:					
Construction Services	766,660	114,000	880,660	804,422	76,238
Other Objects (Debt Service Assessment)	242,723		242,723	242,723	
	<u>1,009,383</u>	<u>114,000</u>	<u>1,123,383</u>	<u>1,047,145</u>	<u>76,238</u>
Total Facilities Acquisition and Construction Services					
Assets Acquired Under Capital Leases (non-budgeted):					
Undistributed Expenditures:				741,683	(741,683)
Instruction				741,683	(741,683)
Total Assets Acquired Under Capital Leases (non-budgeted)					
	<u>2,063,916</u>	<u>173,663</u>	<u>2,237,579</u>	<u>2,055,631</u>	<u>181,948</u>
TOTAL CAPITAL OUTLAY					
	<u>280,000</u>	<u>(14,225)</u>	<u>265,775</u>	<u>214,522</u>	<u>51,253</u>
Transfer of Funds to Charter Schools					
	<u>89,826,921</u>	<u>114,000</u>	<u>89,940,921</u>	<u>92,462,433</u>	<u>(2,521,512)</u>
TOTAL EXPENDITURES					
	<u>(228,874)</u>	<u>(114,000)</u>	<u>(342,874)</u>	<u>6,197,019</u>	<u>6,539,893</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures					

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Financing (Uses):					
Capital Leases (non-budgeted)				\$ 741,683	\$ 741,683
Operating Transfers Out:					
Capital Projects Fund - Capital Reserve		\$ (2,884,450)	\$ (2,884,450)	(2,884,450)	
Total Other Financing Sources/(Uses)		(2,884,450)	(2,884,450)	(2,142,767)	741,683
Excess/(Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	\$ (228,874)	(2,998,450)	(3,227,324)	4,054,252	7,281,576
Fund Balance, July 1	7,742,048		7,742,048	7,742,048	
Fund Balance, June 30	\$ 7,513,174	\$ (2,998,450)	\$ 4,514,724	\$ 11,796,300	\$ 7,281,576
Recapitulation:					
Restricted:					
Excess Surplus				\$ 2,207,910	
Excess Surplus - Designated for Subsequent Year's Expenditures				180,924	
Capital Reserve				6,539,683	
Assigned:					
Year-End Encumbrances				863,895	
Designated for Subsequent Year's Expenditures				13,453	
Designated for Subsequent Year's Expenditures (SEMI/ARRA)				45,648	
Unassigned				1,944,787	
				11,796,300	
Reconciliation to Governmental Funds Statement (GAAP):					
June State Aid Payments not Recognized on GAAP Basis				(2,006,058)	
Fund Balance per Governmental Funds (GAAP)				\$ 9,790,242	

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
SPECIAL REVENUE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
State Sources	\$ 133,029	\$ 16,214	\$ 149,243	\$ 129,524	\$ (19,719)
Federal Sources	2,729,592	517,868	3,247,460	2,541,821	(705,639)
Local Sources		149,087	149,087	131,909	(17,178)
Total Revenues	<u>2,862,621</u>	<u>683,169</u>	<u>3,545,790</u>	<u>2,803,254</u>	<u>(742,536)</u>
EXPENDITURES:					
Instruction					
Personal Services - Salaries	885,319	221,513	1,106,832	810,933	295,899
Purchased Professional/Educational Services	164,605	(17,008)	147,597	124,274	23,323
Purchased Technical Services	8,000		8,000	7,374	626
Tuition	1,393,094	78,513	1,471,607	1,289,450	182,157
General Supplies	210,011	120,225	330,236	282,652	47,584
Textbooks	14,894		14,894	13,126	1,768
Other Objects		33,267	33,267	33,247	20
Total Instruction	<u>2,675,923</u>	<u>436,510</u>	<u>3,112,433</u>	<u>2,561,056</u>	<u>551,377</u>
Support Services					
Personal Services - Salaries		6,000	6,000		6,000
Personal Services - Employee Benefits	162,398	18,254	180,652	96,385	84,267
Purchased Professional/Educational Services	17,530	142,259	159,789	109,485	50,304
Supplies and Materials	770	47,757	48,527	20,001	28,526
Other Objects		21,488	21,488	653	20,835
Total Support Services	<u>180,698</u>	<u>235,758</u>	<u>416,456</u>	<u>226,524</u>	<u>189,932</u>
Facilities Acquisition:					
Instructional Equipment	6,000	10,901	16,901	15,674	1,227
Total Facilities Acquisition	<u>6,000</u>	<u>10,901</u>	<u>16,901</u>	<u>15,674</u>	<u>1,227</u>
Total Expenditures	<u>2,862,621</u>	<u>683,169</u>	<u>3,545,790</u>	<u>2,803,254</u>	<u>742,536</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
NOTE TO RSI  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 98,659,452	\$ 2,803,254
Difference - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, whereas the GAAP Basis does not.		(6,612)
Current Year Encumbrances		(6,005)
Cancellation of Prior Year Encumbrances		44,311
Prior Year Encumbrances		
Prior Year State Aid Payments Recognized for GAAP Statements, not Recognized for Budgetary Purposes	1,996,503	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	<u>(2,006,058)</u>	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 98,649,897</u>	<u>\$ 2,834,948</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 92,462,433	\$ 2,803,254
Differences - Budget to GAAP:		
Encumbrances for Supplies and Equipment Ordered but Not Received are Reported in the Year the Order is Placed for Budgetary Purposes, not in the Year the Supplies are Received for Financial Reporting Purposes		(6,612)
Current Year Encumbrances		(6,005)
Cancellation of Prior Year Encumbrances		44,311
Prior Year Encumbrances		
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 92,462,433</u>	<u>\$ 2,834,948</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
NOTE TO RSI  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(UNAUDITED)

Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budget for the fiscal year ended June 30, 2015 was submitted to the County office and was approved by the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

The General and Special Revenue Fund budgetary revenue differs from GAAP revenue due to a difference in the recognition of the June state aid payments for the current year. Since the State is recording the June state aid payments in the subsequent fiscal year, the District cannot recognize these payments on the GAAP financial statements.

**SCHOOL LEVEL SCHEDULES  
(NOT APPLICABLE)**

**SPECIAL REVENUE FUND**

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	No Child Left Behind				I.D.E.A. - Part B, Basic	
	Title I	Title IIA	Title III	Title III Immigrant	Regular	Preschool
REVENUE:						
State Sources						
Federal Sources						
Local Sources	\$ 786,061	\$ 141,130	\$ 60,467	\$ 4,873	\$ 1,478,382	\$ 32,000
Total Revenue	<u>\$ 786,061</u>	<u>\$ 141,130</u>	<u>\$ 60,467</u>	<u>\$ 4,873</u>	<u>\$ 1,478,382</u>	<u>\$ 32,000</u>
EXPENDITURES:						
Instruction:						
Personal Services - Salaries	\$ 654,598	\$ 89,920	\$ 43,034	\$ 1,140		
Purchased Professional/Educational Services	15,250					
Purchased Technical Services						
Tuition					\$ 1,289,450	
General Supplies	30,673		14,309	3,733	119,700	\$ 32,000
Textbooks						
Other Objects						
Total Instruction	<u>700,521</u>	<u>89,920</u>	<u>57,343</u>	<u>4,873</u>	<u>1,409,150</u>	<u>32,000</u>
Support Services:						
Personal Services - Employee Benefits	76,962	19,423				
Purchased Professional/Educational Services	1,469	30,970	3,124		69,232	
Supplies and Materials	1,667	817				
Other Objects	165					
Total Support Services	<u>80,263</u>	<u>51,210</u>	<u>3,124</u>		<u>69,232</u>	
Facilities Acquisition:						
Instructional Equipment	5,277					
Total Facilities Acquisition	<u>5,277</u>					
Total Expenditures	<u>\$ 786,061</u>	<u>\$ 141,130</u>	<u>\$ 60,467</u>	<u>\$ 4,873</u>	<u>\$ 1,478,382</u>	<u>\$ 32,000</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Vocational Education - Perkins	Nonpublic Auxiliary Services	Nonpublic Handicapped Services (Chapter 193)			NJ Nonpublic Technology
		(Chapter 192) Compensatory Education	Supplementary Instruction	Examination & Classification	Corrective Speech	
REVENUE:						
State Sources		\$ 28,397	\$ 19,147	\$ 20,717	\$ 17,051	\$ 7,374
Federal Sources	\$ 38,908					
Local Sources						
	<u>\$ 38,908</u>	<u>\$ 28,397</u>	<u>\$ 19,147</u>	<u>\$ 20,717</u>	<u>\$ 17,051</u>	<u>\$ 7,374</u>
Total Revenue						
EXPENDITURES:						
Instruction:	\$ 4,748					
Personal Services - Salaries		\$ 28,397	\$ 19,147	\$ 20,717	\$ 17,051	\$ 7,374
Purchased Professional/Educational Services						
Purchased Technical Services						
Tuition	18,783					
General Supplies						
Textbooks	4,980					
Other Objects						
	<u>28,511</u>	<u>28,397</u>	<u>19,147</u>	<u>20,717</u>	<u>17,051</u>	<u>7,374</u>
Total Instruction						
Support Services:						
Personal Services - Employee Benefits						
Purchased Professional/Educational Services						
Supplies and Materials						
Other Objects						
Total Support Services						
	<u>\$ 38,908</u>	<u>\$ 28,397</u>	<u>\$ 19,147</u>	<u>\$ 20,717</u>	<u>\$ 17,051</u>	<u>\$ 7,374</u>
Total Expenditures						

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>NJ Nonpublic</u>		<u>Local Programs</u>			<u>Totals</u> <u>June 30, 2015</u>
	<u>Textbooks</u>	<u>Nursing</u>	<u>Bloomfield</u> <u>Education</u> <u>Foundation</u>	<u>Montclair</u> <u>State</u> <u>University</u>	<u>NJ Schools</u> <u>Insurance Group</u> <u>Safety Grant</u>	
	REVENUE:					
State Sources	\$ 13,126	\$ 23,712				\$ 129,524
Federal Sources						2,541,821
Local Sources			\$ 113,904	\$ 488	\$ 17,517	131,909
<b>Total Revenue</b>	<b>\$ 13,126</b>	<b>\$ 23,712</b>	<b>\$ 113,904</b>	<b>\$ 488</b>	<b>\$ 17,517</b>	<b>\$ 2,803,254</b>
EXPENDITURES:						
Instruction:						
Personal Services - Salaries			\$ 17,493			\$ 810,933
Purchased Professional/Educational Services		\$ 23,712				124,274
Purchased Technical Services						7,374
Tuition						1,289,450
General Supplies			63,454			282,652
Textbooks	\$ 13,126					13,126
Other Objects			28,267			33,247
<b>Total Instruction</b>	<b>13,126</b>	<b>23,712</b>	<b>109,214</b>			<b>2,561,056</b>
Support Services:						
Personal Services - Employee Benefits						96,385
Purchased Professional/Educational Services			4,690			109,485
Supplies and Materials					\$ 17,517	20,001
Other Objects				\$ 488		653
<b>Total Support Services</b>			<b>4,690</b>	<b>488</b>	<b>17,517</b>	<b>226,524</b>
Facilities Acquisition:						
Instructional Equipment						15,674
<b>Total Facilities Acquisition</b>						<b>15,674</b>
<b>Total Expenditures</b>	<b>\$ 13,126</b>	<b>\$ 23,712</b>	<b>\$ 113,904</b>	<b>\$ 488</b>	<b>\$ 17,517</b>	<b>\$ 2,803,254</b>

**CAPITAL PROJECTS FUND**

Exhibit F-1

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
SUMMARY SCHEDULE OF REVENUE, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGETARY BASIS  
CAPITAL PROJECTS FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Revenue and Other Financing Sources:	
Budget Appropriation	\$ 600,000
Transfer from Capital Reserve	2,884,450
Premium on Temporary Note	97
	<hr/>
Total Revenue and Other Financing Sources	3,484,547
	<hr/>
Expenditures and Other Financing Uses:	
Construction Services	355,400
Transfer to Debt Service Fund:	
Premium on Temporary Note	97
	<hr/>
Total Expenditures and Other Financing Uses	355,497
	<hr/>
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	3,129,050
	<hr/>
Fund Balance/(Deficit) - Beginning	(686,733)
	<hr/>
Fund Balance - Ending	\$ 2,442,317
	<hr/> <hr/>
<u>Recapitulation of Fund Balance/(Deficit) at June 30, 2014:</u>	
Unassigned/(Deficit)	\$ (506,145)
Committed - Year-End Encumbrances	2,884,450
Committed	64,012
	<hr/>
Fund Balance per Governmental Funds (Budgetary Basis)	2,442,317
Reconciliation to Governmental Funds Statement (GAAP):	
SDA Grants not Recognized on the GAAP Basis	(34,744)
	<hr/>
Total Fund Balance per Governmental Funds (GAAP Basis)	\$ 2,407,573
	<hr/> <hr/>

Exhibit F-1a

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
HIGH SCHOOL STATE STREET SIDEWALK  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Prior Periods	Current Year	Totals	Project Authorization
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 361,750	\$ 361,750	\$ 361,750
Total Revenue and Other Financing Sources	\$ -0-	361,750	361,750	361,750
Expenditures:				
Construction Services				361,750
Total Expenditures	-0-	-0-	-0-	361,750
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under)Expenditures	\$ -0-	\$ 361,750	\$ 361,750	\$ -0-

## Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 361,750
Change Orders	\$ -0-
Revised Authorized Cost	\$ 361,750
Change Order Percentage	0.00%
Percentage Completion	0.00%
Original Target Completion Date	08/31/15
Revised Target Completion Date	12/31/15

Exhibit F-1b

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
BERKELEY AND WATSESSING SCHOOLS ROOFING  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 1,459,000	\$ 1,459,000	\$ 1,459,000
Total Revenue and Other Financing Sources	\$ -0-	1,459,000	1,459,000	1,459,000
Expenditures:				
Construction Services				1,459,000
Total Expenditures	-0-	-0-	-0-	1,459,000
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under)Expenditures	\$ -0-	\$ 1,459,000	\$ 1,459,000	\$ -0-

## Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,459,000
Change Orders	\$ -0-
Revised Authorized Cost	\$ 1,459,000
Change Order Percentage	0.00%
Percentage Completion	0.00%
Original Target Completion Date	08/31/15
Revised Target Completion Date	12/31/15

Exhibit F-1c

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
MIDDLE SCHOOL BOILER REPLACEMENT AND NEW WATER HEATERS  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 1,063,700	\$ 1,063,700	\$ 1,063,700
Total Revenue and Other Financing Sources	\$ -0-	1,063,700	1,063,700	1,063,700
Expenditures:				
Construction Services				1,063,700
Total Expenditures	-0-	-0-	-0-	1,063,700
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under)Expenditures	\$ -0-	\$ 1,063,700	\$ 1,063,700	\$ -0-

Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,063,700
Change Orders	\$ -0-
Revised Authorized Cost	\$ 1,063,700
Change Order Percentage	0.00%
Percentage Completion	0.00%
Original Target Completion Date	08/31/15
Revised Target Completion Date	12/31/15

Exhibit F-1d

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
BERKELEY SCHOOL DOOR AND HARDWARE REPLACEMENT  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Prior Periods	Current Year	Totals	Project Authorization
Revenue and Other Financing Sources:				
State Sources - SDA Grant	\$ 34,744		\$ 34,744	\$ 68,631
Transfer from Capital Reserve	94,534		94,534	94,534
Total Revenue and Other Financing Sources	129,278	\$ -0-	129,278	163,165
Expenditures:				
Purchased Professional and Technical Services				25,103
Construction Services		82,600	82,600	138,062
Total Expenditures	-0-	82,600	82,600	163,165
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under)Expenditures	\$ 129,278	\$ (82,600)	\$ 46,678	\$ -0-

## Additional Project Information:

Project Number	0410-050-14-1006
Grant Date	01/06/14
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 163,165
Change Orders	\$ -0-
Revised Authorized Cost	\$ 163,165
Change Order Percentage	0.00%
Percentage Completion	100.00%
Original Target Completion Date	08/29/14
Revised Target Completion Date	12/09/14

Exhibit F-1e

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
DISTRICT-WIDE DOOR AND HARDWARE REPLACEMENT  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 272,800		\$ 272,800	\$ 272,800
Total Revenue and Other Financing Sources	272,800	\$ -0-	272,800	272,800
Expenditures:				
Construction Services		272,800	272,800	272,800
Total Expenditures	-0-	272,800	272,800	272,800
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under)Expenditures	\$ 272,800	\$ (272,800)	\$ -0-	\$ -0-

## Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 272,800
Change Orders	\$ -0-
Revised Authorized Cost	\$ 272,800
Change Order Percentage	0.00%
Percentage Completion	100.00%
Original Target Completion Date	08/29/14
Revised Target Completion Date	12/09/14

Exhibit F-1f

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
FOLEY FIELD RENOVATIONS  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Prior Periods	Current Year	Totals	Project Authorization		
				Revised	Adjustments	Original
Revenue and Other Financing Sources:						
Bond Proceeds and Transfers	\$ 1,805,160	\$ 600,000	\$ 2,405,160	\$ 2,914,160		\$ 2,914,160
Transfer from Capital Reserve	153,076		153,076	153,076	\$ 153,076	
Total Revenue and Other Financing Sources	1,958,236	600,000	2,558,236	3,067,236	153,076	2,914,160
Expenditures:						
Purchased Professional and Technical Services	291,928		291,928	291,928		291,928
Construction Services	2,772,453		2,772,453	2,775,308	153,076	2,622,232
Total Expenditures	3,064,381	-0-	3,064,381	3,067,236	153,076	2,914,160
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under)Expenditures and Other Financing Uses	<u>\$(1,106,145)</u>	<u>\$ 600,000</u>	<u>\$ (506,145)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

## Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	04/20/10
Bonds Authorized	\$ 2,914,160
Bonds Issued	\$ -0-
Original Authorized Cost	\$ 2,914,160
Change Orders	\$ 153,076
Revised Authorized Cost	\$ 3,067,236
Change Order Percentage	5.25%
Percentage Completion	100.00%
Original Target Completion Date	9/30/12
Revised Target Completion Date	9/30/12

Exhibit F-1g

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
HIGH SCHOOL CORNICE REPAIR  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Prior Periods	Current Year	Totals	Project Authorization		
				Revised	Adjustments	Original
Revenue and Other Financing Sources:						
State Sources - SDA Grant	\$ 336,040		\$ 336,040	\$ 336,040	\$ 13,600	\$ 322,440
Transfer from Capital Reserve	538,059		538,059	538,059	20,400	517,659
<b>Total Revenue and Other Financing Sources</b>	<b>874,099</b>	<b>\$ -0-</b>	<b>874,099</b>	<b>874,099</b>	<b>34,000</b>	<b>840,099</b>
Expenditures:						
Purchased Professional and Technical Services	77,229		77,229	78,400	34,000	44,400
Construction Services	795,699		795,699	795,699		795,699
<b>Total Expenditures</b>	<b>872,928</b>	<b>-0-</b>	<b>872,928</b>	<b>874,099</b>	<b>34,000</b>	<b>840,099</b>
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under)Expenditures	\$ 1,171	\$ -0-	\$ 1,171	\$ -0-	\$ -0-	\$ -0-

## Additional Project Information:

Project Number	0410-020-09-1002
Grant Date	04/10/07; 08/06/09
Bond Authorization Date	N/A
Bonds Authorized	\$ -0-
Bonds Issued	\$ -0-
Original Authorized Cost	\$ 840,099
Change Orders	\$ 34,000
Revised Authorized Cost	\$ 874,099
Change Order Percentage	4.05%
Percentage Completion	100.00%
Original Target Completion Date	08/10/10
Revised Target Completion Date	06/30/10

Exhibit F-1h

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUE, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
FRANKLIN ELEMENTARY SCHOOL CLASSROOM TRAILERS  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 262,688		\$ 262,688	\$ 262,688
Total Revenue and Other Financing Sources	262,688	\$ -0-	262,688	262,688
Expenditures:				
Purchased Professional and Technical Services	55,878		55,878	55,878
Construction Services	190,647		190,647	206,810
Total Expenditures	246,525	-0-	246,525	262,688
Excess/(Deficiency) of Revenue and Other Financing Sources Over/(Under)Expenditures	\$ 16,163	\$ -0-	\$ 16,163	\$ -0-

## Additional Project Information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 262,688
Change Orders	\$ -0-
Revised Authorized Cost	\$ 262,688
Change Order Percentage	0.00%
Percentage Completion	100.00%
Original Target Completion Date	12/31/12
Revised Target Completion Date	12/31/12

Exhibit F-2

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

Purpose	Original Issue	Issue Date	Maturity Date	Interest Rate	Balance June 30, 2014	Issued	Matured	Balance June 30, 2015
Foley Field Renovations	\$ 2,914,160	7/18/2013	7/17/2014	1.00%	\$ 1,109,000		\$ 1,109,000	
		7/17/2014	7/16/2015	1.00%		\$ 509,000		\$ 509,000
					<u>\$ 1,109,000</u>	<u>\$ 509,000</u>	<u>\$ 1,109,000</u>	<u>\$ 509,000</u>

**PROPRIETARY FUNDS**

Exhibit G-1

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF NET POSITION  
JUNE 30, 2015

	<u>Business-Type Activities - Enterprise Funds</u>			<u>Totals</u>
	<u>Non-Major Funds</u>			
	<u>Food Service</u>	<u>Summer Arts Program</u>	<u>Innovation Summer Institute</u>	
<u>ASSETS:</u>				
Current Assets:				
Cash and Cash Equivalents	\$ 478,246	\$ 19,475	\$ 5,954	\$ 503,675
Accounts Receivable:				
Federal	100,950			100,950
State	2,749			2,749
Other	285			285
Inventories	4,688			4,688
Total Current Assets	<u>586,918</u>	<u>19,475</u>	<u>5,954</u>	<u>612,347</u>
Non-Current Assets:				
Capital Assets	153,283			153,283
Less: Accumulated Depreciation	<u>(76,003)</u>			<u>(76,003)</u>
Total Non-Current Assets	<u>77,280</u>	<u>-0-</u>	<u>-0-</u>	<u>77,280</u>
Total Assets	<u>664,198</u>	<u>19,475</u>	<u>5,954</u>	<u>689,627</u>
<u>LIABILITIES:</u>				
Current Liabilities:				
Unearned Revenue		19,475		19,475
Total Current Liabilities	<u>-0-</u>	<u>19,475</u>	<u>-0-</u>	<u>19,475</u>
Total Liabilities	<u>-0-</u>	<u>19,475</u>	<u>-0-</u>	<u>19,475</u>
<u>NET POSITION:</u>				
Net Investment in Capital Assets	77,280			77,280
Unrestricted	<u>586,918</u>		5,954	<u>592,872</u>
Total Net Position	<u>\$ 664,198</u>	<u>\$ -0-</u>	<u>\$ 5,954</u>	<u>\$ 670,152</u>

Exhibit G-2

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF REVENUE, EXPENSES  
AND CHANGES IN FUND NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Business-Type Activities - Enterprise Funds			Total
	Non-Major Funds			
	Food Service	Summer Arts Program	Innovation Summer Institute	
Operating Revenue:				
Charges for Services:				
Daily Sales	\$ 796,166			\$ 796,166
Special Events	4,698			4,698
Program Fees		\$ 35,018	\$ 18,800	53,818
Total Operating Revenue	800,864	35,018	18,800	854,682
Operating Expenses:				
Cost of Sales	1,019,827			1,019,827
Salaries	477,334	33,352	11,790	522,476
Payroll Taxes	66,280			66,280
Employee Benefits	81,493			81,493
Purchased Property Services	133,511			133,511
Management Fee	86,540			86,540
Supplies and Materials	62,893	1,666	1,056	65,615
Depreciation Expense	9,093			9,093
Total Operating Expenses	1,936,971	35,018	12,846	1,984,835
Operating Income/(Loss)	(1,136,107)	-0-	5,954	(1,130,153)
Non-Operating Revenue:				
Federal Sources:				
School Breakfast Program	87,516			87,516
National School Lunch Program	1,133,907			1,133,907
Food Distribution Program	120,130			120,130
State Sources:				
School Lunch Program	25,195			25,195
School Lunch Program - Supplemental	751			751
Total Non-Operating Revenue	1,367,499	-0-	-0-	1,367,499
Change in Net Position	231,392	-0-	5,954	237,346
Net Position - Beginning of Year	432,806	-0-	-0-	432,806
Net Position - End of Year	\$ 664,198	\$ -0-	\$ 5,954	\$ 670,152

Exhibit G-3

**BLOOMFIELD TOWNSHIP SCHOOL DISTRICT**  
**ENTERPRISE FUNDS**  
**COMBINING STATEMENT OF CASH FLOWS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

	Business-Type Activities - Enterprise Funds			Total
	Non-Major Funds			
	Food Service	Summer Arts Program	Innovation Summer Institute	
Cash Flows from Operating Activities:				
Receipts from Customers	\$ 800,594	\$ 31,530	\$ 1,350	\$ 833,474
Payments to Employees		(33,352)	(11,790)	(45,142)
Payments to Food Service Vendor	(1,777,896)			(1,777,896)
Payments to Suppliers	(32,811)	(1,666)	(1,056)	(35,533)
Net Cash Used for Operating Activities	<u>(1,010,113)</u>	<u>(3,488)</u>	<u>(11,496)</u>	<u>(1,025,097)</u>
Cash Flows from Capital Financing Activities:				
Acquisition of Capital Assets	(2,581)			(2,581)
Net Cash Used for Capital Financing Activities	<u>(2,581)</u>	<u>-0-</u>	<u>-0-</u>	<u>(2,581)</u>
Cash Flows from Noncapital Financing Activities:				
Federal Sources	1,183,118			1,183,118
State Sources	25,892			25,892
Net Cash Provided by Noncapital Financing Activities	<u>1,209,010</u>	<u>-0-</u>	<u>-0-</u>	<u>1,209,010</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	196,316	(3,488)	(11,496)	181,332
Cash and Cash Equivalents, July 1	281,930	22,963	17,450	322,343
Cash and Cash Equivalents, June 30	<u>\$ 478,246</u>	<u>\$ 19,475</u>	<u>\$ 5,954</u>	<u>\$ 503,675</u>
Reconciliation of Operating Income/(Loss) to Net Cash Used for Operating Activities:				
Operating Income/(Loss)	\$ (1,136,107)	\$ -0-	\$ 5,954	\$ (1,130,153)
Adjustment to Reconcile Operating Income/(Loss) to Net Cash Used for Operating Activities:				
Depreciation	9,093			9,093
Federal Food Distribution Program	120,130			120,130
Changes in Assets and Liabilities:				
(Increase) in Other Accounts Receivable	(270)			(270)
(Increase) in Inventory	(2,959)			(2,959)
(Decrease) in Unearned Revenue		(3,488)	(17,450)	(20,938)
Net Cash Used for Operating Activities	<u>\$ (1,010,113)</u>	<u>\$ (3,488)</u>	<u>\$ (11,496)</u>	<u>\$ (1,025,097)</u>

**Non-Cash Investing, Capital and Financing Activities:**

The Food Service Enterprise Fund received and utilized commodities from the Federal Food Distribution Program valued at \$120,130 for the fiscal year ended June 30, 2015.

**FIDUCIARY FUNDS**

Exhibit H-1

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
FIDUCIARY FUND  
COMBINING STATEMENT OF NET POSITION  
JUNE 30, 2015

	<u>Agency</u>			<u>Unemployment Compensation Trust</u>	<u>Private Purpose Scholarship Trust</u>
	<u>Student Activity</u>	<u>Payroll</u>	<u>Total</u>		
<u>ASSETS:</u>					
Cash and Cash Equivalents	\$ 280,022	\$ 674,767	\$ 954,789	\$ 599,227	\$ 96,123
Interfund Receivable				29,345	
Total Assets	<u>280,022</u>	<u>674,767</u>	<u>954,789</u>	<u>628,572</u>	<u>96,123</u>
<u>LIABILITIES:</u>					
Interfund Payable		29,345	29,345		
Payroll Deductions and Withholdings		645,422	645,422		
Due to Student Groups	280,022		280,022		
Total Liabilities	<u>280,022</u>	<u>674,767</u>	<u>954,789</u>	<u>-0-</u>	<u>-0-</u>
<u>NET POSITION:</u>					
Held in Trust for:					
Unemployment Claims				628,572	
Scholarships					96,123
Total Net Position	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 628,572</u>	<u>\$ 96,123</u>

Exhibit H-2

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
FIDUCIARY FUND  
STATEMENT OF CHANGES IN NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Unemployment Compensation Trust</u>	<u>Private Purpose Scholarship Trust</u>
ADDITIONS:		
Contributions:		
Plan Member	\$ 91,362	
Employer	215,110	
Other		\$ 4,808
Total Contributions	<u>306,472</u>	<u>4,808</u>
Investment Earnings:		
Interest		35
Net Investment Earnings		<u>35</u>
Total Additions	<u>306,472</u>	<u>4,843</u>
DEDUCTIONS:		
Quarterly Contribution Reports and Unemployment Claims	123,812	
Scholarships Awarded		16,067
Total Deductions	<u>123,812</u>	<u>16,067</u>
Change in Net Position	182,660	(11,224)
Net Position - Beginning of the Year	<u>445,912</u>	<u>107,347</u>
Net Position - End of the Year	<u>\$ 628,572</u>	<u>\$ 96,123</u>

Exhibit H-3

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
STUDENT ACTIVITY AGENCY FUND  
SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Balance July 1, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2015</u>
<u>ASSETS:</u>				
Cash and Cash Equivalents	\$ 276,288	\$ 376,947	\$ 373,213	\$ 280,022
Total Assets	<u>\$ 276,288</u>	<u>\$ 376,947</u>	<u>\$ 373,213</u>	<u>\$ 280,022</u>
<u>LIABILITIES:</u>				
Liabilities: Due to Student Groups	\$ 276,288	\$ 376,947	\$ 373,213	\$ 280,022
Total Liabilities	<u>\$ 276,288</u>	<u>\$ 376,947</u>	<u>\$ 373,213</u>	<u>\$ 280,022</u>

Exhibit H-4

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
STUDENT ACTIVITY AGENCY FUND  
STATEMENT OF ACTIVITY  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Balance</u> <u>July 1, 2014</u>	<u>Cash</u> <u>Receipts</u>	<u>Cash</u> <u>Disbursements</u>	<u>Balance</u> <u>June 30, 2015</u>
Senior High School:				
Bloomfield High School	\$ 254,624	\$ 288,705	\$ 281,470	\$ 261,859
Student Athletic Account		83,667	83,667	
Middle School:				
Bloomfield Middle School	1,012	2,340	2,040	1,312
Elementary Schools:				
Berkeley School	356			356
Brookdale School	739			739
Carteret School	3,266			3,266
Demarest School	3,649			3,649
Fairview School	1,785	300	112	1,973
Forest Glen School	1,845			1,845
Franklin School	429			429
Oak View School	2,854			2,854
Watsessing School	5,729	1,935	5,924	1,740
	<hr/>	<hr/>	<hr/>	<hr/>
Total All Schools	<u>\$ 276,288</u>	<u>\$ 376,947</u>	<u>\$ 373,213</u>	<u>\$ 280,022</u>

Exhibit H-5

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
PAYROLL AGENCY FUND  
SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Balance</u> <u>June 30, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2015</u>
<u>ASSETS:</u>				
Cash and Cash Equivalents	\$ 441,474	\$ 57,913,538	\$ 57,680,245	\$ 674,767
Total Assets	<u>\$ 441,474</u>	<u>\$ 57,913,538</u>	<u>\$ 57,680,245</u>	<u>\$ 674,767</u>
<u>LIABILITIES:</u>				
Interfund Payable:				
Fiduciary Fund:				
Unemployment Compensation Trust	\$ 27,359	\$ 29,345	\$ 27,359	\$ 29,345
Payroll Deductions and Withholdings	414,115	57,884,193	57,652,886	645,422
Total Liabilities	<u>\$ 441,474</u>	<u>\$ 57,913,538</u>	<u>\$ 57,680,245</u>	<u>\$ 674,767</u>

**LONG-TERM DEBT**

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds		Interest Rate	Balance July 1, 2014	Retired/ Matured	Balance June 30, 2015
			Outstanding June 30, 2015	Date				
School Refunding Bonds	06/02/09	\$ 12,180,000	03/01/16	\$ 660,000	4.00%	\$ 3,250,000	\$ 670,000	\$ 2,580,000
			03/01/17	655,000	4.00%			
			03/01/18	645,000	4.00%			
			03/01/19	620,000	4.00%			
School Refunding Bonds	09/02/11	29,065,000	09/01/15	1,570,000	3.00%			
			09/01/16	1,600,000	3.00%			
			09/01/17	1,630,000	5.00%			
			09/01/18	1,695,000	4.00%			
			09/01/19	1,760,000	4.00%			
			09/01/20	1,840,000	5.00%			
			09/01/21	1,940,000	5.00%			
			09/01/22	1,995,000	5.00%			
			09/01/23	2,000,000	5.00%			
			09/01/24	2,005,000	4.00%			
			09/01/25	1,990,000	4.00%			
			09/01/26	1,975,000	4.00%			
			09/01/27	1,960,000	4.00%			
			09/01/28	1,935,000	4.00%			
					<u>27,480,000</u>	<u>1,585,000</u>	<u>25,895,000</u>	
					<u>\$ 30,730,000</u>	<u>\$ 2,255,000</u>	<u>\$ 28,475,000</u>	

Exhibit I-2

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

<u>Item</u>	<u>Interest Rate</u>	<u>Original Issue</u>	<u>Balance July 1, 2013</u>	<u>Issued</u>	<u>Retired/ Matured</u>	<u>Balance June 30, 2015</u>
Technology Equipment	1.0653%	\$ 741,683	<u>                    </u>	<u>\$ 741,683</u>	<u>\$ 249,561</u>	<u>\$ 492,122</u>
			<u>\$ -0-</u>	<u>\$ 741,683</u>	<u>\$ 249,561</u>	<u>\$ 492,122</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
DEBT SERVICE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 3,972,834		\$ 3,972,834	\$ 3,972,834	
State Sources:					
Debt Service Aid Type II	200,662		200,662	200,662	
<b>Total Revenues</b>	<b>4,173,496</b>		<b>4,173,496</b>	<b>4,173,496</b>	
<b>EXPENDITURES:</b>					
Regular Debt Service:					
Interest	1,353,496	\$ (35,000)	1,318,496	1,259,665	\$ 58,831
Redemption of Principal	2,820,000	35,000	2,855,000	2,855,000	
<b>Total Regular Debt Service</b>	<b>4,173,496</b>		<b>4,173,496</b>	<b>4,114,665</b>	<b>58,831</b>
<b>Total Expenditures</b>	<b>4,173,496</b>		<b>4,173,496</b>	<b>4,114,665</b>	<b>58,831</b>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures				58,831	58,831
<b>Other Financing Sources:</b>					
Operating Transfer In - Capital Projects Fund: Premium on Sale of Temporary Note				97	97
<b>Total Other Financing Sources</b>				<b>97</b>	<b>97</b>
Excess/(Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures	-0-	-0-	-0-	58,928	58,928
Fund Balance, July 1	55,490		55,490	55,490	
Fund Balance, June 30	\$ 55,490	\$ -0-	\$ 55,490	\$ 114,418	\$ 58,928
<b>Recapitulation of Fund Balance at June 30, 2015:</b>					
Restricted				\$ 114,418	

**STATISTICAL SECTION  
(UNAUDITED)**

**STATISTICAL SECTION**  
**(UNAUDITED)**

This part of the District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the District's overall financial health.

**Contents**

**Financial Trends**

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

**Exhibit**

J-1 thru J-5

**Revenue Capacity**

These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property taxes.

J-6 thru J-9

**Debt Capacity**

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

J-10 thru J-13

**Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.

J-14 thru J-15

**Operating Information**

These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.

J-16 thru J-20

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.



BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(Accrual Basis of Accounting)*

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses:										
Governmental Activities:										
Instruction:										
Regular	\$ 32,261,136	\$ 34,852,936	\$ 35,348,513	\$ 34,593,798	\$ 36,722,399	\$ 33,710,076	\$ 34,115,372	\$ 33,960,024	\$ 39,478,694	\$ 40,340,460
Special Education	6,679,227	7,485,704	7,480,093	7,556,218	8,299,766	9,443,200	13,112,003	12,904,747	13,188,293	15,666,132
Other Special Instruction	1,317,426	1,633,273	1,889,684	2,715,708	3,199,512	3,468,866	3,667,694	3,439,282	722,575	996,635
Other Instruction	909,080	1,063,976	1,117,813	1,178,014	1,240,460	1,275,954	1,259,667	1,337,156	1,431,763	1,622,373
Support Services:										
Tuition	2,672,943	2,881,197	3,946,673	4,117,006	3,646,662	4,744,949	4,279,268	4,653,002	4,306,683	4,840,904
Student & Instruction Related Services	9,776,844	10,845,882	11,376,793	11,294,256	10,437,226	8,849,533	10,561,145	10,399,200	9,507,437	12,893,396
General Administrative Services	2,499,557	2,826,661	1,786,268	1,792,279	3,390,011	3,671,999	1,524,824	1,680,255	2,799,057	2,040,976
School Administrative Services	3,750,801	4,056,398	5,941,413	6,052,220	6,644,781	5,981,342	6,446,036	6,049,340	6,815,486	7,086,602
Central Services							1,291,750	1,385,109	1,325,042	1,294,968
Administrative Information Technology							1,369,652	1,132,969	1,015,376	1,543,908
Plant Operations and Maintenance	6,843,855	7,027,461	7,653,327	7,263,705	7,346,089	7,679,216	7,156,510	7,998,192	8,576,679	9,415,752
Pupil Transportation	3,585,674	4,389,194	5,003,794	4,420,181	4,779,445	4,782,816	4,697,117	4,883,438	4,717,879	4,956,834
Special Schools	107,784	114,913	39,833	39,526	44,989					
Charter Schools	24,322	6,519	26,625	71,332	106,956	83,567	91,358	104,686	178,640	214,522
Interest on Long-term Debt	2,098,068	2,024,732	2,090,375	1,785,161	1,697,405	1,586,538	1,689,231	1,373,430	1,292,071	1,222,202
Unallocated Depreciation	2,346,518	1,784,407	3,019,366	2,756,187	1,967,354	1,970,257	1,697,279	2,016,255	2,016,255	2,066,740
Total Governmental Activities Expenses	74,873,235	80,993,253	86,720,570	85,635,591	89,523,055	87,248,313	92,958,906	93,317,085	97,371,930	106,202,404
Business-Type Activities:										
Food Service	2,132,134	2,240,554	2,259,173	2,354,071	2,486,882	2,367,953	2,465,433	2,400,580	1,839,310	1,936,971
Summer Arts Program							33,000	56,500	32,953	35,018
Innovation Summer Institute										12,846
Total Business-Type Activities Expenses	2,132,134	2,240,554	2,259,173	2,354,071	2,486,882	2,367,953	2,498,433	2,457,080	1,872,263	1,984,835
Total District-Wide Expenses	77,005,369	83,233,807	88,979,743	87,989,662	92,009,937	89,616,266	95,457,339	95,774,165	99,244,193	108,187,239
Program Revenues:										
Governmental Activities:										
Charges for Services:										
Instruction (Tuition)							131,610	248,508	191,242	237,697
Operating Grants and Contributions	9,845,947	12,146,829	12,183,965	8,271,856	9,284,499	8,017,243	14,646,833	15,867,734	14,438,975	24,917,818
Total Governmental Activities Program Revenues	9,845,947	12,146,829	12,183,965	8,271,856	9,284,499	8,017,243	14,778,443	16,116,242	14,630,217	25,155,515

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(Accrual Basis of Accounting)*

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Business-Type Activities:										
Charges for Services:										
Food Service and State Grants	\$ 1,693,066	\$ 1,744,656	\$ 1,753,844	\$ 1,787,861	\$ 1,954,454	\$ 1,851,495	\$ 836,569	\$ 715,140	\$ 791,975	\$ 800,864
Summer Arts Program							33,000	56,500	32,953	35,018
Innovation Summer Institute										18,800
Operating Grants and Contributions							1,160,877	1,119,265	1,206,753	1,367,499
<b>Total Business-Type Activities Revenues</b>	<b>1,693,066</b>	<b>1,744,656</b>	<b>1,753,844</b>	<b>1,787,861</b>	<b>1,954,454</b>	<b>1,851,495</b>	<b>2,030,446</b>	<b>1,890,905</b>	<b>2,031,681</b>	<b>2,222,181</b>
<b>Total District-Wide Program Revenues</b>	<b>11,539,013</b>	<b>13,891,485</b>	<b>13,937,809</b>	<b>10,059,717</b>	<b>11,238,953</b>	<b>9,868,738</b>	<b>16,808,889</b>	<b>18,007,147</b>	<b>16,661,898</b>	<b>27,377,696</b>
Net (Expense)/Revenue:										
Governmental Activities	(65,027,288)	(68,846,424)	(74,536,605)	(77,363,735)	(80,238,556)	(79,231,070)	(78,180,463)	(77,200,843)	(82,741,713)	(81,046,889)
Business-type Activities	(439,068)	(495,898)	(505,329)	(566,210)	(532,428)	(516,458)	(467,987)	(566,175)	159,418	237,346
<b>Total District-Wide Net (Expense)/Revenue</b>	<b>(65,466,356)</b>	<b>(69,342,322)</b>	<b>(75,041,934)</b>	<b>(77,929,945)</b>	<b>(80,770,984)</b>	<b>(79,747,528)</b>	<b>(78,648,450)</b>	<b>(77,767,018)</b>	<b>(82,582,295)</b>	<b>(80,809,543)</b>
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	46,233,202	48,322,565	52,212,387	54,572,251	56,980,309	60,189,793	59,411,033	60,392,089	66,470,156	67,799,559
Taxes Levied for Debt Service	2,838,893	3,256,651	3,500,300	3,482,421	3,459,024	3,364,042	2,463,315	3,898,817	3,965,623	3,972,834
Restricted Grants and Contributions	5,996	26,567	11,462		1,735,417	5,950,496				
Unrestricted Grants and Contributions	14,659,045	14,950,718	16,602,241	19,564,529	21,668,514	12,924,191	15,398,990	16,146,139	16,891,209	17,111,512
Tuition	422,168	404,645	407,599	219,356						
Bonds Authorized but not issued					2,914,161					
Miscellaneous Income	602,962	358,071	235,199	527,170	465,153	650,070	153,122	58,546	576,982	790,438
Adjustment for Note Payable						(2,914,160)				
Transfers	(433,119)	(360,000)	(470,548)	(590,979)	(525,576)	(496,028)	(488,342)	(556,299)	(244,946)	
<b>Total Governmental Activities General Revenues and Other Changes in Net Position</b>	<b>64,329,147</b>	<b>66,959,217</b>	<b>72,498,640</b>	<b>77,774,748</b>	<b>86,697,002</b>	<b>79,668,404</b>	<b>76,938,118</b>	<b>79,939,292</b>	<b>87,659,024</b>	<b>89,674,343</b>
Business-type Activities:										
Investment Earnings							504			
Miscellaneous	8,919	7,913	3,338	670	946	979				
Transfers	433,119	360,000	508,448	590,979	525,576	496,028	488,342	556,299		
<b>Total Business-type Activities General Revenues and Other Changes in Net Position</b>	<b>442,038</b>	<b>367,913</b>	<b>511,786</b>	<b>591,649</b>	<b>526,522</b>	<b>497,007</b>	<b>488,846</b>	<b>556,299</b>		
<b>Total District-Wide General Revenues and Other Changes in Net Position</b>	<b>64,771,185</b>	<b>67,327,130</b>	<b>73,010,426</b>	<b>78,366,397</b>	<b>87,223,524</b>	<b>80,165,411</b>	<b>77,426,964</b>	<b>80,495,591</b>	<b>87,659,024</b>	<b>89,674,343</b>
Change in Net Position:										
Governmental Activities	(698,141)	(1,887,207)	(2,037,965)	411,013	6,458,446	437,334	(1,242,345)	2,738,449	4,917,311	8,627,454
Business-Type Activities	2,970	(127,985)	6,456	25,439	(5,906)	(19,451)	20,859	(9,876)	159,418	237,346
<b>Total District-Wide Change in Net Position</b>	<b>\$ (695,171)</b>	<b>\$ (2,015,192)</b>	<b>\$ (2,031,509)</b>	<b>\$ 436,452</b>	<b>\$ 6,452,540</b>	<b>\$ 417,883</b>	<b>\$ (1,221,486)</b>	<b>\$ 2,728,573</b>	<b>\$ 5,076,729</b>	<b>\$ 8,864,800</b>

Source: Bloomfield Township School District Financial Reports.

Exhibit J-3

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
FUND BALANCES - GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(Modified Accrual Basis of Accounting)*

	June 30,				
	2006	2007	2008	2009	2010
General Fund:					
Reserved	\$ 2,983,226	\$ 1,523,980	\$ 444,074	\$ 1,469,007	\$ 2,852,978
Unreserved/(Deficit)	(519,415)	(391,968)	(237,320)	(528,669)	(457,144)
Total General Fund	<u>\$ 2,463,811</u>	<u>\$ 1,132,012</u>	<u>\$ 206,754</u>	<u>\$ 940,338</u>	<u>\$ 2,395,834</u>
All Other Governmental Funds:					
Reserved	\$ 9,538,760	\$ 1,580,042	\$ 1,301,844	\$ 1,102,148	\$ 1,237,713
Unreserved, Reported in:					
Special Revenue Fund/(Deficit)	(80,032)	(66,749)	(66,749)		
Capital Projects Fund	1,771,398	1,763,771	815,138	137,884	2,840,632
Debt Service Fund	19,110				189,687
Total All Other Governmental Funds	<u>\$ 11,249,236</u>	<u>\$ 3,277,064</u>	<u>\$ 2,050,233</u>	<u>\$ 1,240,032</u>	<u>\$ 4,268,032</u>
Total Governmental Funds	<u>\$ 13,713,047</u>	<u>\$ 4,409,076</u>	<u>\$ 2,256,987</u>	<u>\$ 2,180,370</u>	<u>\$ 6,663,866</u>
	June 30,				
	2011	2012	2013	2014	2015
General Fund:					
Restricted	\$ 1,196,966	\$ 782,682	\$ 2,485,164	\$ 5,705,480	\$ 8,928,517
Assigned	3,228,131	851,078		40,065	861,725
Unassigned/(Deficit)	(1,785,891)		(194,206)		
Total General Fund	<u>\$ 2,639,206</u>	<u>\$ 1,633,760</u>	<u>\$ 2,290,958</u>	<u>\$ 5,745,545</u>	<u>\$ 9,790,242</u>
All Other Governmental Funds:					
Restricted	\$ 1,711,247	\$ 82,438	\$ 5,016	\$ 55,490	\$ 114,418
Committed	128,962	17,336	17,334	419,412	2,913,718
Unassigned/(Deficit)		(1,189,030)	(967,061)	(1,140,889)	(506,145)
Total All Other Governmental Funds	<u>\$ 1,840,209</u>	<u>\$ (1,089,256)</u>	<u>\$ (944,711)</u>	<u>\$ (665,987)</u>	<u>\$ 2,521,991</u>
Total Governmental Funds	<u>\$ 4,479,415</u>	<u>\$ 544,504</u>	<u>\$ 1,346,247</u>	<u>\$ 5,079,558</u>	<u>\$ 12,312,233</u>

Source: Bloomfield Township School District Financial Reports.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
UNAUDITED  
(Modified Accrual Basis of Accounting)

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Revenues:</b>										
Tax Levy	\$ 49,072,095	\$ 51,579,216	\$ 55,712,687	\$ 58,054,672	\$ 60,439,333	\$ 63,553,835	\$ 61,874,348	\$ 64,290,906	\$ 70,435,779	\$ 71,772,393
Tuition Charges	422,168	404,645	407,599	219,356	212,553	103,034	131,610	248,508	191,242	237,697
Interest Earnings	401,261	301,454	202,658	4						
Miscellaneous	201,702	56,616	70,440	410,728	162,124	547,036	149,153	111,474	632,809	920,313
Local Sources			37,279	55,058	90,474	25,716				
State Sources	22,011,405	24,766,672	26,501,052	24,942,111	24,969,010	23,994,240	26,525,403	29,214,682	28,677,437	29,974,623
Federal Sources	2,499,582	2,357,442	2,259,338	2,839,216	7,719,420	2,871,974	3,512,981	2,746,263	2,596,920	2,753,315
<b>Total Revenues</b>	<b>74,608,213</b>	<b>79,466,045</b>	<b>85,191,053</b>	<b>86,521,145</b>	<b>93,592,914</b>	<b>91,095,835</b>	<b>92,193,495</b>	<b>96,611,833</b>	<b>102,534,187</b>	<b>105,658,341</b>
<b>Expenditures:</b>										
<b>Instruction:</b>										
Regular Instruction	24,291,852	25,106,085	25,736,570	26,441,711	27,736,649	25,097,965	24,332,374	24,593,834	25,990,938	26,027,064
Special Education Instruction	4,894,541	5,207,056	5,344,609	5,586,372	6,038,735	6,943,570	9,480,844	9,494,261	8,925,200	10,197,967
Other Special Instruction	961,444	1,135,051	1,331,222	2,005,813	2,327,456	2,533,148	2,566,817	2,460,712	472,987	628,334
Other Instruction	717,455	798,266	837,501	924,740	949,506	993,275	1,003,584	1,028,389	1,016,184	1,137,319
<b>Support Services:</b>										
Tuition	2,672,943	2,881,197	3,946,673	4,117,006	3,646,662	4,744,949	4,279,268	4,653,002	4,306,683	4,840,904
Student & Instruction Related Services	7,476,974	7,935,235	8,367,994	8,709,668	8,011,845	7,911,056	8,143,401	8,102,992	7,284,893	9,036,417
General Administrative Services							1,409,551	1,517,748	2,601,340	1,736,558
Other Administrative Services	1,133,526	1,169,118	1,154,905	1,258,939	3,081,239	4,410,642				
School Administrative Services	3,868,457	4,136,297	4,436,333	4,832,605	4,839,441	3,364,036	4,528,055	4,592,697	4,515,211	4,462,186
Plant Operations and Maintenance	5,770,309	5,716,121	6,378,713	6,156,193	6,157,068	6,728,344	5,922,623	6,591,658	6,578,537	7,028,158
Pupil Transportation	3,157,889	3,823,539	4,409,235	3,888,719	4,156,311	4,104,291	3,931,400	3,996,588	3,602,849	3,697,330
Central Services							988,887	997,365	891,145	837,583
Administrative Information Technology							1,191,132	956,409	773,663	1,117,727
Unallocated Benefits	14,869,332	18,050,215	19,196,770	16,822,188	19,287,775	18,492,030	21,440,300	21,861,828	26,275,850	22,238,437
Special Schools	79,447	80,581	29,108	30,082	33,251					
Charter Schools	24,322	6,519	26,625	71,332	106,956	83,567	91,358	104,686	178,640	214,522
Capital Outlay	16,989,048	8,524,782	1,682,171	1,372,800	1,422,719	1,552,610	2,619,841	718,748	1,603,788	2,452,275
Debt Service	3,862,625	3,839,955	3,956,265	3,788,615	3,702,389	3,673,063				
<b>Debt Service:</b>										
Principal							2,660,365	2,774,795	2,790,000	2,855,000
Interest and Other Charges							1,672,037	1,417,874	1,334,297	1,259,665
<b>Total Expenditures</b>	<b>90,770,164</b>	<b>88,410,017</b>	<b>86,834,694</b>	<b>86,006,783</b>	<b>91,498,002</b>	<b>90,632,546</b>	<b>96,261,837</b>	<b>95,863,586</b>	<b>99,142,205</b>	<b>99,767,446</b>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(Modified Accrual Basis of Accounting)*

	Fiscal Year Ending June 30,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$(16,161,951)	\$ (8,943,972)	\$ (1,643,641)	\$ 514,362	\$ 2,094,912	\$ 463,289	\$ (4,068,342)	\$ 748,247	\$ 3,391,982	\$ 5,890,895
Other Financing Sources (Uses):										
Proceeds from Borrowing					2,914,160					
Notes Funded by Budget Appropriation							610,365	609,795	585,000	600,000
Premium on Temporary Note									1,275	97
Refunding Bonds Issuance Costs							11,408			
Capital Leases (non-budgeted)										741,683
Transfers In	271,093	647,442	518,762		126,813		421,442		368,609	2,884,547
Transfers Out	(704,211)	(1,007,442)	(1,027,210)	(590,979)	(652,389)	(3,410,188)	(909,784)	(556,299)	(613,555)	(2,884,547)
Total Other Financing Sources (Uses)	(433,118)	(360,000)	(508,448)	(590,979)	2,388,584	(3,410,188)	133,431	53,496	341,329	1,341,780
Net Change in Fund Balances	<u>\$(16,595,069)</u>	<u>\$ (9,303,972)</u>	<u>\$ (2,152,089)</u>	<u>\$ (76,617)</u>	<u>\$ 4,483,496</u>	<u>\$ (2,946,899)</u>	<u>\$ (3,934,911)</u>	<u>\$ 801,743</u>	<u>\$ 3,733,311</u>	<u>\$ 7,232,675</u>
Debt Service as a Percentage of Noncapital Expenditures	5.24%	4.81%	4.65%	4.48%	4.11%	4.12%	4.63%	4.41%	4.23%	4.23%

Source: Bloomfield Township School District Financial Reports.

Exhibit J-5

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND - OTHER LOCAL REVENUES BY SOURCE  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(Modified Accrual Basis of Accounting)*

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Tuition</u>	<u>Other</u>	<u>Total</u>
2006	\$ 130,169	\$ 422,168	\$ 201,701	\$ 754,038
2007	174,115	404,645	56,616	635,376
2008	189,016	407,599	32,541	629,156
2009	153,900		56,268	210,168
2010	31,473		26,914	58,387
2011	73,276	103,034		176,310
2012	21,147	131,610	116,047	268,804
2013		248,508	58,546	307,054
2014		191,242	576,982 *	768,224
2015		237,697	790,438 ^	1,028,135

\* - Includes \$145,463 of E-rate reimbursements and the return of \$333,767 which had been held by the District's previous health benefit carrier.

^ - Includes \$362,603 of E-rate reimbursements and \$167,822 of prior year accounts payable canceled.

Source: Bloomfield Township School District Records.

**BLOOMFIELD TOWNSHIP SCHOOL DISTRICT**  
**ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN YEARS**  
**UNAUDITED**

Year Ended December 31,	Vacant Land	Residential	Farm Regular	Farm (Qualified)	Commercial	Industrial	Apartment	Total Assessed Value	Add: Public Utilities <sup>a</sup>	Net Valuation Taxable	Tax-Exempt Property	Total Direct School Tax Rate <sup>b</sup>	Estimated Actual (County Equalized Value)
2005	\$ 8,101,600	\$ 1,631,317,800	\$ -0-	\$ -0-	\$ 305,583,000	\$ 42,867,200	\$ 109,813,800	\$ 2,097,683,400	\$ 4,019,605	\$ 2,101,703,005	\$ 205,905,000	\$ 2.3000	\$ 3,708,282,131
2006	8,422,300	1,638,258,000	-0-	-0-	292,049,800	35,060,700	109,725,800	2,083,516,600	3,212,200	2,086,728,800	206,292,900	2.4200	4,281,979,303
2007	9,879,000	1,636,108,400	-0-	-0-	291,284,000	33,789,600	108,657,500	2,079,718,500	2,835,200	2,082,553,700	210,838,000	2.5800	4,919,325,154
2008	9,275,900	1,639,810,200	-0-	-0-	286,204,100	33,682,200	110,326,600	2,079,299,000	2,717,600	2,082,016,600	208,422,100	2.7300	5,270,466,086
2009	8,305,700	1,644,649,700	-0-	-0-	281,194,500	31,378,700	106,891,500	2,072,420,100	3,035,200	2,075,455,300	210,823,900	2.8600	5,284,685,279
2010 *	15,465,300	3,458,290,000	-0-	-0-	594,964,200	64,442,000	223,419,600	4,356,581,100	7,436,700	4,364,017,800	432,357,600	1.4200	5,152,499,771
2011	14,322,300	3,345,486,300	-0-	-0-	597,276,100	63,317,000	224,588,900	4,244,990,600	7,032,700	4,252,023,300	436,628,900	1.4800	4,797,547,917
2012	33,502,200	3,269,570,800	-0-	-0-	574,761,400	62,525,400	222,986,800	4,163,346,600	7,268,287	4,170,614,887	431,413,100	1.5130	4,335,918,127
2013	35,376,200	3,230,142,600	-0-	-0-	573,393,700	58,349,900	222,443,900	4,119,706,300	6,906,100	4,126,612,400	429,011,200	1.6330	4,324,990,886
2014	38,379,000	3,180,262,900	-0-	-0-	569,557,900	49,702,400	235,321,400	4,073,223,600	7,072,456	4,080,296,056	433,042,600	1.7430	4,291,827,168

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each County Board of Taxation.  
 Reassessment occurs when ordered by the County Board of Taxation.

\*A Revaluation of Real Property was effective in this year.

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

b - Tax rates are per \$100 of assessed value.

Exhibit J-7

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN YEARS  
UNAUDITED  
*(Rate per \$100 of Assessed Value)*

Year Ended December 31,	School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate <sup>a</sup>	General Obligation Debt Service <sup>b</sup>	Total Direct	Township of Bloomfield	Essex County	
2005	\$ 2.1614	\$ 0.1386	\$ 2.300	\$ 1.650	\$ 0.850	\$ 4.800
2006	2.2800	0.1400	2.420	1.800	0.900	5.120
2007	2.4171	0.1629	2.580	1.950	0.920	5.450
2008	2.5585	0.1715	2.730	2.170	0.990	5.890
2009	2.6884	0.1716	2.860	2.250	0.990	6.100
2010*	1.3387	0.0813	1.420	1.170	0.480	3.070
2011	1.4017	0.0783	1.480	1.249	0.495	3.224
2012	1.4528	0.0602	1.513	1.361	0.500	3.374
2013	1.5340	0.0990	1.633	1.419	0.516	3.568
2014	1.6449	0.0981	1.743	1.463	0.549	3.755

\* - A Revaluation of Real Property was effective in this year.

**a** - The District's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net Valuation Taxable.

**b** - Rates for debt service are based on each year's requirements.

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

Exhibit J-8

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAX PAYERS.  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

Taxpayer	2015			2006		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Forest Hill Properties	\$ 48,934,700	1	1.20%	\$ 24,247,600	1	1.16%
BR/Prism Central Park	46,615,200	2	1.14%	20,558,000	2	0.99%
1515 Broad St. LLC.	26,033,800	3	0.64%			
Bloomfield Condo Assoc.	25,857,900	4	0.63%			
Troy Towers	23,500,000	5	0.58%	13,500,000	3	0.65%
MCB Bloomfield, LLC	16,065,200	6	0.39%			
Newels Development	13,197,400	7	0.32%	12,031,400	4	0.58%
Bloomfield Plaza Assoc.	11,710,800	8	0.29%			
DCH Investments, LLC	11,461,800	9	0.28%			
Shop-Rite	11,094,800	10	0.27%	7,610,500	9	0.36%
Blum Ltd. Partnership				9,801,400	5	0.47%
Hammer & Associates				8,639,000	6	0.41%
Leonard Stern/Hartz Mountain				7,655,200	7	0.37%
Bloomfield Developers				7,641,600	8	0.37%
Upper Montclair Country Club				6,126,600	10	0.29%
Total	<u>\$ 234,471,600</u>		<u>5.74%</u>	<u>\$ 117,811,300</u>		<u>5.65%</u>

NOTE - A Revaluation of Real Property was effective in 2010.

## Exhibit J-9

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy <sup>a</sup>		Collections in Subsequent Years
		Amount	Percentage of Levy	
2006	\$ 49,072,095	\$ 49,072,095	100.00%	\$ -0-
2007	51,579,216	51,579,216	100.00%	-0-
2008	55,712,687	55,712,687	100.00%	-0-
2009	54,572,251	54,572,251	100.00%	-0-
2010	60,439,333	60,439,333	100.00%	-0-
2011	63,553,835	63,553,835	100.00%	-0-
2012	61,874,348	61,874,348	100.00%	-0-
2013	64,290,906	64,290,906	100.00%	-0-
2014	70,435,779	70,435,779	100.00%	-0-
2015	71,772,393	71,772,393	100.00%	-0-

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

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

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities					Business-Type Activities		Total District	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	General Obligation Bonds	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	School Facilities Loans	Capital Leases				
2006	\$ 46,798,000	\$ -0-	\$ 464,392	\$ -0-	\$ -0-	\$ -0-	\$47,262,392	2.23%	\$ 1,061.53	
2007	45,008,000	-0-	254,988	-0-	-0-	-0-	45,262,988	2.06%	1,028.89	
2008	43,168,000	-0-	436,921	-0-	-0-	-0-	43,604,921	1.96%	998.24	
2009	41,220,000	-0-	496,383	-0-	-0-	-0-	41,716,383	1.92%	953.34	
2010	39,190,000	-0-	226,887	-0-	-0-	-0-	39,416,887	1.62%	832.09	
2011	37,195,000	-0-	265,948	2,914,160	-0-	-0-	40,375,108	1.58%	848.52	
2012	35,100,000	-0-	108,357	2,303,795	-0-	-0-	37,512,152	1.45%	788.15	
2013	32,935,000	-0-	-0-	1,694,000	-0-	-0-	34,629,000	1.34%	727.58	
2014	30,730,000	-0-	-0-	1,109,000	-0-	-0-	31,839,000	1.22%	667.47	
2015	28,475,000	-0-	492,122	509,000	-0-	-0-	29,476,122	1.13%	615.00	

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

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

Source: Bloomfield Township School District Financial Reports.

Exhibit J-11

**BLOOMFIELD TOWNSHIP SCHOOL DISTRICT**  
**RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING**  
**LAST TEN FISCAL YEARS**  
**UNAUDITED**

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Net Valuation Taxable <sup>a</sup>	Per Capita <sup>b</sup>
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2006	\$ 46,798,000	\$ -0-	\$ 46,798,000	2.243%	1,051.10
2007	45,008,000	-0-	45,008,000	2.161%	1,023.10
2008	43,168,000	-0-	43,168,000	2.073%	988.23
2009	41,220,000	-0-	41,220,000	1.986%	942.00
2010	39,190,000	-0-	39,190,000	0.898%	827.30
2011	37,195,000	-0-	37,195,000	0.875%	781.69
2012	35,100,000	-0-	35,100,000	0.825%	737.47
2013	32,935,000	-0-	32,935,000	0.790%	691.98
2014	30,730,000	-0-	30,730,000	0.745%	644.22
2015	28,475,000	-0-	28,475,000	0.698%	594.11

**a** - See Exhibit J-6 for property tax data. This ratio is calculated using valuation data for the prior calendar year.

**b** - See Exhibit J-14 for population data. This ratio is calculated using population for the prior calendar year.

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

Source: Bloomfield Township District Financial Reports.

Exhibit J-12

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2014  
UNAUDITED

Governmental Unit	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable<sup>a</sup></u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes:			
Bloomfield Township	\$ 58,323,048	100.00%	\$ 58,323,048
Essex County General Obligation Debt	329,424,039	5.25%	<u>17,289,414</u>
Subtotal, Overlapping Debt			75,612,462
Bloomfield Township School District Direct Debt			<u>28,475,000</u>
Total Direct and Overlapping Debt			<u><u>\$ 104,087,462</u></u>

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

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

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

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS  
UNAUDITED

Legal Debt Margin Calculation for Fiscal Year 2015

Year Ended December 31,	Equalized Valuation Basis
2012	\$ 4,328,358,020
2013	4,303,014,727
2014	4,279,495,272
	<u>\$ 12,910,868,019</u>
Average Equalized Valuation of Taxable Property	<u>\$ 4,303,622,673</u>
Debt Limit (4% of Average Equalization Value) <sup>a</sup>	\$ 172,144,907
Net Bonded School Debt	<u>28,475,000</u>
Legal Debt Margin	<u>\$ 143,669,907</u>

	Fiscal Year				
	2006	2007	2008	2009	2010
Debt Limit	\$ 148,849,682	\$ 170,929,567	\$ 191,703,664	\$ 204,838,025	\$ 207,760,970
Total Net Debt Applicable to Limit	<u>49,205,167</u>	<u>45,698,000</u>	<u>43,118,000</u>	<u>41,220,000</u>	<u>39,190,000</u>
Legal Debt Margin	<u>\$ 99,644,515</u>	<u>\$ 125,231,567</u>	<u>\$ 148,585,664</u>	<u>\$ 163,618,025</u>	<u>\$ 168,570,970</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	33.06%	26.73%	22.49%	20.12%	18.86%

	Fiscal Year				
	2011	2012	2013	2014	2015
Debt Limit	\$ 203,117,629	\$ 193,673,392	\$ 183,341,818	\$ 175,703,878	\$ 172,144,907
Total Net Debt Applicable to Limit	<u>37,195,000</u>	<u>35,100,000</u>	<u>32,935,000</u>	<u>30,730,000</u>	<u>28,475,000</u>
Legal Debt Margin	<u>\$ 165,922,629</u>	<u>\$ 158,573,392</u>	<u>\$ 150,406,818</u>	<u>\$ 144,973,878</u>	<u>\$ 143,669,907</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	18.31%	18.12%	17.96%	17.49%	16.54%

a - Limit set by NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other districts.

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

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN YEARS  
UNAUDITED

Year	Population <sup>a</sup>	Essex County Per Capita Personal Income <sup>b</sup>	Personal Income <sup>c</sup>	Township Unemployment Rate <sup>d</sup>
2005	45,394	\$ 43,950	\$ 1,995,066,300	4.3%
2006	44,523	47,603	2,119,428,369	4.6%
2007	43,992	49,962	2,197,928,304	4.2%
2008	43,682	51,038	2,229,441,916	5.4%
2009	43,758	49,750	2,176,960,500	9.5%
2010	47,371	51,422	2,435,911,562	9.5%
2011	47,583	53,597	2,550,306,051	8.9%
2012	47,595	54,318	2,585,265,210	8.8%
2013	47,701	54,606	2,604,760,806	7.9%
2014	47,929	54,606 *	2,617,210,974 *	6.7%

\* - Latest Essex County per capita personal income (2013) and population data available was used for calculation purposes.

Source:

- a** - Population information provided by the US Department of Census - Population Division.
- b** - Per Capita Personal Income information provided by the US Department of Commerce - Bureau of Economic Analysis.
- c** - Personal Income information provided by the US Department of Commerce - Bureau of Economic Analysis.
- d** - Unemployment data provided by the NJ Department of Labor and Workforce Development.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS, ESSEX COUNTY  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

<u>2014</u>			<u>2005</u>		
<u>Employer</u>	<u>Employees</u>	<u>Percentage of Total Employment</u>	<u>Employer</u>	<u>Employees</u>	<u>Percentage of Total Employment</u>
St. Barnabas Health Care System	23,000	6.64%	INFORMATION IS NOT AVAILABLE		
Verizon	17,100	4.94%			
Prudential Ins. Co. of America	16,850	4.87%			
Rutgers University-Newark Campus	15,500	4.48%			
Continental Airlines	11,000	3.18%			
Newark Board of Education	7,050	2.04%			
Automatic Data Processing	5,649	1.63%			
New Jersey Transit	4,000	1.16%			
City of Newark	4,000	1.16%			
Essex County	3,500	1.01%			
	<u>107,649</u>	<u>31.09%</u>			
Total Employment *	<u>346,237</u>				

\* - Employment data provided by the NJ Department of Labor and Workforce Development.

Note - Principal employers are that of Essex County.

Source: Essex County Economic Development Corporation.

Exhibit J-16

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS  
UNAUDITED

<u>Function/Program</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Instruction:					
Regular	461	467	485	487	476
Special Education	28	28	28		
Other Special Instruction	51	55	55	55	57
Support Services:					
Health Services	16	16	16	16	15
Administration Information Technology	2	4	4	4	4
General Administrative Services	4	1	5	6	5
Related Services	4	4	4	4	2
Guidance-Professional/Support	26	26	26	26	25
Child Study Team/Support	30	31	31	33	33
Supervisors	14	13	13	10	11
Plant Operations and Maintenance	71	74	76	71	70
Pupil Transportation	6	16	40	40	40
Central Services	16	13	16	12	8
Media Services Technology	8	8	8	16	16
Principals/School Administrative	48	48	48	47	45
Total	<u>785</u>	<u>804</u>	<u>855</u>	<u>827</u>	<u>807</u>
<u>Function/Program</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Instruction:					
Regular	530	532	542	558	563
Other Special Instruction	64	66	67	67	67
Support Services:					
Health Services	15	14	13	13	14
Administration Information Technology	6	6.5	6	6	6
General Administrative Services	5	5	5	5	5
Related Services	6	6	8	8	8
Guidance-Professional/Support	30	30	32	32	32
Child Study Team/Support	35.5	35.5	33	33	33
Supervisors					
Plant Operations and Maintenance	68	69	70	70	70
Pupil Transportation	42	46	73	60	59
Central Services	11	11	13	13	13
Media Services Technology	10	10	11	11	11
Principals/School Administrative	61	62	48	48	48
Total	<u>883.5</u>	<u>893</u>	<u>921</u>	<u>924</u>	<u>929</u>

Source: Bloomfield Township School District Personnel Records.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year	Enrollment <sup>a</sup>	Operating Expenditures <sup>b</sup>	Cost Per Pupil <sup>c</sup>	Percentage Change	Teaching Staff <sup>d</sup>	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) <sup>e</sup>	Average Daily Attendance (ADA) <sup>e</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary School	Middle School	High School				
2006	6,029	\$ 69,918,491	\$ 11,597	11.99%	465	18:1	10:1	10:1	6,029	5,671	-1.26%	94.06%
2007	5,962	76,045,281	12,755	9.99%	494	10:1	10:1	11:1	5,962	5,598	-1.11%	93.89%
2008	5,836	81,196,258	13,913	9.08%	513	14:1	10:1	10:1	5,836	5,518	-2.11%	94.55%
2009	5,921	80,845,368	13,654	-1.86%	501	14:1	10:1	10:1	5,930	5,551	1.61%	93.61%
2010	5,934	81,867,657	13,796	1.04%	533	14:1	10:1	10:1	5,934	5,564	0.07%	93.76%
2011	5,938	80,000,090	13,473	-2.35%	530	14:1	10:1	10:1	5,976	*	0.71%	*
2012	6,174	89,309,594	14,465	7.37%	553	14:1	10:1	10:1	5,822	5,489	-2.58%	94.28%
2013	6,194	90,952,169	14,684	1.51%	542	14:1	14:1	10:1	6,183	5,842	6.20%	94.48%
2014	6,208	93,414,120	15,047	2.48%	558	14:1	14:1	10:1	6,176	5,839	-0.11%	94.55%
2015	6,299	93,200,506	14,796	-1.67%	563	14:1	14:1	10:1	6,299	5,983	1.99%	94.99%

\* Data not provided by the school district

**a** - Enrollment is obtained from October 15 Enrollment Summary, including students placed out of district.

**b** - Operating expenditures equal total expenditures less debt service and capital outlay.

**c** - Cost per pupil is calculated based upon enrollment and operating expenditures as presented and may not be the same as other (State) cost per pupil calculations.

**d** - Teaching staff includes only full-time equivalents of certificated staff.

**e** - Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

Source: Bloomfield Township School District records.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS  
UNAUDITED

<u>District Building</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
<u>Elementary Schools</u>										
Berkeley										
Square Feet	62,805	62,805	62,805	62,805	62,805	62,805	62,805	62,805	72,280	72,280
Capacity (students)	300	300	300	300	300	300	400	400	400	464
Enrollment	506	462	434	458	*	*	403	417	460	438
Brookdale										
Square Feet	53,952	53,952	53,952	53,952	53,952	53,952	53,952	53,952	54,480	54,480
Capacity (students)	300	300	300	300	300	300	350	350	350	332
Enrollment	291	299	290	282	*	*	354	356	352	368
Carteret										
Square Feet	54,867	54,867	54,867	54,867	54,867	54,867	54,867	54,867	61,120	61,120
Capacity (students)	300	300	300	300	300	300	450	450	450	410
Enrollment	464	445	419	414	*	*	427	445	447	454
Demarest										
Square Feet	61,061	61,061	61,061	61,061	61,061	61,061	61,061	61,061	72,260	72,260
Capacity (students)	300	300	300	300	300	300	500	500	500	412
Enrollment	422	447	456	468	*	*	486	486	502	511
Fairview										
Square Feet	50,264	50,264	50,264	50,264	50,264	50,264	50,264	50,264	57,950	57,950
Capacity (students)	300	300	300	300	300	300	450	450	450	502
Enrollment	484	487	478	477	*	*	522	512	533	538
Forest Glen										
Square Feet	28,539	28,539	28,539	28,539	28,539	28,539	28,539	28,539	30,120	30,120
Capacity (students)	50	50	50	50	50	50	80	80	80	80
Enrollment	30	37	28	41	*	*	31	20	29	92
Franklin										
Square Feet	28,070	28,070	28,070	28,070	28,070	28,070	28,070	28,070	40,510	40,510
Capacity (students)	300	300	300	300	300	300	380	380	380	344
Enrollment	335	346	360	370	*	*	398	377	367	341

\* - Data was not provided by School District

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS  
UNAUDITED

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<u>District Building</u>										
Oak View										
Square Feet	41,255	41,255	41,255	41,255	41,255	41,255	41,255	41,255	53,870	53,870
Capacity (students)	300	300	300	300	300	300	400	400	400	398
Enrollment	346	361	344	348	*	*	363	369	366	368
Watsessing										
Square Feet	56,153	56,153	56,153	56,153	56,153	56,153	56,153	56,153	63,627	63,627
Capacity (students)	300	300	300	300	300	300	400	400	400	297
Enrollment	307	395	290	305	*	*	314	325	335	290
<u>Middle School:</u>										
Square Feet	99,032	99,032	99,032	99,032	99,032	99,032	99,032	99,032	153,380	153,380
Capacity (students)	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Enrollment	940	926	930	908	*	*	934	880	916	936
<u>High School:</u>										
Square Feet	160,000	160,000	160,000	160,000	160,000	160,000	435,150	435,150	435,150	435,150
Capacity (students)	2,000	2,000	2,200	2,200	2,200	2,200	2,400	2,400	2,400	2,400
Enrollment	1,903	1,856	1,807	1,846	*	*	1,787	1,945	1,901	1,963

Number of Schools at June 30, 2015

  Elementary School = 9

  Middle School = 1

  High School = 1

\* - Data was not provided by School District

Source: Bloomfield Township School District.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
LAST TEN FISCAL YEARS  
UNAUDITED

Undistributed Expenditures - Required Maintenance  
 For School Facilities - Account #11-000-261-XXX:

<u>School Facilities*</u>	<u>Project # (s)</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
High School	N/A	\$ 377,653	\$ 304,952	\$ 216,657	\$ 167,092	\$ 239,635
Middle School	N/A	234,197	167,020	89,465	89,108	138,987
Berkeley	N/A	77,160	59,423	75,263	109,899	73,363
Brookdale	N/A	66,296	55,648	83,541	89,398	88,847
Carteret	N/A	90,617	63,886	75,617	74,325	99,648
Demarest	N/A	111,234	97,360	102,859	86,324	78,634
Fairview	N/A	67,284	49,845	89,544	87,345	73,393
Forest Glen	N/A	35,062	25,145	55,412	69,134	95,682
Franklin	N/A	42,593	32,422	81,579	85,328	80,283
Oak View	N/A	50,741	36,189	105,787	87,883	77,242
Watsessing	N/A	81,728	69,177	92,656	83,901	66,907
Administration Building	N/A		233,345	69,817	70,550	67,694
Service Center	N/A		8,862	43,656	120,962	111,860
Total School Facilities		<u>1,234,565</u>	<u>1,203,274</u>	<u>1,181,853</u>	<u>1,221,249</u>	<u>1,292,175</u>
Grand Total		<u>\$ 1,234,565</u>	<u>\$ 1,203,274</u>	<u>\$ 1,181,853</u>	<u>\$ 1,221,249</u>	<u>\$ 1,292,175</u>

<u>School Facilities*</u>	<u>Project # (s)</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
High School	N/A	\$ 256,171	\$ 160,742	\$ 534,738	\$ 374,326	\$ 482,533
Middle School	N/A	148,577	110,533	84,637	144,424	224,251
Berkeley	N/A	78,425	132,297	284,624	71,935	99,406
Brookdale	N/A	94,978	70,890	113,171	42,898	51,032
Carteret	N/A	106,524	78,126	59,727	48,634	75,532
Demarest	N/A	84,060	112,082	90,620	74,574	85,664
Fairview	N/A	78,457	109,236	86,271	61,918	72,100
Forest Glen	N/A	102,284	173,779	32,108	66,321	63,551
Franklin	N/A	85,823	96,133	34,949	52,926	77,161
Oak View	N/A	82,572	69,934	36,700	53,639	63,787
Watsessing	N/A	71,524	78,325	41,307	56,655	86,068
Administration Building	N/A	72,365	71,766	16,633	15,084	37,144
Service Center	N/A	119,579	91,328	111,208	19,926	24,000
Total School Facilities		<u>1,381,339</u>	<u>1,355,171</u>	<u>1,526,693</u>	<u>1,083,260</u>	<u>1,442,229</u>
Other Facilities	N/A		<u>17,282</u>	<u>34,293</u>		
Grand Total		<u>\$ 1,381,339</u>	<u>\$ 1,372,453</u>	<u>\$ 1,560,986</u>	<u>\$ 1,083,260</u>	<u>\$ 1,442,229</u>

N/A - Not Applicable.

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

Exhibit J-20  
1 of 2

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
INSURANCE SCHEDULE  
JUNE 30, 2015  
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
NJSIG:		
Property Blanket Building and Contents	\$ 350,000,000	\$ 5,000
Replacement Cost Values		
Electronic Data Processing	100,000,000	1,000
Environmental/Pollution:		
Each Occurrence	1,000,000	25,000
Pool Aggregate	10,000,000	
General Liability:		
Each Occurrence	31,000,000	
Personal Injury	31,000,000	
Medical Expenses (Excluding Students)	10,000	
Employee Benefit Liability - Aggregate	31,000,000	
Automotive Coverage:		
Combined Single Limit	31,000,000	
Hired/Non-owned	31,000,000	
Uninsured/Underinsured (all other vehicles)	15,000/30,000/5,000	
Collision		1,000
Other Than Collision		1,000
Crime Coverage:		
Public Employee Dishonesty	1,000,000	1,000
Theft, Disappearance and Destruction (Inside and Out)	100,000	500
Robbery and Safe Burglary Property -		
Other Than Money and Securities (Inside and Out)	100,000	500
Forgery or Alteration	100,000	500
Computer Fraud	100,000	500
Board of Education:		
School Leaders Errors and Omissions Liability -		
Each Loss/Aggregate	31,000,000	20,000
Boiler and Machinery Coverage	100,000,000	5,000

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
INSURANCE SCHEDULE  
JUNE 30, 2015  
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
NJSIG:		
Fidelity Bonds:		
School Business Administrator/Board Secretary	\$ 500,000	\$ 1,000
Treasurer	500,000	1,000
Harleysville:		
Commercial Flood:		
71 Prospect Street		
Building	500,000	25,000
Contents	100,000	25,000
3300 John F. Kennedy Drive		
Building	500,000	5,000
Contents	41,000	5,000
Diploma Joint Insurance Fund:		
Worker's Compensation:		
Each Accident/Each Employee/Aggregate	5,000,000	
Each Employee	5,000,000	
Aggregate	5,000,000	
BMI Benefits		
Athletic Accident:	500,000	excess

**SINGLE AUDIT SECTION**



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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*

Independent Auditors' Report

The Honorable President and Members  
 of the Board of Education  
 Bloomfield Township School District  
 County of Essex, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Department"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Bloomfield Township School District, in the County of Essex (the "District") as of and for the fiscal year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 16, 2015.

**Internal Control Over Financial Reporting**

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

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

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

The Honorable President and Members  
of the Board of Education  
Bloomfield Township School District  
Page 2

### **Compliance and Other Matters**

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

### **Purpose of this Report**

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

Mount Arlington, New Jersey  
November 16, 2015

NISIVOCCIA LLP



William F. Schroeder  
Licensed Public School Accountant #2112  
Certified Public Accountant



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Report on Compliance For Each Major Federal and State Program;  
 Report on Internal Control Over Compliance Required by OMB Circular A-133  
 and New Jersey's OMB Circulars 04-04 and 15-08

Independent Auditors' Report

The Honorable President and Members  
 of the Board of Education  
 Bloomfield Township School District  
 County of Essex, New Jersey

**Report on Compliance for Each Major Federal and State Program**

We have audited the Board of Education of the Bloomfield Township School District (the "District's") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the fiscal year ended June 30, 2015. The District's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal and state programs.

***Auditors' Responsibility***

Our responsibility is to express an opinion on compliance for each of the District's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and New Jersey's OMB Circulars 04-04 and 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Those standards, OMB Circular A-133 and New Jersey's OMB Circulars 04-04 and 15-08 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the District's compliance.

***Opinion on Each Major Federal and State Program***

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2015.

The Honorable President and Members  
of the Board of Education  
Bloomfield Township School District  
Page 2

### Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and NJOMB's 04-04 and 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of District's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133 or NJOMB's 04-04 and 15-08. Accordingly, this report is not suitable for any other purpose.

Mount Arlington, New Jersey  
November 16, 2015

NISIVOCCIA LLP



William F. Schroeder  
Licensed Public School Accountant #2112  
Certified Public Accountant

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Federal Grantor/Pass-Through Grantor/ Program Title/Cluster Title	Federal CFDA Number	Grant or State Project Number	Grant Period		Program or Award Amount	Balance at June 30, 2014			Budgetary Expenditures	Prior Year Encumbrances/ Accounts Payable Canceled	Repayment of Prior Years' Balances	Canceled	Balance at June 30, 2015			
			From	To		Unearned Revenue/ (Accounts Receivable)	Due to Grantor	Cash Received					(Accounts Receivable)	Unearned Revenue	Due to Grantor	
U.S. Department of Education:																
Passed-through State Department of Education:																
Special Revenue Fund:																
Special Education Cluster:																
I.D.E.A. - Part B, Basic Regular	84.027	IDEA-0410-15	7/1/14	6/30/15	\$ 1,660,839			\$ 1,204,734	\$ (1,478,382)				\$ (273,648)		\$ 1,225	
I.D.E.A. - Part B, Basic Regular	84.027	IDEA-0410-14	7/1/13	6/30/14	1,429,923	\$ (592,471)		592,471		\$ 1,225						
I.D.E.A. - Part B, Basic Regular - Carryover	84.027	IDEA-0410-12	9/1/11	8/31/12	1,471,617		\$ 3,391				\$ (3,391)					
I.D.E.A. - Part B, Preschool	84.173	IDEA-0410-15	7/1/14	6/30/15	38,430			28,347	(32,000)							
I.D.E.A. - Part B, Preschool	84.173	IDEA-0410-14	7/1/13	6/30/14	38,270	(38,270)		38,270								
Subtotal Special Education Cluster						(630,741)	3,391	1,863,822	(1,510,382)	1,225	(3,391)		(277,301)		1,225	
No Child Left Behind:																
Title I	84.010	NCLB-0410-15	7/1/14	6/30/15	1,232,292			524,423	(786,061)				(261,638)			
Title I	84.010	NCLB-0410-14	7/1/13	6/30/14	647,900	(406,797)		406,797		3,031					3,031	
Title I	84.010	NCLB-0410-13	9/1/12	8/31/13	893,875		194								194	
Title I	84.010	NCLB-0410-12	9/1/11	8/31/12	933,852		253,683				(253,683)					
Title I	84.010	NCLB-0410-11	9/1/10	8/31/11	923,081		79,064				(79,064)					
Title II A	84.367A	NCLB-0410-15	7/1/14	6/30/15	174,579			102,810	(141,130)				(38,320)			
Title II A	84.367A	NCLB-0410-14	7/1/13	6/30/14	120,364	(58,891)		58,891		300					300	
Title II A	84.367A	NCLB-0410-13	9/1/12	8/31/13	145,000		2,401								2,401	
Title II A	84.367A	NCLB-0410-12	9/1/11	8/31/12	167,274		4,199				(4,199)					
Title II A - Carryover	84.367A	NCLB-0410-11	9/1/10	8/31/11	198,597		17,574				(17,574)					
Title III	84.365A	NCLB-0410-15	7/1/14	6/30/15	78,618			45,540	(60,467)				(14,927)			
Title III	84.365A	NCLB-0410-14	7/1/13	6/30/14	54,394	(52,069)		52,069								
Title III - Carryover	84.365A	NCLB-0410-11	9/1/10	8/31/11	68,949		4,841				(4,841)					
Title III - Immigrant	84.365A	NCLB-0410-15	7/1/14	6/30/15	9,801			1,140	(4,873)				(3,733)			
Title III - Immigrant	84.365A	NCLB-0410-14	7/1/13	6/30/14	14,783	(14,783)		14,783					(38,908)			
Carl D. Perkins Vocational Education	84.048A	PERK-0410-15	7/1/14	6/30/15	52,901				(38,908)							
Carl D. Perkins Vocational Education	84.048A	PERK-0410-14	7/1/13	6/30/14	51,654	(47,742)		46,987				\$ 755				
Alternative Education for Academically Challenged Students	84.294A	U215K100268	9/1/10	8/31/14	300,000	15,408				3,507	(15,408)				3,507	
State Fiscal Stabilization Fund (SFSF) - Race to the Top, Phase 3 - ARRA	84.395	12-RT01-A-01	7/1/12	11/30/15	74,372	(500)							500			
Total Special Revenue Fund						(1,196,115)	365,347	3,117,262	(2,541,821)	8,063	(378,160)	1,255	(634,827)		10,658	
Total U.S. Department of Education						(1,196,115)	365,347	3,117,262	(2,541,821)	8,063	(378,160)	1,255	(634,827)		10,658	
U.S. Department of Labor:																
Summer Youth Employment Training Program	17.259	N/A	7/1/12	6/30/13	27,500	(485)							485			
Total Special Revenue Fund						(485)							485			
Total U.S. Department of Labor						(485)							485			
N/A - Not Available/Applicable																

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Federal Grantor/Pass-Through Grantor/ Program Title/Cluster Title	Federal CFDA Number	Grant or State Project Number	Grant Period		Program or Award Amount	Balance at June 30, 2014				Prior Year Encumbrances/ Accounts Payable Canceled	Repayment of Prior Years' Balances	Balance at June 30, 2015			
			From	To		Unearned Revenue/ (Accounts Receivable)	Due to Grantor	Cash Received	Budgetary Expenditures			(Accounts Receivable)	Unearned Revenue	Due to Grantor	
U.S. Department of Health and Human Services - Passed-through State Department of Human Services:															
Medical Assistance Program (SEMI)	93.778	N/A	7/1/14	6/30/15	\$ 132,029			\$ 93,874	\$ (132,029)					\$ (38,155)	
Medical Assistance Program (SEMI/ARRA)	93.778	N/A	10/1/08	12/31/10	45,648			45,648	(45,648)						
Medical Assistance Program (SEMI) - FY13 Settlement	93.778	N/A	7/1/12	6/30/13	4,964	\$ (4,964)		4,964							
FY12 Settlement	93.778	N/A	7/1/11	6/30/12	779	(779)		779							
<b>Total General Fund</b>						<b>(5,743)</b>		<b>145,265</b>	<b>(177,677)</b>					<b>(38,155)</b>	
<b>Total U.S. Department of Health and Human Services</b>						<b>(5,743)</b>		<b>145,265</b>	<b>(177,677)</b>					<b>(38,155)</b>	
U.S. Department of Agriculture - Passed-through State Department of Agriculture:															
Child Nutrition Cluster:															
School Breakfast Program	10.553	N/A	7/1/14	6/30/15	87,516			77,934	(87,516)					(9,582)	
School Breakfast Program	10.553	N/A	7/1/13	6/30/14	64,245	(5,177)		5,177							
National School Lunch Program	10.555	N/A	7/1/14	6/30/15	1,133,907			1,042,539	(1,133,907)					(91,368)	
National School Lunch Program	10.555	N/A	7/1/13	6/30/14	1,011,542	(57,468)		57,468							
Federal Food Distribution Program	10.555	N/A	7/1/14	6/30/15	120,130			120,130	(120,130)						
<b>Subtotal Child Nutrition Cluster</b>						<b>(62,645)</b>		<b>1,303,248</b>	<b>(1,341,553)</b>					<b>(100,950)</b>	
<b>Total U.S. Department of Agriculture</b>						<b>(62,645)</b>		<b>1,303,248</b>	<b>(1,341,553)</b>					<b>(100,950)</b>	
<b>TOTAL FEDERAL AWARDS</b>						<b>\$ (1,264,988)</b>	<b>\$ 365,347</b>	<b>\$ 4,565,775</b>	<b>\$ (4,061,051)</b>	<b>\$ 8,063</b>	<b>\$ (378,160)</b>	<b>\$ 1,740</b>	<b>\$ (773,932)</b>	<b>\$ -0-</b>	<b>\$ 10,658</b>

N/A - Not Available/Applicable

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

State Grantor/Program Title	Grant or State Project Number	Grant Period		Program or Award Amount	Balance at June 30, 2014			Budgetary Expenditures	Prior Year Encumbrances/Accounts Payable Canceled	Repayment of Prior Years' Balances	Balance at June 30, 2015			MEMO	
		From	To		Budgetary Unearned Revenue/ (Accounts Receivable)	Due to Grantor	Cash Received				GAAP (Accounts Receivable)	Budgetary Unearned Revenue	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
State Department of Education:															
General Fund:															
Equalization Aid	15-495-034-5120-078	7/1/14	6/30/15	\$15,125,042			\$13,668,114							\$ 1,456,928	\$ 15,125,042
Equalization Aid	14-495-034-5120-078	7/1/13	6/30/14	15,125,042	\$(1,458,871)		1,458,871								
Special Education Categorical Aid	15-495-034-5120-089	7/1/14	6/30/15	3,681,307			3,326,703	(3,681,307)						354,604	3,681,307
Special Education Categorical Aid	14-495-034-5120-089	7/1/13	6/30/14	3,681,307	(355,077)		355,077								
Categorical Security Aid	15-495-034-5120-084	7/1/14	6/30/15	1,192,046			1,077,222	(1,192,046)						114,824	1,192,046
Categorical Security Aid	14-495-034-5120-084	7/1/13	6/30/14	1,192,046	(114,978)		114,978								
Transportation Aid	15-495-034-5120-014	7/1/14	6/30/15	200,619			181,294	(200,619)						19,325	200,619
Transportation Aid	14-495-034-5120-014	7/1/13	6/30/14	200,619	(19,350)		19,350								
Under Adequacy Aid	15-495-034-5120-083	7/1/14	6/30/15	500,000			451,837	(500,000)						48,163	500,000
Under Adequacy Aid	14-495-034-5120-083	7/1/13	6/30/14	500,000	(48,227)		48,227								
Per Pupil Growth Aid	15-495-034-5120-097	7/1/14	6/30/15	63,400			57,293	(63,400)						6,107	63,400
PARCC Readiness Aid	15-495-034-5120-098	7/1/14	6/30/15	63,400			57,293	(63,400)						6,107	63,400
Extraordinary Special Education Costs Aid	15-100-034-5120-473	7/1/14	6/30/15	602,819				(602,819)		\$ (602,819)				602,819	602,819
Extraordinary Special Education Costs Aid	14-100-034-5120-473	7/1/13	6/30/14	574,465	(568,529)		574,465	(5,936)							5,936
Nonpublic School Transportation Costs	15-495-034-5120-014	7/1/14	6/30/15	84,564				(84,564)						84,564	84,564
Nonpublic School Transportation Costs	14-495-034-5120-014	7/1/13	6/30/14	107,388	(107,388)		107,388								
TPAF Social Security Aid	15-495-034-5095-002	7/1/14	6/30/15	2,871,738			2,727,252	(2,871,738)						144,486	2,871,738
<b>Total General Fund State Aid</b>					<b>(2,672,420)</b>		<b>24,225,364</b>	<b>(24,390,871)</b>				<b>(831,869)</b>		<b>2,837,927</b>	<b>24,390,871</b>
Special Revenue Fund:															
NJ Nonpublic Aid:															
Textbook Aid (Chapter 194)	15-100-034-5120-064	7/1/14	6/30/15	14,894			14,894	(13,126)						\$ 1,768	13,126
Textbook Aid (Chapter 194)	14-100-034-5120-064	7/1/13	6/30/14	12,561		\$ 857				\$ (857)					
Nursing Services (Chapter 226)	15-100-034-5120-070	7/1/14	6/30/15	23,712			23,712	(23,712)							23,712
Auxiliary Services (Chapter 192):															
Compensatory Education	15-100-034-5120-067	7/1/14	6/30/15	30,009			30,009	(28,397)						1,612	28,397
Compensatory Education	14-100-034-5120-067	7/1/13	6/30/14	32,100		1,456				(1,456)					
Handicapped Services (Chapter 193):															
Supplementary Instruction	15-100-034-5120-066	7/1/14	6/30/15	21,187			21,187	(19,147)						2,040	19,147
Supplementary Instruction	14-100-034-5120-066	7/1/13	6/30/14	18,594		2,150				(2,150)					
Examination and Classification	15-100-034-5120-066	7/1/14	6/30/15	29,353			29,353	(20,717)						8,636	20,717
Examination and Classification	14-100-034-5120-066	7/1/13	6/30/14	39,322		14,483			\$ 4,781	(14,483)				4,781	
Corrective Speech	15-100-034-5120-066	7/1/14	6/30/15	22,088			22,088	(17,051)						5,037	17,051
Corrective Speech	14-100-034-5120-066	7/1/13	6/30/14	19,530		3,281				(3,281)					
Technology Initiative	15-100-034-5120-373	7/1/14	6/30/15	8,000			8,000	(7,374)						626	7,374
Technology Initiative	14-100-034-5120-373	7/1/13	6/30/14	4,580		434				9		(434)		9	
<b>Total Special Revenue Fund</b>						<b>22,661</b>	<b>149,243</b>	<b>(129,524)</b>	<b>4,790</b>	<b>(22,661)</b>			<b>24,509</b>	<b>129,524</b>	
Debt Service Fund:															
Debt Service Aid Type II	15-100-034-5120-125	7/1/14	6/30/15	200,662			200,662	(200,662)							200,662
<b>Total Debt Service Fund</b>							<b>200,662</b>	<b>(200,662)</b>							<b>200,662</b>

N/A - Not Available/Applicable

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

State Grantor/Program Title	Grant or State Project Number	Grant Period		Program or Award Amount	Balance at June 30, 2014				Repayment of Prior Year Balances	Balance at June 30, 2015			MEMO		
		From	To		Budgetary Unearned Revenue/ (Accounts Receivable)	Due to Grantor	Cash Received	Budgetary Expenditures		Refund of Prior Year Expenditures	GAAP (Accounts Receivable)	Budgetary Unearned Revenue	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
State Department of Education:															
Enterprise Fund:															
State School Lunch Program	15-100-010-3350-023	7/1/14	6/30/15	\$ 25,195				\$ 23,197	\$ (25,195)		\$ (1,998)			\$ 1,998	\$ 25,195
State School Lunch Program	14-100-010-3350-023	7/1/13	6/30/14	23,349	\$ (1,304)			1,304							
State School Lunch Program - Supplemental	15-100-010-3350-023	7/1/14	6/30/15	751					(751)		(751)			751	751
Supplemental	14-100-010-3350-023	7/1/13	6/30/14	1,391	(1,391)			1,391							
Total Enterprise Fund					(2,695)			25,892	(25,946)		(2,749)			2,749	25,946
Schools Development Authority:															
Capital Projects Fund:															
Educational Facilities Construction & Financing Act	SP-0410-050-14-1006	6/9/14	6/30/16	68,631	(34,744)									34,744	
Total Capital Projects Fund					(34,744)									34,744	
TOTAL STATE AWARDS					<u>\$(2,709,859)</u>	<u>\$ 22,661</u>	<u>\$24,601,161</u>	<u>\$(24,747,003)</u>	<u>\$ 4,790</u>	<u>\$ (22,661)</u>	<u>\$ (834,618)</u>	<u>\$ -0-</u>	<u>\$ 24,509</u>	<u>\$ 2,875,420</u>	<u>\$24,747,003</u>

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

NOTE 1. BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards includes the federal and state grant activity of the Board of Education, Bloomfield Township School District under programs of the federal and state governments for the fiscal year ended June 30, 2015. The information in these schedules is presented in accordance with the Federal Office of Management and Budget (OMB), *Audits of States and Local Governments and Non-Profit Organizations* and New Jersey's OMB Circulars 04-04 and 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the District, they are not intended to and do not present the financial position, changes in net position or cash flows of the District.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the accompanying schedules of expenditures of federal and state awards are reported on the budgetary basis of accounting with the exception of programs recorded in the Food Service Fund, if applicable, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements. Therefore, some amounts presented in these schedules may differ from amounts presented in, or used in the preparation of, the basic financial statements. Such expenditures are recognized following the cost principles contained in federal OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governmental Units*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through identifying numbers are presented where available.

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the June state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes these payments are not recognized until the subsequent budget year due to the state deferral and recording of the June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. The special revenue fund also does not recognize the June state aid payments in the current year. Grant revenue in the capital projects fund is recognized on the budgetary basis in the fiscal year of award but is not recognized on the GAAP basis until expended and submitted for reimbursement.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$9,555) for the general fund and \$31,694 for the special revenue fund (of which \$(2,034) is attributable to current year encumbrances for local grants which are not included on the schedules of expenditures of state and federal awards). See Note 1D for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Additionally, the schedule of expenditures of state awards does not include the on-behalf TPAF Pension Contributions and Post Retirement Contributions revenue of \$2,034,090 and \$3,229,120, respectively. Awards and financial assistance revenue are reported on the Board's basic financial statements on a GAAP basis as on the following page.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

NOTE 3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (Cont'd)

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 177,677	\$ 29,644,526	\$ 29,822,203
Special Revenue Fund	2,575,638	129,435	2,705,073
Debt Service Fund		200,662	200,662
Food Service Enterprise Fund	1,341,553	25,946	1,367,499
Total Financial Assistance	<u>\$ 4,094,868</u>	<u>\$ 30,000,569</u>	<u>\$ 34,095,437</u>

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

TPAF Social Security contributions represent the amount reimbursed by the State for the employers' share of social security contributions for TPAF members for the fiscal year ended June 30, 2015. Revenue and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively.

NOTE 6. SCHOOLS DEVELOPMENT AUTHORITY (SDA) GRANT

The District has been awarded grants in the amount of \$68,631 from the Schools Development Authority (SDA) under the Educational Facilities Construction and Financing Act. As of June 30, 2015, \$-0- of the grant funds have been expended and requested for reimbursement and \$34,744 is receivable on the budgetary basis.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Summary of Auditors' Results:

- The Independent Auditors' Report expresses an unmodified opinion on the financial statements of the District.
- There were no material weaknesses or significant deficiencies disclosed during the audit of the financial statements as reported in the *Independent Auditors' 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*.
- No instances of noncompliance material to the financial statements of the District which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
- There were no material weaknesses or significant deficiencies in internal control over major federal or state programs disclosed during the audit as reported in the *Independent Auditors' Report on Compliance For Each Major Federal and State Program; Report on Internal Control Over Compliance Required by OMB Circular A-133 and New Jersey's OMB Circulars 04-04 and 15-08*.
- The auditor's report on compliance for the major federal and state programs for the District expresses an unmodified opinion on all major federal and state programs.
- The audit did not disclose any audit findings which are required to be reported in accordance with New Jersey's OMB Circulars 04-04 and 15-08 or Section 510(a) of Federal OMB Circular A-133.
- The District's federal and state programs tested as major for the current fiscal year were the following:

	<u>C.F.D.A. Number/ State Grant Number</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>Budgetary Expenditures</u>
<u>Federal:</u>				
Special Education Cluster:				
I.D.E.A. - Part B, Basic:				
Regular	84.027	7/1/14-6/30/15	\$ 1,660,839	\$ 1,478,382
Preschool	84.173	7/1/14-6/30/15	38,430	32,000
No Child Left Behind:				
Title I	84.410	7/1/14-6/30/15	1,232,292	786,061
<u>State:</u>				
Equalization Aid	15-495-034-5120-078	7/1/14-6/30/15	15,125,042	15,125,042
Special Education				
Categorical Aid	15-495-034-5120-089	7/1/14-6/30/15	3,681,307	3,681,307
Categorical Security Aid	15-495-034-5120-084	7/1/14-6/30/15	1,192,046	1,192,046
Transportation Aid	15-495-034-5120-014	7/1/14-6/30/15	200,619	200,619
Under Adequacy Aid	15-495-034-5120-083	7/1/14-6/30/15	500,000	500,000
Per Pupil Growth Aid	15-495-034-5120-097	7/1/14-6/30/15	63,400	63,400
PARCC Readiness Aid	15-495-034-5120-098	7/1/14-6/30/15	63,400	63,400
Extraordinary Special Education Costs Aid	15-100-034-5120-473	7/1/14-6/30/15	602,819	602,819

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015  
(Continued)

Summary of Auditors' Results: (Cont'd)

- The threshold used for distinguishing between Type A and Type B Federal Programs was \$300,000.
- The Threshold used for distinguishing between Type A and Type B State programs was \$742,410.
- The District was not determined to be a "low-risk" auditee under the provisions of section 530 of the federal Circular for both federal and state programs.

Findings Relating to the Financial Statements which are required to be Reported in Accordance with Generally Accepted Government Auditing Standards:

- The audit did not disclose any findings required to be reported under General Accepted Government Auditing Standards.

Findings and Questioned Costs for Federal Awards:

- The audit did not disclose any findings or questioned costs for federal awards as defined in Federal OMB Circular A-133.

Findings and Questioned Costs for State Awards:

- The audit did not disclose any findings or questioned costs for state awards as defined in Federal OMB Circular A-133 and New Jersey's OMB Circulars 04-04 and 15-08.

BLOOMFIELD TOWNSHIP SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Status of Prior Year Findings:

The prior year finding 2014-1 with regard to the District fully implementing the corrective action plan and ensuring overall compliance with all federal and New Jersey Department of Education grant requirements was resolved during the current fiscal year.